



Mary Taylor, CPA  
Auditor of State





# Dave Yost • Auditor of State

JULY 5, 2011

Portions of the attached audit report were completed prior to the commencement of my term of office on January 10, 2011. Those portions completed prior to that date contain the signature of my predecessor.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

DAVE YOST  
Auditor of State

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY**

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AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2009

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b>U.S. DEPARTMENT OF AGRICULTURE</b>						
<i>Passed Through Ohio Department of Education.</i>						
Nutrition Cluster:						
National School Lunch Program	048298-LLP4-2009	10.555	\$667,533	\$90,616	\$667,533	\$90,616
National School Breakfast Program	048298-05PU-2009	10.553	137,042		137,042	
<b>Total Nutrition Cluster</b>			<b>804,575</b>	<b>90,616</b>	<b>804,575</b>	<b>90,616</b>
<b>Total U.S. Department of Agriculture</b>			<b>804,575</b>	<b>90,616</b>	<b>804,575</b>	<b>90,616</b>
<b>U.S. DEPARTMENT OF EDUCATION</b>						
<i>Passed Through Ohio Department of Education.</i>						
Special Education Cluster:						
Special Education Grants to States						
OISM	048298-6BSD-2008-P	84.027			4,000	
IDEA-B	048298-6BSF-2008-P	84.027	319,809		343,252	
IDEA-B	048298-6BSF-2009-P	84.027	908,959		748,814	
<b>Total Special Education Cluster</b>			<b>1,228,768</b>		<b>1,096,066</b>	
Grants to Local Educational Agencies						
(ESEA Title I)	048298-C1S1-2008	84.010	7,945		70,564	
(ESEA Title I)	048298-C1S1-2009	84.010	570,633		518,010	
<b>Total Grants to Local Educational Agencies</b>			<b>578,578</b>		<b>588,574</b>	
Innovative Educational Program Strategies						
Innovative Educational Program Strategies	048298-C2S1-2008	84.298	4,669			
Innovative Educational Program Strategies	048298-C2S1-2009	84.298	3,948			
<b>Total Innovative Educational Program Strategies</b>			<b>8,617</b>		<b>0</b>	
Title II-D Technology Literacy Challenge Fund Grant						
Title II-D Technology Literacy Challenge Fund Grant	048298-TJS1-2008	84.318			3,520	
Title II-D Technology Literacy Challenge Fund Grant	048298-TJS1-2009	84.318	5,542			
<b>Total Title II-D Technology Literacy Challenge Fund Grant</b>			<b>5,542</b>		<b>3,520</b>	
Drug-Free Schools Grant						
Drug-Free Schools Grant	048298-DRS1-2008	84.186			1,067	
Drug-Free Schools Grant	048298-DRS1-2009	84.186	14,393		13,887	
<b>Total Drug Free Schools Grant</b>			<b>14,393</b>		<b>14,954</b>	
21st Century Grant						
21st Century Grant	048298-T1S1-2008	84.287			23,008	
21st Century Grant	048298-T1S1-2009	84.287	150,000		120,342	
<b>Total 21st Century Grant</b>			<b>150,000</b>		<b>143,350</b>	
Title II-A Improving Teacher Quality						
Title II-A Improving Teacher Quality	048298-TRS1-2008	84.367	1,544		7,074	
Title II-A Improving Teacher Quality	048298-TRS1-2009	84.367	189,630		189,175	
<b>Total Title II-A Improving Teacher Quality</b>			<b>191,174</b>		<b>196,249</b>	
<b>Total Department of Education</b>			<b>2,177,072</b>		<b>2,042,713</b>	
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>						
<i>Pass Through Ohio Department of Mental Retardation and Developmental Disabilities</i>						
Injury Prevention and Control Research State and Community Based Programs						
		93.136	30,000		28,879	
Children's Health Insurance Program						
Medical Assistance Program	Ohio Dept of MR/DD	93.778	7,672		3,152	
		93.767	64,983			
<b>Total Medical Assistance Program</b>			<b>72,655</b>		<b>3,152</b>	
<b>Total Department of Health and Human Services</b>			<b>102,655</b>		<b>32,031</b>	
<b>Totals</b>			<b>\$3,084,302</b>	<b>\$90,616</b>	<b>\$2,879,319</b>	<b>\$90,616</b>

The accompanying notes to this schedule are an integral part of this schedule.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
JUNE 30, 2009**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - FOOD DISTRIBUTION**

Non-monetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State Grants. It is assumed federal monies are expended first. At June 30, 2009, the District had no significant food commodities in inventory.





# Mary Taylor, CPA

Auditor of State

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

Austintown Local School District  
Mahoning County  
700 S. Raccoon Rd.  
Austintown, Ohio 44515

To the Board of Education:

We have audited the financial statements of the governmental activities, business activities, the major funds, and the aggregate remaining fund information of Austintown Local School District, Mahoning County, (the District) as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 30, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinion on the financial statements, but not to opine on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined 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 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 its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

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

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

We noted certain matters that we reported to the District's management in a separate letter dated December 30, 2009.

### **Compliance and Other Matters**

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

We did note certain noncompliance or other matters that we reported to the District's management in a separate letter dated December 30, 2009.

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

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

**Mary Taylor, CPA**  
Auditor of State

December 30, 2009



# Dave Yost • Auditor of State

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

Austintown Local School District  
Mahoning County  
700 S. Raccoon Rd.  
Austintown, Ohio 44515

To the Board of Education:

### Compliance

We have audited the compliance of Austintown Local School District, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that apply to the major federal programs for the year ended June 30, 2009. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe 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 Austintown Local School District complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended June 30, 2009.

### Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the 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.

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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 internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we noted matters involving the internal control over federal compliance not requiring inclusion in this report, that we reported to the District's management in a separate letter dated December 30, 2009.

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

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Austintown Local School District (the District) as of and for the year ended June 30, 2009 and have issued our report thereon dated December 30, 2009. Our audit was performed to form an opinion on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying federal awards receipts and expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This letter replaces the *Independent Accountants' Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control over Compliance in Accordance with OMB Circular A-133* for the Austintown Local School District's fiscal year ended June 30, 2009, previously issued with our report dated December 30, 2009. You should rely on this report rather than on our report dated December 30, 2009. The preceding paragraph was erroneously omitted from the original report dated December 30, 2009.

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



**Dave Yost**  
Auditor of State

December 30, 2009 except for paragraph eight above for which the date is March 17, 2011.

**§ SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505**

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY  
JUNE 30, 2009**

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

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs:	Title VI-B - 84.027 Title I -84.010 21 <sup>st</sup> Century – 84.287
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	No

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

<b>Finding Number</b>	
-----------------------	--

None

**3. FINDINGS FOR FEDERAL AWARDS**

None

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS  
OMB CIRCULAR A -133 § .315 (b)  
JUNE 30, 2009**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
2008-001	The District obligated expenditures against the fiscal year 2007 and fiscal year 2008 21 <sup>st</sup> Century Community Learning Center grants past the end of the funding period.	Yes	



# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Austintown Local School District  
Mahoning County  
700 S. Raccoon Road  
Austintown, Ohio 44515

To the Board of Education:

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

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

1. We noted the Board adopted an anti-harassment policy at its meeting on October 20, 2008.
2. We read the policy, noting it included the following requirements from Ohio Rev. Code Section 3313.666(B):
  - (1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
  - (2) A definition of harassment, intimidation, or bullying that includes the definition in division (A) of Ohio Rev. Code Section 3313.666;
  - (3) A procedure for reporting prohibited incidents;
  - (4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal;
  - (5) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;
  - (6) A procedure for documenting any prohibited incident that is reported;

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

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

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



**Mary Taylor, CPA**  
Auditor of State

December 30, 2009



**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**

OF THE

**AUSTINTOWN LOCAL  
SCHOOL DISTRICT**

FOR THE

**FISCAL YEAR ENDED JUNE 30, 2009**

**PREPARED BY  
TREASURER'S DEPARTMENT  
BARBARA J. KLINER, TREASURER**

**700 S. RACCOON ROAD      YOUNGSTOWN, OHIO 44515**



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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# Austintown Local School District

Vincent S. Colaluca, Superintendent

Barbara J. Kliner, Treasurer



700 S. Raccoon Rd.

Austintown, Ohio 44515

Phone: (330) 797-3900

[austintown.k12.oh.us](http://austintown.k12.oh.us)

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December 31, 2009

Members of the Board of Education and Residents of the  
Austintown Local School District

The Comprehensive Annual Financial Report (CAFR) of the Austintown Local School District (the "District") for the fiscal year ended June 30, 2009 is hereby submitted. This CAFR includes financial statements and other financial and statistical data and conforms to accounting principles generally accepted in the United States of America (GAAP) as they apply to governmental entities. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

State statute requires an annual audit by independent accountants. The Ohio Auditor of State's office conducted the audit. The audit has been conducted in accordance with generally accepted auditing standards, generally accepted government auditing standards, and include a review of internal controls and test of compliance with Federal and State laws and regulations. The Independent Accountant's Report is included in this CAFR.

As a part of the District's independent audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the school district has complied with applicable laws and regulations. The results of the District's independent audit for the fiscal year ended June 30, 2009 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

This transmittal letter is designed to provide historical information about the District, as well as compliment the required Management's Discussion and Analysis (MD&A). Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements. The District's MD&A, which focuses on the government-wide statements, can be found immediately following the Independent Accountant's Report.

### ***Profile of Austintown Local School District***

The District ranks as the 67<sup>th</sup> largest in the State of Ohio among 922 public school districts and community schools and is the 2<sup>nd</sup> largest of the 14 school districts located within Mahoning County in terms of total enrollment. As of the most current school year (2008-2009), 4,954 students were enrolled in the District's eight schools (four elementaries, one intermediate, one middle and one high school). Approximately 137 District residents attend the Mahoning County Career and Technical Center.

The District employs 225 non-certified staff members and 343 certificated staff members. The certified staff members include 17 administrators and 326 full-time and part-time teachers. Of the 326 member teaching staff, 70% have master's degrees. The District faculty has an average 13 years of teaching experience. Currently the District has 7 teachers who have attained National Board Certification. Classroom teachers at all levels are supported by specialists in reading, guidance, art, music and physical education. The District's Pupil Personnel Services include school health and psychological services, pupil appraisal, counseling and guidance services, and speech-language and hearing services at all levels.

The District's curriculum, based on the Ohio Content Standards and Ohio Models, offers a wide range of electives and comprehensive courses of study in college preparatory, vocational and alternative programs. A full range of extracurricular programs and activities is available, beginning in the elementary grades with the after-school enrichment program. All District schools have libraries, lunch programs and multipurpose rooms or gyms for student activities.

The educational program is based on a "graded structure". The four elementary buildings house kindergarten (full day) through third grade. This has allowed for consistency across the District, as well as a focus on developmentally appropriate practices and integration in all subject areas. Grades four and five are housed in an intermediate building and grades six through eight are housed in the newly opened middle school building. These buildings use a departmental structure. This allows for increased articulation among and across grade levels, as well as the development of expertise of specialists. The benefits of these programs are reflected in the fact that the District's averages on the 4<sup>th</sup> and 6<sup>th</sup> grade Ohio Proficiency Tests are above average for the State of Ohio.

The United States Department of Education named Lloyd Elementary as one of 14 Ohio public schools designated as a 2008 No Child Left Behind Blue Ribbon School. Watson Elementary was named as one of 14 Ohio public schools designated as a 2009 No Child Left Behind Blue Ribbon School. The Blue Ribbon Schools Program honors public and private K-12 schools that are either academically superior in their state or that demonstrate dramatic gains in student achievement.

### ***Overlapping Governmental Entities***

The major political subdivisions or other governmental entities that overlap the territory of the District are listed below. The stated percentage is that percentage of the tax valuation of the overlapping entity that is located within the District.

1. Mahoning County (14.90%)
2. Mill Creek Park District (14.90%)
3. Austintown Township (98.68%)
4. Mahoning County Career and Technical Center (17.27%)

Each of these entities operates independently, with its own separate budget, taxing power, and sources of revenue.

### ***Economic Conditions and Outlook***

The District is located in Mahoning County in northeastern Ohio, approximately 75 miles southeast of the City of Cleveland. The District's approximately 25.0 square miles encompasses most of the territory of Austintown Township. The District is in the Youngstown-Warren Metropolitan Statistical Area, which is comprised of Columbiana, Mahoning and Trumbull Counties.



The District's general area is served by diversified transportation facilities. Immediate access is available to several State and U.S. highways and to interstate highways I-76, I-80 and I-680, and Rt. 11. The District is adjacent to areas served by Conrail and Amtrak, and is served by passenger air service at Youngstown Municipal Airport, located near the City of Youngstown.

Within 75 miles of the District, there are approximately 11,700 manufacturing plants, 12,500 wholesale distribution centers, and 46 Fortune 500 industrial, service, and corporate world headquarters. Employment in the Youngstown-Warren Metropolitan Statistical Area is primarily comprised of the manufacturing sector, largely in the automobile and steel industries. Since the mid 1980's, there has been an overall decrease in employment in the manufacturing sector, which has been offset by an increase in employment in the non-manufacturing sector.

Major commercial banks with offices within the District include Huntington Bank, Chase, Charter One, Home Savings and Loan, Farmers National Bank and Metropolitan National Bank.

Four daily newspapers serve the district. The District falls within the broadcast area of eight television stations and twenty one AM and FM radio stations. The District also operates a cable television channel which broadcasts school information on Channel 19.

Within commuting distance are several public and private two-year and four-year colleges and universities providing a wide range of educational facilities and opportunities. These include Youngstown State University, a public four-year university in the City of Youngstown with a full-time enrollment of over 13,500, Kent State University, The University of Akron, Penn State University (Sharon, Pennsylvania Branch), Mount Union College, Walsh University and Northeastern Ohio Universities College of Medicine.

A number of hospital and several adult and adolescent residential treatment centers are located in the area of the Youngstown-Warren Metropolitan Statistical Area.

Mahoning County provides numerous golf, tennis and swimming facilities all accessible to residents of the District.

There are many cultural activities available in the County including the Butler Institute of American Art, the Arms Museum, the Youngstown Playhouse and Youth Theatre, Uptown Theatre Easy Street Productions and the Youngstown Symphony Center. Youngstown University also provides art, music and plays. The Covelli Center is Northeast Ohio's newest event arena. It opened in 2005 and is centrally located in downtown Youngstown. The arena seats 5,700 and is home to the Youngstown Steel Hounds, an ice hockey team, and the Mahoning Valley Thunder, an arena football team. The center also hosts various concerts and performances. Many cultural activities are within driving distance in the greater Cleveland and Pittsburgh areas. Professional basketball, baseball, football and hockey teams are also located in the cities of Cleveland and Pittsburgh.

### ***Internal Controls***

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

### ***Budgetary Controls***

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

### ***Long-Term Financial Planning***

The District prepares a five-year financial forecast annually for use as a tool for long range planning. The five-year forecast contains projected local and state revenues, spending patterns within each area of the budget, and cash balances in the District's operating fund. The five-year forecast provides early warning signs of potential financial problems.

The District uses the five-year forecast to provide a basis for making financial decisions, including the construction of the annual budget, adjustments to staffing levels, collective bargaining, and the placement of tax levies on the ballot.

### ***Major Initiatives for the Year***

The District identified several significant goals needed to meet both student requirements and community desires.

*Goal 1* - By 2012, 90% of students District-wide will meet or exceed the proficient level in mathematics on the State performance assessments. There will be a reduction in the number of non-proficient students by at least 10% annually in each subgroup.

*Goal 2* - By 2012, 92% of students District-wide will meet or exceed to proficient level in reading on the State performance assessments. There will be a reduction in the number of non-proficient students by at least 10% annually in each subgroup.

*Goal 3* - By 2012, 90% of all Austintown resident students will attend the Austintown Local School District.

*Capital Improvements* - Through the generous donations of the "Falcon Forward Campaign" a new press box was constructed on the visitor side of the stadium to house the press and allow space for video equipment. The committee also raised funds to replace two concession stands that will be completed by Fall 2009. All money for these projects was from donations to Falcon Forward.

The District completed a construction project to build a new transportation facility on the current high school campus. The approximate 12,000 square foot building houses four bay areas for bus repairs along with a wash bay. The transportation office is house in the facility. There is also a secure fenced parking area for all of the transportation vehicles. The total cost of the project was approximately \$2 million.

*Community* - The Austintown Walmart was converted to a Super Walmart. The conversion doubled the store's size. Harley Davidson of Austintown built a new showroom and warehouse at a cost of approximately \$3.2 million. Infocision put on an addition to their building costing approximately \$2.8 million. Walgreen's built a new store at a cost of approximately \$2 million.

***Major Initiatives for the Future***

The Ohio Improvement Plan (OIP) is a three year goal increasing student achievement above the State bar of 75% passage. The District is using the academic coaching model to improve classroom instruction.

***Use of this Report***

The report is published to provide to the Board of Education, as well as to our citizens and other interested persons, detailed information concerning the financial condition of the District, with particular emphasis placed on the utilization of resources during the past fiscal year. It is also intended that this report will serve as a guide in formulating policies and in conducting the District's future day-to-day activities. We believe the information, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

In today's bond market environment, it is increasingly important that public agencies prepare soundly conceived annual financial reports which are independently audited by a qualified firm or agency. It has become almost required practice that such reports be prepared in accordance with generally accepted accounting principles (GAAP), and the major bond rating agencies review the data presented in such reports before determining a public agency's bond rating.

Use of this report by the various departments of the District is encouraged when furnishing information. Copies of this report are being placed in the public library for use by the general public.

***Award***

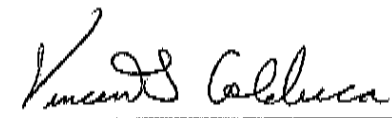
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Austintown Local School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report that conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to GFOA.

***Acknowledgments***

It is with great pride and pleasure that we submit this CAFR for review and wish to express appreciation to the members of the Board of Education for supporting us in this endeavor and other members of the Treasurer's office who contributed time and effort in completing this project. We would also like to acknowledge our consultant, Julian & Grube, Inc., who provided us with expert technical assistance in all phases of preparing the report and the cooperation of the team from the Ohio Auditor of State's office, who conducted a thorough audit of our finances.

Sincerely,

  
Barbara J. Kliner, Treasurer

  
Vincent S. Colaluca, Superintendent

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**LIST OF PRINCIPAL OFFICERS  
JUNE 30, 2009**

***Board of Education***

<u>Name</u>	Began Service As Board Member <u>January 1</u>	Present Term Expires <u>December 31</u>	Vocation in Private <u>Life</u>
Dr. David Ritchie	1968	2011	Retired Podiatrist
Mrs. Joyce Pogany	1982	2009	Secretary
Mr. Lou Chine	2008	2011	Retired Tradesman
Mr. Richard Zimmermann*	2006	2009	Industry Foreman
Ms. Traci Morse**	2006	2009	Insurance/Student

\* President

\*\* Vice President

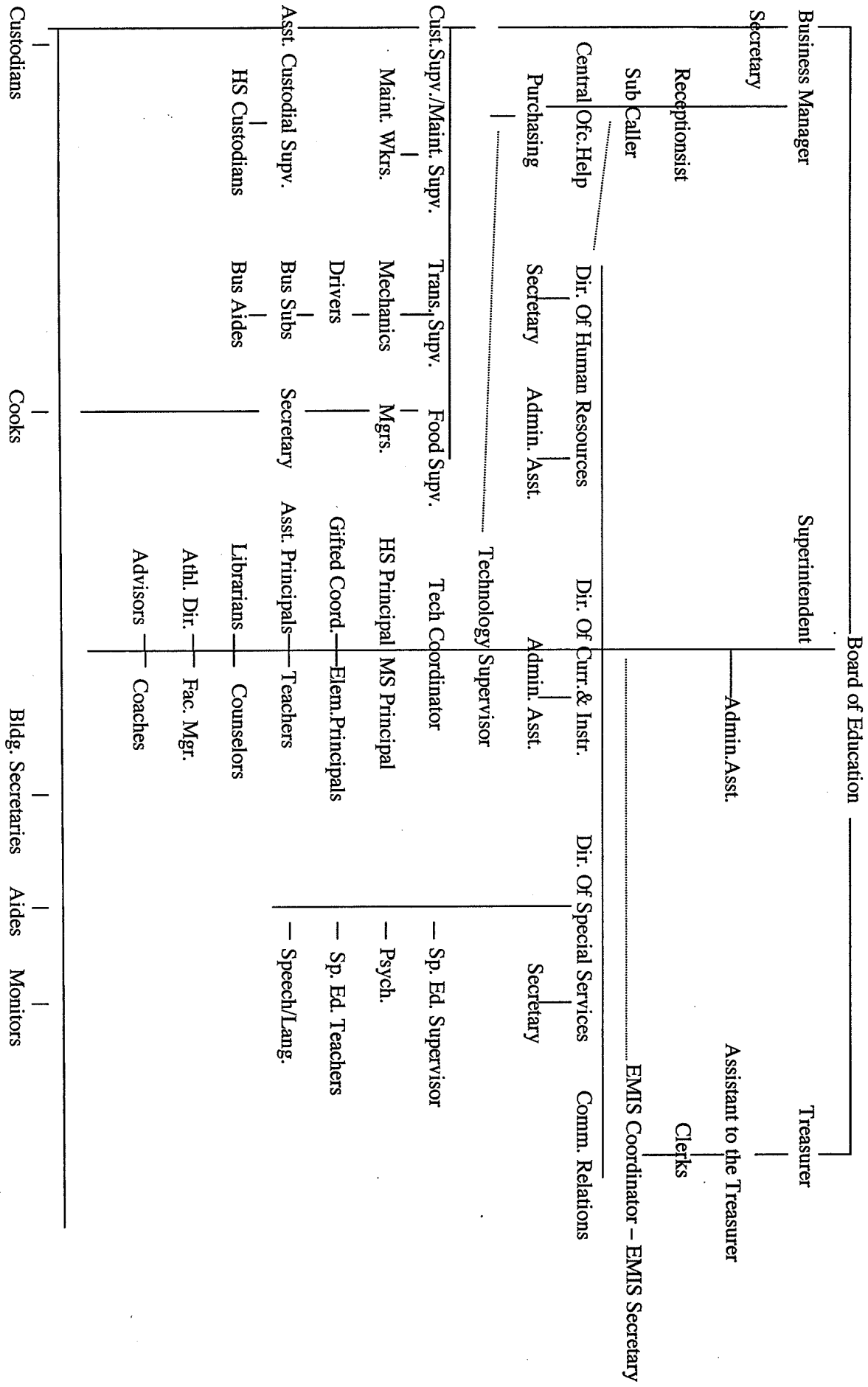
***Central Office Administrative Staff***

Superintendent	Mr. Vincent Colaluca (effective August 2009)
Treasurer	Ms. Barbara Kliner
Director of Instruction	Mr. Daniel Bokesch (effective September 2009)

***District Administrative Staff***

Director of Special Education	Mrs. Becky Morris
Maintenance Supervisor	Mr. Harold Ripple
Transportation Supervisor	Ms. Colleen Murphy
Technology Coordinator	Mr. Thomas Ventresco
Athletic Administrator	Mr. Robert Conklin

# ORGANIZATIONAL CHART



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Austintown Local School  
District, Ohio

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

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "M. L. Post".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director



# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Austintown Local School District  
Mahoning County  
700 S. Raccoon Rd.  
Austintown, Ohio 44515

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, business activities, the major funds, and the aggregate remaining fund information of Austintown Local School District, Mahoning County, Ohio (the District), as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Austintown Local School District, Mahoning County, Ohio, as of June 30, 2009, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2009, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

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

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

**Mary Taylor, CPA**  
Auditor of State

December 30, 2009



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

The management's discussion and analysis of Austintown 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, 2009. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, the notes to the basic financial statements and basic financial statements to enhance their understanding of the District's financial performance.

**Financial Highlights**

Key financial highlights for 2009 are as follows:

- In total, net assets decreased \$1,630,018. Net assets of governmental activities decreased \$1,646,582, which represents a 12.63% decrease from 2008. Net assets of business-type activities increased \$16,564 or 20.71% from 2008.
- General revenues accounted for \$38,097,889 in revenue or 84.15% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$7,174,526 or 15.85% of total revenues.
- The District had \$46,918,997 in expenses related to governmental activities; only \$7,174,526 of these expenses was offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$38,097,889 were not adequate to provide for these programs.
- The District's major governmental funds are the general fund and the bond retirement fund. The general fund had \$38,785,373 in revenues and other financing sources and \$39,042,213 in expenditures and other financing uses. The general fund's fund balance decreased \$256,840 from a deficit balance of \$1,302,365 to a deficit balance of \$1,559,205.
- The bond retirement fund had \$1,668,032 in revenues and other financing sources and \$1,674,837 in expenditures. The bond retirement fund's fund balance decreased \$6,805 from \$951,567 to \$944,762.
- Net assets for the business-type activities increased in 2009 by \$16,564. This increase in net assets was mainly due to tuition and fees revenue exceeding operating expenses in the special enterprise fund.

**Using this Comprehensive Annual Financial Report (CAFR)**

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

The statement of net assets and statement of activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the District, the general fund and bond retirement fund are by far the most significant funds, and the only governmental funds reported as major funds.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

**Reporting the District as a Whole**

*Statement of Net Assets and the Statement of Activities*

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2009?" The statement of net assets and the statement of activities answer this question. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current fund's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the statement of net assets and the statement of activities, the District is divided into two distinct kinds of activities:

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

Business-type activities - These services 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. The District's special enterprise operations are reported as business activities.

The District's statement of net assets and statement of activities can be found on pages 27-29 of this report.

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

*Fund Financial Statements*

The analysis of the District's major governmental funds begins on page 18 and the analysis of the District's nonmajor enterprise fund begins on page 18. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund and the bond retirement fund.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

***Governmental Funds***

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the statement of net assets and the statement of activities) and governmental funds is reconciled in the financial statements. The basic governmental fund financial statements can be found on pages 30-34 of this report.

***Proprietary Funds***

Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match information provided in the statements for the District as a whole. The basic proprietary fund financial statements can be found on pages 35-37 of this report.

**Reporting the District's Fiduciary Responsibilities**

The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private-purpose trust fund. The District also acts in a trustee capacity as an agent for individuals, private organizations, other governmental units and/or other funds. These activities are reported in an agency fund. The District's fiduciary activities are reported in separate statements of fiduciary net assets and changes in fiduciary net assets on pages 38 and 39. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

***Notes to the Basic Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 41-70 of this report.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)

**The District as a Whole**

The statement of net assets provides the perspective of the District as a whole.

The table below provides a summary of the District's net assets for 2009 and 2008.

	<b>Net Assets</b>					
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<b><u>Assets</u></b>						
Current assets	\$ 26,987,737	\$ 31,023,022	\$ 69,728	\$ 47,913	\$27,057,465	\$31,070,935
Capital assets, net	<u>36,079,865</u>	<u>35,799,178</u>	<u>29,338</u>	<u>35,288</u>	<u>36,109,203</u>	<u>35,834,466</u>
Total assets	<u>63,067,602</u>	<u>66,822,200</u>	<u>99,066</u>	<u>83,201</u>	<u>63,166,668</u>	<u>66,905,401</u>
<b><u>Liabilities</u></b>						
Current liabilities	23,205,823	25,136,504	1,621	2,195	23,207,444	25,138,699
Long-term liabilities	<u>28,467,180</u>	<u>28,644,515</u>	<u>875</u>	<u>1,000</u>	<u>28,468,055</u>	<u>28,645,515</u>
Total liabilities	<u>51,673,003</u>	<u>53,781,019</u>	<u>2,496</u>	<u>3,195</u>	<u>51,675,499</u>	<u>53,784,214</u>
<b><u>Net assets</u></b>						
Invested in capital assets, net of related debt	11,806,994	11,282,275	29,338	35,288	11,836,332	11,317,563
Restricted	2,557,821	3,813,377	-	-	2,557,821	3,813,377
Unrestricted (deficit)	<u>(2,970,216)</u>	<u>(2,054,471)</u>	<u>67,232</u>	<u>44,718</u>	<u>(2,902,984)</u>	<u>(2,009,753)</u>
Total net assets	<u>\$ 11,394,599</u>	<u>\$ 13,041,181</u>	<u>\$ 96,570</u>	<u>\$ 80,006</u>	<u>\$11,491,169</u>	<u>\$13,121,187</u>

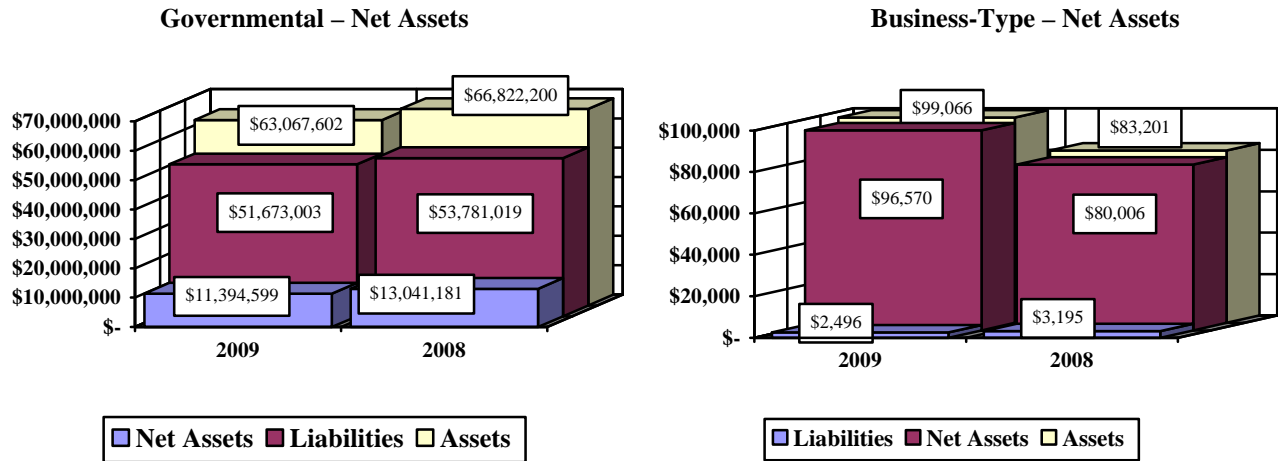
At year-end, capital assets represented 57.17% of total assets. Capital assets include, land, land improvements, buildings and improvements, furniture and equipment, vehicles and textbooks. Capital assets, net of related debt to acquire the assets at June 30, 2009 were \$11,836,332. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$2,557,821, represents resources that are subject to external restriction on how they may be used.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

The graphs below show the assets, liabilities and net assets of the governmental activities and business-type activities at June 30, 2009 and 2008.



The table below shows the changes in net assets for fiscal year 2009 and 2008. Intergovernmental pass-through expenditures for 2008 have been reclassified to other non-instructional services expenditures to conform to 2009 presentation.

**Change in Net Assets**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<b>Revenues</b>						
Program revenues:						
Charges for services and sales	\$ 1,787,934	\$ 1,800,117	\$ 71,608	\$ 60,032	\$ 1,859,542	\$ 1,860,149
Operating grants and contributions	5,278,978	5,588,507	-	-	5,278,978	5,588,507
Capital grants and contributions	107,614	93,598	-	-	107,614	93,598
General revenues:						
Property taxes	17,917,613	19,161,610	-	-	17,917,613	19,161,610
Grants and entitlements	19,949,270	20,318,179	-	-	19,949,270	20,318,179
Investment earnings	182,106	224,685	-	115	182,106	224,800
Other	48,900	88,724	-	-	48,900	88,724
<b>Total revenues</b>	<b>45,272,415</b>	<b>47,275,420</b>	<b>71,608</b>	<b>60,147</b>	<b>45,344,023</b>	<b>47,335,567</b>

-- Continued

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

**Change in Net Assets (Continued)**

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
<b>Expenses</b>						
Program expenses:						
Instruction:						
Regular	19,736,189	19,882,816	-	-	19,736,189	19,882,816
Special	5,370,879	5,098,781	-	-	5,370,879	5,098,781
Vocational	246,183	276,817	-	-	246,183	276,817
Other	1,589,751	1,504,870	-	-	1,589,751	1,504,870
Support services:						
Pupil	2,777,257	2,689,774	-	-	2,777,257	2,689,774
Instructional staff	1,531,181	1,729,794	-	-	1,531,181	1,729,794
Board of education	46,498	58,681	-	-	46,498	58,681
Administration	3,642,006	3,822,071	-	-	3,642,006	3,822,071
Fiscal	891,394	876,977	-	-	891,394	876,977
Business	6,214	56,189	-	-	6,214	56,189
Operations and maintenance	4,246,874	4,201,380	-	-	4,246,874	4,201,380
Pupil transportation	2,413,659	2,681,786	-	-	2,413,659	2,681,786
Central	557	47,782	-	-	557	47,782
Operation of non-instructional services:						
Food service operations	1,894,552	1,848,182	-	-	1,894,552	1,848,182
Other non-instructional services	216,103	400,251	-	-	216,103	400,251
Extracurricular activities	1,063,997	1,041,810	-	-	1,063,997	1,041,810
Interest and fiscal charges	1,245,703	1,234,668	-	-	1,245,703	1,234,668
Special enterprise	-	-	55,044	67,122	55,044	67,122
Total expenses	46,918,997	47,452,629	55,044	67,122	46,974,041	47,519,751
Changes in net assets	(1,646,582)	(177,209)	16,564	(6,975)	(1,630,018)	(184,184)
Net assets at beginning of year	13,041,181	13,218,390	80,006	86,981	13,121,187	13,305,371
Net assets at end of year	\$ 11,394,599	\$ 13,041,181	\$ 96,570	\$ 80,006	\$ 11,491,169	\$ 13,121,187

**Governmental Activities**

For fiscal year 2009, the net assets of the District's governmental activities decreased \$1,646,582. Total governmental expenses of \$46,918,997 were offset by program revenues of \$7,174,526 and general revenues of \$38,097,889. Program revenues supported 15.29% of the total governmental expenses.

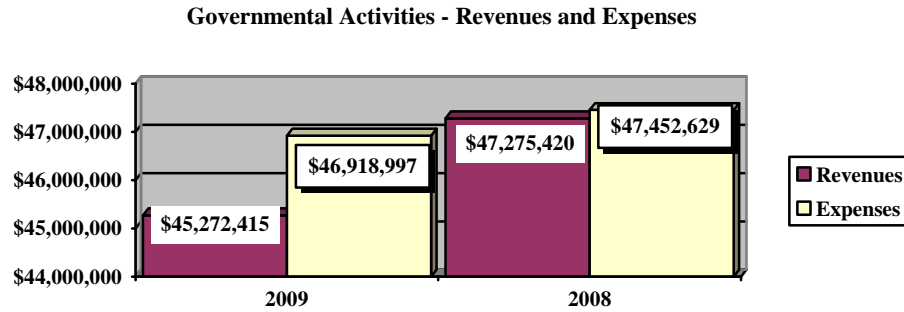
The primary sources of revenue for governmental activities are derived from property taxes and unrestricted grants and entitlements. These two revenue sources represent 83.64% of total governmental revenue. Real estate property is reappraised every six years.

Property tax revenue decreased approximately \$1.2 million from the prior fiscal year. This is due to the phase-out of the tangible personal property tax under HB 66. The District is being reimbursed by the State for this lost revenue. Intergovernmental revenues decreased because of a significant decline in homestead and rollback receipts.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

The graph below presents the District's governmental activities revenue and expenses for fiscal year 2009 and 2008.



The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2009 and 2008. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements. Intergovernmental pass-through expenditures for 2008 have been reclassified to other non-instructional services expenditures to conform to 2009 presentation.

**Governmental Activities**

	Total Cost of Services <u>2009</u>	Net Cost of Services <u>2009</u>	Total Cost of Services <u>2008</u>	Net Cost of Services <u>2008</u>
Program expenses:				
Instruction:				
Regular	\$ 19,736,189	\$ 19,197,390	\$ 19,882,816	\$ 19,235,818
Special	5,370,879	2,502,193	5,098,781	2,402,231
Vocational	246,183	153,197	276,817	186,722
Other	1,589,751	1,589,751	1,504,870	1,424,506

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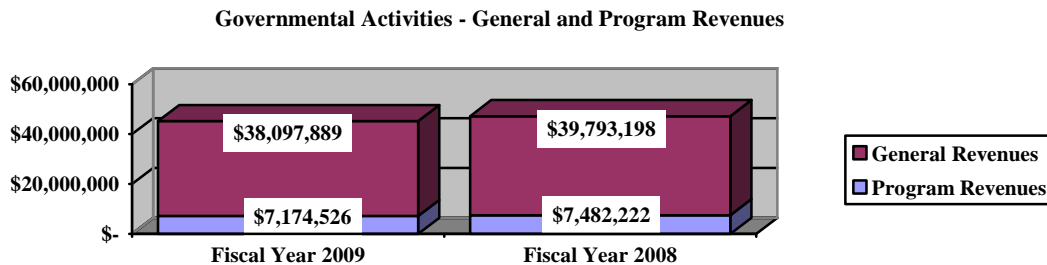
**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

	Total Cost of Services <u>2009</u>	Net Cost of Services <u>2009</u>	Total Cost of Services <u>2008</u>	Net Cost of Services <u>2008</u>
Support services:				
Pupil	2,777,257	2,666,754	2,689,774	2,327,472
Instructional staff	1,531,181	1,146,733	1,729,794	1,238,372
Board of education	46,498	46,498	58,681	58,681
Administration	3,642,006	3,209,760	3,822,071	3,401,618
Fiscal	891,394	891,394	876,977	876,977
Business	6,214	6,214	56,189	56,189
Operations and maintenance	4,246,874	4,156,349	4,201,380	4,137,767
Pupil transportation	2,413,659	2,208,611	2,681,786	2,471,204
Central	557	557	47,782	47,782
Operation of non-instructional services:				
Food service operations	1,894,552	55,573	1,848,182	47,229
Other non-instructional services	216,103	(29,477)	400,251	114,795
Extracurricular activities	1,063,997	697,271	1,041,810	708,376
Interest and fiscal charges	<u>1,245,703</u>	<u>1,245,703</u>	<u>1,234,668</u>	<u>1,234,668</u>
Total expenses	<u>\$ 46,918,997</u>	<u>\$ 39,744,471</u>	<u>\$ 20,689,345</u>	<u>\$ 16,721,130</u>

The dependence upon tax revenues during fiscal year 2009 for governmental activities is apparent, as 87.01% of 2009 instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 84.71%. The District's taxpayers and unrestricted grants and entitlements from the State of Ohio, are the primary support for District's students.

The graph below presents the District's governmental activities revenue for fiscal years 2009 and 2008.



**Business-type Activities**

Business-type activities include special enterprise operations. These programs had revenues of \$71,608 and expenses of \$55,044 for fiscal year 2009. The increase in net assets is due to tuition and fee revenue exceeding operating expenses during the fiscal year. The District's business activities receive no support from tax revenues.

**The District's Funds**

The District's governmental funds (as presented on the balance sheet on page 30) reported a combined fund balance of \$885,366, which is less than last year fund's total of \$3,020,912.



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2009 and 2008.

	Fund Balance (deficit) <u>June 30, 2009</u>	Fund Balance (deficit) <u>June 30, 2008</u>	<u>(Decrease)</u>
General	\$ (1,559,205)	\$ (1,302,365)	\$ (256,840)
Bond retirement	944,762	951,567	(6,805)
Other governmental	<u>1,499,809</u>	<u>3,371,710</u>	<u>(1,871,901)</u>
<b>Total</b>	<b><u>\$ 885,366</u></b>	<b><u>\$ 3,020,912</u></b>	<b><u>\$ (2,135,546)</u></b>

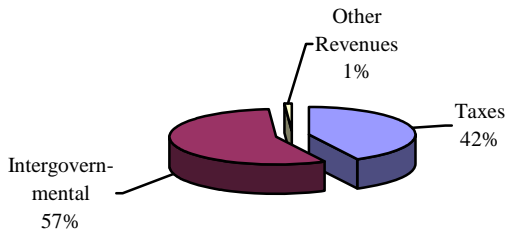
**General Fund**

The District's general fund balance decreased \$256,840, which is primarily due to \$213,425 of transfers to other funds during fiscal year 2009. The table that follows assists in illustrating the financial activities and fund balance of the general fund.

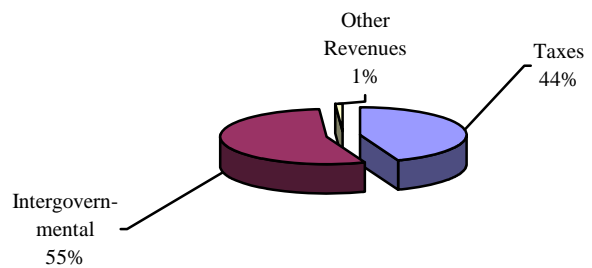
	<u>2009 Amount</u>	<u>2008 Amount</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
<b><u>Revenues</u></b>				
Taxes	\$ 16,447,102	\$ 17,630,370	\$ (1,183,268)	(6.71) %
Intergovernmental	21,867,955	21,800,027	67,928	0.31 %
Other revenues	<u>469,734</u>	<u>457,975</u>	<u>11,759</u>	2.57 %
<b>Total</b>	<b><u>\$ 38,784,791</u></b>	<b><u>\$ 39,888,372</u></b>	<b><u>\$ (1,103,581)</u></b>	<b>(2.77) %</b>

Tax revenue decreased by \$1,183,268 or 6.71% from fiscal 2008 due to House Bill 66 eliminating the tax on tangible personal property. Intergovernmental revenue increased \$67,928 or 0.31% from the prior year. This increase is attributed to the reimbursement from the State for the lost tangible personal property tax revenue due to House Bill 66. Other revenues increased \$11,759 or 2.57% due to an increase in classroom materials and fees revenue.

**Revenues – Fiscal Year 2009**



**Revenues – Fiscal Year 2008**



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

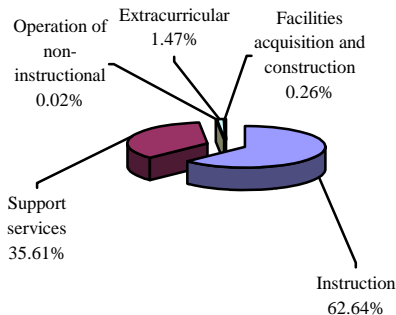
**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

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

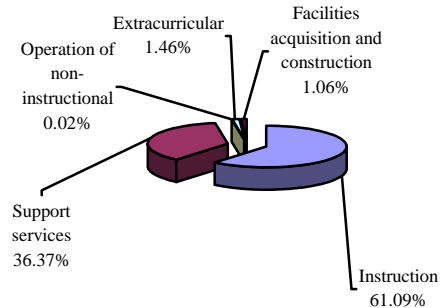
	<u>2009 Amount</u>	<u>2008 Amount</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
<b><u>Expenditures</u></b>				
Instruction	\$ 24,326,017	\$ 24,435,015	\$ (108,998)	(0.45) %
Support services	13,827,288	14,548,054	(720,766)	(4.95) %
Operation of non-instructional services	4,871	4,441	430	9.68 %
Extracurricular activities	570,372	585,589	(15,217)	(2.60) %
Facilities acquisition and construction	<u>100,240</u>	<u>424,522</u>	<u>(324,282)</u>	(76.39) %
Total	<u>\$ 38,828,788</u>	<u>\$ 39,997,621</u>	<u>\$ (1,168,833)</u>	(2.92) %

One of the most significant decreases was in support services expenditures. Support services expenditures decreased due to the District's tight cost control policy. Facilities acquisition and construction decreased because the bus garage was completed during fiscal year 2009. All other expenditures remained consistent with the prior fiscal year.

**Expenditures – Fiscal Year 2009**



**Expenditures – Fiscal Year 2008**



***General Fund Budgeting Highlights***

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

During the course of fiscal 2009, the District amended its general fund budget numerous times, none significant. The District uses budgeting systems to tightly control local budgets but provide flexibility for management.

For the general fund, final budgeted revenues and other financing sources were \$38,928,248, which was decreased from the original budgeted revenues and other financing sources estimate of \$39,541,597. Actual revenues and other financing sources for fiscal 2009 were \$38,931,988. This represents a \$3,740 increase from final budgeted revenues.

General fund original appropriations (appropriated expenditures plus other financing uses) of \$41,427,346 were decreased to \$40,562,663 in the final budget. The actual budget basis expenditures and other financing uses for fiscal year 2009 totaled \$39,413,428, which was \$1,149,235 less than the final budget appropriations.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)

**Capital Assets and Debt Administration**

*Capital Assets*

At the end of fiscal 2009, the District had \$36,109,203 invested in land, land improvements, buildings and improvements, furniture and equipment, vehicles and textbooks. Of this total, \$36,079,865 was reported in governmental activities and \$29,338 was reported in business-type activities. The following table shows fiscal 2009 balances compared to 2008:

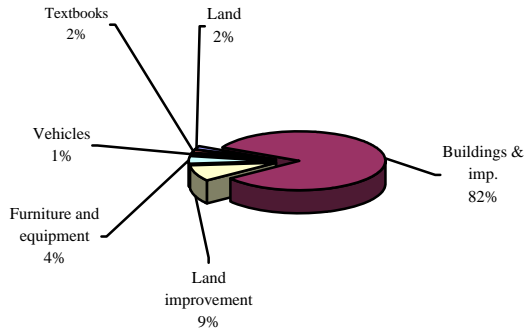
**Capital Assets at June 30  
(Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	2009	2008	2009	2008	2009	2008
Land	\$ 672,477	\$ 672,477	\$ -	\$ -	\$ 672,477	\$ 672,477
Land improvements	3,200,073	3,395,671	-	-	3,200,073	3,395,671
Building and improvements	29,739,145	28,906,503	-	-	29,739,145	28,906,503
Furniture and equipment	1,503,318	1,670,808	29,338	35,288	1,532,656	1,706,096
Vehicles	411,990	414,195	-	-	411,990	414,195
Textbooks	552,862	739,524	-	-	552,862	739,524
<b>Total</b>	<b>\$ 36,079,865</b>	<b>\$ 35,799,178</b>	<b>\$ 29,338</b>	<b>\$ 35,288</b>	<b>\$ 36,109,203</b>	<b>\$ 35,834,466</b>

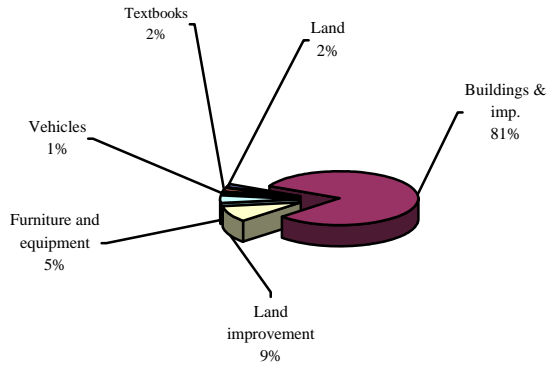
Capital assets of the governmental activities increased \$280,687, which is due to capital outlays of \$1,910,645 exceeding depreciation expense of \$1,629,958 in the current year. Capital assets of the business-type activities decreased \$5,950, which is due to current year depreciation expense.

The following graphs show the breakdown of governmental activities capital assets by category for 2009 and 2008.

**Capital Assets - Governmental Activities 2009**



**Capital Assets - Governmental Activities 2008**



See Note 8 to the basic financial statements for detail on the District's capital assets.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)

***Debt Administration***

At June 30, 2009 the District had \$24,450,270 in an asbestos abatement loan, House Bill 264 loan and general obligation bonds outstanding. Of this total, \$568,795 is due within one year and \$23,881,475 is due in greater than one year. The following table summarizes the bonds and loans outstanding.

**Outstanding Debt, at Year End**

	<u>Governmental Activities 2009</u>	<u>Governmental Activities 2008</u>
Asbestos abatement loan	\$ 62,810	\$ 87,934
House Bill 264 loan	325,155	346,225
General obligation bonds	<u>24,062,305</u>	<u>24,415,507</u>
<b>Total</b>	<b><u>\$ 24,450,270</u></b>	<b><u>\$ 24,849,666</u></b>

The District issued an asbestos abatement loan to provide energy improvements to various District buildings. The asbestos abatement loan is interest free. The asbestos abatement loan matures on May 30, 2012.

During fiscal 2004, the District issued \$26,000,000 in current interest and capital appreciation bonds. The bonds bear an annual interest rate of 2.00% - 5.13% and mature on December 1, 2030.

The District issued a House Bill 264 loan to provide for energy improvements to various District buildings. The House Bill 264 loan bears an interest rate of 4.75% and matures on October 1, 2021.

At June 30, 2009 the District's overall legal debt margin was \$32,127,680 with an unvoted debt margin of \$308,810.

See Note 9 to the basic financial statements for more detail on the District's long-term obligations.

**Current Financial Related Activities**

The passage of Amended Substitute House Bill 66 brings about several challenges to the District. House Bill 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroad property. Tangible personal property taxes will be phased out from 2006 through 2008, with the tax being eliminated by January 1, 2009. The State will make compensating distributions to school districts from revenue generated by the new commercial activities (CAT) tax, which is being phased in over a five year period. The State will make full reimbursements at these base levels through 2013, with gradual reductions in the reimbursement from 2014 through 2018 for school districts. The District stands to lose over \$2 million by the year 2013 with the phasing out of tangible personal property taxes. In addition, House Bill 66 terminates the 10 percent real property tax rollback and related State rollback payments for commercial and industrial real property tax used in business (except for farming and or certain housing uses) effective for tax year 2005.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
(UNAUDITED)**

The District placed a 2.9 mill bond issue on the November 2009 ballot. The funds from this levy would have allowed the District to construct two new elementary schools. The Ohio School Facilities Commission (OSFC) would have paid 47% of the cost with the remaining 53% paid by local taxpayers. This levy did not pass. The District remains committed to providing the best possible education to students with the current facilities.

**Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Ms. Barbara Kliner, Treasurer, Austintown Local School District, 700 S. Raccoon Road, Youngstown, Ohio 44515.

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

STATEMENT OF NET ASSETS  
JUNE 30, 2009

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . .	\$ 6,998,136	\$ 69,678	\$ 7,067,814
Receivables:			
Taxes . . . . .	19,530,176	-	19,530,176
Accounts . . . . .	3,171	50	3,221
Intergovernmental . . . . .	125,612	-	125,612
Prepayments . . . . .	34,744	-	34,744
Materials and supplies inventory . . . . .	28,390	-	28,390
Unamortized bond issue costs . . . . .	267,508	-	267,508
Capital assets:			
Land . . . . .	672,477	-	672,477
Depreciable capital assets, net . . . . .	35,407,388	29,338	35,436,726
Capital assets, net. . . . .	<u>36,079,865</u>	<u>29,338</u>	<u>36,109,203</u>
Total assets. . . . .	<u>63,067,602</u>	<u>99,066</u>	<u>63,166,668</u>
<b>Liabilities:</b>			
Accounts payable. . . . .	46,657	-	46,657
Accrued wages and benefits . . . . .	4,363,294	764	4,364,058
Pension obligation payable. . . . .	970,702	702	971,404
Intergovernmental payable . . . . .	192,334	155	192,489
Deposits payable. . . . .	260,000	-	260,000
Accrued interest payable . . . . .	92,603	-	92,603
Unearned revenue . . . . .	17,280,233	-	17,280,233
Long-term liabilities:			
Due within one year . . . . .	1,232,000	875	1,232,875
Due in more than one year . . . . .	27,235,180	-	27,235,180
Total liabilities . . . . .	<u>51,673,003</u>	<u>2,496</u>	<u>51,675,499</u>
<b>Net assets:</b>			
Invested in capital assets, net of related debt. . . . .	11,806,994	29,338	11,836,332
Restricted for:			
Capital projects . . . . .	276,267	-	276,267
Debt service. . . . .	997,016	-	997,016
Locally funded programs . . . . .	126,472	-	126,472
State funded programs . . . . .	103,722	-	103,722
Federally funded programs . . . . .	203,103	-	203,103
Student activities . . . . .	76,766	-	76,766
Other purposes . . . . .	774,475	-	774,475
Unrestricted (deficit) . . . . .	<u>(2,970,216)</u>	<u>67,232</u>	<u>(2,902,984)</u>
Total net assets . . . . .	<u>\$ 11,394,599</u>	<u>\$ 96,570</u>	<u>\$ 11,491,169</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Governmental activities:</b>				
Instruction:				
Regular . . . . .	\$ 19,736,189	\$ 159,310	\$ 379,489	\$ -
Special . . . . .	5,370,879	34,454	2,834,232	-
Vocational . . . . .	246,183	24,322	68,664	-
Other . . . . .	1,589,751	-	-	-
Support services:				
Pupil. . . . .	2,777,257	9,816	100,687	-
Instructional staff. . . . .	1,531,181	21,135	363,313	-
Board of education . . . . .	46,498	-	-	-
Administration. . . . .	3,642,006	279,776	152,470	-
Fiscal. . . . .	891,394	-	-	-
Business. . . . .	6,214	-	-	-
Operations and maintenance . . . . .	4,246,874	26,827	63,698	-
Pupil transportation . . . . .	2,413,659	-	133,787	71,261
Central . . . . .	557	-	-	-
Operation of non-instructional services:				
Food service operations . . . . .	1,894,552	902,214	936,765	-
Other non-instructional services . . . . .	216,103	530	245,050	-
Extracurricular activities . . . . .	1,063,997	329,550	823	36,353
Interest and fiscal charges. . . . .	1,245,703	-	-	-
Total governmental activities. . . . .	<u>46,918,997</u>	<u>1,787,934</u>	<u>5,278,978</u>	<u>107,614</u>
<b>Business-type activities:</b>				
Special enterprise. . . . .	<u>55,044</u>	<u>71,608</u>	<u>-</u>	<u>-</u>
Totals . . . . .	<u>\$ 46,974,041</u>	<u>\$ 1,859,542</u>	<u>\$ 5,278,978</u>	<u>\$ 107,614</u>

**General revenues:**

Property taxes levied for:

General purposes . . . . .

Debt service. . . . .

Grants and entitlements not restricted  
to specific programs . . . . .

Investment earnings . . . . .

Miscellaneous . . . . .

Total general revenues . . . . .

Change in net assets . . . . .

**Net assets at beginning of year. . . . .**

**Net assets at end of year . . . . .**

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



**Net (Expense) Revenue  
and Changes in Net Assets**

<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (19,197,390)	\$ -	\$ (19,197,390)
(2,502,193)	-	(2,502,193)
(153,197)	-	(153,197)
(1,589,751)	-	(1,589,751)
(2,666,754)	-	(2,666,754)
(1,146,733)	-	(1,146,733)
(46,498)	-	(46,498)
(3,209,760)	-	(3,209,760)
(891,394)	-	(891,394)
(6,214)	-	(6,214)
(4,156,349)	-	(4,156,349)
(2,208,611)	-	(2,208,611)
(557)	-	(557)
(55,573)	-	(55,573)
29,477	-	29,477
(697,271)	-	(697,271)
(1,245,703)	-	(1,245,703)
(39,744,471)	-	(39,744,471)
-	16,564	16,564
(39,744,471)	16,564	(39,727,907)
16,417,867	-	16,417,867
1,499,746	-	1,499,746
19,949,270	-	19,949,270
182,106	-	182,106
48,900	-	48,900
38,097,889	-	38,097,889
(1,646,582)	16,564	(1,630,018)
13,041,181	80,006	13,121,187
<u>\$ 11,394,599</u>	<u>\$ 96,570</u>	<u>\$ 11,491,169</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2009

	<u>General</u>	<u>Bond Retirement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 3,841,633	\$ 944,762	\$ 2,140,480	\$ 6,926,875
Receivables:				
Taxes. . . . .	17,749,086	1,781,090	-	19,530,176
Accounts . . . . .	2,368	-	803	3,171
Intergovernmental. . . . .	-	-	125,612	125,612
Interfund loans . . . . .	24,824	-	-	24,824
Prepayments. . . . .	34,744	-	-	34,744
Materials and supplies inventory. . . . .	-	-	28,390	28,390
Restricted assets:				
Equity in pooled cash and cash equivalents. . . . .	71,261	-	-	71,261
Total assets . . . . .	<u>\$ 21,723,916</u>	<u>\$ 2,725,852</u>	<u>\$ 2,295,285</u>	<u>\$ 26,745,053</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 26,916	\$ -	\$ 19,741	\$ 46,657
Accrued wages and benefits . . . . .	4,049,366	-	313,928	4,363,294
Compensated absences payable . . . . .	203,334	-	8,942	212,276
Early retirement incentive payable. . . . .	168,000	-	8,000	176,000
Pension obligation payable. . . . .	913,328	-	57,374	970,702
Intergovernmental payable. . . . .	173,091	-	19,243	192,334
Interfund loans payable. . . . .	-	-	24,824	24,824
Deposits payable. . . . .	-	-	260,000	260,000
Deferred revenue . . . . .	2,106,086	144,857	82,424	2,333,367
Unearned revenue . . . . .	15,643,000	1,636,233	1,000	17,280,233
Total liabilities . . . . .	<u>23,283,121</u>	<u>1,781,090</u>	<u>795,476</u>	<u>25,859,687</u>
<b>Fund balances:</b>				
Reserved for encumbrances . . . . .	291,575	-	519,260	810,835
Reserved for materials and supplies inventory . . . . .	-	-	28,390	28,390
Reserved for prepayments . . . . .	34,744	-	-	34,744
Reserved for debt service. . . . .	-	944,762	-	944,762
Reserved for school bus purchases. . . . .	71,261	-	-	71,261
Unreserved:				
Designated for retirement incentive . . . . .	224,000	-	-	224,000
Undesignated (deficit), reported in:				
General fund . . . . .	(2,180,785)	-	-	(2,180,785)
Special revenue funds. . . . .	-	-	802,325	802,325
Capital projects funds. . . . .	-	-	149,834	149,834
Total fund balances (deficit). . . . .	<u>(1,559,205)</u>	<u>944,762</u>	<u>1,499,809</u>	<u>885,366</u>
Total liabilities and fund balances . . . . .	<u>\$ 21,723,916</u>	<u>\$ 2,725,852</u>	<u>\$ 2,295,285</u>	<u>\$ 26,745,053</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2009

<b>Total governmental fund balances</b>		\$	885,366
<i>Amounts reported for governmental activities on the statement of net assets are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			36,079,865
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.			
Taxes receivable	\$	2,250,943	
Intergovernmental receivable		82,424	
Total		2,333,367	2,333,367
Unamortized premiums on bond issuances are not recognized in the funds.			(274,906)
Unamortized bond issuance costs are not recognized in the funds.			267,508
Accrued interest payable is not due and payable within the current period and therefore is not reported in the funds.			(92,603)
Long-term liabilities, including bonds and loans payable, are not due and payable in the current period and therefore are not reported in the funds.			
Compensated absences		(3,129,728)	
Early retirement incentive		(224,000)	
General obligation bonds		(24,062,305)	
House Bill 264 loan		(325,155)	
Asbestos loan		(62,810)	
Total		(27,803,998)	(27,803,998)
<b>Net assets of governmental activities</b>		\$	11,394,599

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>General</u>	<u>Bond Retirement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues:</b>				
From local sources:				
Taxes . . . . .	\$ 16,447,102	\$ 1,494,631	\$ -	\$ 17,941,733
Tuition . . . . .	85,745	-	-	85,745
Charges for services . . . . .	530	-	902,214	902,744
Earnings on investments . . . . .	181,956	-	16,262	198,218
Extracurricular . . . . .	4,890	-	588,310	593,200
Classroom materials and fees . . . . .	131,861	-	88	131,949
Other local revenues . . . . .	64,752	-	106,830	171,582
Intergovernmental - Intermediate . . . . .	-	-	49,350	49,350
Intergovernmental - State . . . . .	21,867,955	109,663	435,393	22,413,011
Intergovernmental - Federal . . . . .	-	-	2,913,014	2,913,014
Total revenue . . . . .	<u>38,784,791</u>	<u>1,604,294</u>	<u>5,011,461</u>	<u>45,400,546</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	18,592,635	-	416,448	19,009,083
Special . . . . .	3,900,536	-	1,343,885	5,244,421
Vocational . . . . .	243,095	-	-	243,095
Other . . . . .	1,589,751	-	-	1,589,751
Support services:				
Pupil . . . . .	2,561,751	-	194,241	2,755,992
Instructional staff . . . . .	1,010,266	-	374,919	1,385,185
Board of education . . . . .	46,498	-	-	46,498
Administration . . . . .	3,054,665	-	492,280	3,546,945
Fiscal . . . . .	816,610	27,890	-	844,500
Business . . . . .	6,214	-	-	6,214
Operations and maintenance . . . . .	4,050,087	-	57,985	4,108,072
Pupil transportation . . . . .	2,280,640	-	8,122	2,288,762
Central . . . . .	557	-	-	557
Operation of non-instructional services:				
Food service operations . . . . .	-	-	1,770,589	1,770,589
Other non-instructional services . . . . .	4,871	-	210,942	215,813
Extracurricular activities . . . . .	570,372	-	385,878	956,250
Facilities acquisition and construction . . . . .	100,240	-	1,757,219	1,857,459
Debt service:				
Principal retirement . . . . .	-	511,194	-	511,194
Interest and fiscal charges . . . . .	-	1,135,753	-	1,135,753
Total expenditures . . . . .	<u>38,828,788</u>	<u>1,674,837</u>	<u>7,012,508</u>	<u>47,516,133</u>
Deficiency of revenues under expenditures . . . . .	<u>(43,997)</u>	<u>(70,543)</u>	<u>(2,001,047)</u>	<u>(2,115,587)</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	-	63,738	149,687	213,425
Transfers (out) . . . . .	(213,425)	-	-	(213,425)
Sale of assets . . . . .	582	-	-	582
Total other financing sources (uses) . . . . .	<u>(212,843)</u>	<u>63,738</u>	<u>149,687</u>	<u>582</u>
Net change in fund balances . . . . .	(256,840)	(6,805)	(1,851,360)	(2,115,005)
<b>Fund balances (deficit) at beginning of year . . . . .</b>	(1,302,365)	951,567	3,371,710	3,020,912
<b>Decrease reserve for inventory . . . . .</b>	-	-	(20,541)	(20,541)
<b>Fund balances (deficit) at end of year . . . . .</b>	<u>\$ (1,559,205)</u>	<u>\$ 944,762</u>	<u>\$ 1,499,809</u>	<u>\$ 885,366</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**Net change in fund balances - total governmental funds** \$ (2,115,005)

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

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

Capital asset additions	\$ 1,910,645	
Current year depreciation	(1,629,958)	
<b>Total</b>		<b>280,687</b>

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

Taxes	(24,120)	
Intergovernmental revenue	(104,593)	
<b>Total</b>		<b>(128,713)</b>

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in more interest being reported in the statement of activities:

Decrease in accrued interest payable	1,502	
Accreted interest on "capital appreciation bonds"	(111,798)	
Amortization of bond issuance costs	(12,490)	
Amortization of bond premiums	12,836	
<b>Total</b>		<b>(109,950)</b>

Governmental funds report expenditures for inventory when purchased. However, in the statement of activities, they are reported as an expense when consumed.

(20,541)

Repayment of bond and loan principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities on the statement of net assets.

511,194

Some expenses reported in the statement of activities, such as compensated absences and early retirement incentive, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

(64,254)

**Change in net assets of governmental activities** \$ (1,646,582)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
From local sources:				
Taxes . . . . .	\$ 16,706,241	\$ 16,447,102	\$ 16,447,102	\$ -
Tuition. . . . .	87,095	85,745	85,745	-
Charges for services . . . . .	538	530	530	-
Earnings on investments. . . . .	180,805	178,000	181,956	3,956
Extracurricular. . . . .	4,967	4,890	4,890	-
Classroom materials and fees . . . . .	133,809	131,733	131,492	(241)
Other local revenues. . . . .	70,821	69,722	69,722	-
Intergovernmental - State . . . . .	22,330,527	21,984,147	21,984,172	25
Total revenue . . . . .	<u>39,514,803</u>	<u>38,901,869</u>	<u>38,905,609</u>	<u>3,740</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	19,753,046	19,192,068	18,913,467	278,601
Special. . . . .	3,980,102	3,938,995	3,888,097	50,898
Vocational. . . . .	232,059	246,402	245,781	621
Other. . . . .	1,578,000	1,590,000	1,589,751	249
Support services:				
Pupil. . . . .	2,589,511	2,566,453	2,539,025	27,428
Instructional staff . . . . .	1,055,177	1,034,639	1,004,841	29,798
Board of education . . . . .	55,000	51,065	50,552	513
Administration. . . . .	3,393,163	3,071,069	3,057,284	13,785
Fiscal . . . . .	907,074	842,853	817,875	24,978
Business . . . . .	6,297	6,309	6,309	-
Operations and maintenance. . . . .	4,334,852	4,359,935	4,071,635	288,300
Pupil transportation . . . . .	2,635,502	2,752,441	2,333,269	419,172
Central. . . . .	500	600	557	43
Operation of non-instructional services:				
Other non-instructional services . . . . .	5,073	4,867	4,867	-
Extracurricular activities. . . . .	559,380	576,932	572,661	4,271
Facilities acquisition and construction. . . . .	67,610	114,610	104,032	10,578
Total expenditures . . . . .	<u>41,152,346</u>	<u>40,349,238</u>	<u>39,200,003</u>	<u>1,149,235</u>
Excess of revenues over (under) expenditures. . . . .	<u>(1,637,543)</u>	<u>(1,447,369)</u>	<u>(294,394)</u>	<u>1,152,975</u>
<b>Other financing sources (uses):</b>				
Refund of prior year expenditure . . . . .	26,203	25,797	25,797	-
Transfers (out) . . . . .	(275,000)	(213,425)	(213,425)	-
Advances in. . . . .	7,352	7,238	7,238	-
Sale of assets. . . . .	591	582	582	-
Total other financing sources (uses) . . . . .	<u>(240,854)</u>	<u>(179,808)</u>	<u>(179,808)</u>	<u>-</u>
Net change in fund balance . . . . .	(1,878,397)	(1,627,177)	(474,202)	1,152,975
<b>Fund balance at beginning of year. . . . .</b>	<b>3,360,986</b>	<b>3,360,986</b>	<b>3,360,986</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>707,619</b>	<b>707,619</b>	<b>707,619</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<u><b>\$ 2,190,208</b></u>	<u><b>\$ 2,441,428</b></u>	<u><b>\$ 3,594,403</b></u>	<u><b>\$ 1,152,975</b></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

STATEMENT OF NET ASSETS  
PROPRIETARY FUND  
JUNE 30, 2009

	<b>Business-type Activities</b>	<b>Nonmajor Enterprise Fund</b>
<b>Assets:</b>		
Current assets:		
Equity in pooled cash and cash equivalents. . . . .	\$ 69,678	
Receivables:		
Accounts . . . . .	50	
Total current assets . . . . .	69,728	
Noncurrent assets:		
Capital assets, net. . . . .	29,338	
Total noncurrent assets. . . . .	29,338	
Total assets . . . . .	99,066	
<b>Liabilities:</b>		
Current liabilities:		
Accrued wages and benefits . . . . .	764	
Compensated absences payable. . . . .	875	
Pension obligation payable. . . . .	702	
Intergovernmental payable . . . . .	155	
Total liabilities . . . . .	2,496	
<b>Net assets:</b>		
Invested in capital assets . . . . .	29,338	
Unrestricted. . . . .	67,232	
Total net assets . . . . .	\$ 96,570	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
PROPRIETARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<b>Business-type Activities</b>	<b>Nonmajor Enterprise Fund</b>
<b>Operating revenues:</b>		
Tuition and fees . . . . .	\$ 71,541	
Sales/charges for services . . . . .	67	
Total operating revenues . . . . .	71,608	
<b>Operating expenses:</b>		
Personal services. . . . .	30,757	
Contractual services . . . . .	5,196	
Materials and supplies . . . . .	13,141	
Depreciation . . . . .	5,950	
Total operating expenses . . . . .	55,044	
Change in net assets. . . . .		16,564
<b>Net assets at beginning of year. . . . .</b>		80,006
<b>Net assets at end of year . . . . .</b>		<b>\$ 96,570</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<b>Business-type Activities</b>
	<b>Nonmajor Enterprise Fund</b>
<b>Cash flows from operating activities:</b>	
Cash received from tuition and fees. . . . .	\$ 71,621
Cash received from sales/charges for services. . . . .	67
Cash payments for personal services . . . . .	(31,456)
Cash payments for contractual services . . . . .	(5,196)
Cash payments for materials and supplies. . . . .	(13,141)
	21,895
Net cash provided by operating activities . . . . .	21,895
Net increase in cash and cash equivalents. . . . .	21,895
<b>Cash and cash equivalents at beginning of year . . .</b>	<b>47,783</b>
<b>Cash and cash equivalents at end of year. . . . .</b>	<b><u>\$ 69,678</u></b>
 <b>Reconciliation of operating income to net cash provided by operating activities:</b>	
Operating income . . . . .	\$ 16,564
Adjustments:	
Depreciation . . . . .	5,950
Changes in assets and liabilities:	
Decrease in accounts receivable . . . . .	80
Decrease in compensated absences payable. . . . .	(125)
Decrease in accrued wages and benefits. . . . .	(554)
Decrease in intergovernmental payable . . . . .	(20)
	21,895
Net cash provided by operating activities . . . . .	<b><u>\$ 21,895</u></b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
JUNE 30, 2009

	<b>Private-Purpose Trust</b>	
	<b>Scholarship</b>	<b>Agency</b>
<b>Assets:</b>		
Equity in pooled cash and cash equivalents . . . . .	\$ 65,746	\$ 41,891
Receivables:		
Accounts . . . . .	-	66
Total assets. . . . .	65,746	\$ 41,957
<b>Liabilities:</b>		
Due to students . . . . .	-	\$ 41,957
Total liabilities . . . . .	-	\$ 41,957
<b>Net assets:</b>		
Held in trust for scholarships . . . . .	65,746	
Total net assets . . . . .	\$ 65,746	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<b>Private-Purpose Trust</b>
	<b>Scholarship</b>
<b>Additions:</b>	
Interest . . . . .	\$ 1,325
Gifts and contributions . . . . .	10,447
Total additions. . . . .	11,772
<b>Deductions:</b>	
Scholarships awarded . . . . .	1,872
Change in net assets . . . . .	9,900
<b>Net assets at beginning of year. . . . .</b>	<b>55,846</b>
<b>Net assets at end of year . . . . .</b>	<b>\$ 65,746</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT**

Austintown Local School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is governed by a locally elected five member Board of Education (the "Board") which provides educational services.

The District is the 67th largest in the State of Ohio (among 922 public school districts and community schools) in terms of total enrollment. The District is staffed by 225 non-certified and 343 certified personnel to provide services to approximately 4,954 students and other community members.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary fund provided they do not conflict with or contradict GASB pronouncements. The District also has the option of following subsequent private-sector guidance for their business-type activities and enterprise fund, subject to the same limitations. The government has elected not to follow subsequent private-sector guidance. The District's significant 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" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units". The reporting entity is composed of the primary government and component units. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government's financial statements incomplete or misleading. Based upon the application of these criteria, the District has no component units. The basic financial statements of the reporting entity include only those of the District (the primary government).

The following organizations are described due to their relationship with the District:

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

*JOINTLY GOVERNED ORGANIZATIONS*

Area Cooperative Computerized Educational Service System

Area Cooperative Computerized Educational Service System (ACCESS), a not-for-profit computer service, is jointly governed by 24 districts within Mahoning and Columbiana counties. ACCESS is governed by an assembly consisting 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 assembly. Members of ACCESS are assessed annual user fees and periodic capital improvement fees based on their average daily membership. The members have an ongoing financial interest in ACCESS, however, they do not have an equity interest. Financial information can be obtained from the Treasurer for the Mahoning County Educational Service Center, who serves as fiscal agent, at 100 DeBartolo Place, Youngstown, Ohio 44512-7019.

Mahoning County Career & Technical Center

The Mahoning County Career & Technical Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of representatives from the participating school districts' elected boards, which possesses its own budgeting and taxing authority. To obtain financial information, write to the Treasurer of the Career & Technical Center, at 7300 North Palmyra Road, Canfield, Ohio 44406.

*PUBLIC ENTITY RISK POOLS*

Stark County Schools Council of Governments Health Benefit Plan

The Stark County Schools Council of Governments Health Benefit Plan (Council) is a shared risk pool created pursuant to State statute for the purpose of administering health care benefits. The Council is governed by an assembly which consists of one representative from each participating school district (usually the superintendent or designee). The assembly elects officers for one year terms to serve on the Board of Directors. The assembly exercises control over the operation of the council. All council revenues are generated from charges for services received from the participating school districts, based on the established premiums for the insurance plans. Each school district reserves the right to terminate the plan in whole or in part, at any time. If it is terminated, no further contributions will be made, but the benefits under the insurance contract shall be paid in accordance with the terms of the contract.

Ohio Association of School Business Officials

The District participates in a group rating plan (GRP) for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Sheakley Uniservice Inc. provides administrative, cost control and actuarial services to the GRP. Each year, the District pays an enrollment fee to the GRP to cover the costs of administering the program.

**B. Fund Accounting**

The District uses funds to report its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain school district activities or functions. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category is divided into separate fund types.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

*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 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 for any purpose provided it is expended or transferred according to the general laws of Ohio.

Bond retirement fund - The bond retirement fund is used to account for the retirement of general obligation bonds and loans. All revenue derived from general or special levies, either within or exceeding the statutory unvoted ten-mill limitation, which is levied for debt charges on bonds and loans, are paid into this fund.

Other governmental funds of the District are used to account for (a) financial resources to be used for the acquisition, construction, or improvement of capital facilities; (b) grants and other resources whose use is restricted to a particular purpose; and (c) food service operations.

*PROPRIETARY FUNDS*

Proprietary fund reporting focuses on changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise funds or internal service funds. The District has no internal service funds.

Enterprise fund - The enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The District's enterprise fund accounts for community center and summer school operations.

*FIDUCIARY FUNDS*

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

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**C. Basis of Presentation and Measurement Focus**

*Government-wide Financial Statements* - The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the 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 District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program 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 District. 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 District.

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

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types 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 fund types 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 statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the special enterprise fund are tuition and fees. Operating expenses for the enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Private-purpose trust funds are reported using the economic resources measurement focus. 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. Governmental funds use the modified accrual basis of accounting on the fund financial statements. Proprietary and fiduciary funds also use the 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. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (see Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been 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 District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Unearned Revenue and Deferred Revenue - Unearned revenue and deferred revenue arise when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of June 30, 2009, but which were levied to finance fiscal year 2010 operations, and other revenues received in advance of the fiscal year for which they are intended to finance, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met and delinquent property taxes due at June 30, 2009 are recorded as deferred revenue in the governmental funds.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement 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 costs, such as depreciation and amortization, are not recognized in governmental funds.

**E. Budgets**

The District is required by State statute to adopt an annual appropriated cash basis budget for all funds. The specific timetable for fiscal year 2009 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 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 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 July 1, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as 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 District Treasurer. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate in effect when the final appropriations were passed by the Board of Education.
4. By July 1, the annual appropriation resolution is legally enacted by the Board of Education at the fund level of expenditures, which is the legal level of budgetary control. (State statute permits a temporary appropriation to be effective until no later than October 1 of each year). Although the legal level of budgetary control was established at the fund level of expenditures, the District has elected to present budgetary statement comparisons at the fund and function level of expenditures for the general fund. 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 the appropriation totals.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

5. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education.
6. 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. All funds completed the year within the amount of their legally authorized cash basis appropriation.
7. Appropriations amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations which either reallocated, increased or decreased the original appropriated amounts. All supplemental appropriations were legally enacted by the Board during fiscal 2009. The amounts reported as the original budgeted amounts reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board of Education during the fiscal year.
8. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be reappropriated. Cash disbursements plus encumbrances may not legally exceed budgeted appropriations at the fund level.

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On fund financial statements, encumbrances outstanding at year end (not already recorded in accounts payable) are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds. A reserve for encumbrances is not reported on government-wide financial statements.

**F. Cash and Cash Equivalents**

To improve cash management, cash received by the District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the basic financial statements.

During fiscal year 2009, investments were limited to a repurchase agreement. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts, such as repurchase agreements, are reported at cost.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund or by policy of the Board of Education. Interest revenue credited to the general fund during fiscal 2009 amounted to \$181,956, which includes \$82,556 assigned from other District funds.

For purposes of the statement of cash flows and for presentation on the statement of net assets, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

An analysis of the District's investment account at year-end is provided in Note 4.

**G. Inventory**

On government-wide and fund financial statements, purchased inventories are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when used. Inventories are accounted for using the purchase method.

Inventories consist of donated food and purchased food.

**H. 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 in the fund financial statements. Capital assets utilized by the proprietary fund are reported both in the business-type activities column of the government-wide statement of net assets and in the respective fund.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$4,000 for its capital assets. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land improvements	10 - 30 years	N/A
Building/improvements	10 - 40 years	N/A
Furniture/equipment	5 - 20 years	5 - 20 years
Vehicles	8 - 15 years	N/A
Textbooks	7 years	N/A

**I. 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 the net residual amounts due between governmental and business-type activities, which are presented as internal balances. The District had no internal balances at June 30, 2009.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**J. Compensated Absences**

Compensated absences of the District consist of vacation leave and sick leave to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

In accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave is accrued if a) the employees' rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination (severance) payments. A liability for sick leave is accrued using the vesting method; i.e., the liability is based on the sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future. For purposes of establishing a liability for sick leave on employees expected to become eligible to retire in the future, all employees age fifty or greater with at least ten years of service were considered expected to become eligible to retire in accordance with GASB Statement No. 16.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at June 30, 2009, and reduced to the maximum payment allowed by labor contract and/or statute, plus any additional salary related payments.

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

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

**K. 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 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 retirement incentives 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. Bonds and long-term loans are recognized as a liability in the fund financial statements when due.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**L. Fund Balance Reserves/Designations**

The District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, inventories of supplies and materials, debt service, prepayments and school bus purchases. A portion of fund balance has been designated for retirement incentive payments.

**M. Net Assets**

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

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

**N. Prepayments**

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These items are reported as assets on the balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of the purchase and the expenditure/expense is reported in the year in which services are consumed.

**O. Parochial Schools**

Within the District boundaries, Immaculate Heart of Mary, St. Anne, and St. Joseph Schools are operated through the Youngstown Catholic Diocese. Current State legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the District, as directed by the parochial school. The fiduciary responsibility of the District for these monies is reflected in the auxiliary services fund, a nonmajor governmental fund, for financial reporting purposes.

**P. Estimates**

The preparation of the financial statements in conformity with GAAP 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.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**Q. Unamortized Bond Issuance Costs and Bond Premiums**

On government-wide financial statements, issuance costs are deferred and amortized over the term of the bonds using the straight-line method. Unamortized issuance costs are recorded as a separate line item on the statement of net assets.

Bond premiums are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds.

On the governmental fund financial statements, issuance costs and bond premiums are recognized in the current period. A reconciliation of the bonds face value and the amount reported on the statement of net assets is presented in Note 9.D.

**R. Capital Contributions**

Capital contributions in proprietary fund financial statements arise from outside contributions of capital assets, or from grants or outside contributions of resources restricted to capital acquisition and construction. The District had no capital contributions during fiscal year 2009.

**S. Interfund Activity**

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 nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

**T. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. The District had no extraordinary or special items during fiscal year 2009.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**A. Change in Accounting Principles**

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

GASB Statement No. 49 addresses accounting and financial reporting standards for pollution remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The implementation of GASB Statement No. 49 did not have an effect on the financial statements of the District.

GASB Statement No. 52 improves the quality of financial reporting by requiring endowments to report their land and other real estate investments at fair value, creating consistency in reporting among similar entities that exist to invest resources for the purpose of generating income. The implementation of GASB Statement No. 52 did not have an effect on the financial statements of the District.

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB's authoritative literature. The implementation of GASB Statement No. 55 did not have an effect on the financial statements of the District.

GASB Statement No. 56 incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance presented in the American Institute of Certified Public Accountants' (AICPA) Statements on Auditing Standards. The implementation of GASB Statement No. 56 did not have an effect on the financial statements of the District.

**B. Deficit Fund Balances**

Fund balances at June 30, 2009 included the following individual fund deficits:

<u>Major governmental fund</u>	<u>Deficit</u>
General	\$ 1,559,205
 <u>Nonmajor governmental funds</u>	
Education management information systems	410
Entry year grant	35
Poverty aid	646
Title I	33,353
Improving teacher quality	231



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

These funds complied with Ohio State law, which does not permit cash basis deficits. The general fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities. These deficits should be eliminated by future intergovernmental revenues not recognized under GAAP at June 30, 2009.

**NOTE 4 - DEPOSITS AND INVESTMENTS**

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

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

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

Interim monies 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;
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, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in items (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool the State Treasury Asset Reserve of Ohio (STAR Ohio);

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time: and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions.

Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

**A. Deposits with Financial Institutions**

At June 30, 2009, the carrying amount of all District deposits was (\$122,511), exclusive of the repurchase agreement reported in investments below. A liability was not recorded for the negative carrying amount of deposits because there was no actual overdraft, due to the "zero-balance" nature of the District's bank accounts. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of June 30, 2009, the entire amount of the District's bank balance of \$24,956 was covered by the FDIC.

**B. Investments**

As of June 30, 2009, the District had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment maturities</u> 6 months or less
Repurchase agreement	\$ 7,297,962	\$ 7,297,962
	<u>\$ 7,297,962</u>	<u>\$ 7,297,962</u>

*Interest Rate Risk:* Interest rate risk arises as potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. As a means of limiting its exposure to fair value losses arising from rising interest rates and according to State law, the District's investment policy limits investment portfolio maturities to five years or less.

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MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

*Credit Risk:* The District's investments in federal agency securities that underlie the repurchase agreement were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The District's investment policy does not specifically address credit risk beyond requiring the District to only invest in securities authorized by State statute.

*Custodial Credit Risk:* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the District's investment in repurchase agreements, the entire balance is collateralized by underlying securities that are held by the investment's counterparty, not in the name of the District. Ohio law requires the market value of the securities subject to repurchase agreements must exceed the principal value of securities subject to a repurchase agreement by 2%. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

*Concentration of Credit Risk:* The District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2009:

<u>Investment type</u>	<u>Fair value</u>	<u>% of total</u>
Repurchase agreement	\$ 7,297,962	100.00
Total investments	<u>\$ 7,297,962</u>	<u>100.00</u>

**C. Reconciliation of Cash and Cash Equivalents to the Statement of Net Assets**

The following is a reconciliation of cash and cash equivalents as reported in the note above to cash and cash equivalents as reported on the statement of net assets as of June 30, 2009:

<u>Cash and cash equivalents per note</u>	
Carrying amount of deposits	\$ (122,511)
Investments	<u>7,297,962</u>
Total	<u>\$ 7,175,451</u>

<u>Cash and cash equivalents per statement of net assets</u>	
Governmental activities	\$ 6,998,136
Business type activities	69,678
Private-purpose trust fund	65,746
Agency fund	<u>41,891</u>
Total	<u>\$ 7,175,451</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 5 - INTERFUND TRANSACTIONS**

- A. Interfund transfers for the year ended June 30, 2009 consisted of the following as reported on the governmental fund financial statements:

<u>Transfers to bond retirement fund from:</u>	<u>Amount</u>
General fund	\$ 63,738
 <u>Transfers to nonmajor governmental funds from:</u>	
General fund	<u>149,687</u>
	<u><u>\$ 213,425</u></u>

Transfers are used to move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers between governmental funds are eliminated in the statement of activities.

- B. Interfund balances at June 30, 2009, as reported on the governmental fund financial statements, consist of the following individual interfund loans receivable and payable:

<u>Receivable fund</u>	<u>Payable funds</u>	<u>Amount</u>
General	Nonmajor governmental funds	\$ 24,824

Interfund balances between governmental funds are eliminated on the government-wide financial statements; therefore, no internal balances at June 30, 2009 are reported on the statement of net assets.

**NOTE 6 - PROPERTY TAXES**

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

Property taxes include amounts levied against all real property, public utility property, and tangible personal (used in business) property located in the District. Real property tax revenues received in calendar year 2009 represent the collection of calendar year 2008 taxes. Real property taxes received in calendar year 2009 were levied after April 1, 2008, on the assessed values as of January 1, 2008, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2009 represent the collection of calendar year 2008 taxes. Public utility real and tangible personal property taxes received in calendar year 2009 became a lien on December 31, 2007, were levied after April 1, 2008, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 6 - PROPERTY TAXES - (Continued)**

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

The District receives property taxes from Mahoning County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2009, are available to finance fiscal year 2009 operations. The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

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

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

The assessed values upon which the fiscal year 2009 taxes were collected are:

	2008 Second		2009 First	
	Half Collections		Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 593,213,210	96.26	\$ 598,068,280	98.07
Public utility personal	10,717,170	1.74	10,757,860	1.77
Tangible personal property	<u>12,350,634</u>	<u>2.00</u>	<u>1,058,233</u>	<u>0.16</u>
Total	<u>\$ 616,281,014</u>	<u>100.00</u>	<u>\$ 609,884,373</u>	<u>100.00</u>

Tax rate per \$1,000 of  
assessed valuation

Operations:	\$54.60	\$54.60
Debt service:	2.90	2.90

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 7 - RECEIVABLES**

Receivables at June 30, 2009 consisted of taxes, accounts (billings for user charged services and student fees) and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds.

A summary of the principal items of receivables reported on the statement of net assets follows:

**Governmental activities:**

Taxes	\$ 19,530,176
Accounts	3,171
Intergovernmental	<u>125,612</u>
Total governmental activities	<u>19,658,959</u>

**Business-type activities:**

Accounts	<u>50</u>
Total receivables	<u>\$ 19,659,009</u>

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected within the subsequent year.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 8 - CAPITAL ASSETS**

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

	<u>Balance</u> <u>6/30/08</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>6/30/09</u>
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 672,477	\$ -	\$ -	\$ 672,477
Total capital assets, not being depreciated	<u>672,477</u>	<u>-</u>	<u>-</u>	<u>672,477</u>
Capital assets, being depreciated:				
Land improvements	3,814,225	-	-	3,814,225
Building/improvements	43,199,658	1,739,302	-	44,938,960
Furniture/equipment	3,285,078	36,966	-	3,322,044
Vehicles	2,745,607	134,377	(43,219)	2,836,765
Textbooks	4,547,399	-	-	4,547,399
Total capital assets, being depreciated	<u>57,591,967</u>	<u>1,910,645</u>	<u>(43,219)</u>	<u>59,459,393</u>
<i>Less: accumulated depreciation:</i>				
Land improvements	(418,554)	(195,598)	-	(614,152)
Building/improvements	(14,293,155)	(906,660)	-	(15,199,815)
Furniture/equipment	(1,614,270)	(204,456)	-	(1,818,726)
Vehicles	(2,331,412)	(136,582)	43,219	(2,424,775)
Textbooks	(3,807,875)	(186,662)	-	(3,994,537)
Total accumulated depreciation	<u>(22,465,266)</u>	<u>(1,629,958)</u>	<u>43,219</u>	<u>(24,052,005)</u>
Governmental activities capital assets, net	<u>\$ 35,799,178</u>	<u>\$ 280,687</u>	<u>\$ -</u>	<u>\$ 36,079,865</u>
<b>Business-type activities:</b>				
Capital assets, being depreciated:				
Furniture/equipment	\$ 56,115	\$ -	\$ -	\$ 56,115
Less: accumulated depreciation	<u>(20,827)</u>	<u>(5,950)</u>	<u>-</u>	<u>(26,777)</u>
Total	<u>\$ 35,288</u>	<u>\$ (5,950)</u>	<u>\$ -</u>	<u>\$ 29,338</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 8 - CAPITAL ASSETS - (Continued)**

Depreciation expense was charged as follows:

	<u>Amount</u>
<b>Governmental activities:</b>	
<u>Instruction:</u>	
Regular	\$ 797,945
Special	92,598
Vocational	3,045
<u>Support services:</u>	
Pupil	22,533
Instructional staff	138,779
Administration	51,922
Fiscal	893
Operations and maintenance	57,585
Pupil transportation	251,240
Food service operations	105,671
Extracurricular activities	107,747
Total governmental activities	1,629,958
<b>Business-type activities:</b>	
Community center	5,950
Total depreciation expense	\$ 1,635,908

**NOTE 9 - LONG-TERM OBLIGATIONS**

- A. The District has an asbestos loan to provide for energy improvements to various District buildings. The primary source of repayment of this obligation is through energy savings as a result of the improvements. Payments of principal relating to this liability are recorded as expenditures in the bond retirement fund.

The following is a description of the District's asbestos loan outstanding as of June 30, 2009:

	Interest Rate	Issue Date	Maturity Date	Balance 6/30/08	Issued in 2009	Retired in 2009	Balance 6/30/09
Asbestos loan	0.00%	12/01/93	05/30/12	\$ 87,934	\$ -	\$ (25,124)	\$ 62,810
Total				\$ 87,934	\$ -	\$ (25,124)	\$ 62,810



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

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

<u>Fiscal Year Ending</u>	<u>Principal on Loan</u>	<u>Interest on Loan</u>	<u>Total</u>
2010	\$ 25,124	\$ -	\$ 25,124
2011	25,124	-	25,124
2012	<u>12,562</u>	<u>-</u>	<u>12,562</u>
Total	<u>\$ 62,810</u>	<u>\$ -</u>	<u>\$ 62,810</u>

- B.** During fiscal year 2004, the District issued \$26,000,000 in general obligation bonds to provide funds for various District building projects. These bonds are general obligations of the District for which the full faith and credit of the District is pledged for repayment. Payments of principal and interest relating to this bond are recorded as expenditures in the bond retirement fund.

This issue is comprised of both current interest bonds, par value \$25,065,000, and capital appreciation bonds, par value \$935,000. The interest rates on the current interest bonds range from 2.00% to 5.13%. The capital appreciation bonds mature on December 1, 2011 (approximate initial offering yield to maturity 4.25%), December 1, 2012 (approximate initial offering yield to maturity 4.40%), and December 1, 2013 (approximate initial offering yield to maturity 4.55%), at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bonds is \$1,810,000. A total of \$452,305 in accreted interest on the capital appreciation bonds has been included on the statement of net assets at June 30, 2009.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated of the current interest bonds is December 1, 2030.

The following is a schedule of activity for fiscal year 2009 on the general obligation bonds:

	<u>Balance 6/30/08</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 6/30/09</u>
Current interest bonds	\$ 23,140,000	\$ -	\$ (465,000)	\$ 22,675,000
Capital appreciation bonds	935,000	-	-	935,000
Accreted interest	<u>340,507</u>	<u>111,798</u>	<u>-</u>	<u>452,305</u>
Total G.O. bonds	<u>\$ 24,415,507</u>	<u>\$ 111,798</u>	<u>\$ (465,000)</u>	<u>\$ 24,062,305</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

The following is a summary of the future debt service requirements to maturity for the general obligation bonds:

Year Ended	Current Interest Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2010	\$ 525,000	\$ 1,102,570	\$ 1,627,570	\$ -	\$ -	\$ -
2011	545,000	1,084,234	1,629,234	-	-	-
2012	-	824,560	824,560	320,000	250,000	570,000
2013	-	774,560	774,560	315,000	300,000	615,000
2014	-	749,560	749,560	300,000	325,000	625,000
2015 - 2019	3,775,000	4,986,508	8,761,508	-	-	-
2020 - 2024	5,600,000	3,847,970	9,447,970	-	-	-
2025 - 2029	8,115,000	2,142,913	10,257,913	-	-	-
2030 - 2031	4,115,000	215,379	4,330,379	-	-	-
<b>Total</b>	<b>\$ 22,675,000</b>	<b>\$ 15,728,254</b>	<b>\$ 38,403,254</b>	<b>\$ 935,000</b>	<b>\$ 875,000</b>	<b>\$ 1,810,000</b>

- C. The District has a House Bill 264 loan to provide for energy improvements to various District buildings. The primary source of repayment of this obligation is through energy savings as a result of the improvements. Payments of principal and interest relating to these liabilities are recorded as expenditures in the bond retirement fund.

The following is a description of the District's House Bill 264 loan outstanding as of June 30, 2009:

	Interest Rate	Issue Date	Maturity Date	Balance 6/30/08	Issued in 2009	Retired in 2009	Balance 6/30/09
House Bill 264 Loan	4.75%	10/5/2006	10/1/2021	\$ 346,225	\$ -	\$ (21,070)	\$ 325,155
<b>Total</b>				<b>\$ 346,225</b>	<b>\$ -</b>	<b>\$ (21,070)</b>	<b>\$ 325,155</b>

The following is a summary of the District's future annual debt service requirements to maturity for the House Bill 264 loan:

Fiscal Year Ending	Principal on Loan	Interest on Loan	Total
2010	\$ 18,671	\$ 14,003	\$ 32,674
2011	21,350	14,294	35,644
2012	22,365	13,279	35,644
2013	23,502	12,142	35,644
2014	24,659	10,985	35,644
2015 - 2019	142,723	35,498	178,221
2020 - 2022	71,885	3,898	75,783
<b>Total</b>	<b>\$ 325,155</b>	<b>\$ 104,099</b>	<b>\$ 429,254</b>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

**D.** The changes in the District's long-term obligations during the year consist of the following:

	Balance 6/30/08	Additions	Reductions	Balance 6/30/09	Amounts Due in One Year
<b>Governmental activities:</b>					
Compensated absences payable	\$ 3,243,107	\$ 493,062	\$ (394,165)	\$ 3,342,004	\$ 487,205
Early retirement incentive payable	264,000	256,000	(120,000)	400,000	176,000
Loans payable	434,159	-	(46,194)	387,965	43,795
G.O. Bonds payable	<u>24,415,507</u>	<u>111,798</u>	<u>(465,000)</u>	<u>24,062,305</u>	<u>525,000</u>
Total governmental activities long-term liabilities	<u>\$ 28,356,773</u>	<u>\$ 860,860</u>	<u>\$ (1,025,359)</u>	28,192,274	<u>\$ 1,232,000</u>
Add: Unamortized premium on bond issue				<u>274,906</u>	
Total on statement of net assets				<u>\$ 28,467,180</u>	
<b>Business-type activities:</b>					
Compensated absences payable	<u>\$ 1,000</u>	<u>\$ 875</u>	<u>\$ (1,000)</u>	<u>\$ 875</u>	<u>\$ 875</u>

Compensated absences will be paid from the fund from which the employee is paid, which, for the District, is primarily the general fund, food service fund, auxiliary services fund, Title VI-B fund, Title I fund and the special enterprise fund.

The early retirement incentive is described in Note 10.B.

**E. Legal Debt Margin**

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2009, are a voted debt margin of \$32,127,680 (including available funds of \$944,762) and an unvoted debt margin of \$608,810.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 10 - EMPLOYEE BENEFITS**

**A. Compensated Absences**

Employees earn vacation at rates specified under State of Ohio law and based on credited service. Teachers and some administrators do not earn vacation time. Administrators, clerical, technical, and maintenance and operations employees with one or more years of service are entitled to vacation ranging from 5 to 25 days. Employees with less than one year of service earn one vacation day per month worked, not to exceed five days. Unused vacation is not cumulative to the next year.

All employees are entitled to a sick leave credit equal to one and one-quarter days for each month of service (earned on a pro-rata basis for less than full-time employees). This sick leave will either be absorbed by time off due to illness or injury or, within certain limitations, be paid to the employee upon retirement. The amount paid to an employee upon retirement is limited to one-quarter of the accumulated sick leave to a maximum payout of 168 days and ten percent of remaining days for certified employees and classified employees.

**B. Early Retirement Incentive**

The District offers an early retirement incentive (ERI) for certified employees. An employee, who has accrued at least twenty-four years of experience under the State Teachers Retirement System of Ohio (STRS Ohio) rules and regulations, shall be eligible to receive the incentive. An employee's incentive shall be calculated as follows:

<u>Years of STRS Ohio Experience</u>	<u>Amount of Payments</u>	<u>Number of Payments</u>
24 - 30	\$ 8,000	5
31	8,000	4
32	8,000	3
33	8,000	2
34 or more	8,000	1

Payments shall be made into the employee's Health Reimbursement Account (HRA). Payments will be made each July.

The District has recorded a liability of \$400,000 related to employees who have accepted the ERI. Of this total, \$176,000 is due within one year and has been recorded as a liability on the governmental fund financial statements. The ERI will be paid from the fund from which the employee is paid, which, for the District, is the general fund and the Title I fund, a nonmajor governmental fund.

**NOTE 11 - RISK MANAGEMENT**

**A. Property, Fleet, and Liability Insurance**

The 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. During fiscal year 2009, the District contracted with Ohio Casualty for property, automobile, liability and umbrella insurance.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 11 - RISK MANAGEMENT - (Continued)**

	<u>Per Occurrence</u>	<u>Deductibles</u>	<u>Annual Aggregate</u>
Property:			
Building and contents - replacement cost	\$ -	\$ 5,000	\$ 129,859,544
Computers	-	5,000	2,197,995
Equipment	-	500	960,768
Automobile:			
Liability	-	-	1,000,000
Uninsured motorist	-	-	350,000
Medical payments	-	-	5,000
Liability:			
General	1,000,000	-	2,000,000
Fire damage	-	-	300,000
Employer's liability	-	-	1,000,000
Employee benefits	-	1,000	1,000,000
Sexual misconduct	-	-	1,000,000
Employment practices	-	2,500	1,000,000
Umbrella	1,000,000	-	1,000,000

Settled claims have not exceeded this commercial coverage and there has not been a significant reduction in coverage from the prior year.

**B. Employee Health Benefits**

The District has contracted with Stark County Schools Council of Governments (a shared risk pool) (Note 2) to provide employee medical/surgical and dental benefits. Rates are set through an annual calculation process. The District pays a monthly contribution which is placed in a common fund from which claim payments are made for all participating districts. The District's Board of Education pays 93% of medical/surgical premiums for certified and administrative employees and 96.5% for classified employees. Employees are responsible for the remaining 7% and 3.5% respectively.

The dental coverage is administered by Medical Mutual of Ohio; a third party administrator. The District pays 100% of dental premiums.

Claims are paid for all participants regardless of claims flow. Upon termination, all District claims would be paid without regard to the District's account balance. The Directors have the right to hold monies for an exiting district subsequent to the settlement of all expenses and claims.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 12 - PENSION PLANS**

**A. School Employees Retirement System**

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing, multiple-employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746. It is also posted on the SERS' Ohio website, [www.ohsers.org](http://www.ohsers.org), under *Forms and Publications*.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal year 2009, 9.09 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2009, 2008 and 2007 were \$511,792, \$541,441 and \$569,203, respectively; 44.31 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

**B. State Teachers Retirement System of Ohio**

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

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

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 12 - PENSION PLANS - (Continued)**

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 of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy - For fiscal year 2009, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. 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 District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2009, 2008 and 2007 were \$2,559,627, \$2,620,012 and \$2,622,392, respectively; 84.91 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007. Contributions to the DC and Combined Plans for fiscal year 2009 were \$16,824 made by the District and \$37,243 made by the plan members.

**C. Social Security System**

Effective July 1, 1991, all employees not otherwise covered by the SERS/STRS Ohio have an option to choose Social Security or the SERS/STRS Ohio. As of June 30, 2009, certain members of the Board of Education have elected Social Security. The District's liability is 6.2 percent of wages paid.

**NOTE 13 - POSTEMPLOYMENT BENEFITS**

**A. School Employees Retirement System**

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

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For 2009, 4.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2009, the actuarially determined amount was \$35,800.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 13 - POSTEMPLOYMENT BENEFITS - (Continued)**

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

The District's contributions for health care (including surcharge) for the fiscal years ended June 30, 2009, 2008, and 2007 were \$331,384, \$337,850 and \$276,411, respectively; 44.31 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2009, this actuarially required allocation was 0.75 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2009, 2008, and 2007 were \$42,227, \$39,012 and \$38,706, respectively; 44.31 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

**B. State Teachers Retirement System of Ohio**

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

Funding Policy - Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2009, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$196,894, \$201,539 and \$201,722, respectively; 84.91 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

**NOTE 14 - BUDGETARY BASIS OF ACCOUNTING**

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

The statement of revenue, expenditures, and changes in fund balance - budget (non-GAAP) and actual presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**NOTE 14 - BUDGETARY BASIS OF ACCOUNTING - (Continued)**

- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to a reservation of fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis), and;
- (d) Advance-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the general fund is as follows:

**Net Change in Fund Balance**

	<u>General Fund</u>
Budget basis	\$ (474,202)
Net adjustment for revenue accruals	(120,818)
Net adjustment for expenditure accruals	52,724
Net adjustment for other sources/uses	(33,035)
Adjustment for encumbrances	<u>318,491</u>
GAAP basis	<u>\$ (256,840)</u>

**NOTE 15 - CONTINGENCIES**

**A. Grants**

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District.

**B. Litigation**

The District is a party to legal proceedings seeking damages or injunctive relief generally incidental to its operations and spending projects. The District management is of the opinion that disposition of the claim and legal proceedings will not have a material effect, if any, on the financial condition of the District.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE 16 - STATUTORY RESERVES**

The District is required by State law to set-aside certain general fund revenue amounts, as defined by statute, into various reserves. These reserves are calculated and presented on a cash basis. During the fiscal year ended June 30, 2009, the reserve activity was as follows:

	<u>Textbooks/ Instructional Materials</u>	<u>Capital Acquisition</u>
Set-aside balance as of June 30, 2009	\$ (2,361,228)	\$ -
Current year set-aside requirement	809,287	809,287
Qualifying disbursements	<u>(800,204)</u>	<u>(2,613,568)</u>
Total	<u>\$ (2,352,145)</u>	<u>\$ (1,804,281)</u>
Balance carried forward to FY 2010	<u>\$ (2,352,145)</u>	<u>\$ -</u>

The District had qualifying disbursements during the year that reduced the set-aside amount below zero for the textbooks/instructional materials reserve. This extra amount may be used to reduce the textbooks/instructional materials set-aside requirements for future years. The negative textbook/instructional materials amount is therefore presented as being carried forward to next fiscal year.

Although the District had qualifying disbursements during the year that reduced the set-aside amount below zero for the capital acquisition reserve, this extra amount may not be used to reduce the set-aside requirement for future years. The negative amount is therefore not presented as being carried forward to the next fiscal year.

Monies set aside by the Board of Education for payment of the District's retirement incentive (see Note 10.B.) are reported as a designation of fund balance in the general fund. The balance in the retirement incentive designation at June 30, 2009 was \$224,000.

In addition to the above statutory reserves, the District has \$71,261 restricted for school bus purchases.

A schedule of the governmental fund restricted assets at June 30, 2009 follows:

Amount restricted for school bus purchases	<u>\$ 71,261</u>
Total restricted assets	<u>\$ 71,261</u>

**NOTE 17 - SUBSEQUENT EVENT**

Vincent Colaluca became District Superintendent effective in August, 2009.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO  
GOVERNMENTAL FUND DESCRIPTIONS**

**General Fund**

The general fund is used to account for resources traditionally associated with a school district which are not legally or by sound financial management to be accounted for in another fund. These activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities, student transportation and administration.

Since there is only one general fund and the legal level of budgetary control is not greater than that presented in the basic financial statements, no additional financial statements are presented here.

**Major Debt Service Fund**

***Bond Retirement***

Section 5705.09, Revised Code

A fund provided for the retirement of general obligation bonds and loans. All revenue derived from general or special levies, either within or exceeding the statutory unvoted ten-mill limitation, which is levied for debt charges on bonds or loans, are paid into this fund. The District maintains only one debt service fund, therefore, combining statements and schedules are not required.

**Nonmajor Special Revenue Funds**

Special revenue funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the District's special revenue funds follows:

***Food Service***

Section 3313.81, Revised Code

A fund used to record financial transactions related to food service operations.

***Public School Support***

Section 5705.12, Revised Code

A fund provided to account for specific local revenue sources that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases.

***Other Grants***

Section 5705.09, Revised Code

A fund used to account for the proceeds of specific revenue sources, except for State and federal grants that are legally restricted to expenditures for specified purposes.

***Miscellaneous Grants***

Section 5705.12, Revised Code

A fund provided to account for the proceeds of specific local revenue sources, except for State and federal grants that are legally restricted for specified purposes. This fund is used to account for the District's DARE and Channel 19 programs.

***District Managed Student Activity***

Section 3313.062, Revised Code

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

***Auxiliary Services***

Current Budget Bill appropriation line item 200-511 and 200-532

A fund used to account for monies which provide services and materials to pupils attending non-public schools within the school district.

***Education Management Information Systems***

Current Budget Bill appropriation line item 200-446

A fund used to account for funds associated with the State-wide requirements of the Education Management System (EMIS).

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO  
GOVERNMENTAL FUND DESCRIPTIONS**

**Nonmajor Special Revenue Funds - (Continued)**

***Entry Year Grant*** Current Budget Bill, Appropriation line item 200-410

A fund provided to implement entry-year programs pursuant to Section 3317.024(T) of the Revised Code.

***OneNet Subsidy*** Current Budget Bill appropriation line item 200-426

A fund provided to account for money appropriated for Ohio Educational Computer Network Connections.

***SchoolNet Professional Development*** Current Budget Bill appropriation line item 200-406

A fund provided to account for a limited number of professional development subsidy grants.

***Alternative School Grant*** Current Budget Bill appropriation line item 200-520 and 200-421

A fund used to account for alternative educational programs for existing and new at-risk and delinquent youth. Programs shall be focused on youth in one or more of the following categories: those who have been expelled or suspended, those who have dropped out of school or who are at risk of dropping out of school, those who are habitually truant or disruptive, or those on probation or on parole from a Department of Youth Services facility.

***Poverty Aid*** Section 3317.029, Revised Code

A fund used to account for monies appropriated for poverty based assistance as part of the state foundation system. Programs included are academic intervention, all-day kindergarten, class-size reduction, Limited English Proficient students, professional development, dropout prevention, and community outreach.

***Miscellaneous State Grants*** Section 5705.12, Revised Code

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

***Title VI-B*** Catalog of Federal Domestic Assistance #84.027

To account for federal monies which assist states in the identification of handicapped children, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

***Title I*** Catalog of Federal Domestic Assistance  
#84.010, 84.013, 84.213, 84.332

To account for funds which are to: 1) establish or improve programs designed to meet the special educational need of migratory children of migratory agricultural workers or migratory fishers' and 2) enable State education agencies to coordinate their state migrant education programs and local projects with similar programs and projects in other states, including the transfer of school records of other information about migratory children.

***Title VI*** Catalog of Federal Domestic Assistance #84.298

To account for funds which consolidate various programs into a single authorization of grants to State for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the State and local agencies.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO  
GOVERNMENTAL FUND DESCRIPTIONS**

**Nonmajor Special Revenue Funds - (Continued)**

***Drug-Free School Grant*** Catalog of Federal Domestic Assistance #84.186

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

***Improving Teacher Quality*** Catalog of Federal Domestic Assistance #84.367

A fund used to account for monies to hire additional classroom teachers in grades one through three so that the number of students per teacher will be reduced.

***Miscellaneous Federal Grants*** Catalog of Federal Domestic Assistance #84 and #94

A fund used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. A separate cost center must be used for each grant and be approved by the Auditor of State.

**Nonmajor Capital Projects Funds**

Capital projects funds account for financial resources to be used for the construction or acquisition of major capital facilities (other than those financed by proprietary funds and trust funds). During fiscal year 2009, the District had four capital projects funds. A description of the District's capital projects funds follows:

***Permanent Improvement*** Section 5705.12, Revised Code

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

***Building*** Section 5705.09, Revised Code

This fund is used to account for monies received and expended in connection with the renovation and construction of District buildings.

***Capital Projects - H.B. 426*** Section 5705.13, Revised Code

A fund used to accumulate money for one or more capital projects.

***SchoolNet*** Section 5705.09, Revised Code

A fund provided to account for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Bond Retirement</b>				
Total revenues and other sources . . . . .	\$ 1,815,767	\$ 1,668,032	\$ 1,668,032	\$ -
Total expenditures and other uses . . . . .	<u>1,675,975</u>	<u>1,674,837</u>	<u>1,674,837</u>	<u>-</u>
Net change in fund balance . . . . .	139,792	(6,805)	(6,805)	-
Fund balance at beginning of year. . . . .	<u>951,567</u>	<u>951,567</u>	<u>951,567</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ 1,091,359</u></u>	<u><u>\$ 944,762</u></u>	<u><u>\$ 944,762</u></u>	<u><u>\$ -</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2009

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . . . .	\$ 1,585,477	\$ 555,003	\$ 2,140,480
Receivables:			
Accounts. . . . .	803	-	803
Intergovernmental . . . . .	125,612	-	125,612
Materials and supplies inventory . . . . .	28,390	-	28,390
Total assets. . . . .	<u>\$ 1,740,282</u>	<u>\$ 555,003</u>	<u>\$ 2,295,285</u>
<b>Liabilities:</b>			
Accounts payable. . . . .	\$ 1,005	\$ 18,736	\$ 19,741
Accrued wages and benefits . . . . .	313,928	-	313,928
Compensated absences payable . . . . .	8,942	-	8,942
Early retirement incentive payable. . . . .	8,000	-	8,000
Pension obligation payable. . . . .	57,374	-	57,374
Intergovernmental payable. . . . .	19,243	-	19,243
Interfund loans payable. . . . .	24,824	-	24,824
Deposits payable. . . . .	-	260,000	260,000
Deferred revenue. . . . .	82,424	-	82,424
Unearned revenue. . . . .	1,000	-	1,000
Total liabilities. . . . .	<u>516,740</u>	<u>278,736</u>	<u>795,476</u>
<b>Fund balances:</b>			
Reserved for encumbrances . . . . .	392,827	126,433	519,260
Reserved for materials and supplies inventory . . .	28,390	-	28,390
Unreserved, undesignated, reported in:			
Special revenue funds . . . . .	802,325	-	802,325
Capital projects. . . . .	-	149,834	149,834
Total fund balances. . . . .	<u>1,223,542</u>	<u>276,267</u>	<u>1,499,809</u>
Total liabilities and fund balances . . . . .	<u>\$ 1,740,282</u>	<u>\$ 555,003</u>	<u>\$ 2,295,285</u>



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<b>Revenues:</b>			
From local sources:			
Charges for services . . . . .	\$ 902,214	\$ -	\$ 902,214
Earnings on investments . . . . .	16,112	150	16,262
Extracurricular . . . . .	588,310	-	588,310
Classroom materials and fees . . . . .	88	-	88
Other local revenue . . . . .	106,830	-	106,830
Intergovernmental - Intermediate . . . . .	49,350	-	49,350
Intergovernmental - State . . . . .	435,393	-	435,393
Intergovernmental - Federal . . . . .	2,913,014	-	2,913,014
Total revenues . . . . .	<u>5,011,311</u>	<u>150</u>	<u>5,011,461</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular . . . . .	414,588	1,860	416,448
Special . . . . .	1,343,885	-	1,343,885
Support services:			
Pupil . . . . .	194,241	-	194,241
Instructional staff . . . . .	374,919	-	374,919
Administration . . . . .	492,280	-	492,280
Operations and maintenance . . . . .	57,985	-	57,985
Pupil transportation . . . . .	8,122	-	8,122
Operation of non-instructional services:			
Food service operations . . . . .	1,770,589	-	1,770,589
Other non-instructional services . . . . .	210,942	-	210,942
Extracurricular activities . . . . .	385,878	-	385,878
Facilities acquisition and construction . . . . .	22,845	1,734,374	1,757,219
Total expenditures . . . . .	<u>5,276,274</u>	<u>1,736,234</u>	<u>7,012,508</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>(264,963)</u>	<u>(1,736,084)</u>	<u>(2,001,047)</u>
<b>Other financing sources:</b>			
Transfers in . . . . .	99,758	49,929	149,687
Total other financing sources . . . . .	<u>99,758</u>	<u>49,929</u>	<u>149,687</u>
Net change in fund balances . . . . .	(165,205)	(1,686,155)	(1,851,360)
<b>Fund balances at beginning of year . . . . .</b>	<b>1,409,288</b>	<b>1,962,422</b>	<b>3,371,710</b>
<b>Decrease in reserve for inventory . . . . .</b>	<b>(20,541)</b>	<b>-</b>	<b>(20,541)</b>
<b>Fund balances at end of year . . . . .</b>	<b><u>\$ 1,223,542</u></b>	<b><u>\$ 276,267</u></b>	<b><u>\$ 1,499,809</u></b>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2009

	<u>Food Service</u>	<u>Public School Support</u>	<u>Other Grants</u>	<u>Miscellaneous Grants</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 616,811	\$ 220,435	\$ 132,965	\$ 69,776
Receivables:				
Accounts. . . . .	-	30	-	600
Intergovernmental . . . . .	39,689	-	-	-
Materials and supplies inventory . . . . .	28,390	-	-	-
Total assets. . . . .	<u>\$ 684,890</u>	<u>\$ 220,465</u>	<u>\$ 132,965</u>	<u>\$ 70,376</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ -	\$ 185	\$ -
Accrued wages and benefits . . . . .	121,863	-	3,098	8,298
Compensated absences payable . . . . .	3,706	-	-	-
Early retirement incentive payable. . . . .	-	-	-	-
Pension obligation payable. . . . .	56,396	-	978	-
Intergovernmental payable . . . . .	5,861	97	357	98
Interfund loans payable . . . . .	-	-	-	-
Deferred revenue. . . . .	-	-	-	-
Unearned revenue. . . . .	-	-	1,000	-
Total liabilities. . . . .	<u>187,826</u>	<u>97</u>	<u>5,618</u>	<u>8,396</u>
<b>Fund balances:</b>				
Reserved for encumbrances. . . . .	-	7,582	426	22,781
Reserved for materials and supplies inventory . .	28,390	-	-	-
Unreserved, undesignated (deficit), reported in:				
Special revenue funds . . . . .	468,674	212,786	126,921	39,199
Total fund balances (deficits) . . . . .	<u>497,064</u>	<u>220,368</u>	<u>127,347</u>	<u>61,980</u>
Total liabilities and fund balances. . . . .	<u>\$ 684,890</u>	<u>\$ 220,465</u>	<u>\$ 132,965</u>	<u>\$ 70,376</u>

<b>District Managed Student Activity</b>	<b>Auxiliary Services</b>	<b>Education Management Information Systems</b>	<b>Entry Year Grant</b>	<b>Alternative School Grant</b>	<b>Poverty Aid</b>
\$ 76,832	\$ 106,916	\$ -	\$ -	\$ 1,863	\$ -
173	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 77,005</u>	<u>\$ 106,916</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,863</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	1,429	-	-	296	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
239	522	410	35	297	646
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>239</u>	<u>1,951</u>	<u>410</u>	<u>35</u>	<u>593</u>	<u>646</u>
1,896	106,916	-	-	-	-
-	-	-	-	-	-
<u>74,870</u>	<u>(1,951)</u>	<u>(410)</u>	<u>(35)</u>	<u>1,270</u>	<u>(646)</u>
<u>76,766</u>	<u>104,965</u>	<u>(410)</u>	<u>(35)</u>	<u>1,270</u>	<u>(646)</u>
<u>\$ 77,005</u>	<u>\$ 106,916</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,863</u>	<u>\$ -</u>

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
JUNE 30, 2009

	<u>Miscellaneous State Grants</u>	<u>Title VI-B</u>	<u>Title I</u>	<u>Title VI</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 1,114	\$ 160,145	\$ 52,623	\$ 3,948
Receivables:				
Accounts. . . . .	-	-	-	-
Intergovernmental . . . . .	-	34,885	21,038	-
Materials and supplies inventory . . . . .	-	-	-	-
Total assets. . . . .	<u>\$ 1,114</u>	<u>\$ 195,030</u>	<u>\$ 73,661</u>	<u>\$ 3,948</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ 820	\$ -	\$ -
Accrued wages and benefits . . . . .	-	91,351	74,055	-
Compensated absences payable . . . . .	-	5,236	-	-
Early retirement incentive payable. . . . .	-	-	8,000	-
Pension obligation payable. . . . .	-	-	-	-
Intergovernmental payable . . . . .	31	4,924	3,921	-
Interfund loans payable . . . . .	-	-	-	-
Deferred revenue. . . . .	-	34,885	21,038	-
Unearned revenue. . . . .	-	-	-	-
Total liabilities. . . . .	<u>31</u>	<u>137,216</u>	<u>107,014</u>	<u>-</u>
<b>Fund balances:</b>				
Reserved for encumbrances. . . . .	1,114	159,325	52,623	3,948
Reserved for materials and supplies inventory . .	-	-	-	-
Unreserved, undesignated (deficit), reported in:				
Special revenue funds . . . . .	(31)	(101,511)	(85,976)	-
Total fund balances (deficits) . . . . .	<u>1,083</u>	<u>57,814</u>	<u>(33,353)</u>	<u>3,948</u>
Total liabilities and fund balances. . . . .	<u>\$ 1,114</u>	<u>\$ 195,030</u>	<u>\$ 73,661</u>	<u>\$ 3,948</u>

<u>Drug-Free School Grant</u>	<u>Improving Teacher Quality</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 506	\$ 455	\$ 141,088	\$ 1,585,477
-	-	-	803
-	-	30,000	125,612
-	-	-	28,390
<u>\$ 506</u>	<u>\$ 455</u>	<u>\$ 171,088</u>	<u>\$ 1,740,282</u>
\$ -	\$ -	\$ -	\$ 1,005
-	-	13,538	313,928
-	-	-	8,942
-	-	-	8,000
-	-	-	57,374
92	686	1,027	19,243
-	-	24,824	24,824
-	-	26,501	82,424
-	-	-	1,000
<u>92</u>	<u>686</u>	<u>65,890</u>	<u>516,740</u>
506	455	35,255	392,827
-	-	-	28,390
<u>(92)</u>	<u>(686)</u>	<u>69,943</u>	<u>802,325</u>
<u>414</u>	<u>(231)</u>	<u>105,198</u>	<u>1,223,542</u>
<u>\$ 506</u>	<u>\$ 455</u>	<u>\$ 171,088</u>	<u>\$ 1,740,282</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Food Service</u>	<u>Public School Support</u>	<u>Other Grants</u>	<u>Miscellaneous Grants</u>
<b>Revenues:</b>				
From local sources:				
Charges for services . . . . .	\$ 902,214	\$ -	\$ -	\$ -
Earnings on investments . . . . .	9,338	3,947	-	-
Extracurricular . . . . .	-	271,370	-	-
Classroom materials and fees. . . . .	-	-	-	-
Other local revenues . . . . .	-	7,044	10,846	63,614
Intergovernmental - Intermediate. . . . .	-	-	49,350	-
Intergovernmental - State . . . . .	19,178	-	16,526	-
Intergovernmental - Federal . . . . .	908,249	-	-	-
Total revenues . . . . .	<u>1,838,979</u>	<u>282,361</u>	<u>76,722</u>	<u>63,614</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	-	-	52,207	7,585
Special . . . . .	-	-	8	-
Support services:				
Pupil . . . . .	-	-	120,354	5,482
Instructional staff. . . . .	-	-	25,350	5,827
Administration . . . . .	-	305,856	-	-
Operations and maintenance . . . . .	9,716	-	-	-
Pupil transportation. . . . .	-	-	-	-
Operation of non-instructional services:				
Food service operations . . . . .	1,770,589	-	-	-
Other non-instructional services. . . . .	-	-	-	-
Extracurricular activities. . . . .	-	-	1,026	-
Facilities acquisition and construction. . . . .	-	-	-	22,845
Total expenditures . . . . .	<u>1,780,305</u>	<u>305,856</u>	<u>198,945</u>	<u>41,739</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>58,674</u>	<u>(23,495)</u>	<u>(122,223)</u>	<u>21,875</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	-	-	-	-
Total other financing sources . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances . . . . .	58,674	(23,495)	(122,223)	21,875
<b>Fund balances (deficits)</b>				
at beginning of year. . . . .	458,931	243,863	249,570	40,105
Decrease in reserve for inventory . . . . .	(20,541)	-	-	-
<b>Fund balances (deficits) at end of year . . .</b>	<u>\$ 497,064</u>	<u>\$ 220,368</u>	<u>\$ 127,347</u>	<u>\$ 61,980</u>

<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Education Management Information Systems</u>	<u>Entry Year Grant</u>	<u>OneNet Subsidy</u>	<u>SchoolNet Professional Development</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
573	2,254	-	-	-	-
316,940	-	-	-	-	-
88	-	-	-	-	-
25,326	-	-	-	-	-
-	-	-	-	-	-
-	211,368	14,713	6,300	24,000	2,970
-	-	-	-	-	-
<u>342,927</u>	<u>213,622</u>	<u>14,713</u>	<u>6,300</u>	<u>24,000</u>	<u>2,970</u>
3,452	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	6,242	24,000	3,981
-	-	64,531	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	176,549	-	-	-	-
384,852	-	-	-	-	-
-	-	-	-	-	-
<u>388,304</u>	<u>176,549</u>	<u>64,531</u>	<u>6,242</u>	<u>24,000</u>	<u>3,981</u>
<u>(45,377)</u>	<u>37,073</u>	<u>(49,818)</u>	<u>58</u>	<u>-</u>	<u>(1,011)</u>
<u>50,000</u>	<u>-</u>	<u>49,758</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>50,000</u>	<u>-</u>	<u>49,758</u>	<u>-</u>	<u>-</u>	<u>-</u>
4,623	37,073	(60)	58	-	(1,011)
72,143	67,892	(350)	(93)	-	1,011
-	-	-	-	-	-
<u>\$ 76,766</u>	<u>\$ 104,965</u>	<u>\$ (410)</u>	<u>\$ (35)</u>	<u>\$ -</u>	<u>\$ -</u>

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Alternative School Grant</u>	<u>Poverty Aid</u>	<u>Miscellaneous State Grants</u>	<u>Title VI-B</u>
<b>Revenues:</b>				
From local sources:				
Charges for services . . . . .	\$ -	\$ -	\$ -	\$ -
Earnings on investments . . . . .	-	-	-	-
Extracurricular . . . . .	-	-	-	-
Classroom materials and fees. . . . .	-	-	-	-
Other local revenues . . . . .	-	-	-	-
Intergovernmental - Intermediate. . . . .	-	-	-	-
Intergovernmental - State . . . . .	58,018	68,783	13,537	-
Intergovernmental - Federal . . . . .	-	-	-	908,959
	<u>58,018</u>	<u>68,783</u>	<u>13,537</u>	<u>908,959</u>
Total revenues . . . . .	<u>58,018</u>	<u>68,783</u>	<u>13,537</u>	<u>908,959</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	26,832	68,828	6,757	-
Special . . . . .	-	-	-	807,154
Support services:				
Pupil . . . . .	3,810	-	13,378	-
Instructional staff. . . . .	-	-	-	204,221
Administration . . . . .	25,775	-	-	54,839
Operations and maintenance . . . . .	-	-	-	-
Pupil transportation. . . . .	-	-	-	6,789
Operation of non-instructional services:				
Food service operations . . . . .	-	-	-	-
Other non-instructional services. . . . .	-	-	-	20,981
Extracurricular activities. . . . .	-	-	-	-
Facilities acquisition and construction. . . . .	-	-	-	-
	<u>56,417</u>	<u>68,828</u>	<u>20,135</u>	<u>1,093,984</u>
Total expenditures . . . . .	<u>56,417</u>	<u>68,828</u>	<u>20,135</u>	<u>1,093,984</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>1,601</u>	<u>(45)</u>	<u>(6,598)</u>	<u>(185,025)</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	-	-	-	-
Total other financing sources . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances . . . . .	1,601	(45)	(6,598)	(185,025)
<b>Fund balances (deficits)</b>				
at beginning of year. . . . .	(331)	(601)	7,681	242,839
Increase in reserve for inventory . . . . .	-	-	-	-
<b>Fund balances (deficits) at end of year . . .</b>	<u>\$ 1,270</u>	<u>\$ (646)</u>	<u>\$ 1,083</u>	<u>\$ 57,814</u>



<u>Title I</u>	<u>Title VI</u>	<u>Drug-Free School Grant</u>	<u>Improving Teacher Quality</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 902,214
-	-	-	-	-	16,112
-	-	-	-	-	588,310
-	-	-	-	-	88
-	-	-	-	-	106,830
-	-	-	-	-	49,350
-	-	-	-	-	435,393
<u>570,633</u>	<u>3,948</u>	<u>14,393</u>	<u>189,629</u>	<u>317,203</u>	<u>2,913,014</u>
<u>570,633</u>	<u>3,948</u>	<u>14,393</u>	<u>189,629</u>	<u>317,203</u>	<u>5,011,311</u>
-	-	7,456	143,814	97,657	414,588
536,723	-	-	-	-	1,343,885
6,039	-	-	-	45,178	194,241
40,996	-	6,315	52,305	5,682	374,919
3,592	-	-	-	37,687	492,280
-	-	-	-	48,269	57,985
-	-	-	-	1,333	8,122
-	-	-	-	-	1,770,589
11,198	-	1,182	683	349	210,942
-	-	-	-	-	385,878
-	-	-	-	-	22,845
<u>598,548</u>	<u>-</u>	<u>14,953</u>	<u>196,802</u>	<u>236,155</u>	<u>5,276,274</u>
<u>(27,915)</u>	<u>3,948</u>	<u>(560)</u>	<u>(7,173)</u>	<u>81,048</u>	<u>(264,963)</u>
-	-	-	-	-	99,758
-	-	-	-	-	99,758
<u>(27,915)</u>	<u>3,948</u>	<u>(560)</u>	<u>(7,173)</u>	<u>81,048</u>	<u>(165,205)</u>
(5,438)	-	974	6,942	24,150	1,409,288
-	-	-	-	-	(20,541)
<u>\$ (33,353)</u>	<u>\$ 3,948</u>	<u>\$ 414</u>	<u>\$ (231)</u>	<u>\$ 105,198</u>	<u>\$ 1,223,542</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Food Service</b>				
Total revenues and other sources . . . . .	\$ 1,770,300	\$ 1,735,082	\$ 1,735,306	\$ 224
Total expenditures and other uses . . . . .	<u>1,580,226</u>	<u>1,692,123</u>	<u>1,688,710</u>	<u>3,413</u>
Net change in fund balance . . . . .	190,074	42,959	46,596	3,637
Fund balance at beginning of year. . . . .	<u>570,215</u>	<u>570,215</u>	<u>570,215</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ 760,289</u></u>	<u><u>\$ 613,174</u></u>	<u><u>\$ 616,811</u></u>	<u><u>\$ 3,637</u></u>
<b>Public School Support</b>				
Total revenues and other sources . . . . .	\$ 203,575	\$ 288,776	\$ 288,675	\$ (101)
Total expenditures and other uses . . . . .	<u>199,805</u>	<u>318,187</u>	<u>313,671</u>	<u>4,516</u>
Net change in fund balance . . . . .	3,770	(29,411)	(24,996)	4,415
Fund balance at beginning of year. . . . .	234,844	234,844	234,844	-
Prior year encumbrances appropriated. . . . .	<u>3,005</u>	<u>3,005</u>	<u>3,005</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ 241,619</u></u>	<u><u>\$ 208,438</u></u>	<u><u>\$ 212,853</u></u>	<u><u>\$ 4,415</u></u>
<b>Other Grants</b>				
Total revenues and other sources . . . . .	\$ 55,500	\$ 28,371	\$ 28,371	\$ -
Total expenditures and other uses . . . . .	<u>211,238</u>	<u>199,258</u>	<u>199,258</u>	<u>-</u>
Net change in fund balance . . . . .	(155,738)	(170,887)	(170,887)	-
Fund balance at beginning of year. . . . .	292,210	292,210	292,210	-
Prior year encumbrances appropriated. . . . .	<u>11,031</u>	<u>11,031</u>	<u>11,031</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ 147,503</u></u>	<u><u>\$ 132,354</u></u>	<u><u>\$ 132,354</u></u>	<u><u>\$ -</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Miscellaneous Grants</b>				
Total revenues and other sources . . . . .	\$ 49,900	\$ 55,883	\$ 63,014	\$ 7,131
Total expenditures and other uses . . . . .	<u>45,300</u>	<u>56,804</u>	<u>56,412</u>	<u>392</u>
Net change in fund balance . . . . .	4,600	(921)	6,602	7,523
Fund balance at beginning of year. . . . .	<u>40,393</u>	<u>40,393</u>	<u>40,393</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ 44,993</u></u>	<u><u>\$ 39,472</u></u>	<u><u>\$ 46,995</u></u>	<u><u>\$ 7,523</u></u>
<b>District Managed Student Activity</b>				
Total revenues and other sources . . . . .	\$ 426,200	\$ 393,030	\$ 392,981	\$ (49)
Total expenditures and other uses . . . . .	<u>399,064</u>	<u>399,199</u>	<u>390,318</u>	<u>8,881</u>
Net change in fund balance . . . . .	27,136	(6,169)	2,663	8,832
Fund balance at beginning of year. . . . .	68,411	68,411	68,411	-
Prior year encumbrances appropriated. . . . .	<u>3,862</u>	<u>3,862</u>	<u>3,862</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ 99,409</u></u>	<u><u>\$ 66,104</u></u>	<u><u>\$ 74,936</u></u>	<u><u>\$ 8,832</u></u>
<b>Auxiliary Services</b>				
Total revenues and other sources . . . . .	\$ 215,100	\$ 213,698	\$ 213,622	\$ (76)
Total expenditures and other uses . . . . .	<u>285,596</u>	<u>283,918</u>	<u>283,918</u>	<u>-</u>
Net change in fund balance . . . . .	(70,496)	(70,220)	(70,296)	(76)
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>70,296</u>	<u>70,296</u>	<u>70,296</u>	<u>-</u>
Fund balance (deficit) at end of year . . . . .	<u><u>\$ (200)</u></u>	<u><u>\$ 76</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (76)</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Education Management Information Systems</b>				
Total revenues and other sources . . . . .	\$ 64,480	\$ 64,471	\$ 64,471	\$ -
Total expenditures and other uses . . . . .	<u>-</u>	<u>64,471</u>	<u>64,471</u>	<u>-</u>
Net change in fund balance . . . . .	64,480	-	-	-
Fund balance at beginning of year. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ 64,480</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
<b>Entry Year Programs</b>				
Total revenues and other sources . . . . .	\$ -	\$ 6,300	\$ 6,300	\$ -
Total expenditures and other uses . . . . .	<u>-</u>	<u>6,300</u>	<u>6,300</u>	<u>-</u>
Net change in fund balance . . . . .	-	-	-	-
Fund balance at beginning of year. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
<b>OneNet Subsidy</b>				
Total revenues and other sources . . . . .	\$ -	\$ 24,000	\$ 24,000	\$ -
Total expenditures and other uses . . . . .	<u>-</u>	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Net change in fund balance . . . . .	-	-	-	-
Fund balance at beginning of year. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>SchoolNet Professional Development</b>				
Total revenues and other sources . . . . .	\$ 2,970	\$ 2,970	\$ 2,970	\$ -
Total expenditures and other uses . . . . .	<u>1,001</u>	<u>3,981</u>	<u>3,981</u>	<u>-</u>
Net change in fund balance . . . . .	1,969	(1,011)	(1,011)	-
Fund balance at beginning of year. . . . .	10	10	10	-
Prior year encumbrances appropriated. . . . .	<u>1,001</u>	<u>1,001</u>	<u>1,001</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 2,980</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Alternative School Grant</b>				
Total revenues and other sources . . . . .	\$ 58,516	\$ 58,018	\$ 58,018	\$ -
Total expenditures and other uses . . . . .	<u>58,516</u>	<u>58,018</u>	<u>56,155</u>	<u>1,863</u>
Net change in fund balance . . . . .	-	-	1,863	1,863
Fund balance at beginning of year. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,863</u>	<u>\$ 1,863</u>
<b>Poverty Aid</b>				
Total revenues and other sources . . . . .	\$ 68,940	\$ 68,783	\$ 68,783	\$ -
Total expenditures and other uses . . . . .	<u>-</u>	<u>68,783</u>	<u>68,783</u>	<u>-</u>
Net change in fund balance . . . . .	68,940	-	-	-
Fund balance at beginning of year. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 68,940</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Miscellaneous State Grants</b>				
Total revenues and other sources . . . . .	\$ 13,538	\$ 13,537	\$ 13,537	\$ -
Total expenditures and other uses . . . . .	<u>21,350</u>	<u>21,350</u>	<u>21,350</u>	<u>-</u>
Net change in fund balance . . . . .	(7,812)	(7,813)	(7,813)	-
Fund balance at beginning of year. . . . .	967	967	967	-
Prior year encumbrances appropriated. . . . .	<u>6,846</u>	<u>6,846</u>	<u>6,846</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Title VI-B</b>				
Total revenues and other sources . . . . .	\$ 1,263,652	\$ 1,228,768	\$ 1,228,768	\$ -
Total expenditures and other uses . . . . .	<u>1,291,070</u>	<u>1,256,211</u>	<u>1,256,211</u>	<u>-</u>
Net change in fund balance . . . . .	(27,418)	(27,443)	(27,443)	-
Fund balance (deficit) at beginning of year. . . . .	(319,783)	(319,783)	(319,783)	-
Prior year encumbrances appropriated. . . . .	<u>347,226</u>	<u>347,226</u>	<u>347,226</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 25</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Title I</b>				
Total revenues and other sources . . . . .	\$ 601,260	\$ 578,578	\$ 578,578	\$ -
Total expenditures and other uses . . . . .	<u>655,935</u>	<u>641,197</u>	<u>641,197</u>	<u>-</u>
Net change in fund balance . . . . .	(54,675)	(62,619)	(62,619)	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>62,619</u>	<u>62,619</u>	<u>62,619</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 7,944</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Title VI</b>				
Total revenues and other sources . . . . .	\$ 9,977	\$ 8,617	\$ 8,617	\$ -
Total expenditures and other uses . . . . .	<u>5,308</u>	<u>3,948</u>	<u>3,948</u>	<u>-</u>
Net change in fund balance . . . . .	4,669	4,669	4,669	-
Fund balance (deficit) at beginning of year. . .	<u>(4,669)</u>	<u>(4,669)</u>	<u>(4,669)</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
<b>Drug-Free School Grant</b>				
Total revenues and other sources . . . . .	\$ 14,393	\$ 14,393	\$ 14,393	\$ -
Total expenditures and other uses . . . . .	<u>15,460</u>	<u>15,460</u>	<u>15,460</u>	<u>-</u>
Net change in fund balance . . . . .	(1,067)	(1,067)	(1,067)	-
Fund balance at beginning of year. . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>1,067</u>	<u>1,067</u>	<u>1,067</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
<b>Improving Teacher Quality</b>				
Total revenues and other sources . . . . .	\$ 191,251	\$ 191,174	\$ 191,174	\$ -
Total expenditures and other uses . . . . .	<u>196,781</u>	<u>196,704</u>	<u>196,704</u>	<u>-</u>
Net change in fund balance . . . . .	(5,530)	(5,530)	(5,530)	-
Fund balance (deficit) at beginning of year. . .	(1,544)	(1,544)	(1,544)	-
Prior year encumbrances appropriated. . . . .	<u>7,074</u>	<u>7,074</u>	<u>7,074</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Miscellaneous Federal Grants</b>				
Total revenues and other sources . . . . .	\$ 223,571	\$ 313,704	\$ 313,704	\$ -
Total expenditures and other uses . . . . .	<u>182,099</u>	<u>269,663</u>	<u>269,663</u>	<u>-</u>
Net change in fund balance . . . . .	41,472	44,041	44,041	-
Fund balance at beginning of year. . . . .	35,265	35,265	35,265	-
Prior year encumbrances appropriated. . . . .	<u>26,527</u>	<u>26,527</u>	<u>26,527</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 103,264</u>	<u>\$ 105,833</u>	<u>\$ 105,833</u>	<u>\$ -</u>



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2009

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Capital Projects- H.B. 426</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . .	\$ 260,000	\$ 5,579	\$ 289,424	\$ 555,003
Total assets. . . . .	<u>\$ 260,000</u>	<u>\$ 5,579</u>	<u>\$ 289,424</u>	<u>\$ 555,003</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ -	\$ 18,736	\$ 18,736
Deposits payable. . . . .	260,000	-	-	260,000
Total liabilities . . . . .	<u>260,000</u>	<u>-</u>	<u>18,736</u>	<u>278,736</u>
<b>Fund balances:</b>				
Reserved for encumbrances . . . . .	-	1,118	125,315	126,433
Unreserved, undesignated, reported in:				
Capital projects. . . . .	-	4,461	145,373	149,834
Total fund balances . . . . .	<u>-</u>	<u>5,579</u>	<u>270,688</u>	<u>276,267</u>
Total liabilities and fund balances . . . . .	<u>\$ 260,000</u>	<u>\$ 5,579</u>	<u>\$ 289,424</u>	<u>\$ 555,003</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Capital Projects- H.B. 426</u>	<u>SchoolNet</u>
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ -	\$ 150	\$ -	\$ -
Total revenues . . . . .	<u>-</u>	<u>150</u>	<u>-</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	-	-	-	1,860
Facilities acquisition and construction. . . . .	<u>-</u>	<u>61,277</u>	<u>1,673,097</u>	<u>-</u>
Total expenditures . . . . .	<u>-</u>	<u>61,277</u>	<u>1,673,097</u>	<u>1,860</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	-	(61,127)	(1,673,097)	(1,860)
<b>Other financing sources:</b>				
Transfers in. . . . .	<u>49,929</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources . . . . .	<u>49,929</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances . . . . .	49,929	(61,127)	(1,673,097)	(1,860)
<b>Fund balances (deficits) at beginning of year. . . . .</b>	<u>(49,929)</u>	<u>66,706</u>	<u>1,943,785</u>	<u>1,860</u>
<b>Fund balances at end of year . . . . .</b>	<u>\$ -</u>	<u>\$ 5,579</u>	<u>\$ 270,688</u>	<u>\$ -</u>

**Total  
Nonmajor  
Capital Projects  
Funds**

---

\$ 150

---

150

---

1,860  
1,734,374

---

1,736,234

---

(1,736,084)

49,929

---

49,929

---

(1,686,155)

1,962,422

---

\$ 276,267

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Permanent Improvement</b>				
Total revenues and other sources . . . . .	\$ -	\$ 49,929	\$ 49,929	\$ -
Net change in fund balance . . . . .	-	49,929	49,929	-
Fund balance at beginning of year. . . . .	210,071	210,071	210,071	-
Fund balance at end of year . . . . .	<u>\$ 210,071</u>	<u>\$ 260,000</u>	<u>\$ 260,000</u>	<u>\$ -</u>
<b>Building</b>				
Total revenues and other sources . . . . .	\$ 50	\$ 150	\$ 150	\$ -
Total expenditures and other uses . . . . .	47,669	62,567	62,395	172
Net change in fund balance . . . . .	(47,619)	(62,417)	(62,245)	172
Fund balance at beginning of year. . . . .	19,037	19,037	19,037	-
Prior year encumbrances appropriated. . . . .	47,669	47,669	47,669	-
Fund balance at end of year . . . . .	<u>\$ 19,087</u>	<u>\$ 4,289</u>	<u>\$ 4,461</u>	<u>\$ 172</u>
<b>Capital Projects H.B. 426</b>				
Total expenditures and other uses . . . . .	\$ 1,943,785	\$ 1,943,785	\$ 1,798,412	\$ 145,373
Net change in fund balance . . . . .	(1,943,785)	(1,943,785)	(1,798,412)	145,373
Fund balance at beginning of year. . . . .	1,934,963	1,934,963	1,934,963	-
Prior year encumbrances appropriated. . . . .	8,822	8,822	8,822	-
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 145,373</u>	<u>\$ 145,373</u>
<b>SchoolNet</b>				
Total expenditures and other uses . . . . .	\$ -	\$ 1,860	\$ 1,860	\$ -
Net change in fund balance . . . . .	-	(1,860)	(1,860)	-
Fund balance at beginning of year. . . . .	1,860	1,860	1,860	-
Fund balance at end of year . . . . .	<u>\$ 1,860</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO  
PROPRIETARY FUND DESCRIPTIONS**

**Nonmajor Enterprise Fund**

Enterprise funds account for operations that are financed and operated in a manner similar to private business enterprises where the stated intent is that the costs (expenses, including depreciation and indirect costs) of providing goods or services to the students or general public on a continuing basis are financed or recovered quickly through user charges. This fund can also account for operations where the school board has decided that periodic determination of revenues earned, expenses incurred, and income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

***Special Enterprise***

Section 5705.12, Revised Code

A fund to account for operations that are financed and operated in a manner similar to private business enterprises where the stated intent is that the costs (expenses, including depreciation and direct costs) of providing goods or services to the students or general public on a continuing basis are financed or recovered primarily through user charges. This fund can also account for operations where the school board has decided that periodic determination of revenues earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. This fund accounts for the programs of the community center and summer school. The District maintains only one enterprise fund, therefore combining statements schedules are not required.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Special Enterprise</b>				
Total revenues . . . . .	\$ 58,400	\$ 71,437	\$ 71,688	\$ 251
Total expenses . . . . .	<u>69,493</u>	<u>63,295</u>	<u>50,040</u>	<u>13,255</u>
Net change in fund balance . . . . .	(11,093)	8,142	21,648	13,506
Fund balance at beginning of year. . . . .	44,355	44,355	44,355	-
Prior year encumbrances appropriated. . . . .	<u>3,428</u>	<u>3,428</u>	<u>3,428</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 36,690</u>	<u>\$ 55,925</u>	<u>\$ 69,431</u>	<u>\$ 13,506</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO  
FIDUCIARY FUND DESCRIPTIONS**

**Fiduciary Funds**

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into two classifications: private purpose trust and agency funds. Private purpose trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Agency funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results

**Private Purpose Trust Fund**

***Scholarship Trust***

Section 5705.09, Revised Code

A fund provided to account for monies set aside from endowments for scholarships for students enrolled in the District. The principal and income from such a fund may be expended.

**Agency Funds**

***District Agency***

Section 5705.09, Revised Code

A fund provided to account for monies of the Federal League Athletic Association.

***Student Managed Activity***

Section 3313.062, Revised Code

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

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<b>Beginning Balance July 1, 2008</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance June 30, 2009</b>
<b>District Agency</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 12,555	\$ -	\$ 12,555	\$ -
Total assets . . . . .	<u>\$ 12,555</u>	<u>\$ -</u>	<u>\$ 12,555</u>	<u>\$ -</u>
<b>Liabilities:</b>				
Due to other governments. . . . .	\$ 12,555	\$ -	\$ 12,555	\$ -
Total liabilities . . . . .	<u>\$ 12,555</u>	<u>\$ -</u>	<u>\$ 12,555</u>	<u>\$ -</u>
<b>Student Managed Activity</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 31,508	\$ 129,788	\$ 119,405	\$ 41,891
Receivables				
Accounts . . . . .	36	66	36	66
Total assets . . . . .	<u>\$ 31,544</u>	<u>\$ 129,854</u>	<u>\$ 119,441</u>	<u>\$ 41,957</u>
<b>Liabilities:</b>				
Due to students . . . . .	\$ 31,544	\$ 129,854	\$ 119,441	\$ 41,957
Total liabilities. . . . .	<u>\$ 31,544</u>	<u>\$ 129,854</u>	<u>\$ 119,441</u>	<u>\$ 41,957</u>
<b>Total</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 44,063	\$ 129,788	\$ 131,960	\$ 41,891
Receivables				
Accounts . . . . .	36	66	36	66
Total assets . . . . .	<u>\$ 44,099</u>	<u>\$ 129,854</u>	<u>\$ 131,996</u>	<u>\$ 41,957</u>
<b>Liabilities:</b>				
Due to other governments. . . . .	\$ 12,555	\$ -	\$ 12,555	\$ -
Due to students . . . . .	31,544	129,854	119,441	41,957
Total liabilities. . . . .	<u>\$ 44,099</u>	<u>\$ 129,854</u>	<u>\$ 131,996</u>	<u>\$ 41,957</u>



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Scholarship Trust</b>				
Total revenues . . . . .	\$ 10,232	\$ 11,534	\$ 11,772	\$ 238
Total expenses . . . . .	<u>9,200</u>	<u>8,372</u>	<u>8,372</u>	<u>-</u>
Net change in fund balance . . . . .	1,032	3,162	3,400	238
Fund balance at beginning of year. . . . .	<u>55,846</u>	<u>55,846</u>	<u>55,846</u>	<u>-</u>
Fund balance at end of year . . . . .	<u><u>\$ 56,878</u></u>	<u><u>\$ 59,008</u></u>	<u><u>\$ 59,246</u></u>	<u><u>\$ 238</u></u>

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

STATISTICAL SECTION

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

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	<b>102-109</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	<b>114-119</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	<b>120-123</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	<b>124-125</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	<b>126-135</b>

**Sources:** Sources are noted on the individual schedules. The District implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

NET ASSETS BY COMPONENT  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Governmental activities:</b>				
Invested in capital assets, net of related debt	\$ 11,806,994	\$ 11,282,275	\$ 8,932,483	\$ 5,585,792
Restricted	2,557,821	3,813,377	5,207,218	3,190,536
Unrestricted (deficit)	(2,970,216)	(2,054,471)	(921,311)	(2,444,751)
Total governmental activities net assets	<u>11,394,599</u>	<u>13,041,181</u>	<u>13,218,390</u>	<u>6,331,577</u>
<b>Business-type activities:</b>				
Invested in capital assets, net of related debt	29,338	35,288	41,238	45,878
Unrestricted	67,232	44,718	45,743	73,944
Total governmental activities net assets	<u>96,570</u>	<u>80,006</u>	<u>86,981</u>	<u>119,822</u>
<b>Primary government:</b>				
Invested in capital assets, net of related debt	11,836,332	11,317,563	8,973,721	5,631,670
Restricted	2,557,821	3,813,377	5,207,218	3,190,536
Unrestricted (deficit)	(2,902,984)	(2,009,753)	(875,568)	(2,370,807)
Total net assets - primary government	<u>\$ 11,491,169</u>	<u>\$ 13,121,187</u>	<u>\$ 13,305,371</u>	<u>\$ 6,451,399</u>

**Source:** District financial records.

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 5,710,633	\$ 6,086,260	\$ 6,071,299
2,290,794	1,650,834	1,414,949
(3,368,533)	(4,331,546)	(2,143,202)
4,632,894	3,405,548	5,343,046
21,436	14,163	16,342
96,700	90,601	95,671
118,136	104,764	112,013
5,732,069	6,100,423	6,087,641
2,290,794	1,650,834	1,414,949
(3,271,833)	(4,240,945)	(2,047,531)
\$ 4,751,030	\$ 3,510,312	\$ 5,455,059

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**CHANGES IN NET ASSETS  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Expenses</b>				
Governmental activities:				
Instruction:				
Regular	\$ 19,736,189	\$ 19,882,816	\$ 19,786,687	\$ 20,211,422
Special	5,370,879	5,098,781	5,086,712	4,677,768
Vocational	246,183	276,817	297,227	231,132
Adult/continuing	-	-	-	31,691
Other	1,589,751	1,504,870	1,772,787	1,220,107
Support services:				
Pupil	2,777,257	2,689,774	2,727,291	2,541,249
Instructional staff	1,531,181	1,729,794	1,366,564	1,123,499
Board of education	46,498	58,681	65,160	52,807
Administration	3,642,006	3,822,071	3,417,313	3,492,015
Fiscal	891,394	876,977	856,985	846,012
Business	6,214	56,189	54,720	4,519
Operations and maintenance	4,246,874	4,201,380	4,231,309	4,044,331
Pupil transportation	2,413,659	2,681,786	2,277,807	2,319,760
Central	557	47,782	-	2,282
Operation of non-instructional services:				
Food service operations	1,894,552	1,848,182	1,464,605	1,727,412
Other non-instructional services	216,103	400,251	386,883	300,405
Extracurricular activities	1,063,997	1,041,810	1,045,737	996,301
Interest and fiscal charges	1,245,703	1,234,668	1,246,393	1,258,858
Total governmental activities expenses	<u>46,918,997</u>	<u>47,452,629</u>	<u>46,084,180</u>	<u>45,081,570</u>
Business-type activities:				
Adult education	-	-	-	-
Special enterprise	55,044	67,122	82,973	51,381
Total business-type activities expenses	<u>55,044</u>	<u>67,122</u>	<u>82,973</u>	<u>51,381</u>
Total primary government expenses	<u>46,974,041</u>	<u>47,519,751</u>	<u>46,167,153</u>	<u>45,132,951</u>

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 20,398,344	\$ 20,229,285	\$ 20,013,091
4,628,169	4,280,083	3,427,735
294,317	273,806	274,729
-	-	-
939,960	772,412	30,668
2,551,070	2,597,157	2,507,098
1,256,735	1,231,504	1,212,462
55,047	49,234	30,302
3,254,773	3,171,693	3,086,963
876,394	867,719	829,807
2,856	5,350	5,375
3,845,458	3,758,630	4,354,610
2,429,465	2,368,397	2,118,437
1,599	1,335	231,582
1,452,914	1,678,327	1,609,800
326,313	299,133	299,304
1,013,794	1,013,635	1,027,243
1,285,299	370,444	11,640
<u>44,612,507</u>	<u>42,968,144</u>	<u>41,070,846</u>
11,463	13,543	9,589
39,904	50,231	40,677
<u>51,367</u>	<u>63,774</u>	<u>50,266</u>
<u>44,663,874</u>	<u>43,031,918</u>	<u>41,121,112</u>

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

CHANGES IN NET ASSETS - (Continued)  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Program revenues</b>				
Governmental activities:				
Charges for services:				
Instruction:				
Regular	\$ 159,310	\$ 123,064	\$ 139,332	\$ 97,459
Special	34,454	16,122	-	-
Vocational	24,322	22,030	24,504	-
Support services:				
Pupil	9,816	7,748	7,814	5,903
Instructional staff	21,135	17,587	6,879	-
Administration	279,776	257,842	276,649	268,504
Fiscal	-	-	-	3,333
Operations and maintenance	26,827	34,563	17,928	-
Pupil transportation	-	-	-	-
Operation of non-instructional services:				
Food service operations	902,214	988,824	964,502	963,959
Other non-instructional services	530	614	933	11,326
Extracurricular activities	329,550	331,723	368,827	351,400
Operating grants and contributions:				
Instruction:				
Regular	379,489	465,826	525,126	522,623
Special	2,834,232	2,680,428	2,911,901	1,470,398
Vocational	68,664	68,065	50,065	-
Adult/continuing	-	-	-	31,367
Other	-	80,364	161,527	-
Support services:				
Pupil	100,687	354,554	360,394	100,508
Instructional staff	363,313	473,835	214,488	211,625
Administration	152,470	162,611	189,092	202,945
Operations and maintenance	63,698	29,050	-	-
Pupil transportation	133,787	175,092	141,853	29,435
Operation of non-instructional services:				
Food service operations	936,765	812,129	697,680	762,747
Other non-instructional services	245,050	284,842	306,630	326,661
Extracurricular activities	823	1,711	12,510	2,575
Capital grants and contributions:				
Instruction:				
Regular	-	58,108	32,800	-
Support services:				
Pupil transportation	71,261	35,490	113,950	-
Extracurricular activities	36,353	-	-	-
<b>Total governmental program revenues</b>	<u>7,174,526</u>	<u>7,482,222</u>	<u>7,525,384</u>	<u>5,362,768</u>
Business-type activities:				
Charges for services:				
Adult education	-	-	-	-
Special enterprise	71,608	60,032	63,674	53,067
<b>Total business-type activities program revenues</b>	<u>71,608</u>	<u>60,032</u>	<u>63,674</u>	<u>53,067</u>
<b>Total primary government program revenues</b>	<u>7,246,134</u>	<u>7,542,254</u>	<u>7,589,058</u>	<u>5,415,835</u>



<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 95,995	\$ 129,647	\$ 144,423
-	-	-
-	-	-
-	14,331	10,685
53	17,163	25,345
-	232,733	-
263,988	1,800	-
-	-	-
-	523	-
973,855	918,988	911,225
10,732	11,981	-
386,473	433,225	663,527
630,071	542,902	451,325
1,375,614	1,118,151	780,766
-	2,343	-
-	-	-
30,616	30,169	-
86,954	82,218	21,955
215,307	177,031	146,660
205,357	137,220	237,619
1,084	739	2,000
6,648	997	118
698,152	661,440	610,627
352,749	317,357	299,050
-	-	-
40,004	-	-
-	-	-
-	-	-
5,373,652	4,830,958	4,305,325
10,271	13,679	9,525
54,468	42,846	36,636
64,739	56,525	46,161
5,438,391	4,887,483	4,351,486

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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

CHANGES IN NET ASSETS - (Continued)  
LAST SEVEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Net (expense)/revenue</b>				
Governmental activities	\$ (39,744,471)	\$ (39,970,407)	\$ (38,558,796)	\$ (39,718,802)
Business-type activities	16,564	(7,090)	(19,299)	1,686
Total primary government net expense	<u>(39,727,907)</u>	<u>(39,977,497)</u>	<u>(38,578,095)</u>	<u>(39,717,116)</u>
<b>General revenues and other changes in net assets</b>				
Governmental activities:				
Property taxes levied for:				
General purposes	16,417,867	17,600,028	18,967,834	17,364,641
Debt service	1,499,746	1,561,582	1,648,406	1,578,146
Grants and entitlements not restricted to specific programs	19,949,270	20,318,179	19,750,702	21,309,943
Investment earnings	182,106	224,685	751,807	928,050
Decrease in fair market value of investments	-	-	-	-
Miscellaneous	48,900	88,724	52,001	236,705
Special item	-	-	1,267,612	-
Total governmental activities	<u>38,097,889</u>	<u>39,793,198</u>	<u>42,438,362</u>	<u>41,417,485</u>
Business-type activities:				
Investment earnings	-	115	-	-
Total business-type activities	<u>-</u>	<u>115</u>	<u>-</u>	<u>-</u>
<b>Change in net assets</b>				
Governmental activities	(1,646,582)	(177,209)	3,879,566	1,698,683
Business-type activities	16,564	(6,975)	(19,299)	1,686
Total primary government	<u>\$ (1,630,018)</u>	<u>\$ (184,184)</u>	<u>\$ 3,860,267</u>	<u>\$ 1,700,369</u>

**Source:** District financial records.

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ (39,238,855)	\$ (38,137,186)	\$ (36,765,521)
13,372	(7,249)	(4,105)
<u>(39,225,483)</u>	<u>(38,144,435)</u>	<u>(36,769,626)</u>
17,557,079	16,022,646	15,912,856
1,490,170	890,725	285,421
20,259,894	18,994,521	17,703,889
718,729	291,886	80,384
-	(282,291)	-
440,329	282,201	657,313
-	-	-
<u>40,466,201</u>	<u>36,199,688</u>	<u>34,639,863</u>
-	-	-
-	-	-
1,227,346	(1,937,498)	(2,125,658)
13,372	(7,249)	(4,105)
<u>\$ 1,240,718</u>	<u>\$ (1,944,747)</u>	<u>\$ (2,129,763)</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>General fund:</b>				
Reserved	\$ 397,580	\$ 768,693	\$ 340,417	\$ 331,372
Designated	224,000	-	-	-
Unreserved, undesignated (deficit)	<u>(2,180,785)</u>	<u>(2,071,058)</u>	<u>(57,517)</u>	<u>(2,307,860)</u>
Total general fund	<u>\$ (1,559,205)</u>	<u>\$ (1,302,365)</u>	<u>\$ 282,900</u>	<u>\$ (1,976,488)</u>
<b>All other governmental funds:</b>				
Reserved	\$ 1,492,412	\$ 1,595,886	\$ 3,891,211	\$ 8,304,427
Unreserved, undesignated, reported in:				
Special revenue funds	802,325	821,460	454,752	534,602
Debt service funds	-	-	-	-
Capital projects funds	<u>149,834</u>	<u>1,905,931</u>	<u>1,172,347</u>	<u>5,670,148</u>
Total all other governmental funds	<u>\$ 2,444,571</u>	<u>\$ 4,323,277</u>	<u>\$ 5,518,310</u>	<u>\$ 14,509,177</u>

**Source:** District financial records.

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$ 291,366	\$ 431,086	\$ 149,164	\$ 299,185	\$ 396,999	\$ 888,256
-	-	-	-	761,865	251,015
(4,016,826)	(3,832,366)	(2,885,685)	(493,541)	(671,105)	(1,644,439)
<u>\$ (3,725,460)</u>	<u>\$ (3,401,280)</u>	<u>\$ (2,736,521)</u>	<u>\$ (194,356)</u>	<u>\$ 487,759</u>	<u>\$ (505,168)</u>
\$ 2,223,173	\$ 2,577,473	\$ 339,036	\$ 86,467	\$ 782,614	\$ 120,342
412,172	347,325	312,257	337,937	388,700	544,301
-	26,835,632	220,000	-	-	-
<u>23,204,489</u>	<u>23,945,041</u>	<u>761,866</u>	<u>832,208</u>	<u>104,992</u>	<u>125,084</u>
<u>\$ 25,839,834</u>	<u>\$ 53,705,471</u>	<u>\$ 1,633,159</u>	<u>\$ 1,256,612</u>	<u>\$ 1,276,306</u>	<u>\$ 789,727</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>Revenues</b>					
From local sources:					
Taxes	\$ 17,941,733	\$ 19,201,073	\$ 19,853,553	\$ 19,851,045	\$ 18,979,253
Tuition	85,745	87,513	94,391	9,027	27,129
Charges for services	902,744	967,438	943,435	963,959	951,855
Earnings on investments	198,218	302,440	798,469	979,907	719,689
Decrease in fair market value of investments	-	-	-	-	-
Extracurricular	593,200	582,953	639,472	616,047	649,433
Classroom materials and fees	131,949	69,017	66,709	68,085	64,947
Other local revenues	171,582	262,352	126,158	286,504	478,061
Intergovernmental - Intermediate	49,350	209,947	233,770	9,315	11,472
Intergovernmental - State	22,413,011	22,453,385	22,138,528	21,934,592	20,968,734
Intergovernmental - Federal	2,913,014	3,134,312	2,898,614	3,137,053	2,893,140
Total revenues	<u>45,400,546</u>	<u>47,270,430</u>	<u>47,793,099</u>	<u>47,855,534</u>	<u>45,743,713</u>
<b>Expenditures</b>					
Current:					
Instruction:					
Regular	19,009,083	19,268,437	19,605,253	19,854,668	20,334,464
Special	5,244,421	5,031,897	5,007,673	4,698,465	4,645,599
Vocational	243,095	271,692	278,107	254,223	288,105
Adult/continuing	-	-	-	31,691	-
Other	1,589,751	1,504,870	1,772,787	1,220,107	939,960
Support services:					
Pupil	2,755,992	2,698,174	2,699,948	2,567,320	2,524,345
Instructional staff	1,385,185	1,651,888	1,353,971	1,108,648	1,254,019
Board of education	46,498	58,681	65,160	52,807	55,047
Administration	3,546,945	3,790,223	3,446,104	3,346,153	3,340,826
Fiscal	844,500	871,834	852,861	852,175	875,032
Business	6,214	58,496	52,413	4,519	2,856
Operations and maintenance	4,108,072	4,246,777	4,192,060	4,002,233	3,803,221
Pupil transportation	2,288,762	2,490,288	2,205,944	2,303,187	2,262,641
Central	557	47,782	-	2,282	1,599
Operation of non-instructional services:					
Food service operations	1,770,589	1,712,849	1,521,322	1,710,817	1,445,400
Other non-instructional services	215,813	400,220	386,806	300,345	310,853
Extracurricular activities	956,250	1,009,395	1,010,955	999,258	987,353
Facilities acquisitions and construction	1,857,459	3,313,074	10,105,357	12,538,541	2,321,274
Debt service:					
Principal retirement	511,194	493,561	480,780	415,123	26,670,123
Interest and fiscal charges	1,135,753	1,148,464	1,150,169	1,178,030	1,485,314
Bond issuance expenses	-	-	-	-	-
Total expenditures	<u>47,516,133</u>	<u>50,068,602</u>	<u>56,187,670</u>	<u>57,440,592</u>	<u>73,548,031</u>
Excess of revenues over (under) expenditures	(2,115,587)	(2,798,172)	(8,394,571)	(9,585,058)	(27,804,318)
<b>Other financing sources (uses)</b>					
Transfers in	213,425	1,493,005	159,038	84,007	119,686
Transfers (out)	(213,425)	(1,493,005)	(159,038)	(84,007)	(119,686)
Sale of assets	582	16,989	461	1,594	-
Loan issuance	-	-	380,320	-	-
Sale of bonds	-	-	-	-	-
Sale of notes	-	-	-	-	-
Premium on bonds	-	-	-	-	-
Premium on notes	-	-	-	-	-
Total other financing sources (uses)	<u>582</u>	<u>16,989</u>	<u>380,781</u>	<u>1,594</u>	<u>-</u>
<b>Special item:</b>					
Consortium refund	-	-	1,267,612	-	-
Net change in fund balances	<u>\$ (2,115,005)</u>	<u>\$ (2,781,183)</u>	<u>\$ (6,746,178)</u>	<u>\$ (9,583,464)</u>	<u>\$ (27,804,318)</u>
Debt service as a percentage of noncapital expenditures	3.61%	3.52%	3.55%	3.58%	39.55%

Source: District financial records.

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$	18,361,775	\$ 15,993,174	\$ 17,313,456	\$ 17,924,738	\$ 16,403,947
	55,658	78,800	70,991	55,174	12,277
	919,935	879,360	-	-	-
	219,403	80,384	145,786	301,718	250,431
	(282,291)	-	-	-	-
	642,552	644,548	606,131	548,297	597,030
	68,508	63,351	48,877	41,897	31,569
	304,051	735,743	433,153	273,365	379,682
	4,657	18,961	21,135	10,665	2,809
	19,783,828	18,342,029	17,213,812	15,935,794	15,195,772
	2,223,947	1,747,933	1,131,748	1,059,923	868,111
	<u>42,302,023</u>	<u>38,584,283</u>	<u>36,985,089</u>	<u>36,151,571</u>	<u>33,741,628</u>
	20,107,813	19,566,743	18,773,257	17,149,045	17,092,298
	4,235,247	3,399,942	2,585,719	2,828,518	2,649,181
	266,546	285,829	303,112	302,695	313,286
	-	-	-	-	-
	772,412	30,668	39,823	83,359	36,759
	2,558,943	2,464,305	2,147,254	2,032,654	1,928,715
	1,211,735	1,186,781	1,160,530	1,128,965	763,520
	49,234	30,302	38,473	15,406	28,693
	3,151,122	3,021,759	4,068,341	2,964,054	3,114,475
	858,479	819,137	763,580	811,992	706,964
	5,350	5,375	3,947	4,191	8,096
	3,697,985	4,306,601	3,849,408	3,469,462	3,171,344
	2,405,709	2,229,604	2,000,885	1,977,728	1,831,271
	1,335	231,582	194,032	1,993	1,977
	1,631,812	1,465,748	-	-	-
	296,393	284,812	289,463	314,695	456,010
	987,001	1,000,609	826,835	813,438	761,416
	461,280	11,043	27,104	1,087,810	738,146
	245,123	65,123	587,948	247,948	247,948
	15,292	13,546	28,437	45,041	29,801
	372,211	-	-	-	-
	<u>43,331,022</u>	<u>40,419,509</u>	<u>37,688,148</u>	<u>35,278,994</u>	<u>33,879,900</u>
	(1,028,999)	(1,835,226)	(703,059)	872,577	(138,272)
	25,000	312,978	761,866	61,691	150,000
	(25,000)	(312,978)	(761,866)	(61,691)	(150,000)
	-	467	1,250	6,929	1,701
	-	-	-	-	-
	26,000,000	-	-	-	-
	26,000,000	-	-	600,000	-
	390,974	-	-	-	-
	44,400	-	-	-	-
	<u>52,435,374</u>	<u>467</u>	<u>1,250</u>	<u>606,929</u>	<u>1,701</u>
	-	-	-	-	-
	<u>\$ 51,406,375</u>	<u>\$ (1,834,759)</u>	<u>\$ (701,809)</u>	<u>\$ 1,479,506</u>	<u>\$ (136,571)</u>
	1.48%	0.20%	1.66%	0.88%	0.84%

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN COLLECTION YEARS

Collection Year	Real Property (a)	Tangible Personal Property (b)		
	Assessed Value	Tangible Assessed Value	Public Utility (b) Assessed Value	Total
2009	\$ 598,068,280	\$ 1,058,233	\$ 10,757,860	\$ 11,816,093
2008	593,213,210	12,350,634	10,717,170	23,067,804
2007	582,798,810	24,701,268	13,835,580	38,536,848
2006	573,111,310	36,807,590	13,839,970	50,647,560
2005	503,307,470	47,559,910	14,660,530	62,220,440
2004	496,304,180	47,831,740	14,634,550	62,466,290
2003	488,821,390	54,682,960	14,689,080	69,372,040
2002	484,345,170	59,276,160	14,362,910	73,639,070
2001	478,045,190	57,695,600	18,950,130	76,645,730
2000	467,786,420	52,340,250	21,346,130	73,686,380

**Source:** Mahoning County Auditor's Office

(a) The assessed value of real property is fixed at 35% of true value.

(b) Tangible personal property and public utility tangible property are assessed at varying percentages of true value. As categories of tangible personal property have not been separated for this table, the maximum assessed rate of 25% of true value is assumed.



<b>Total</b>			
<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>%</b>	<b>Total Direct Tax Rate</b>
\$ 609,884,373	\$ 1,756,030,886	34.73%	57.50
616,281,014	1,787,166,102	34.48%	57.50
621,335,658	1,819,286,849	34.15%	57.50
623,758,870	1,840,051,126	33.90%	57.50
565,527,910	1,686,903,103	33.52%	57.50
558,770,470	1,667,877,103	33.50%	54.60
558,193,430	1,674,120,703	33.34%	54.60
557,984,240	1,678,399,623	33.25%	54.60
554,690,920	1,672,426,320	33.17%	54.60
541,472,800	1,631,278,149	33.19%	54.60

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**DIRECT AND OVERLAPPING PROPERTY TAX RATES  
(RATE PER \$1,000 OF ASSESSED VALUE)  
LAST TEN FISCAL YEARS**

<b>Tax Year/ Collection Year</b>	<b>Overlapping Rates</b>				<b>Direct Rates</b>			
	<b>County</b>	<b>Township</b>	<b>Park District</b>	<b>Career Center</b>	<b>Voted</b>		<b>Unvoted</b>	<b>Total</b>
					<b>General</b>	<b>Bond</b>		
2008/2009	11.90	18.10	1.75	2.10	48.20	2.90	6.40	57.50
2007/2008	11.90	18.10	1.75	2.10	48.20	2.90	6.40	57.50
2006/2007	11.90	18.10	1.75	2.10	48.20	2.90	6.40	57.50
2005/2006	11.50	18.10	1.75	2.10	48.20	2.90	6.40	57.50
2004/2005	11.65	18.10	1.75	2.10	48.20	2.90	6.40	57.50
2003/2004	11.70	18.10	1.75	2.10	48.20	-	6.40	54.60
2002/2003	11.70	18.10	1.75	2.10	48.20	-	6.40	54.60
2001/2002	11.70	18.10	1.75	2.10	48.20	-	6.40	54.60
2000/2001	10.85	17.10	1.90	2.10	48.20	-	6.40	54.60
1999/2000	10.85	17.10	1.90	2.10	48.20	-	6.40	54.60

**Source:** Mahoning County Auditor's Office

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

PRINCIPAL REAL ESTATE PROPERTY TAX PAYERS  
DECEMBER 31, 2008 AND DECEMBER 31, 2001

<b>December 31, 2008</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Taxable Assessed Value</b>
P&S Equities	\$ 3,966,450	1	0.66%
Austintown Plaza Ltd.	3,335,040	2	0.56%
West View Village Co.	2,819,220	3	0.47%
Wal-Mart Real Estate	2,761,990	4	0.46%
Hillbrook Apartments	2,504,530	5	0.42%
PNC ARCS LLC	2,372,480	6	0.40%
35th Strouss Associates	2,351,960	7	0.39%
Austintown Realty Co.	2,094,720	8	0.35%
Austintown Properties Ltd.	1,813,770	9	0.30%
Austintown Associates	1,715,740	10	0.29%
Total	\$ 25,735,900		4.30%

<b>December 31, 2001</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Taxable Assessed Value</b>
P&S Equities	\$ 6,169,770	1	1.27%
West View Village Co.	2,862,170	2	0.59%
35th Strouss Associates	2,642,720	3	0.55%
Hillbrook Apartments	2,553,250	4	0.53%
Westminister Associates	2,310,010	5	0.48%
Austintown Realty Co.	2,199,520	6	0.45%
Retail Trust Co.	1,876,000	7	0.39%
Franklin LLC	1,685,600	8	0.35%
Prasad Karipineni	1,610,770	9	0.33%
Speedwaay Superamerica LLC	1,368,640	10	0.28%
Total	\$ 25,278,450		5.22%

**Source:** Mahoning County Auditor's Office

**Note:** Information prior to 2001 is unavailable.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN CALENDAR YEARS**

<b>Tax Year/ Collection Year</b>	<b>Current Levy</b>	<b>Delinquent Levy</b>	<b>Total Levy</b>	<b>Current Collection</b>	<b>Percent of Current Levy Collected</b>
2008	\$ 20,570,272	\$ 2,474,778	\$ 23,045,050	\$ 19,564,836	95.11%
2007	21,285,244	2,472,362	23,757,606	20,302,467	95.38%
2006	21,398,775	2,206,308	23,605,083	20,896,817	97.65%
2005	21,278,874	2,394,420	23,673,294	20,522,828	96.45%
2004	20,221,343	N/A	N/A	N/A	N/A
2003	19,069,227	2,771,773	21,841,000	16,549,680	86.79%
2002	19,184,967	3,974,447	23,159,414	16,820,249	87.67%
2001	19,333,864	4,385,780	23,719,644	18,374,462	95.04%
2000	19,059,197	3,994,049	23,053,246	18,265,756	95.84%
1999	17,907,052	3,828,641	21,735,693	17,513,702	97.80%

**Source:** Mahoning County Auditor's Office

**Note:** 2004 delinquent levy information is unavailable

<b>Delinquent Collection</b>	<b>Total Collection</b>	<b>Total Collection As a Percent of Total Levy</b>
\$ 837,096	\$ 20,401,932	88.53%
969,511	21,271,978	89.54%
669,922	21,566,739	91.36%
597,190	21,120,018	89.21%
N/A	N/A	N/A
1,168,977	17,718,657	81.13%
849,905	17,670,154	76.30%
1,493,695	19,868,157	83.76%
628,965	18,894,721	81.96%
547,787	18,061,489	83.10%

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Governmental Activities</b>					<b>(a)</b>	<b>(b)</b>	<b>(b)</b>	<b>(b)</b>
	<b>General Obligation Bonds</b>	<b>Asbestos Abatement Loan</b>	<b>H.B. 264 Loan</b>	<b>Bond Anticipation Notes</b>	<b>Energy Conservation Notes</b>	<b>Total Primary Government</b>	<b>Percentage of Personal Income</b>	<b>Per Capita</b>	<b>Per ADM</b>
2009	\$24,062,305	\$ 62,810	\$ 325,155	\$ -	\$ -	\$24,450,270	3.14%	\$ 689	\$ 4,935
2008	24,415,507	87,934	346,225	-	-	24,849,666	3.60%	688	5,019
2007	24,777,884	113,057	364,663	-	-	25,255,604	3.66%	699	5,260
2006	25,122,060	138,180	-	-	-	25,260,240	3.63%	693	5,231
2005	25,430,483	163,303	-	-	-	25,593,786	3.65%	696	5,287
2004	26,000,000	188,426	-	26,000,000	-	52,188,426	7.39%	1,410	10,756
2003	-	213,549	-	-	220,000	433,549	0.06%	12	84
2002	-	238,672	-	-	260,000	498,672	0.07%	13	99
2001	-	263,795	-	-	822,825	1,086,620	0.15%	29	215
2000	-	445,650	-	-	288,918	734,568	0.10%	19	146

**Sources:**

(a) See notes to the financial statements regarding the District's outstanding debt information.

(b) See schedule " Demographic and Economic Statistic, Last Ten Fiscal Years" for personal income, population and enrollment information.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST SIX FISCAL YEARS**

<b>Fiscal Year</b>	<b>General Bonded Debt Outstanding</b>		<b>Percentage of Actual Taxable Value of Property</b>	<b>Per Capita</b>
	<b>General Obligation Bonds</b>	<b>Total</b>		
2009	\$ 24,062,305	\$ 24,062,305	1.37%	\$ 678
2008	24,415,507	24,415,507	1.37%	676
2007	24,777,884	24,777,884	1.36%	686
2006	25,122,060	25,122,060	1.37%	689
2005	25,430,483	25,430,483	1.51%	692
2004	26,000,000	26,000,000	1.56%	703

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

**Note:** The District did not have general obligation bonds prior to 2004.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2009**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Direct:</b>			
Austintown Local School District	\$ 24,062,305	100.00%	\$ 24,062,305
	<u>24,062,305</u>		<u>24,062,305</u>
<b>Overlapping:</b>			
Mahoning County	38,056,329	14.90%	5,670,393
Total overlapping	<u>38,056,329</u>		<u>5,670,393</u>
Total direct and overlapping debt	<u>\$ 62,118,634</u>		<u>\$ 29,732,698</u>

**Source:** Ohio Municipal Advisory Council



**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Voted Debt Limit</b>	<b>Total Debt Applicable to Limit</b>	<b>Debt Service Available Balance</b>	<b>Net Debt Applicable to Limit</b>	<b>Voted Legal Debt Margin</b>	<b>Total Net Debt Applicable to Limit as a Percentage of Debt Limit</b>
2009	\$ 54,792,918	\$ 23,610,000	\$ 944,762	\$ 22,665,238	\$ 32,127,680	41.37%
2008	54,351,455	24,075,000	951,567	23,123,433	31,228,022	42.54%
2007	53,366,610	24,525,000	790,568	23,734,432	29,632,178	44.47%
2006	56,138,298	25,122,060	632,232	24,489,828	31,648,470	43.62%
2005	50,897,512	25,430,483	442,702	24,987,781	25,909,731	49.09%
2004	50,289,342	26,000,000	26,835,632	(835,632)	51,124,974	-1.66%
2003	50,237,409	-	220,000	(220,000)	50,457,409	-0.44%
2002	50,218,582	-	13,248	(13,248)	50,231,830	-0.03%
2001	49,922,183	-	629,633	(629,633)	50,551,816	-1.26%
2000	48,732,552	-	65,936	(65,936)	48,798,488	-0.14%

**Source:** Mahoning County Auditor and District financial records

**Note:** Ohio bond law sets a limit of 9% for voted debt and 1/10 of 1% for unvoted debt.

**Note:** Voted debt margins are determined without reference to applicable monies in the District's debt service fund.

**Note:** Beginning in fiscal year 2007, the amount of assessed valuation for railroad and telephone personal property has been excluded from the debt margin calculation.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

<u>Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income (2)</u>	<u>Personal Income (5)</u>	<u>Median Family Income (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rates (4)</u>		
						<u>Mahoning County</u>	<u>Ohio</u>	<u>United States</u>
2009	35,479	\$ 21,948	\$ 778,693,092	\$ 29,959	4,954	13.8%	11.2%	9.7%
2008	36,137	19,087	689,746,919	30,273	4,951	7.1%	6.6%	5.5%
2007	36,137	19,087	689,746,919	29,420	4,801	6.1%	6.1%	4.5%
2006	36,451	19,087	695,740,237	29,775	4,829	8.9%	5.9%	5.1%
2005	36,766	19,087	701,752,642	28,993	4,841	7.7%	5.9%	5.1%
2004	37,004	19,087	706,295,348	29,375	4,852	7.1%	6.2%	5.5%
2003	37,250	19,087	710,990,750	29,087	5,162	7.9%	6.2%	6.0%
2002	37,631	19,087	718,262,897	30,270	5,021	7.0%	5.7%	5.8%
2001	37,929	19,087	723,950,823	28,494	5,054	5.5%	4.4%	4.7%
2000	38,001	19,087	725,325,087	28,490	5,016	5.0%	4.0%	4.0%

**Sources:**

- (1 & 2) U. S. Census Bureau
- (3) District records
- (4) Bureau of Labor Statistics, U.S. Department of Labor
- (5) Per capita personal income multiplied by population

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**PRINCIPAL EMPLOYERS IN MAHONING COUNTY  
DECEMBER 31, 2008 AND DECEMBER 31, 2003**

<b>December 31, 2008</b>			
<b>Employer</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total County Employment</b>
HM Health Services	4,218	1	3.91%
Youngstown State University	2,155	2	2.00%
Forum Health	1,700	3	1.57%
Mahoning County	1,957	4	1.81%
Youngstown City Schools	1,664	5	1.54%
Infocision Management	1,038	6	0.96%
City of Youngstown	828	7	0.77%
U.S. Postal Service	750	8	0.69%
Boardman Local Schools	652	9	0.60%
Austintown Local Schools	581	10	0.54%
<b>Total</b>	<b>15,543</b>		<b>14.39%</b>
<b>Total County Employment</b>	<b>107,993</b>		
<b>December 31, 2003</b>			
<b>Employer</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total County Employment</b>
HM Health Services	5,565	1	5.07%
Forum Health	5,500	2	5.01%
Diocese of Youngstown	1,501	3	1.37%
Mahoning County	1,501	4	1.37%
U.S. Postal Service	1,501	5	1.37%
Youngstown City Schools	1,501	6	1.37%
Youngstown State University	1,501	7	1.37%
Home Savings & Loan	667	8	0.61%
City of Youngstown	501	9	0.46%
Boardman Local Schools	500	10	0.46%
<b>Total</b>	<b>20,238</b>		<b>18.46%</b>
<b>Total County Employment</b>	<b>109,800</b>		

**Source:** Mahoning County Auditor's Office

**Note:** Information on principal employers prior to 2003 is unavailable.

**Note:** Information on principal employers at the City level could not be obtained; therefore, information at the County level will be disclosed.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**STAFFING STATISTICS  
FULL TIME EQUIVALENTS (FTE) BY FUNCTION/PROGRAM  
LAST THREE FISCAL YEARS**

<u>Type</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Administration:	23.33	24.50	20.47
Certificated staff:			
Regular	246.42	229.87	228.00
Special	24.05	45.06	35.85
Vocational	2.00	3.00	3.00
Educational service personnel	23.93	22.00	22.00
Remedial specialist	-	1.00	9.00
Counseling	12.00	12.00	12.00
Library media	2.00	2.00	2.00
Audio visual	0.47	0.47	0.47
Curriculum specialist	2.00	2.00	-
Tutor	4.00	9.00	-
Professional staff:			
Nursing	4.00	4.00	4.00
Speech therapist	5.00	3.00	5.00
Technology:			
Library technician	-	1.00	1.00
Library aide	5.46	5.96	5.97
Instructional paraprofessional	-	11.12	12.49
Other technical	2.41	0.41	-
Office/clerical:			
Office clerical	28.04	36.16	36.27
Instructional paraprofessional	-	-	1.23
Other clerical	4.17	1.00	1.76
Other operations:			
Maintenance	11.00	10.00	9.00
Custodial/grounds	37.06	38.23	41.11
Transportation/drivers	43.75	39.00	39.00
Food service	27.88	28.19	25.43
Other	23.13	10.10	6.10
Total	<u>532.10</u>	<u>539.07</u>	<u>521.15</u>

**Source:** District records

**Note:** Information prior to 2007 is unavailable.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**OPERATING INDICATORS BY FUNCTION  
LAST FIVE FISCAL YEARS**

<b>Function</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
<b>Instruction:</b>					
Regular and special					
Enrollment (students)	4,954	4,951	4,801	4,829	4,841
Graduates	362	351	400	372	370
Graduation rate	98.90%	98.00%	97.10%	97.10%	98.40%
<b>Support services:</b>					
Board of education					
Regular meetings per year	13	13	12	12	12
Special meetings per year	14	18	10	17	13
Fiscal					
Nonpayroll checks issued	3,963	4,490	5,300	4,508	5,304
Operations and maintenance					
Square footage maintained	843,247	843,247	665,047	665,047	665,047
Pupil transportation					
Avg. students transported daily	4,132	4,354	4,620	4,778	5,306

**Source:** District records

**Note:** Information prior to 2005 is unavailable.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**CAPITAL ASSET STATISTICS  
LAST SEVEN FISCAL YEARS**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>Governmental activities:</b>					
Land	\$ 672,477	\$ 672,477	\$ 672,477	\$ 502,026	\$ 502,026
Construction in progress	-	-	26,648,963	15,268,495	2,732,638
Land improvements	3,200,073	3,395,671	1,100,565	103,598	89,327
Buildings/improvements	29,739,145	28,906,503	3,479,073	4,075,607	4,378,638
Furniture/equipment	1,503,318	1,670,808	769,156	204,511	151,014
Vehicles	411,990	414,195	557,930	726,184	667,523
Textbooks	552,862	739,524	414,550	-	-
Total governmental activities capital assets, net	<u>\$ 36,079,865</u>	<u>\$ 35,799,178</u>	<u>\$ 33,642,714</u>	<u>\$ 20,880,421</u>	<u>\$ 8,521,166</u>
<b>Business-type activities:</b>					
Furniture/equipment	\$ 29,338	\$ 35,288	\$ 41,238	\$ 45,878	\$ 21,436
Total business-type activities capital assets, net	<u>\$ 29,338</u>	<u>\$ 35,288</u>	<u>\$ 41,238</u>	<u>\$ 45,878</u>	<u>\$ 21,436</u>
<b>Primary government:</b>					
Land	\$ 672,477	\$ 672,477	\$ 672,477	\$ 502,026	\$ 502,026
Construction in progress	-	-	26,648,963	15,268,495	2,732,638
Land improvements	3,200,073	3,395,671	1,100,565	103,598	89,327
Buildings/improvements	29,739,145	28,906,503	3,479,073	4,075,607	4,378,638
Furniture/equipment	1,532,656	1,706,096	810,394	250,389	172,450
Vehicles	411,990	414,195	557,930	726,184	667,523
Textbooks	552,862	739,524	414,550	-	-
Total primary government capital assets, net	<u>\$ 36,109,203</u>	<u>\$ 35,834,466</u>	<u>\$ 33,683,952</u>	<u>\$ 20,926,299</u>	<u>\$ 8,542,602</u>

**Source:** District financial records.

**Notes:** Amounts above are presented net of accumulated depreciation.  
The District implemented GASB 34 in fiscal year 2003; therefore, capital assets are not presented prior to 2003.

<u>2004</u>	<u>2003</u>
\$ 502,026	\$ 502,026
434,000	-
103,714	104,859
4,683,650	5,020,949
116,824	107,182
835,018	769,832
-	-

\$ 6,675,232	\$ 6,504,848
--------------	--------------

\$ 14,163	\$ 16,342
-----------	-----------

\$ 14,163	\$ 16,342
-----------	-----------

\$ 502,026	\$ 502,026
434,000	-
103,714	104,859
4,683,650	5,020,949
130,987	123,524
835,018	769,832
-	-

\$ 6,689,395	\$ 6,521,190
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**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**SCHOOL BUILDING INFORMATION  
LAST FIVE FISCAL YEARS**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Fitch High School (1968/'78/2000/2007)					
Square feet	262,048	262,048	262,048	262,048	262,048
Enrollment	1,615	1,584	1,629	1,677	1,684
Austintown Middle School (1914/'22/'26/'46/'54/2002) (Mahoning Avenue Building)					
Square feet	102,600	102,600	102,600	102,600	102,600
Enrollment	-	-	866	842	850
Austintown Middle School (2008) (Racoon Road Building)					
Square feet	174,688	174,688	-	-	-
Enrollment	1,135	1,175	-	-	-
Frank Ohl Intermediate School (1960/'61/'92/2007)					
Square feet	89,485	89,485	89,485	89,485	89,485
Enrollment	725	768	666	687	726
Davis Elementary (1954/'57/2002)					
Square feet	32,958	32,958	32,958	32,958	32,958
Enrollment	-	229	295	262	253
Lloyd Elementary (1954/'57/'92)					
Square feet	33,013	33,013	33,013	33,013	33,013
Enrollment	373	392	407	422	423
Lynn Kirk Elementary (1958/'60)					
Square feet	35,136	35,136	35,136	35,136	35,136
Enrollment	268	319	371	341	342
Watson Elementary (1961)					
Square feet	61,435	61,435	61,435	61,435	61,435
Enrollment	458	419	440	453	442
Woodside Elementary (1948/'57)					
Square feet	33,372	33,372	33,372	33,372	33,372
Enrollment	350	322	312	360	332
District Board Office (2008)					
Square feet	3,512	3,512	-	-	-
Community Fitness Center (1999/2001)					
Square feet	15,000	15,000	15,000	15,000	15,000

**Source:** District records

**Notes:** Year of original construction and subsequent additions are in parentheses.

The original Austintown Middle School was replaced with the new Austintown Middle School for the 07-08 school year.

Davis Elementary was permanently closed on August 1, 2008.

Information prior to 2005 is unavailable.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

OPERATING STATISTICS  
LAST TEN FISCAL YEARS

Fiscal Year	General Government		Governmental Activities (2)		Enrollment	Percent Change	Teaching Staff
	Expenditures (1)	Cost per pupil	Expenses (1)	Cost per pupil			
2009	\$ 45,869,186	\$ 9,259	\$ 45,673,294	\$ 9,219	4,954	0.06%	326
2008	48,426,577	9,781	46,217,961	9,335	4,951	3.12%	326
2007	54,556,721	11,364	44,837,787	9,339	4,801	-0.58%	326
2006	55,847,439	11,565	43,822,712	9,075	4,829	-0.25%	329
2005	45,392,594	9,377	43,327,208	8,950	4,841	-0.23%	333
2004	43,070,607	8,877	42,597,700	8,779	4,852	-6.01%	331
2003	40,340,840	7,815	41,059,206	7,954	5,162	2.81%	333
2002	37,071,763	7,383	N/A	N/A	5,021	-0.65%	328
2001	34,986,005	6,922	N/A	N/A	5,054	0.76%	327
2000	33,602,151	6,699	N/A	N/A	5,016	0.00%	322

**Source:** District records

(1) Debt service totals have been excluded.

(2) The District implemented GASB 34 in fiscal year 2003.

**Note:** N/A indicates the information is unavailable.

<b>Pupil/Teacher Ratio</b>	<b>Student Attendance Percentage</b>
15.20	94.80%
15.19	94.80%
14.73	94.70%
14.68	94.30%
14.54	94.80%
14.66	94.50%
15.50	94.00%
15.31	94.20%
15.46	93.60%
15.58	93.70%

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**TEACHER EDUCATION AND EXPERIENCE  
AS OF JUNE 30, 2009 AND JUNE 30, 2002**

<u>Degree</u>	<u>June 30, 2009</u>		<u>June 30, 2002</u>	
	<u>Number of Teachers</u>	<u>Percentage of Total</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Non-Degree	0	0.00%	1	0.30%
Bachelor's Degree	48	14.72%	58	17.68%
Bachelor's Degree + 15	49	15.03%	58	17.68%
Master's Degree	77	23.62%	68	20.73%
Master's Degree + 15	30	9.20%	20	6.10%
Master's Degree + 30	120	36.81%	121	36.90%
Ph.D.	2	0.61%	2	0.61%
	<u>326</u>	<u>100.00%</u>	<u>328</u>	<u>100.00%</u>

<u>Years of Experience</u>	<u>June 30, 2009</u>		<u>June 30, 2002</u>	
	<u>Number of Teachers</u>	<u>Percentage of Total</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5 Years	74	22.70%	96	29.27%
6 - 10 Years	68	20.86%	52	15.85%
11 - 15 Years	71	21.78%	38	11.58%
16 - 20 Years	18	5.52%	34	10.37%
21 - 25 Years	32	9.82%	41	12.50%
26 - 42 Years	63	19.33%	67	20.43%
	<u>326</u>	<u>100.00%</u>	<u>328</u>	<u>100.00%</u>

**Source:** District personnel records

**Note:** Information prior to 2002 is not available.

**AUSTINTOWN LOCAL SCHOOL DISTRICT  
MAHONING COUNTY, OHIO**

**TEACHER SALARIES  
LAST TEN FISCAL YEARS**

<b>Year</b>	<b>Teacher Salaries</b>			
	<b>BA Min.</b>	<b>Austintown MA Max.</b>	<b>Average</b>	<b>State Average</b>
2009	\$ 29,443	\$ 67,276	\$ 50,763	\$ 54,656
2008	29,443	67,276	49,798	53,410
2007	29,151	65,619	50,555	53,534
2006	28,440	64,018	49,811	50,771
2005	27,883	62,765	48,823	49,436
2004	27,883	62,765	48,612	47,658
2003	26,940	60,642	46,240	45,645
2002	26,029	58,591	44,903	43,755
2001	25,271	56,885	43,512	42,995
2000	24,535	55,228	N/A	41,713

**Sources:** District records and Ohio Department of Education

**Note:** N/A indicates the information is unavailable.





**Mary Taylor, CPA**  
Auditor of State

**AUSTINTOWN LOCAL SCHOOL DISTRICT**

**MAHONING 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  
JULY 5, 2011**