

**LAKOTA LOCAL SCHOOL DISTRICT**



**Single Audit Reports**

**June 30, 2012**





# Dave Yost • Auditor of State

Board of Education  
Lakota Local School District  
5572 Princeton Road  
Liberty Township, Ohio 45011

We have reviewed the *Independent Auditor's Report* of the Lakota Local School District, Butler County, prepared by Plattensburg & Associates, Inc., for the audit period July 1, 2011 through June 30, 2012. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost  
Auditor of State

March 4, 2013

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**LAKOTA LOCAL SCHOOL DISTRICT**  
**SCHEDULE OF FEDERAL AWARDS EXPENDITURES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Federal Grant/ 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>						
Passed Through Ohio Department of Education:						
Nutrition Cluster:						
School Breakfast Program	3L70	10.553	\$178,624	\$0	\$178,624	\$0
National School Lunch Program	3L60	10.555	1,203,221	382,000	1,203,221	382,000
Total Nutrition Cluster			<u>1,381,845</u>	<u>382,000</u>	<u>1,381,845</u>	<u>382,000</u>
Total U.S. Department of Agriculture			<u>1,381,845</u>	<u>382,000</u>	<u>1,381,845</u>	<u>382,000</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>						
Passed Through Ohio Department of Education:						
Special Education Cluster:						
Special Education-Grants to States	3M20	84.027	2,791,356	0	3,157,621	0
Special Education-Grants to States - ARRA	3DJ0	84.391	500,145	0	397,189	0
Special Education-Preschool Grants	3C50	84.173	74,746	0	89,088	0
Special Education-Preschool Grants - ARRA	3DL0	84.392	39,818	0	39,633	0
Total Special Education Cluster			<u>3,406,065</u>	<u>0</u>	<u>3,683,531</u>	<u>0</u>
Title I Cluster:						
Title I Grants to Local Educational Agencies	3M00	84.010	876,531	0	998,572	0
Total Title I Cluster			<u>876,531</u>	<u>0</u>	<u>998,572</u>	<u>0</u>
Ed Jobs		84.410	1,985,536		2,017,347	
Safe and Drug Free Schools and Communities	3D10	84.186	71,384	0	70,483	0
Education Technology State Grants	3S20	84.318	2,809	0	1,032	0
English Language Acquisition	3Y70	84.365	180,310	0	187,446	0
Improving Teacher Quality	3Y60	84.367	247,025	0	293,479	0
Education of Homeless Children and Youth - ARRA	3DG0	84.387	2,459	0	1,766	0
Total Department of Education			<u>6,772,119</u>	<u>0</u>	<u>7,253,656</u>	<u>0</u>
Total Federal Assistance			<u>\$8,153,964</u>	<u>\$382,000</u>	<u>\$8,635,501</u>	<u>\$382,000</u>

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A -- SIGNIFICANT ACCOUNTING POLICIES

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

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND  
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

To the Board of Education  
Lakota Local School District

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lakota Local School District (the District), as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 28, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of the District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

## Compliance and Other Matters

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

We noted certain matters that we reported to management of the District in a separate letter dated December 28, 2012.

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

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.  
December 28, 2012



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE  
WITH OMB CIRCULAR A-133**

To the Board of Education  
Lakota Local School District

Compliance

We have audited the Lakota Local School District's (the District) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2012. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

## Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the 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 the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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.

## Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2012, and have issued our report thereon dated December 28, 2012, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. The schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by 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 financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.  
December 28, 2012

**LAKOTA LOCAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2012**

**Section I – Summary of Auditor’s Results**

<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unqualified	
<i>(d)(1)(ii)</i>	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No	
<i>(d)(1)(ii)</i>	<i>Were there any other significant control deficiencies reported at the financial statement level (GAGAS)?</i>	No	
<i>(d)(1)(iii)</i>	<i>Was there any material reported non-compliance at the financial statement level (GAGAS)?</i>	No	
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No	
<i>(d)(1)(iv)</i>	<i>Were the any other significant control deficiencies reported for major federal programs?</i>	No	
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified	
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under Section .510?</i>	No	
<i>(d)(1)(vii)</i>	<i>Major Programs (list):</i>	Nutrition Cluster:	
		School Breakfast Program	CFDA# 10.553
		National School Lunch Program	CFDA# 10.555
		Title I Cluster	CFDA# 84.010
		Education Jobs	CFDA# 84.410
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$300,000 Type B: all others	
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	No	

**Section II – Findings Related to the Financial Statements Required to be Reported in Accordance with GAGAS**

None

**Section III – Federal Award Findings and Questioned Costs**

None

**LAKOTA LOCAL SCHOOL DISTRICT**  
**JUNE 30, 2012**

**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS**  
***OMB CIRCULAR A-133***

The Lakota Local School District had no prior audit findings or questioned costs.



# COMPREHENSIVE ANNUAL FINANCIAL REPORT

July 1, 2011—June 30, 2012

Lakota Local Schools  
5572 Princeton Road  
Liberty Twp., OH 45011-9726

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Fax: 513-644-1196  
lakota@lakotaonline.com

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**LAKOTA LOCAL SCHOOL DISTRICT**  
**BUTLER COUNTY, OHIO**

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Prepared by:  
Office of the CFO/Treasurer  
Jenni Logan

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# INTRODUCTORY SECTION





*Office of the Treasurer*

*Lakota Central Office*  
5572 Princeton Road  
Liberty Township, Ohio  
45011-9726

513 644-1180 Fax: 513  
644-1183

[www.lakotaonline.com](http://www.lakotaonline.com)

Jenni Logan  
*Treasurer*

December 28, 2012

To the Citizens and Board of Education of the Lakota Local School District:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Lakota Local School District (District) for the fiscal year ended June 30, 2012. Responsibility for both the accuracy of the presented data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report is prepared in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. We believe the enclosed data is fairly presented in all material aspects and is 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. This report has been prepared by the Chief Fiscal Officer's Office and includes an opinion from Plattenburg and Associates.

This report will be made available via the World Wide Web at [www.LakotaOnLine.com](http://www.LakotaOnLine.com). Copies of this report will be widely distributed throughout the District. A copy will be sent to all school buildings, the Chamber of Commerce, Butler County Administrative Offices, West Chester Township, Liberty Township, other governments in Butler County, the branches of the Butler County Public Library located within the District, Moody's financial rating services, realtors, and any other interested parties.

As part of this reporting model, management is responsible for preparing a Management's Discussion and Analysis (MD&A) of the District. This letter should be read in conjunction with the Management Discussion and Analysis that can be found immediately following the Independent Auditor's Report.

This report includes all funds for which the District is financially accountable based on the criteria of financial accountability set forth in GASB Statement 14. The District is, however, affiliated with the Butler County Educational Service Center, the Butler Health Plan, and Butler Technology and Career Development School, which is jointly, governed organizations. These organizations do not meet the criteria of GASB Statement 14 and, therefore, are not included in the district's financial statements. The District included no component unit reports in the financial statements.

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



## **ECONOMIC CONDITION AND OUTLOOK**

Located in Butler County and situated between Cincinnati to the south and Dayton to the north, the Lakota Local School District serves a population of approximately 94,310 people. Within the District boundaries is the majority of West Chester Township and Liberty Township.

### **West Chester Township**

West Chester Township ("West Chester") makes up approximately 68% of the School District's territory and the School District covers 96% of West Chester. West Chester is home to over 60,000 residents and according to the 2010 Census is the State's largest township. West Chester has transitioned over the past two decades from a primarily high-end residential area to add a vibrant and large scale business base. Given its strategic location between Cincinnati and Dayton, and as those cities have continued to converge, West Chester has established itself as the central economic hub of the regional commerce corridor linking the two. The West Chester region ranks 15<sup>th</sup> among "regional" populations, while serving as home of three of the State's ten largest regional industrial parks, a regional medical campus with a full-service hospital, and six colleges and universities.

West Chester's business sector began its rapid growth with the completion of the Union Centre Boulevard/I75 Interchange in December 1997. In the ten-year period following the opening of the interchange, developers and businesses invested over \$1.5 billion in real and personal property, including approximately 17 million square feet of new construction and creating over 17,000 new jobs. Growth is supported by its immediate access to six interstate interchanges – three within West Chester at I75, two at the regional beltway I-275 and the newly constructed Liberty Way Interchange at i-75 and the Butler Regional Highway.

The following companies followed the opening of the Union Centre Boulevard Interchange by opening offices and technology centers in West Chester as follows: AK Steel Corporate Headquarters; Procter & Gamble Manufacturing Supply Technology; Procter & Gamble Beckett Ridge Technical Center; United Healthcare; General Electric; Contech Construction; Cintas Corporation; Rite Track, Peak 10; E-Technologies Group; Verizon Wireless; Federated Department Stores/FACS Group; Penco; Walgreens Specialty Pharmacy; and GE Aviation. The companies combine to employ over 4,500 office and technology professionals.

The land adjacent to the Union Centre Boulevard Interchange is being developed in accordance with a master development plan as a central business district. Approximately 250 acres on each side of the interchange now targets corporate office, light industry, technology, government community services and commercial businesses known as the Union Centre Business District.. One of the key components of the Union Centre Business District is Class A office market space. Currently the Class A occupancy rate is 98% at the Centre Point Office Park ("Centre Point"), West Chester's first Class A office development. Centre Park consists of six buildings for a total of 768,000 square feet. The newest addition to the Union Centre Business District is the North Pointe at Union Centre ("North Pointe"). The first phase of North Pointe includes two 210,000 square feet, Class A office buildings for GE Aviation. Completed in 2009, these buildings serve 1,600 employees. Phase two of North Pointe is expected to bring the complex to nearly 800,000 square feet.

West Chester continues to be a popular location for technology –related companies. In 2011, the following companies in this sector opened or expanded operations in West Chester: Service Express; Logicalis, Mitel, XGS.IT, ComDoc, Outbound Technologies, Antenen Research Company, and Cameo Soutions. Excalibur Technology, GenIV, Technology Convergence Group, and Ellison Techologies all opened or expanded operations in West Chester in 2010.

Manufacturing and distribution businesses have also grown rapidly in West Chester. The top five companies employ approximately 2,300 workers and include: BAE Systems, Amylin Pharmaceuticals, Pierre Frozen Foods, Intelligrated and CTL aerospace, Inc. Further, distribution facilities in West Chester are estimated to employ approximately 3,700 workers and include Conerstone Consolidated Servcies Group, Totes Isotoner, Liz Claiborne, SanMar Coporation, General Motors, Crescent Park Distribution Center, Aero Fulfillment, KAO brands, and Office Depot. Companies filling more than 1 million square feet of space in 2011 in West Chester include: Anest Iwata, E2 Merchandising, ThreeBond International, A-T Controls, Shepard Color Company, Bunzl, and R3 Safety.

West Chester's industrial growth in 2011 filled over 1.2 million square feet. Projects included M.E. Heuck Company, Wornick Foods, Quality Associates, Swimoutlet.com, and MutAlloy Steel. Additionally in 2012, PIVOTek, an international manufacturer of fully completed modular construction units, moved from its 18,000-square-foot location in Forest Park to a new 52,000-square-foot lean manufacturing facility in West Chester. PIVOTek, now in its second year, created 40 new jobs in 2011 and plans to create at least another 100 jobs over the next several years.

### Liberty Township

Liberty Township ("Liberty") is located in the center of the Cincinnati-Dayton metroplex of 2.8 million people. Liberty is located 20 miles north of Cincinnati and 25 miles south of Dayton, straddling I-75 and the Butler County Veterans Highway (State Route 129). Liberty's strategic location between two major metropolitan areas allows ready access to big-city amenities such as major colleges and universities, professional sports, two international airports, the performing arts, and other recreation resources, including zoos, museums, theme parks, and shopping.

Liberty can best be described as a semi-rural bedroom community with only 2% of the total land area in commercial use. The most recent population estimate of Liberty in March 2005 was 32,073 residents, which was a 40.5% increase from the 2000 US Census (22,819).

### **THE DISTRICT AND ITS FACILITIES**

The District is located in Butler County, and covers an area of 68 square miles. It serves pupils from West Chester and Liberty Townships. Since the consolidation of the Liberty and Union districts into the Liberty-Union School District in 1958, the growth in the District has gone from 1,696 students to 18,330 in 2008-2009. The name of the district was changed to Lakota Local School District in 1970.

The District now houses students in two high schools, two freshman schools, four junior schools, ten elementary schools and four early childhood schools.

<b>Name of Bldg Address</b>	<b>Group or Grade Housed</b>	<b>Date of Original Building</b>	<b>Enrollment</b>
Creekside Early Childhood School 5060 Tylersville Road	Pre K-1	1970	690
Liberty Early Childhood School 6040 Princeton Road	K-1	1928	522
Shawnee Early Childhood School 9394 Sterling Drive	Pre K-1	1993	681
Wyandot Early Childhood School 7667 Summerlin Blvd.	K-1	2007	768
Adena Elementary 9316 Minuteman Way	2-6	1978	693
Cherokee Elementary 5345 Kyles Station Road	2-6	1994	794
Endeavor Elementary 4400 Smith Road	2-6	2007	760
Freedom Elementary 6035 Beckett Ridge Blvd.	2-6	1988	642
Heritage Elementary 5052 Hamilton-Mason Road	2-6	1992	554
Hopewell Elementary 8300 Cox Road	2-6	1961	766
Independence Elementary 7480 Princeton Road	2-6	1994	659
Union Elementary 8735 Cincinnati-Dayton Road	2-6	1953	749

Van Gorden Elementary 6475 LeSourdsville- West Chester Road	2-6	2003	663
Woodland Elementary 6923 Dutchland Pkwy	2-6	1990	563
Hopewell Junior 8200 Cox Road	7-8	1972	602
Lakota Plains Junior 5500 Princeton Road	7-8	2003	744
Lakota Ridge Junior 6199 Beckett Ridge Blvd.	7-8	1992	612
Liberty Junior 7055 Dutchland Pkwy.	7-8	1977	879
Lakota East Freshman 7630 Bethany Road	9	2008	643
Lakota East High 6840 Lakota Lane	10-12	1997	2,024
Lakota West Freshman 5050 Tylersville Road	9	1958	600
Lakota West High 8940 Union Centre Blvd.	10-12	1997	2,055
Central Office 5572 Princeton Road	Admin	2003	
Service Center 6947 Yankee Road	Offices	1977	
Union Elementary 7672 LeSourdsville- West Chester Road	2-6	2008	-

### **ORGANIZATION OF THE SCHOOL DISTRICT**

The Board members represent a cross section of professions in the community. The Board members on June 30, 2012 were as follows:

<b>Board Member</b>	<b>Term Expires</b>	<b>Years as Member</b>	<b>Profession</b>
Ben Dibble President	12/31/2013	4	Computer Programmer
Julie Shaffer Vice President	12/31/2015	1	Homemaker
Ray Murray	12/31/2013	4	Hospitality Manager
Lynda O'Connor	12/31/2015	5	Homemaker
Joan Powell	12/31/2013	14	Realtor

Effective August 1, 2011, the Lakota Board of Education unanimously appointed Dr. Karen Mantia Superintendent. Dr. Mantia previously served as Superintendent of Sycamore Community Schools for 6 years, and Pickerington Schools (Columbus, Ohio) for 5 years. She possesses a Bachelor of Arts in Political Science & Economics (WSU); a Master of Education (WSU); an Education Specialist Degree (UFS) and a Doctorate- Educational Leadership (UFS).

The Treasurer of the District is Jenni L. Logan. She became Treasurer on January 3, 2011. Ms. Logan holds a bachelor's degree from Shawnee State University in Business Administration and is completing her master's degree in education administration from Ohio University. Mrs. Logan has more than 14 years experience in school finance. Prior to joining Lakota, she was employed by Robert W. Baird & Co, Inc. as a Director in the public funds department. She has also served the Milford Exempted Village School District and Waverly City School District as Treasurer/CFO.

**EMPLOYEE RELATIONS**

The District currently has over 1,700 full-time and part-time employees. The licensed/certified staff are represented for collective bargaining purposes by the Lakota Education Association (LEA, an OEA affiliate). The District has a three-year collective bargaining agreement with LEA which expires June 30, 2014. The District's support staff is represented by the Lakota Support Staff Association (LSSA, an OEA affiliate). The District has a three year collective bargaining agreement which expires June 30, 2014. The District has contracted its transportation services through Petermann LLC.

**SERVICES PROVIDED**

The District offers regular instructional programs daily to students in grades PS-12. Nearly 700 students participated in the specific trades through Butler Tech vocational education. Over 1,500 students receive special services, due to physical or mental handicapping conditions. In grades K-12, approximately 4,500 students have been identified as gifted.

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

The accounting department processes purchase orders, handles invoices and issues checks for goods and/or services for the District. Those goods and services include transportation services, utilities, computers, software, instructional materials, maintenance and tuition.

The payroll department issues checks to employees entitled to remuneration for services rendered and for payroll-associated costs such as taxes, retirement and insurance.

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

Limited health services are provided by registered nurses at each of the 22 school sites.

### **RELEVANT FINANCIAL POLICIES**

The financial forecast of General Fund operations for the next five years demonstrates that the District's fiscal year 2013 ending cash balance is projected to be \$22,560,499. Negative ending cash balances are projected beginning in fiscal year 2017.

The projected declining General Fund cash balance is a reflection of the challenge of Ohio school district funding. The District has been flat-funded (no increase in state funding) since 2006. The State of Ohio implemented a new Evidence Based Funding Model (EBM) in FY 2010 called PASS (Pathway to Student Success). Under the new model, educational services shown by research or demonstration projects to be effective in student learning are identified and the costs associated with these evidence-based practices were defined to obtain an adequate funding amount. The State share of the costs is then determined by subtracting the charge off. The charge off is based on the District's class 1 effective property tax millage on residential and agricultural property. To avoid extreme drops in funding during the transition to the new model, for Fiscal Year 2011, the District was guaranteed at least 98% of their FY2010 amount resulting in a 2% decrease to foundation revenue received.

The funding of K-12 public schools in Ohio is a joint effort between the state and local school districts. Since the 1970s through FY 2009, with the exception of a few years, Ohio's funding formula was foundation based by means of which a per pupil amount determined by the General Assembly as the per-pupil resource for provision of a basic adequate education was multiplied by the number of pupils to determine the base funding of the school districts. From this product, the local share of the basic adequate amount or the charge off was subtracted to arrive at the state share of the base funding. Additional funding was also provided for services targeted to categories of pupils such as handicapped, vocational, gifted, and economically disadvantaged as well as some adjustments and funding guarantees. The 2010-11 biennial budget (Am. Sub. H.B. 1 of the 128<sup>th</sup> General Assembly), established a new funding formula called the Evidence-Based Model (EBM). Am. Sub. H.B. 153 of the 129<sup>th</sup> General Assembly repealed the EBM and implemented a temporary funding formula for the 2012-13 biennial budget as a new school funding formula is developed. The temporary formula is called the Bridge formula. The Bridge formula provides for a simplified approach to fund distribution based on FY 2011 total calculated amounts on per pupil basis for both FY 2012 and FY 2013. The FY 2013 funding calculation involves the use of ADM and funding

factors from FY 2011 applied to FY 2013 ADM with additional adjustments utilizing charge-off property valuation data in FY 2011. Based on this approach in FY 2013, school districts are provided with total funding amounts without any calculation for various education or support services such as special education, gifted education or transportation. Oak Hills remains concerned about the instability of the state and local economy and the political ramifications of a new funding model.

In addition, there is no permanent reimbursement plan to replace tangible tax revenues eliminated through House Bill 66 passed in June 2005, and possible further eroding of the Districts tax base through future legislation. The budget passed in 2009 modified the reimbursement plan for school districts for lost tangible taxes. These reimbursements were to begin to be phased out in 2011, but the reimbursement was extended at 100% for two years to 2013. The biennium budget for FY12-13 changed the schedule for tangible personal property reimbursement dramatically to reduce the replacement revenues over the next two fiscal years and to continue at this reduced rate in future years. In fiscal year 2011 the District received approximately \$9 million. This amount will be reduced to \$6 million in 2012 and \$3 million in 2013.

### **FINANCIAL INFORMATION**

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

### **INTERNAL ACCOUNTING AND BUDGETARY CONTROL**

In developing the District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

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

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board's appropriation measures,

including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

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

The accounting system used by the District provides financial reports, which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. In addition to the financial statements retained in the Treasurer's Office, each program manager can monitor their budgets by running interim financial reports.

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

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

### **INDEPENDENT AUDIT**

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

### **AWARDS**

#### **GFOA Certificate of Achievement for Excellence in Financial Reporting**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2011. The School District has received this award for ten years. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.



A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

ASBO Certificate of Excellence in Financial Reporting

The Association of School Business Officials International (ASBO) awards a Certificate of Excellence in Financial Reporting to school districts that publish Comprehensive Annual Financial Reports which substantially conform to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. The award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials.

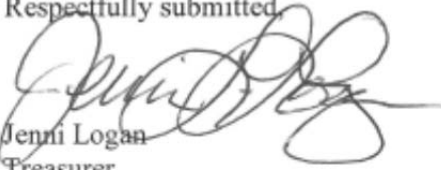
The District received the Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2011. This was the eleventh year the School District has received this award.

The District believes that the current report which will be submitted to ASBO for review will conform to ASBO's principles and standards.

**ACKNOWLEDGEMENT**

The preparation of the fiscal year 2012 Comprehensive Annual Financial Report of the Lakota Local School District was made possible by the combined efforts of the District's Treasurer's Office and Plattenburg and Associates, Incorporated. The publication of this Comprehensive Annual Financial Report for the District is a major step in reinforcing the accountability and transparency of the District to the taxpayers of the community.

Respectfully submitted,



Jenni Logan  
Treasurer

**LAKOTA LOCAL SCHOOL DISTRICT, OHIO**

**LIST OF PRINCIPAL OFFICIALS**

**June 30, 2012**

**ELECTED OFFICIALS  
BOARD OF EDUCATION**

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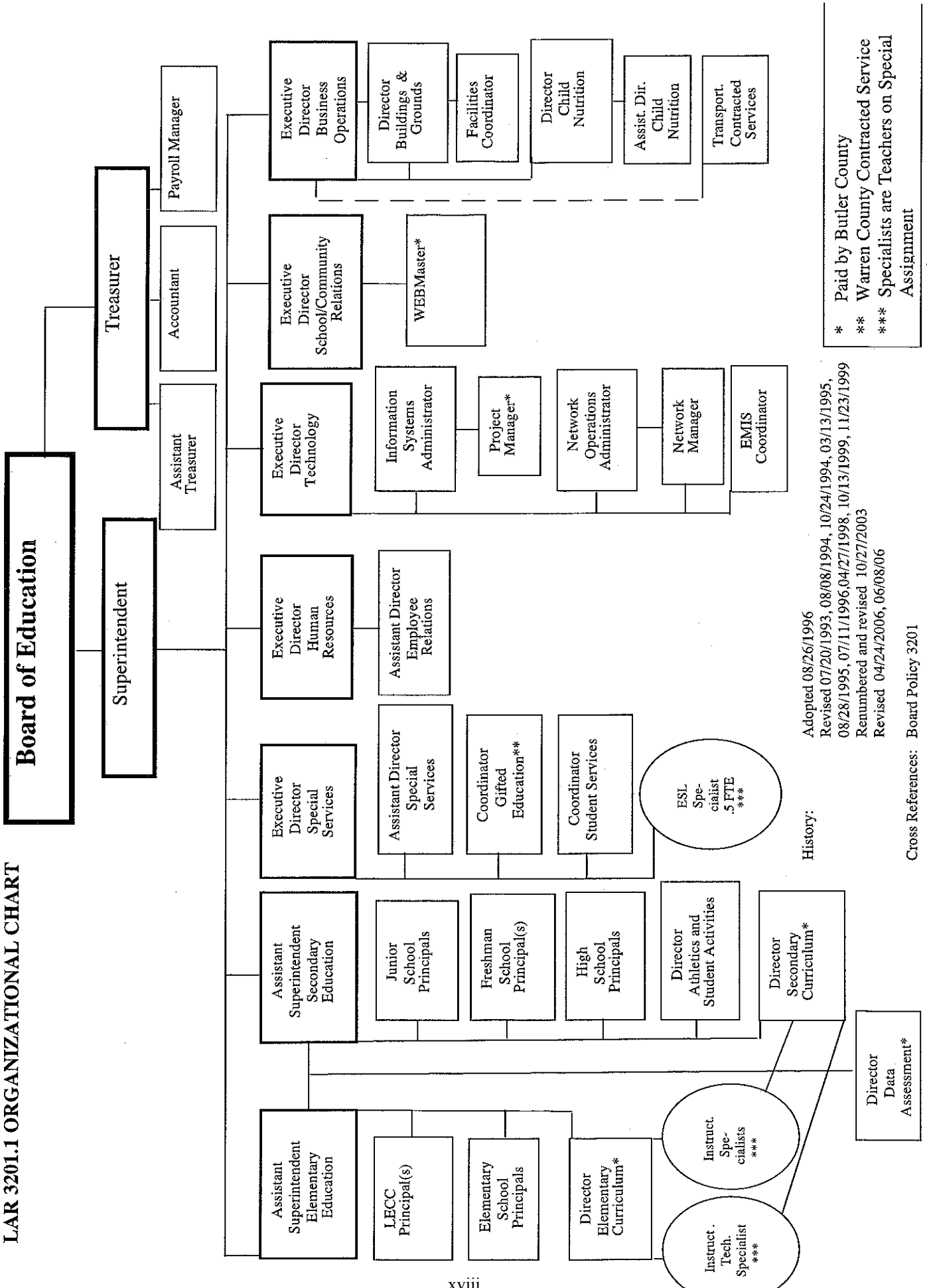
President, Board of Education	Mr. Ben Dibble
Vice- President, Board of Education	Mrs. Julie Shaffer
Board Member	Mrs. Lynda O'Connor
Board Member	Mrs. Joan Powell
Board Member	Mr. Ray Murray

**ADMINISTRATIVE OFFICIALS**

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Superintendent	Dr. Karen Mantia
Treasurer	Ms. Jenni Logan

LAR 3201.1 ORGANIZATIONAL CHART



History: Adopted 08/26/1996  
 Revised 07/20/1993, 08/08/1994, 10/24/1994, 03/13/1995,  
 08/28/1995, 07/11/1996, 04/27/1998, 10/13/1999, 11/23/1999  
 Renumbered and revised 10/27/2003  
 Revised 04/24/2006, 06/08/06

\* Paid by Butler County  
 \*\* Warren County Contracted Service  
 \*\*\* Specialists are Teachers on Special Assignment

Cross References: Board Policy 3201

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lakota Local School District  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2011

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.



*Christopher P. Moynell*

President

*Jeffrey R. Egan*

Executive Director

# Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award  
is presented to*

## Lakota Local School District, Ohio

*For Its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2011*

The CAFR has been reviewed and met or exceeded  
ASBO International's Certificate of Excellence standards



A handwritten signature in black ink, reading 'Brian L. Mee'.

Brian L. Mee, SFO, RSBA  
President

A handwritten signature in black ink, reading 'John D. Musso'.

John D. Musso, CAE, RSBA  
Executive Director

# FINANCIAL SECTION



**INDEPENDENT AUDITOR'S REPORT**

To the Board of Education  
Lakota Local School District

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lakota Local School District (the District) as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements. 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 *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2012, and the respective changes in financial position 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 28, 2012, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.  
December 28, 2012



**Lakota Local School District, Ohio**  
**Management Discussion and Analysis**  
**For The Fiscal Year Ended June 30, 2012**  
**(Unaudited)**

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The discussion and analysis of Lakota Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

**Financial Highlights**

Key financial highlights for 2012 are as follows:

- Net assets of governmental activities increased \$2,446,787 which represents a 5% increase from 2011.
- General revenues accounted for \$157,563,851 in revenue or 88% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$21,947,839 or 12% of total revenues of \$179,511,690.
- The District had \$177,064,903 in expenses related to governmental activities; only \$21,947,839 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$157,563,851 were also used to provide for these programs.

**Overview of the Financial Statements**

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

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

**Lakota Local School District, Ohio**  
**Management Discussion and Analysis**  
**For The Fiscal Year Ended June 30, 2012**  
**(Unaudited)**

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**Government-wide Financial Statements**

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 2012?” The Government-wide Financial Statements answers this question. These statements include *all assets* and *liabilities* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid.

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

In the Government-wide Financial Statements, 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 of non-instructional services, extracurricular activities and interest and fiscal charges.

**Fund Financial Statements**

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

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

**Fiduciary Funds** Fiduciary Funds are used to account for resources held for the benefits of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District’s own programs.

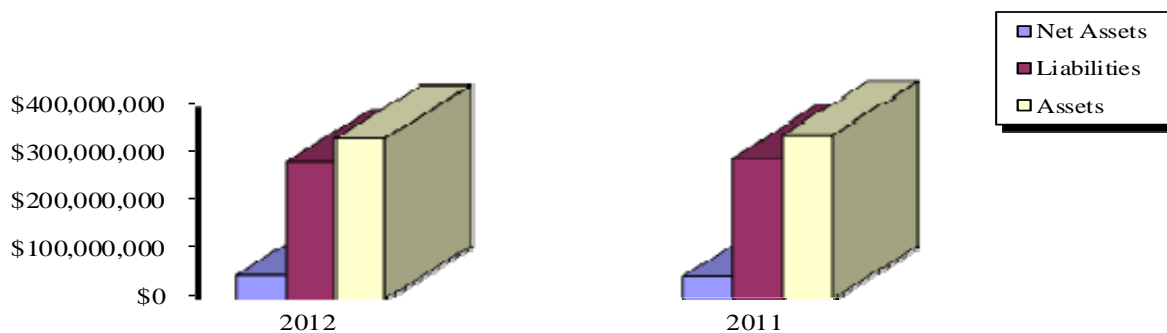
**Lakota Local School District, Ohio**  
**Management Discussion and Analysis**  
**For The Fiscal Year Ended June 30, 2012**  
(Unaudited)

**The District as a Whole**

As stated previously, the Statement of Net Assets looks at the District as a whole. Table 1 provides a summary of the District’s net assets for 2012 compared to 2011:

Table 1  
Net Assets

	Governmental Activities	
	2012	2011
Assets:		
Current and Other Assets	\$145,950,404	\$146,083,863
Capital Assets	189,317,197	194,110,798
Total Assets	335,267,601	340,194,661
Liabilities:		
Long-Term Liabilities	170,329,704	175,701,506
Other Liabilities	115,604,863	117,606,908
Total Liabilities	285,934,567	293,308,414
Net Assets:		
Invested in Capital Assets, Net of Related Debt	26,180,412	27,488,410
Restricted	12,146,326	7,551,789
Unrestricted	11,006,296	11,846,048
Total Net Assets	\$49,333,034	\$46,886,247



Over time, net assets can serve as a useful indicator of a government’s financial position. At June 30, 2012, the District’s assets exceeded liabilities by \$49,333,034.

At year-end, capital assets represented 56% of total assets. Capital assets include land, construction in progress, buildings and improvements and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2012, was \$26,180,412. 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.

**Lakota Local School District, Ohio**  
**Management Discussion and Analysis**  
**For The Fiscal Year Ended June 30, 2012**  
(Unaudited)

A portion of the District's net assets, \$12,146,326, represents resources that are subject to external restriction on how they may be used. The external restriction will not affect the availability of fund resources for future use. The remaining balance of unrestricted net assets of \$11,006,296 may be used to meet the District's ongoing obligations to the students and creditors.

Capital Assets decreased mainly due to current year depreciation expense exceeding current year additions. Long-term Liabilities decreased due to the District continuing to make principal payments on its long term obligations.

Table 2 shows the changes in net assets for fiscal years 2012 and 2011.

Table 2  
Changes in Net Assets

	Governmental Activities	
	2012	2011
Program Revenues:		
Charges for Services	\$9,393,110	\$8,555,649
Operating Grants	12,554,729	14,091,811
Total Program Revenues	21,947,839	22,647,460
General Revenue:		
Property Taxes	89,878,207	83,232,704
Grants and Entitlements	56,475,755	58,880,750
Other	11,209,889	12,666,603
Total General Revenues	157,563,851	154,780,057
 Total Revenues	 179,511,690	 177,427,517
Program Expenses:		
Instruction	94,332,642	98,167,225
Support Services:		
Pupil and Instructional Staff	20,813,834	23,078,209
General and School Administrative, Fiscal and Business	14,629,797	15,173,537
Operations and Maintenance	12,375,806	13,471,298
Pupil Transportation	14,371,035	14,483,316
Central	3,586,813	3,383,747
Operation of Non-Instructional Services	5,989,839	6,452,226
Extracurricular Activities	2,825,760	3,005,242
Interest and Fiscal Charges	8,139,377	9,242,380
 Total Expenses	 177,064,903	 186,457,180
 Change in Net Assets	 2,446,787	 (9,029,663)
Beginning Net Assets	46,886,247	55,915,910
Ending Net Assets	\$49,333,034	\$46,886,247

**Lakota Local School District, Ohio**  
**Management Discussion and Analysis**  
**For The Fiscal Year Ended June 30, 2012**  
(Unaudited)

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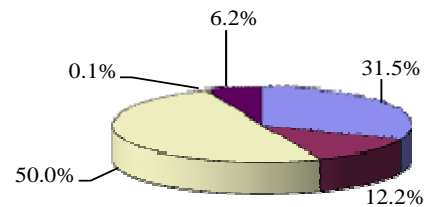
**Governmental Activities**

The District revenues are mainly from two sources. Property taxes levied for general purposes and debt service purposes, and grants and entitlements comprised 82% of the District’s revenues for governmental activities.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Thus Ohio districts do not receive additional property taxes related to increases in appraised values and must regularly return to the voters to maintain a constant level of service. Property taxes made up 50% of revenue for governmental activities for the District in fiscal year 2012.

<u>Revenue Sources</u>	<u>2012</u>	<u>Percent of Total</u>
General Grants	\$56,475,755	31.5%
Program Revenues	21,947,839	12.2%
General Tax Revenues	89,878,207	50.0%
Investment Earnings	150,995	0.1%
Other Revenues	11,058,894	6.2%
	<u>\$179,511,690</u>	<u>100.0%</u>



Instruction comprises 53.28% of governmental program expenses. Support services expenses were 37.15% of governmental program expenses. All other expenses including interest expense were 9.58% of governmental program expenses.

Property tax revenues increased mainly due to real estate refunds Butler County paid out to taxpayers once their TIFs were approved at the state level taken out of the District’s tax payments in the previous fiscal year. Instruction expenses decreased mainly due to the District’s ongoing efforts to cut costs throughout the District.

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

**Lakota Local School District, Ohio**  
**Management Discussion and Analysis**  
**For The Fiscal Year Ended June 30, 2012**  
**(Unaudited)**

Table 3  
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2012	2011	2012	2011
Instruction	\$94,332,642	\$98,167,225	(\$85,954,681)	(\$92,367,965)
Support Services:				
Pupil and Instructional Staff	20,813,834	23,078,209	(17,518,912)	(19,462,171)
School Administrative, General				
Administration, Fiscal and Business	14,629,797	15,173,537	(14,237,547)	(14,885,985)
Operations and Maintenance	12,375,806	13,471,298	(11,706,460)	(12,971,544)
Pupil Transportation	14,371,035	14,483,316	(13,975,606)	(10,708,319)
Central	3,586,813	3,383,747	(3,425,826)	(3,189,806)
Operation of Non-Instructional Services	5,989,839	6,452,226	153,562	(222,463)
Extracurricular Activities	2,825,760	3,005,242	(312,217)	(759,087)
Interest and Fiscal Charges	8,139,377	9,242,380	(8,139,377)	(9,242,380)
Total Expenses	\$177,064,903	\$186,457,180	(\$155,117,064)	(\$163,809,720)

**The District's Funds**

The District has two major governmental funds: the General Fund and the Debt Service. Assets of these funds comprised \$140,991,912 (97%) of the total \$145,726,815 governmental funds assets.

**General Fund:** Fund balance at June 30, 2012 was \$13,419,881 including \$11,432,732 of unassigned balance. Total fund balance increased \$316,049 from fiscal year 2012. The primary reason for the increase in fund balance was due to an increase in taxes revenue, which was due to real estate refunds Butler County paid out to taxpayers once their TIFs were approved at the state level taken out of the District's tax payments for the previous fiscal year.

**Debt Service Fund:** Fund balance at June 30, 2012 was \$10,174,854. Total fund balance increased \$2,365,653 from fiscal year 2011. The primary reason for the increase in fund balance was a result in an increase in the amount of taxes revenue within this fund in fiscal year 2012 as compared to fiscal year 2011.

**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.

During the course of fiscal year 2012, the District amended its general fund budget. The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the budget in an attempt to deal with unexpected changes in state revenues and subsequently reduced expenditures.

For the General Fund, original budget basis revenue was \$142,726,268 compared to final budget basis revenue of \$144,587,196. The difference of \$1,866,928 was mainly due to underestimates in taxes and intergovernmental revenue.

The District's ending unobligated cash balance for the General Fund was \$22,505,644.

**Lakota Local School District, Ohio**  
**Management Discussion and Analysis**  
**For The Fiscal Year Ended June 30, 2012**  
(Unaudited)

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**Capital Assets and Debt Administration**

*Capital Assets*

At the end of fiscal year 2012, the District had \$189,317,197 (net of accumulated depreciation) invested in land, construction in progress, land improvements, buildings and improvements and equipment. Table 4 shows fiscal year 2012 balances compared to fiscal year 2011:

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

	Governmental Activities	
	2012	2011
Land	\$15,377,284	\$15,377,284
Construction in Progress	0	8,129,835
Land Improvements	168,340,407	3,837,636
Buildings and Improvements	2,030,475	164,328,105
Equipment	3,569,031	2,437,938
 Total Net Capital Assets	 \$189,317,197	 \$194,110,798

The decrease in capital assets is due to current year depreciation expense exceeding current year additions.

See Note 5 to the Basic Financial Statements for further details on the District's capital assets.

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**Lakota Local School District, Ohio**  
**Management Discussion and Analysis**  
**For The Fiscal Year Ended June 30, 2012**  
(Unaudited)

**Debt**

At June 30, 2012, the District had \$163,136,785 in bonds outstanding, \$7,590,000 due within one year. Table 5 summarizes bonds outstanding.

Table 5  
Outstanding Debt, at Year End

	Governmental Activities	
	2012	2011
General Obligation Bonds:		
2007 School Construction Bonds	\$8,625,000	\$8,990,000
Refunding New High Schools	0	429,103
Bond and Refunding	10,240,000	11,420,000
Lakota 2005 Refunding	400,000	1,165,000
Lakota 2005 Refunding	29,450,000	29,450,000
Premium on 2005 Refunding	2,240,576	2,395,098
Lakota Series 2005	72,765,000	73,415,000
Premium on 2005 Series	636,059	665,643
Lakota Series 2006	9,220,000	9,390,000
Premium on 2006 Series	113,693	118,981
2009 Energy Conservation Improvements	2,185,000	2,320,000
Premium on Energy Conservation Improvements	62,035	66,998
2009 Turf & Athletic Field Improvements	1,410,000	1,530,000
Premium on Turf & Athletic Field Improvements	17,797	19,670
Lakota 2009 Refunding	16,680,000	16,680,000
Premium on 2009 Refunding	587,706	694,562
Deferred Amount on 2009 Refunding	(336,081)	(397,187)
Lakota 2010 BAB Bonds	4,840,000	5,405,000
Lakota 2010 QSC Bonds	4,000,000	4,000,000
Total General Obligation Bonds	<u>\$163,136,785</u>	<u>\$167,757,868</u>

See Note 6 to the Basic Financial Statements for further details on the District's long-term obligations.

**For the Future**

In July, 2009, the Ohio's Governor signed HB 1, the state biennium budget bill. Included in this bill was a complete overhaul of the school funding model for all school districts in Ohio. The new Ohio Evidence-Based Model (OEBM) replaces the long-standing foundation formula that was declared unconstitutional by the Ohio Supreme Court. If ever fully-funded, the new model has the potential to drive funding based on student needs and could result in additional revenue. However, the current economic crisis has reduced revenue at the state level prompting budget reduction measures across the State. As such, the funding for the OEBM was phased in for FY10 and FY11 by allocating the funding for each year based on 99% of the FY09 funding and 98% of the FY10 funding, respectively. Federal stimulus funds are being used in Ohio to balance the education budget and as such, funding for public education at the current level is not secure beyond FY11.



**Lakota Local School District, Ohio**  
**Management Discussion and Analysis**  
**For The Fiscal Year Ended June 30, 2012**  
**(Unaudited)**

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On June 30, 2012, Ohio's Governor signed HB 153, the state biennium budget bill. The impact of this bill was a slight increase in state funding for the District for both fiscal years 2011-12 and 2012-13. The Governor has indicated that he will prepare a new school funding model for Ohio school districts for fiscal year 2012-13. At this time, we do not know the details of the changes or the impact that these changes may have on our future state funding. This uncertainty could have an impact on our instructional and operational programs. The need for additional revenue and or expenditure reductions will need to be closely monitored.

The administration and Board of Education continue to work through a five-year strategic plan which was based on conversations with students, community members, teachers, and administrators, as well as decades of research. The plan sets out four key strategies for helping students as follows:

1. Lakota will engage each student in an educational program that challenges him/her
2. Lakota will build staff capability and empowerment
3. Lakota will strengthen its relationships with the community
4. Lakota will improve organizational efficiency & flexibility

For the 2010-2011 school year, the Superintendent has established priorities, which are aligned with the key strategies, designed to guide decision making at all levels of the organization. They are as follows:

1. Student Achievement/Adequate Yearly Progress
2. Systems Alignment
3. Community Support and Trust
4. Short and Long Term Facilities Plan

In addition, we have charged ourselves with the goals of maintaining the state's Excellent rating, meeting the Federal Adequate Yearly Progress Benchmarks and to become a World Class school system. Response to intervention, use of data to drive planning and decision making, ensuring that customer service is a focus of reach employee of Lakota, providing safe and supportive learning facilities for our students and addressing the need for additional revenue are just a few of the ways in which the goals, priorities and strategies impact the three critical areas of student achievement, student engagement and pathways to success.

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

### **Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer at Lakota Local School District, 5572 Princeton Road, Liberty Township, Ohio 45011.

Lakota Local School District, Ohio  
Statement of Net Assets  
June 30, 2012

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$40,119,769
Receivables:	
Taxes	89,911,865
Accounts	276,113
Interest	15,887
Intergovernmental	14,496,195
Deferred Bond Issuance Costs	1,031,908
Inventory	98,667
Nondepreciable Capital Assets	15,377,284
Depreciable Capital Assets, Net	<u>173,939,913</u>
 Total Assets	 <u>335,267,601</u>
Liabilities:	
Accounts Payable	304,140
Accrued Wages and Benefits	16,528,524
Accrued Interest Payable	656,448
Unearned Revenue	96,780,949
Other Liabilities	1,334,802
Long-Term Liabilities:	
Due Within One Year	8,529,981
Due In More Than One Year	<u>161,799,723</u>
 Total Liabilities	 <u>285,934,567</u>
Net Assets:	
Invested in Capital Assets, Net of Related Debt	26,180,412
Restricted for:	
Debt Service	9,851,317
Capital Projects	2,202
Other Grants	107,174
Student Activities	808,176
Food Service	585,468
Federal Grants	770,788
Other Purposes	21,201
Unrestricted	<u>11,006,296</u>
 Total Net Assets	 <u>\$49,333,034</u>

See accompanying notes to the basic financial statements.

Lakota Local School District, Ohio  
Statement of Activities  
For the Fiscal Year Ended June 30, 2012

	Program Revenues		Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
<b>Governmental Activities:</b>				
<b>Instruction:</b>				
Regular	\$74,858,447	\$2,213,724	\$1,325,128	(\$71,319,595)
Special	15,155,342	0	4,652,705	(10,502,637)
Vocational	2,409	0	6,983	4,574
Other	4,316,444	48,995	130,426	(4,137,023)
<b>Support Services:</b>				
Pupil	11,771,194	28,558	2,626,477	(9,116,159)
Instructional Staff	9,042,640	0	639,887	(8,402,753)
General Administration	44,037	0	0	(44,037)
School Administration	12,765,974	0	366,246	(12,399,728)
Fiscal	1,469,950	0	26,004	(1,443,946)
Business	349,836	0	0	(349,836)
Operations and Maintenance	12,375,806	646,643	22,703	(11,706,460)
Pupil Transportation	14,371,035	17,976	377,453	(13,975,606)
Central	3,586,813	25,227	135,760	(3,425,826)
Operation of Non-Instructional Services	5,989,839	3,902,472	2,240,929	153,562
Extracurricular Activities	2,825,760	2,509,515	4,028	(312,217)
Interest and Fiscal Charges	8,139,377	0	0	(8,139,377)
<b>Total Governmental Activities</b>	<b>\$177,064,903</b>	<b>\$9,393,110</b>	<b>\$12,554,729</b>	<b>(155,117,064)</b>
<b>General Revenues:</b>				
Property Taxes Levied for:				
				76,293,977
				13,584,230
				56,475,755
				10,724,516
				125,665
				150,995
				208,713
<b>Total General Revenues</b>				<b>157,563,851</b>
<b>Change in Net Assets</b>				<b>2,446,787</b>
<b>Net Assets Beginning of Year</b>				<b>46,886,247</b>
<b>Net Assets End of Year</b>				<b>\$49,333,034</b>

See accompanying notes to the basic financial statements.

Lakota Local School District, Ohio  
Balance Sheet  
Governmental Funds  
June 30, 2012

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$28,213,085	\$9,949,257	\$1,957,427	\$40,119,769
<b>Receivables:</b>				
Taxes	76,628,094	13,283,771	0	89,911,865
Accounts	276,113	0	0	276,113
Interest	15,887	0	0	15,887
Intergovernmental	10,313,132	1,504,254	2,678,809	14,496,195
Interfund	808,319	0	0	808,319
Inventory	0	0	98,667	98,667
<b>Total Assets</b>	<b>116,254,630</b>	<b>24,737,282</b>	<b>4,734,903</b>	<b>145,726,815</b>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts Payable	215,353	175	88,612	304,140
Accrued Wages and Benefits	15,272,108	0	1,256,416	16,528,524
Compensated Absences	186,189	0	1,009	187,198
Interfund Payable	0	0	808,319	808,319
Deferred Revenue	85,826,297	14,562,253	2,678,809	103,067,359
Other Liabilities	1,334,802	0	0	1,334,802
<b>Total Liabilities</b>	<b>102,834,749</b>	<b>14,562,428</b>	<b>4,833,165</b>	<b>122,230,342</b>
<b>Fund Balances:</b>				
Nonspendable	0	0	98,667	98,667
Restricted	0	10,174,854	1,628,189	11,803,043
Assigned	1,987,149	0	0	1,987,149
Unassigned	11,432,732	0	(1,825,118)	9,607,614
<b>Total Fund Balances</b>	<b>13,419,881</b>	<b>10,174,854</b>	<b>(98,262)</b>	<b>23,496,473</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$116,254,630</b>	<b>\$24,737,282</b>	<b>\$4,734,903</b>	<b>\$145,726,815</b>

See accompanying notes to the basic financial statements.

Lakota Local School District, Ohio  
 Reconciliation of Total Governmental Fund Balance to  
 Net Assets of Governmental Activities  
 June 30, 2012

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Total Governmental Fund Balance		\$23,496,473
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		189,317,197
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Delinquent Property Taxes	\$3,226,486	
Interest	12,340	
Intergovernmental	2,678,809	
Other	<u>368,775</u>	
		6,286,410
In the statement of net assets interest payable is accrued when incurred, whereas in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		(656,448)
Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds.		
Compensated Absences		(7,005,721)
Deferred bond issuance cost associated with long-term liabilities are not reported in the funds.		1,031,908
Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds.		<u>(163,136,785)</u>
Net Assets of Governmental Activities		<u>\$49,333,034</u>

See accompanying notes to the basic financial statements.

Lakota Local School District, Ohio  
Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Governmental Funds  
For the Fiscal Year Ended June 30, 2012

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>				
Taxes	\$77,513,152	\$13,741,458	\$0	\$91,254,610
Revenue in lieu of taxes	9,388,768	1,292,307	0	10,681,075
Tuition and Fees	911,559	0	0	911,559
Investment Earnings	136,366	108	2,181	138,655
Intergovernmental	57,037,768	1,497,006	8,511,190	67,045,964
Extracurricular Activities	761,167	0	2,176,893	2,938,060
Charges for Services	1,432,313	81,155	3,927,699	5,441,167
Other Revenues	517,214	0	78,321	595,535
<b>Total Revenues</b>	<b>147,698,307</b>	<b>16,612,034</b>	<b>14,696,284</b>	<b>179,006,625</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	67,516,037	0	1,114,698	68,630,735
Special	12,171,680	0	2,968,337	15,140,017
Vocational	2,409	0	0	2,409
Other	4,233,064	0	127,165	4,360,229
<b>Support Services:</b>				
Pupil	9,579,532	0	2,264,297	11,843,829
Instructional Staff	8,627,886	0	461,606	9,089,492
General Administration	44,037	0	0	44,037
School Administration	12,286,133	0	483,940	12,770,073
Fiscal	1,235,232	164,429	44,857	1,444,518
Business	298,498	0	0	298,498
Operations and Maintenance	11,875,980	0	344,803	12,220,783
Pupil Transportation	14,257,245	0	24,226	14,281,471
Central	3,263,522	0	201,638	3,465,160
Operation of Non-Instructional Services	6,472	0	5,893,564	5,900,036
Extracurricular Activities	123,859	0	2,350,977	2,474,836
Capital Outlay	1,271,291	0	1,135,480	2,406,771
<b>Debt Service:</b>				
Principal Retirement	0	4,379,103	0	4,379,103
Interest and Fiscal Charges	0	9,803,688	0	9,803,688
<b>Total Expenditures</b>	<b>146,792,877</b>	<b>14,347,220</b>	<b>17,415,588</b>	<b>178,555,685</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>905,430</b>	<b>2,264,814</b>	<b>(2,719,304)</b>	<b>450,940</b>
<b>Other Financing Sources (Uses):</b>				
Proceeds from Sale of Capital Assets	11,458	0	10,683	22,141
Transfers In	0	100,839	500,000	600,839
Transfers (Out)	(600,839)	0	0	(600,839)
<b>Total Other Financing Sources (Uses)</b>	<b>(589,381)</b>	<b>100,839</b>	<b>510,683</b>	<b>22,141</b>
<b>Net Change in Fund Balance</b>	<b>316,049</b>	<b>2,365,653</b>	<b>(2,208,621)</b>	<b>473,081</b>
<b>Fund Balance Beginning of Year</b>	<b>13,103,832</b>	<b>7,809,201</b>	<b>2,110,359</b>	<b>23,023,392</b>
<b>Fund Balance End of Year</b>	<b>\$13,419,881</b>	<b>\$10,174,854</b>	<b>(\$98,262)</b>	<b>\$23,496,473</b>

See accompanying notes to the basic financial statements.

Lakota Local School District, Ohio  
 Reconciliation of the Statement of Revenues, Expenditures, and Changes  
 in Fund Balance of Governmental Funds to the Statement of Activities  
 For the Fiscal Year Ended June 30, 2012

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Net Change in Fund Balance - Total Governmental Funds \$473,081

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

Governmental funds report capital asset additions 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 of the difference between capital  
 asset additions and depreciation in the current period.

Capital assets used in governmental activities	\$1,426,095	
Depreciation Expense	(6,125,820)	
		(4,699,725)

Governmental funds only report the disposal of assets to the  
 extent proceeds are received from the sale. In the statement  
 of activities, a gain or loss is reported for each disposal. The  
 amount of the proceeds must be removed and the gain or loss  
 on the disposal of capital assets must be recognized. This is the  
 amount of the difference between the proceeds and the gain or loss. (93,876)

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

Delinquent Property Taxes	(\$1,376,403)	
Interest	12,340	
Intergovernmental	1,785,474	
Other	83,654	
		505,065

Repayment of bond principal is an expenditure in the  
 governmental funds, but the repayment reduces long-term  
 liabilities in the statement of net assets. 4,379,103

In the statement of activities interest expense is accrued when incurred,  
 whereas in governmental funds an interest expenditure is reported  
 when due. 1,490,772

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

Compensated Absences	\$218,828	
Amortization of Bond Issuance Cost	(68,441)	
Amortization of Bond Premium	303,086	
Amortization of Deferred Charge on Refunding	(61,106)	
		392,367

Change in Net Assets of Governmental Activities \$2,446,787

See accompanying notes to the basic financial statements.

Lakota Local School District, Ohio  
Statement of Fiduciary Net Assets  
Fiduciary Funds  
June 30, 2012

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	<u>Private Purpose Trust</u>	<u>Agency</u>
Assets:		
Equity in Pooled Cash and Investments	<u>\$17,736</u>	<u>\$255,970</u>
Total Assets	<u>17,736</u>	<u>255,970</u>
Liabilities:		
Other Liabilities	<u>0</u>	<u>255,970</u>
Total Liabilities	<u>0</u>	<u>\$255,970</u>
Net Assets:		
Held in Trust	<u>17,736</u>	
Total Net Assets	<u>\$17,736</u>	

See accompanying notes to the basic financial statements.



Lakota Local School District, Ohio  
Statement of Changes in Fiduciary Net Assets  
Fiduciary Fund  
For the Fiscal Year Ended June 30, 2012

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	<u>Private Purpose Trust</u>
Additions:	
Donations	<u>\$7,753</u>
Total Additions	<u>7,753</u>
Deductions:	
Scholarships	<u>7,250</u>
Total Deductions	<u>7,250</u>
Change in Net Assets	503
Net Assets Beginning of Year	<u>17,233</u>
Net Assets End of Year	<u><u>\$17,736</u></u>

See accompanying notes to the basic financial statements.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Note 1 - Summary of Significant Accounting Policies**

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

**Description of the District**

The District was chartered in 1957 by the Ohio State Legislature. The original District was a consolidation of the Liberty Township District and the Union Township District into the Liberty-Union School District. The name of the District was changed to the Lakota Local School District in 1970. Today, the District operates under current standards prescribed by the Ohio State Board of Education as provided in Division D § 3301.07 and §119.01 of the Ohio Revised Code.

The District operates under a locally elected five-member board form of government and provides educational services as authorized by its charter or further mandated by state and/or federal agencies. This board controls the District's 22 instructional and support facilities staffed by approximately 525 non-certificated personnel and approximately 1,068 certificated teaching and 70 administrative personnel to provide services to over 18,000 students.

**Reporting Entity**

In accordance with Governmental Accounting Standards Board [GASB] Statement 14, the financial reporting entity consists of a primary government. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

There are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing body is financially accountable. The District's major operations include education, pupil transportation, food service, and maintenance of District facilities.

**Measurement Focus**

**Government-wide Financial Statements**

The government-wide statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the District are included on the statement of net assets. The effect of all interfund activity has been removed from these statements. Fiduciary Funds are not included in entity-wide statements and Agency Funds do not have a measurement focus.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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

**Fund Financial Statements**

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

The private purpose trust is reported using the economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e. revenues) and decreases (i.e. expenses).

**Fund Accounting**

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental and fiduciary.

**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:

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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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.

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

**Fiduciary Funds**

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

**Basis of Accounting**

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

**Revenues – Exchange and Non-exchange Transactions**

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

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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

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

Deferred Revenue

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

Property taxes for which there is an enforceable legal claim as of June 30, 2012, but which were levied to finance fiscal year 2013 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Unearned Revenue

Unearned revenue represents amounts under the accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not yet been met because such amounts have not yet been earned.

Expenses/Expenditures

On the accrual basis of accounting, expenditures are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred 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. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Equity in Pooled Cash and Investments**

Cash received by the District is pooled for investment purposes. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the financial statements.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements are reported at cost.

The District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2012. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2A7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2012. The District also has invested in U.S. Agencies.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during fiscal year 2012 credited to the General Fund amounted to \$136,366, \$108 in the Debt Service Fund and \$2,181 in Other Governmental Funds.

**Interfund Activity**

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

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund loan receivables/payables". These amounts are eliminated in the governmental activities column on the Statement of Net Assets.

As a general rule with the exception of transfers between governmental and proprietary funds, the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities.

Interfund transactions within governmental activities are eliminated in the government-wide statement of activities. The interfund services provided and used are not eliminated in the process of consolidation.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Inventory**

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories are accounted for using the purchase method on the fund level statements and using the consumption method on the proprietary funds statement of net assets.

Inventory consists of expendable supplies held for consumption, donated food and purchased food.

**Capital Assets**

General capital 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.

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 five thousand dollars (\$5,000). 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.

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

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	20 years
Buildings and Improvements	45 years
Equipment	5-20 years

**Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. In general, liabilities that mature or come due for payment during the fiscal year are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Restricted Assets**

Assets are reported as restricted when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors or laws of other governments or imposed by enabling legislation. Restricted assets (cash) represent amounts followed by statute to be set-aside to create a reserve for textbooks.

**Compensated Absences**

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

Sick leave benefits are accrued as a liability using the vesting method. The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. Compensated absences are reported in governmental funds only if they have matured. The noncurrent portion of the liability is not reported.

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**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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The District's policies regarding compensated absences are determined by the state laws and/or negotiated agreements. In summary, the policies are as follows:

<u>Vacation</u>	<u>Certificated</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How earned	not eligible	20-23 days	10-20 days for each service year depending on length of service
Maximum accumulation	not applicable	40 days unless special permission granted	30-60 days
Vested	not applicable	as earned	as earned
Termination Entitlement	not applicable	40 days maximum at retirement 30 days maximum at separation	paid upon termination
<u>Sick Leave</u>	<u>Certificated</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How earned	1 ¼ days per month of employment (15 days per year)	1 ¼ days per month of employment (15 days per year)	1 ¼ days per month of employment (15 days per year)
Maximum accumulation	300 days	370 days	300 days
Vested	as earned	as earned	as earned
Termination entitlement	per contract	per Board Policy	per contract

**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 (which includes retainage payable and contracts payable), net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. Of the District's \$12,146,326 in restricted net assets, none were restricted by enabling legislation.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Fund Balance**

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The following categories are used:

Nonspendable – resources that are not in spendable form (inventory) or have legal or contractual requirements to maintain the balance intact.

Restricted – resources that have external purpose restraints imposed on them by providers, such as creditors, grantors, or other regulators.

Committed – resources that are constrained for specific purposes that are internally imposed by the government at its highest level of decision making authority, the Board of Education.

Assigned – resources that are intended to be used for specific purposes as approved through the District's formal purchasing procedure by the Treasurer.

Unassigned – residual fund balance within the General Fund that is not restricted, committed, or assigned. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from incurred expenses for specific purposes exceeding amounts which had been restricted, committed or assigned for said purposes.

The District applies restricted resources first when an expense is incurred for purposes which both restricted and unrestricted net assets are available. The District considers committed, assigned, and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

**Estimates**

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

**Note 2 - Equity in Pooled Cash and Investments**

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

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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

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

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

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

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) No-load money market mutual funds consisting exclusively of obligations described in (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.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but limited to, passbook accounts.
- (5) Bonds, and other obligations of the State of Ohio.
- (6) The Ohio State Treasurer's investment pool (STAR Ohio).
- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.
- (8) Under limited circumstances, corporate debt interests in either of the two highest rating classifications by at least two nationally recognized rating agencies.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, 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 moneys 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.

**Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy for deposits is any balance not covered by depository insurance will be collateralized by the financial institutions with pledged securities. As of June 30, 2012, \$19,204,221 of the District's bank balance of \$19,464,019 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

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

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Investments**

As of June 30, 2012, the District had the following investments:

	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Money Market Funds	\$9,854	0.00
Federal Home Loan Bank	7,379,275	1.39
Freddie Mac	1,254,795	2.50
Federal Farm Credit Bank	901,072	1.79
Fannie Mae	5,930,611	3.11
Commercial Paper	8,346,731	0.36
STAROhio	136	0.16
Total Fair Value	<u>\$23,822,474</u>	
Portfolio Weighted Average Maturity		1.53

Interest Rate Risk - In accordance with the investment policy, the District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to five years.

Credit Risk – It is the District’s policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings issued by nationally recognized statistical rating organizations. The District’s investments in Federal Home Loan Bank, Freddie Mac, Federal Farm Credit Bank and Fannie were rated AAA by Standard & Poor’s and Fitch Ratings and Aaa by Moody’s Investors Service. Commercial Paper was rated P-1 by Standard & Poor’s and Fitch Ratings and A-1+ by Moody’s Investors Service. Investments in STAR Ohio were rated AAAM by Standard & Poor’s. Money Market Funds were not rated.

Concentration of Credit Risk – The District’s investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested less than 1% in Money Market Funds, 31% in Federal Home Loan Bank, 5% in Freddie Mac, 4% in Federal Farm Credit Bank, 25% in Fannie Mae, 35% in Commercial Paper, and less than 1% in STAROhio.

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. All of the District’s securities are either insured and registered in the name of the District or at least registered in the name of the District.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Note 3 - Property Taxes**

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Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 88 percent of true value (with certain exceptions) and on real property at 35 percent of true value.

Tangible personal property tax revenue received during calendar year 2012 (other than public utility property tax) represents the collection of 2012 taxes levied against local and interexchange 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 2012 were levied after April 1, 2011, on the value as of December 31, 2011. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. The District receives property taxes from the 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, 2012, are available to finance fiscal year 2013 operations. The amount available for advance can vary based on the date the tax bills are sent.

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable at June 30, 2012. Delinquent property taxes collected within 60 days of the fiscal year end are included as a receivable and tax revenue on the fund financial statements. All delinquent property taxes outstanding at June 30, 2012 are recognized as a revenue and receivable on the government-wide financial statements. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current year operations. The receivable is offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2012, was \$1,403,236 for General Fund and \$225,772 for Debt Service Fund.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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

The assessed values upon which the fiscal year 2012 taxes were collected are:

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$2,586,411,730
Public Utility Personal	<u>65,850,220</u>
Total	<u><u>\$2,652,261,950</u></u>

**Note 4 – Receivables**

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Receivables at June 30, 2012, consisted of taxes, accounts (rent and student fees), interest, intergovernmental grants and interfund. 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.

**Note 5 - Capital Assets**

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Capital asset activity for the fiscal year ended June 30, 2012, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Governmental Activities</b>				
<i>Capital Assets, not being depreciated:</i>				
Land	\$15,377,284	\$0	\$0	\$15,377,284
Construction in Progress	8,129,835	1,193,091	9,322,926	0
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	221,116,356	9,322,926	91,788	230,347,494
Equipment	15,772,365	233,004	1,343,546	14,661,823
Land Improvements	<u>5,889,463</u>	<u>0</u>	<u>0</u>	<u>5,889,463</u>
Totals at Historical Cost	266,285,303	10,749,021	10,758,260	266,276,064
Less Accumulated Depreciation:				
Buildings and Improvements	56,788,251	5,218,836	0	62,007,087
Equipment	13,334,427	638,379	1,341,458	12,631,348
Land Improvements	<u>2,051,827</u>	<u>268,605</u>	<u>0</u>	<u>2,320,432</u>
Total Accumulated Depreciation	<u>72,174,505</u>	<u>6,125,820</u>	<u>1,341,458</u>	<u>76,958,867</u>
Governmental Activities Capital Assets, Net	<u><u>\$194,110,798</u></u>	<u><u>\$4,623,201</u></u>	<u><u>\$9,416,802</u></u>	<u><u>\$189,317,197</u></u>

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

Depreciation expense was charged to governmental functions as follows:

Instruction:		
Regular		\$5,374,856
Special		4,441
Support Services:		
Pupil		3,735
Instructional Staff		1,254
School Administration		1,520
Fiscal		13,887
Business		46,298
Operations and Maintenance		165,202
Pupil Transportation		89,817
Central		128,468
Operation of Non-Instructional Services		72,996
Extracurricular Activities		223,346
Total Depreciation Expense		<u>\$6,125,820</u>

**Note 6 - Long-Term Liabilities**

	Interest Rate	Issue Date	Maturity Date	Beginning Balance	Issued	Retired	Ending Balance	Due In One Year
<b>Governmental Activities:</b>								
General Obligation Bonds:								
\$2,450,000 - Energy Conservation Improvements	2.500%	5/28/09	12/1/24	\$2,320,000	\$0	\$135,000	\$2,185,000	\$140,000
\$79,404 - Premium on Energy Conservation Improvements	0.000%	5/28/09	12/1/24	66,998	0	4,963	62,035	0
\$1,650,000 - Turf & Athletic Field Improvements	2.500%	5/28/09	12/1/21	1,530,000	0	120,000	1,410,000	125,000
\$24,355 - Premium on Turf & Athletic Field Improvements	0.000%	5/28/09	12/1/21	19,670	0	1,873	17,797	0
\$16,680,000 - Lakota Refunding	5.000%	9/24/08	12/1/17	16,680,000	0	0	16,680,000	2,635,000
\$961,701 - Premium on Refunding	0.000%	9/24/08	12/1/17	694,562	0	106,856	587,706	0
(\$549,951) - Deferred Amount on Refunding	0.000%	9/24/08	12/1/17	(397,187)	0	(61,106)	(336,081)	0
\$10,000,000 - School Construction Bonds - Union Elem	4.000%	6/13/07	12/1/27	8,990,000	0	365,000	8,625,000	380,000
\$19,175,835 - Refunding New High Schools	5.242%	6/1/98	12/1/17	429,103	0	429,103	0	0
\$52,932,789 - Bond and Refunding	5.850%	4/19/01	12/1/26	11,420,000	0	1,180,000	10,240,000	0
\$8,625,000 - Lakota 2005 Refunding	3.076%	1/1/05	12/1/12	1,165,000	0	765,000	400,000	670,000
\$30,950,000 - Lakota 2005 Refunding	4.650%	11/3/05	12/1/26	29,450,000	0	0	29,450,000	400,000
\$3,244,969 - Premium on 2005 Refunding	0.000%	11/3/05	12/1/26	2,395,098	0	154,522	2,240,576	590,000
\$74,470,000 - Lakota Series 2005	4.600%	12/19/05	12/1/33	73,415,000	0	650,000	72,765,000	0
\$828,359 - Premium on 2005 Series	0.000%	12/19/05	12/1/33	665,643	0	29,584	636,059	1,850,000
\$9,830,000 - Lakota Series 2006	4.270%	1/10/06	12/1/33	9,390,000	0	170,000	9,220,000	0
\$148,065 - Premium on 2006 Series	0.000%	1/10/06	12/1/33	118,981	0	5,288	113,693	235,000
\$5,405,000 - 2010 School Improvement Bonds	1.340%	6/17/10	12/1/20	5,405,000	0	565,000	4,840,000	0
\$4,000,000 - 2010 School Improvement Bonds	5.390%	6/17/10	12/1/25	4,000,000	0	0	4,000,000	565,000
Total General Obligation Bonds				167,757,868	0	4,621,083	163,136,785	7,590,000
Compensated Absences				7,943,638	723,691	1,474,410	7,192,919	939,981
Total Governmental Activities				\$175,701,506	\$723,691	\$6,095,493	\$170,329,704	\$8,529,981
Long-Term Liabilities								



**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

All long-term bonds will be paid from the debt service fund. Compensated absences will be paid from the general and special revenue funds. All debt will be used to acquire or construct a capital asset for the District. Premiums and deferred amount on the issuance of bonds are included in the debt and will be amortized over the life of the new debt.

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

Fiscal Year Ending June 30	General Obligation Bonds				
	Principal	Premium	Deferred Charge	Interest	Total
2013	\$7,590,000	\$303,086	(\$61,106)	\$7,638,702	\$15,470,682
2014	7,860,000	303,086	(61,106)	6,978,062	15,080,042
2015	8,170,000	303,086	(61,106)	6,659,567	15,071,547
2016	8,765,000	303,086	(61,106)	6,303,469	15,310,449
2017	8,245,000	303,086	(61,106)	5,913,069	14,400,049
2018-2022	36,790,000	1,033,643	(30,551)	24,188,230	61,981,322
2023-2027	46,270,000	882,121	0	14,340,201	61,492,322
2028-2032	24,855,000	174,360	0	5,438,963	30,468,323
2033-2034	11,270,000	52,312	0	511,219	11,833,531
Total	<u>\$159,815,000</u>	<u>\$3,657,866</u>	<u>(\$336,081)</u>	<u>\$77,971,482</u>	<u>\$241,108,267</u>

**Note 7 - Pension Plans**

**School Employees Retirement System of Ohio**

Plan Description

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability, and survivor benefits; annual cost-of-living adjustments; and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853. It is also posted on SERS' website at [www.ohsers.org](http://www.ohsers.org) under *Employers/Audit Resources*.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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Funding Policy

Plan members are required to contribute 10% of their annual covered salary and District is required to contribute 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care fund) of the System. For fiscal year ending June 30, 2012, the allocation to pension and death benefits is 11.81%. The remaining 2.19% of the 14% employer contribution rate is allocated to the Health Care and Medicare B Funds. The District's required contributions to SERS for the years ended June 30, 2012, 2011, and 2010 were \$3,352,416, \$3,219,408, and \$3,169,992, respectively; 67% has been actually contributed for fiscal year 2012 and 100% has been actually contributed for fiscal years 2011 and 2010. The District's unpaid contractually required SERS contributions (including post employment benefits) at year end (the liability) were recorded in the accrued wages and benefits line item of the government-wide and fund financial statements along with various corresponding expenses/expenditures.

**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 system. STRS Ohio is a statewide retirement plan for licensed teachers and other faculty members employed in the public schools of Ohio or any school, community school, college, university, institution, or other agency controlled, managed and supported, in whole or in part, by the state or any political subdivision thereof. Additional information or copies of STRS Ohio's *Comprehensive Annual Financial Report* can be requested by writing to STRS Ohio, 275 E. Broad Street, Columbus, OH 43215-3771, by calling toll-free 1-888-227-7877, or by visiting the STRS Ohio web site at [www.strsoh.org](http://www.strsoh.org).

Plan Options

New members have a choice of three retirement plan options. In addition to the Defined Benefit (DB) Plan, new members are offered a Defined Contribution (DC) Plan and a Combined Plan. The DC Plan allows members to allocate all their member contributions and employer contributions equal to 10.5% of earned compensation among various investment choices. The Combined Plan offers features of the DC Plan and DB Plan. In the Combined Plan, member contributions are allocated to investment choices by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. Contributions into the DC Plan and Combined Plan are credited to member accounts as employers submit their payroll information to STRS Ohio, generally on a biweekly basis. DC and Combined Plan members will transfer to the DB Plan during their fifth year of membership unless they permanently select the DC or Combined Plan.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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DB Plan Benefits

Plan benefits are established under Chapter 3307 of the Revised Code. Any member may retire who has (i) five years of service credit and attained age 60; (ii) 25 years of service credit and attained age 55; or (iii) 30 years of service credit regardless of age. The annual retirement allowance, payable for life, is the greater of the “formula benefit” or the “money-purchase benefit” calculation. Under the “formula benefit,” the retirement allowance is based on years of credited service and final average salary, which is the average of the member’s three highest salary years. The annual allowance is calculated by using a base percentage of 2.2% multiplied by the total number of years of service credit (including Ohio-valued purchased credit) times the final average salary. The 31<sup>st</sup> year of earned Ohio service credit is calculated at 2.5%. An additional one-tenth of a percent is added to the calculation for every year of earned Ohio service over 31 years (2.6% for 32 years, 2.7% for 33 years and so on) until 100% of final average salary is reached. For members with 35 or more years of Ohio contributing service, the first 30 years will be calculated at 2.5% instead of 2.2%. Under the “money-purchase benefit” calculation, a member’s lifetime contributions plus interest at specified rates are matched by an equal amount from other STRS Ohio funds. This total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance.

DC Plan Benefits

Benefits are established under Sections 3307.80 to 3307.89 of the Revised Code. For members who select the DC Plan, all member contributions and employer contributions at a rate of 10.5% are placed in an investment account. The member determines how to allocate the member and employer money among various investment choices. 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. Employer contributions into members’ accounts are vested after the first anniversary of the first day of paid service. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member’s designated beneficiary is entitled to receive the member’s account balance.

Combined Plan Benefits

Member contributions are allocated by the member, and employer contributions are used to fund a defined benefit payment. A member’s defined benefit is determined by multiplying 1% of the member’s final average salary by the member’s years of service credit. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60. The defined contribution portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50.

Eligible faculty of Ohio’s public colleges and universities may choose to enroll in either STRS Ohio or an alternative retirement plan (ARP) offered by their employer. Employees have 120 days from their employment date to select a retirement plan.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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A retiree of STRS Ohio or another Ohio public retirement system is eligible for reemployment as a teacher following the elapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during the reemployment. Upon termination of reemployment or age 65, whichever comes later, the retiree is eligible for an annuity benefit or equivalent lump-sum payment in addition to the original retirement allowance. A reemployed retiree may alternatively receive a refund of only member contributions with interest before age 65, once employment is terminated.

Benefits are increased annually by 3% of the original base amount for DB Plan participants.

The DB and Combined Plans offer access to health care coverage to eligible retirees who participated in the plans and their eligible dependents. Coverage under the current program includes hospitalizations, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. By Ohio law, health care benefits are not guaranteed.

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 members who die before retirement may qualify for survivor benefits. A death benefit of \$1,000 is payable to the beneficiary of each deceased retired member who participated in the DB Plan. Death benefit coverage up to \$2,000 can be purchased by participants in the DB, DC or Combined Plans. Various other benefits are available to members' beneficiaries.

Funding Policy

Chapter 3307 of the Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers.

Contribution requirements and the contributions actually made for the fiscal year ended June 30, 2012, were 10% of covered payroll for members and 14% for employers. The District's required contributions to STRS for the years ended June 30, 2012, 2011, and 2010 were \$9,947,628, \$11,246,736, and \$11,774,328, respectively; 84% has been actually contributed for fiscal year 2012 and 100% has been actually contributed for fiscal years 2011 and 2010. The District's unpaid contractually required STRS contributions (including post employment benefits) at year end (the liability) were recorded in the accrued wages and benefits line item of the government-wide and fund financial statements along with various corresponding expenses/expenditures.

**Note 8 - Post Employment Benefits**

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**School Employees Retirement System of Ohio**

Plan Description

In addition to a cost-sharing multiple-employer defined benefit pension plan, the School Employees Retirement System of Ohio (SERS) administers two postemployment benefit plans.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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Medicare Part B Plan

The Medicare B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code (ORC) 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2012 was \$96.40 for most participants, but could be as high as \$369.10 depending on their income; SERS' reimbursement to retirees was \$45.50.

The Retirement Board, acting with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare B Fund. For fiscal year 2012, the actuarially required allocation was .76%. District contributions for the year ended June 30, 2012, 2011 and 2010 were \$181,989, \$174,768 and \$172,085, respectively, which equaled the required contributions each year.

Health Care Plan

ORC 3309.375 and 3309.69 permit SERS to offer health care benefits to eligible retirees and beneficiaries. SERS' Retirement Board reserves the right to change or discontinue any health plan or program. SERS offers several types of health plans from various vendors, including HMO's, PPO's, Medicare Advantage and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively.

The ORC provides the statutory authority to fund SERS' postemployment benefits through employer contributions. Active members do not make contributions to the postemployment benefit plans.

The Health Care Fund was established under, and is administered in accordance with, Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. At June 30, 2012, the health care allocation was 1.43%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2012, the minimum compensation level was established at \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District required contributions assigned to health care for the years ended June 30, 2012, 2011, and 2010 were \$342,426, \$328,840, and \$104,157, respectively; 67% has been actually contributed for fiscal year 2012 and 100% has been actually contributed for fiscal years 2011 and 2010.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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The SERS Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

The financial reports of SERS' Health Care and Medicare B plans are included in its *Comprehensive Annual Financial Report*. The report can be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853. It is also posted on SERS' website at [www.ohsers.org](http://www.ohsers.org) under *Employers/Audit Resources*.

**State Teachers Retirement System of Ohio**

Plan Description

STRS Ohio administers a pension plan that is comprised of: a Defined Benefit Plan; a self-directed Defined Contribution Plan and a Combined Plan that is a hybrid of the Defined Benefit and the Defined Contribution Plan.

Ohio law authorized STRS Ohio to offer a cost-sharing, multiple-employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the Defined Benefit or Combined Plans. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums.

Pursuant to 3307 of the Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS Ohio. All benefit recipients, for the most recent year, pay a portion of the health care costs in the form of a monthly premium.

STRS Ohio issues a stand-alone financial report. Interested parties can view the most recent *Comprehensive Annual Financial Report* by visiting [www.strsoh.org](http://www.strsoh.org) or by requesting a copy by calling toll-free 1-888-227-7877.

Funding Policy

Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contributions rate, 1% of covered payroll was allocated to post-employment health care for the year ended June 30, 2012, 2011 and 2010. The 14% employer contribution rate is the maximum rate established under Ohio law. The District required contributions for the years ended June 30, 2012, 2011, and 2010 were \$710,545, \$803,338, and \$841,023, respectively; 84% has been actually contributed for fiscal year 2012 and 100% has been actually contributed for fiscal years 2011 and 2010.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Note 9 - Contingent Liabilities**

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**Student Attendance Data Review**

The Auditor of State is currently performing a statewide review of supporting documentation for student attendance data reported to the Ohio Department of Education. The results of this review are still pending and will be reported separately to the Ohio Department of Education at a later date.

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. This also encompasses the Auditor of State's ongoing review of student attendance data. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2012, if applicable, cannot be determined at this time.

**Litigation**

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

**Note 10 - Risk Management**

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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 for which the District carries commercial insurance. Below is a schedule of insurance coverage carried by the District:

Coverage	Company	Limits	Deductible
Fleet	Ohio Casualty Insurance Company	\$1,000,000 per occurrence	\$1,000 collision/pd
Property	Ohio Casualty Insurance Company	325,978,049 blanket coverage	10,000 per loss
General liability	Ohio Casualty Insurance Company	1,000,000 per occurrence/ 2,000,000 aggregate	
Liability umbrella	Ohio Casualty Insurance Company	10,000,000 aggregate	
Errors and omissions	Ohio Casualty Insurance Company	1,000,000 aggregate	5,000 per loss
Crime theft	Ohio Casualty Insurance Company	10,000 per occurrence	500 per loss
Faithful Performance Bond	Cincinnati Insurance Company	40,000 faithful performance endorsed on bond	

Medical and dental insurance benefits are offered to employees through the Butler County Health Plan (BCHP). The employees share the cost of the monthly premium for the coverage with the District.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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There were no significant reductions in insurance coverage from the prior year. Also, there were no settlements that exceeded insurance coverage for the past three fiscal years.

**Note 11 - Jointly Governed Organizations**

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Pursuant to an interlocal agreement authorized by state statute, the District participates in the Southwestern Ohio Computer Association (SWOCA), which is a computer consortium. SWOCA is an association of public school districts within the boundaries of Warren, Preble, and Butler counties and involves all cities that have school districts within these counties.

The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts.

SWOCA is governed by a board of directors consisting of one representative from each of the participating members. The District paid SWOCA a fee for services provided during the year. Financial information may be obtained from Mike Crumley at the Butler County Joint Vocational School, 3603 Hamilton-Middletown Road, Hamilton, Ohio.

The Butler Technology and Career Development School is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the participating school districts' elected boards. It possesses its own budgeting and taxing authority. The Butler Technology and Career Development School was formed to provide vocational education opportunities to the students of Butler County, including students of the District. Financial information can be obtained from the Butler Technology and Career Development School Treasurer, at 3604 Hamilton-Middletown Road, Hamilton, Ohio 45011.

**Note 12 – Accountability**

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

	<u>Deficit</u>
Other Governmental Funds:	
Alternative School Grant	\$11,289
Miscellaneous State Grants	8,421
Education Jobs	468,028
Title VI-B	865,714
Title III	72,919
Title I	282,905
EHA Pre-school	19,030
Title II-A	95,669
High Schools That Work	1,143



**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Note 13 - Set-Asides**

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

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

	<u>Textbooks</u>	<u>Capital Acquisition</u>
Set Aside Reserve Balance as of June 30, 2011	\$1,976,054	\$0
Current Year Set Aside Requirements	0	3,093,526
Qualified Disbursements	0	(1,992,519)
Elimination per H.B. 30 of the Ohio 129th General Assembly	(1,976,054)	0
Current Year Offsets	<u>0</u>	<u>(1,101,007)</u>
Set Aside Reserve Balance as of June 30, 2012	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Offset credits for capital activity during the year exceeded the amount required for the set-aside.

**Note 14 - Interfund Transactions**

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Interfund transactions at June 30, 2012, consisted of the following individual fund receivables and payables and transfers in and out:

	Interfund		Transfers	
	<u>Receivable</u>	<u>Payable</u>	<u>In</u>	<u>Out</u>
General Fund	\$808,319	\$0	\$0	\$600,839
Debt Service Fund	0	0	100,839	0
Other Governmental Funds	<u>0</u>	<u>808,319</u>	<u>500,000</u>	<u>0</u>
Total All Funds	<u><u>\$808,319</u></u>	<u><u>\$808,319</u></u>	<u><u>\$600,839</u></u>	<u><u>\$600,839</u></u>

Transfers in and out and interfund balances are made to provide operating cash as needed.

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

**Note 15 – Fund Balances**

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	Debt Service	Other Governmental Funds	Total
<b>Nonspendable:</b>				
Inventory	\$0	\$0	\$98,667	\$98,667
<b>Total Nonspendable</b>	0	0	98,667	98,667
<b>Restricted for:</b>				
Other Grants	0	0	107,174	107,174
Student Activities	0	0	897,104	897,104
Auxiliary Services	0	0	8,490	8,490
MIS	0	0	1	1
School Net Professional Development	0	0	16	16
Ohio Reads	0	0	6,470	6,470
Title II-D	0	0	1	1
Food Service	0	0	606,731	606,731
Debt Service	0	10,174,854	0	10,174,854
Permanent Improvement Building	0	0	2,200	2,200
	0	0	2	2
<b>Total Restricted</b>	0	10,174,854	1,628,189	11,803,043
<b>Assigned to:</b>				
Encumbrances	307,854	0	0	307,854
Public School Support	1,679,295	0	0	1,679,295
<b>Total Assigned</b>	1,987,149	0	0	1,987,149
<b>Unassigned (Deficit)</b>	11,432,732	0	(1,825,118)	9,607,614
<b>Total Fund Balance</b>	\$13,419,881	10,174,854	(\$98,262)	\$23,496,473

**Lakota Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2012**

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**Note 16 – Subsequent Event**

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On October 18, 2012 the District issued \$44,835,000 in 2012 General Obligation Refunding Bonds with an average interest rate between 2.00% and 5.00% of which \$45,140,000 was used to partially advance refund \$72,765,000 of the outstanding 2005 General Obligation Bonds with an interest rate of 4.60%.

# **REQUIRED SUPPLEMENTARY INFORMATION**

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Lakota Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2012

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$76,061,428	\$77,053,150	\$77,705,966	\$652,816
Revenue in lieu of taxes	9,236,343	9,356,771	9,436,044	79,273
Tuition and Fees	737,247	746,859	753,187	6,328
Investment Earnings	133,441	135,181	136,326	1,145
Intergovernmental	56,025,476	56,755,961	57,236,813	480,852
Other Revenues	532,333	539,274	543,843	4,569
<b>Total Revenues</b>	<b>142,726,268</b>	<b>144,587,196</b>	<b>145,812,179</b>	<b>1,224,983</b>
Expenditures:				
Current:				
Instruction:				
Regular	69,257,148	69,593,620	68,707,342	886,278
Special	13,031,922	13,095,235	12,928,467	166,768
Vocational	1,522	1,529	1,510	19
Other	4,433,111	4,454,648	4,397,918	56,730
Support Services:				
Pupil	9,663,462	9,710,409	9,586,747	123,662
Instructional Staff	8,798,891	8,841,639	8,729,040	112,599
General Administration	44,672	44,889	44,317	572
School Administration	12,420,709	12,481,053	12,322,106	158,947
Fiscal	1,260,165	1,266,287	1,250,161	16,126
Business	316,355	317,892	313,844	4,048
Operations and Maintenance	12,305,724	12,365,509	12,208,034	157,475
Pupil Transportation	14,359,023	14,428,783	14,245,032	183,751
Central	3,390,175	3,406,646	3,363,262	43,384
Operation of Non-Instructional Services	3,119	3,134	3,094	40
Extracurricular Activities	135,646	136,305	134,569	1,736
Capital Outlay	1,300,283	1,306,601	1,289,961	16,640
<b>Total Expenditures</b>	<b>150,721,927</b>	<b>151,454,179</b>	<b>149,525,404</b>	<b>1,928,775</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(7,995,659)</b>	<b>(6,866,983)</b>	<b>(3,713,225)</b>	<b>3,153,758</b>
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	11,216	11,362	11,458	96
Advances In	593,701	601,442	606,538	5,096
Advances (Out)	(814,787)	(818,746)	(808,319)	10,427
Transfers (Out)	(659,898)	(663,104)	(654,659)	8,445
<b>Total Other Financing Sources (Uses)</b>	<b>(869,768)</b>	<b>(869,046)</b>	<b>(844,982)</b>	<b>24,064</b>
<b>Net Change in Fund Balance</b>	<b>(8,865,427)</b>	<b>(7,736,029)</b>	<b>(4,558,207)</b>	<b>3,177,822</b>
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	27,063,851	27,063,851	27,063,851	0
<b>Fund Balance End of Year</b>	<b>\$18,198,424</b>	<b>\$19,327,822</b>	<b>\$22,505,644</b>	<b>\$3,177,822</b>

See accompanying notes to the required supplementary information.

**Lakota Local School District, Ohio**  
**Notes to the Required Supplementary Information**  
**For The Fiscal Year Ended June 30, 2012**

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**Note 1 - Budgetary Process**

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2012.

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

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

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

**Lakota Local School District, Ohio**  
**Notes to the Required Supplementary Information**  
**For The Fiscal Year Ended June 30, 2012**

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

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	\$316,049
Revenue Accruals	(1,886,128)
Expenditure Accruals	(2,267,523)
Transfers (Out)	(53,820)
Advances In	606,538
Advances (Out)	(808,319)
Encumbrances	(345,186)
Funds Budgeted Elsewhere	<u>(119,818)</u>
Budget Basis	<u><u>(\$4,558,207)</u></u>

# COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES





## **MAJOR GOVERNMENTAL FUND**

**Debt Service Fund** - The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Basic Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Lakota Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2012

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$13,568,602	\$13,765,473	\$196,871
Revenue in lieu of taxes	1,273,825	1,292,307	18,482
Investment Earnings	106	108	2
Intergovernmental	1,475,596	1,497,006	21,410
Other Revenues	82,473	83,670	1,197
Total Revenues	<u>16,400,602</u>	<u>16,638,564</u>	<u>237,962</u>
Expenditures:			
Current:			
Instruction:			
Fiscal	164,460	164,428	32
Debt Service:			
Principal Retirement	4,379,952	4,379,103	849
Interest and Fiscal Charges	9,805,588	9,803,688	1,900
Total Expenditures	<u>14,350,000</u>	<u>14,347,219</u>	<u>2,781</u>
Excess of Revenues Over (Under) Expenditures	<u>2,050,602</u>	<u>2,291,345</u>	<u>240,743</u>
Other Financing Sources (Uses):			
Transfers In	99,397	100,839	1,442
Total Other Financing Sources (Uses)	<u>99,397</u>	<u>100,839</u>	<u>1,442</u>
Net Change in Fund Balance	2,149,999	2,392,184	242,185
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>7,557,073</u>	<u>7,557,073</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$9,707,072</u></u>	<u><u>\$9,949,257</u></u>	<u><u>\$242,185</u></u>

## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

Special Revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.

### **Capital Projects Funds**

The Capital Projects Funds is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Lakota Local School District, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2012

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$1,955,225	\$2,202	\$1,957,427
Receivables:			
Intergovernmental	2,678,809	0	2,678,809
Inventory	98,667	0	98,667
<b>Total Assets</b>	<b>4,732,701</b>	<b>2,202</b>	<b>4,734,903</b>
Liabilities and Fund Balances:			
Liabilities:			
Accounts Payable	88,612	0	88,612
Accrued Wages and Benefits	1,256,416	0	1,256,416
Compensated Absences	1,009	0	1,009
Interfund Payable	808,319	0	808,319
Deferred Revenue	2,678,809	0	2,678,809
<b>Total Liabilities</b>	<b>4,833,165</b>	<b>0</b>	<b>4,833,165</b>
Fund Balances:			
Nonspendable	98,667	0	98,667
Restricted	1,625,987	2,202	1,628,189
Unassigned	(1,825,118)	0	(1,825,118)
<b>Total Fund Balances</b>	<b>(100,464)</b>	<b>2,202</b>	<b>(98,262)</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$4,732,701</b>	<b>\$2,202</b>	<b>\$4,734,903</b>

Lakota Local School District, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2012

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>			
Investment Earnings	\$1,791	\$390	\$2,181
Intergovernmental	8,511,190	0	8,511,190
Extracurricular Activities	2,176,893	0	2,176,893
Charges for Services	3,927,699	0	3,927,699
Other Revenues	78,321	0	78,321
<b>Total Revenues</b>	<b>14,695,894</b>	<b>390</b>	<b>14,696,284</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular	1,114,698	0	1,114,698
Special	2,968,337	0	2,968,337
Other	127,165	0	127,165
<b>Support Services:</b>			
Pupil	2,264,297	0	2,264,297
Instructional Staff	461,606	0	461,606
School Administration	483,940	0	483,940
Fiscal	44,857	0	44,857
Operations and Maintenance	344,803	0	344,803
Pupil Transportation	24,226	0	24,226
Central	201,638	0	201,638
Operation of Non-Instructional Services	5,893,564	0	5,893,564
Extracurricular Activities	2,350,977	0	2,350,977
Capital Outlay	0	1,135,480	1,135,480
<b>Total Expenditures</b>	<b>16,280,108</b>	<b>1,135,480</b>	<b>17,415,588</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(1,584,214)</b>	<b>(1,135,090)</b>	<b>(2,719,304)</b>
<b>Other Financing Sources (Uses):</b>			
Proceeds from Sale of Capital Assets	10,683	0	10,683
Transfers In	500,000	0	500,000
<b>Total Other Financing Sources (Uses)</b>	<b>510,683</b>	<b>0</b>	<b>510,683</b>
<b>Net Change in Fund Balance</b>	<b>(1,073,531)</b>	<b>(1,135,090)</b>	<b>(2,208,621)</b>
<b>Fund Balance Beginning of Year</b>	<b>973,067</b>	<b>1,137,292</b>	<b>2,110,359</b>
<b>Fund Balance End of Year</b>	<b>(\$100,464)</b>	<b>\$2,202</b>	<b>(\$98,262)</b>

## **NONMAJOR SPECIAL REVENUE FUNDS**

### **Fund Descriptions**

**Other Grants** - To account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**Student Activities** - To account for those student activity programs which have student participation in the activity but do not have student management in the programs. This fund includes athletic programs as well as the band, cheerleaders, flag corps and other similar types of activities.

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

**MIS** - To account for state funds which are provided to assist the District in implementing a staff, student and financial system as mandated by the Omnibus Education Reform Act of 1989.

**SchoolNet Professional Development** - To account for a limited number of professional development subsidy grants.

**Ohio Reads** - To account for state funds, which are designated reading.

**Alt. School Grant** - To account for state funds used for alternative educational programs for existing and new at-risk and delinquent youth.

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

**Education Jobs** - To account for grant monies received from the Federal Government which focuses on saving or creating education jobs for the next two school years.

**Title VI-B** - To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialist in providing educational services to the handicapped.

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

**Title I** - To account for federal funds for services provided to meet special educational needs of educationally deprived children.

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

## **NONMAJOR SPECIAL REVENUE FUNDS**

### **Fund Descriptions**

**EHA Pre-School** - This program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

**Title II-A** - To account for federal funds to provide programs to enhance student achievement.

**High Schools That Work** - To account for funds related to the High Schools that Work program.

**Title II D** – To account for competitive grant monies received from the Federal Government which focuses on professional development and student learning needed for the 21st century.

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

Lakota Local School District, Ohio  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2012

	Other Grants	Student Activities	Auxiliary Services	MIS
Assets:				
Equity in Pooled Cash and Investments	\$107,635	\$908,068	\$34,064	\$1
Receivables:				
Intergovernmental	0	0	0	0
Inventory	0	0	0	0
Total Assets	<u>107,635</u>	<u>908,068</u>	<u>34,064</u>	<u>1</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	461	4,075	1,761	0
Accrued Wages and Benefits	0	6,889	23,813	0
Compensated Absences	0	0	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	0	0	0	0
Total Liabilities	<u>461</u>	<u>10,964</u>	<u>25,574</u>	<u>0</u>
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	107,174	897,104	8,490	1
Unassigned	0	0	0	0
Total Fund Balances	<u>107,174</u>	<u>897,104</u>	<u>8,490</u>	<u>1</u>
Total Liabilities and Fund Balances	<u>\$107,635</u>	<u>\$908,068</u>	<u>\$34,064</u>	<u>\$1</u>



School Net Professional Development	Ohio Reads	Alt. School Grant	Miscellaneous State Grants	Education Jobs	Title VI-B	Title III
\$16	\$6,470	\$6,000	\$918	\$0	\$68,286	\$10,132
0	0	16,928	8,485	415,233	960,386	196,464
0	0	0	0	0	0	0
16	6,470	22,928	9,403	415,233	1,028,672	206,596
0	0	0	0	0	62,501	9,108
0	0	5,642	4,680	436,217	380,536	16,245
0	0	0	0	0	0	0
0	0	11,647	4,659	31,811	490,963	57,698
0	0	16,928	8,485	415,233	960,386	196,464
0	0	34,217	17,824	883,261	1,894,386	279,515
0	0	0	0	0	0	0
16	6,470	0	0	0	0	0
0	0	(11,289)	(8,421)	(468,028)	(865,714)	(72,919)
16	6,470	(11,289)	(8,421)	(468,028)	(865,714)	(72,919)
\$16	\$6,470	\$22,928	\$9,403	\$415,233	\$1,028,672	\$206,596

Continued

Lakota Local School District, Ohio  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2012

	Title I	Drug Free Schools	EHA Pre-School	Title II-A
Assets:				
Equity in Pooled Cash and Investments	\$12,792	\$0	\$1	\$2,105
Receivables:				
Intergovernmental	805,657	0	26,223	238,692
Inventory	0	0	0	0
<b>Total Assets</b>	<b>818,449</b>	<b>0</b>	<b>26,224</b>	<b>240,797</b>
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	2,263	0	0	1,750
Accrued Wages and Benefits	165,085	0	0	33,455
Compensated Absences	0	0	0	0
Interfund Payable	128,349	0	19,031	62,569
Deferred Revenue	805,657	0	26,223	238,692
<b>Total Liabilities</b>	<b>1,101,354</b>	<b>0</b>	<b>45,254</b>	<b>336,466</b>
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	0	0	0	0
Unassigned	(282,905)	0	(19,030)	(95,669)
<b>Total Fund Balances</b>	<b>(282,905)</b>	<b>0</b>	<b>(19,030)</b>	<b>(95,669)</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$818,449</b>	<b>\$0</b>	<b>\$26,224</b>	<b>\$240,797</b>

High Schools That Work	Title II D	Food Service	Total Nonmajor Special Revenue Funds
\$1,316	\$1	\$797,420	\$1,955,225
1,664	9,077	0	2,678,809
0	0	98,667	98,667
<u>2,980</u>	<u>9,078</u>	<u>896,087</u>	<u>4,732,701</u>
867	0	5,826	88,612
0	0	183,854	1,256,416
0	0	1,009	1,009
1,592	0	0	808,319
1,664	9,077	0	2,678,809
<u>4,123</u>	<u>9,077</u>	<u>190,689</u>	<u>4,833,165</u>
0	0	98,667	98,667
0	1	606,731	1,625,987
(1,143)	0	0	(1,825,118)
<u>(1,143)</u>	<u>1</u>	<u>705,398</u>	<u>(100,464)</u>
<u>\$2,980</u>	<u>\$9,078</u>	<u>\$896,087</u>	<u>\$4,732,701</u>

Lakota Local School District, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012

	Other Grants	Student Activities	Auxiliary Services	MIS
Revenues:				
Investment Earnings	\$0	\$1,005	\$15	\$0
Intergovernmental	144,441	0	405,998	0
Extracurricular Activities	0	2,176,893	0	0
Charges for Services	0	0	0	0
Other Revenues	2,679	68,210	0	0
<b>Total Revenues</b>	<b>147,120</b>	<b>2,246,108</b>	<b>406,013</b>	<b>0</b>
Expenditures:				
Current:				
Instruction:				
Regular	100,554	5,383	0	0
Special	1	0	0	0
Other	4,302	0	0	0
Support Services:				
Pupil	18,751	0	0	0
Instructional Staff	5,709	0	0	0
School Administration	0	0	0	0
Fiscal	0	0	0	0
Operations and Maintenance	0	321,318	0	0
Pupil Transportation	76	24,261	0	0
Central	10,973	0	0	2,285
Operation of Non-Instructional Services	0	0	402,876	0
Extracurricular Activities	4,784	2,346,193	0	0
<b>Total Expenditures</b>	<b>145,150</b>	<b>2,697,155</b>	<b>402,876</b>	<b>2,285</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>1,970</b>	<b>(451,047)</b>	<b>3,137</b>	<b>(2,285)</b>
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	0	0	0	0
Transfers In	0	500,000	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>500,000</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balance</b>	<b>1,970</b>	<b>48,953</b>	<b>3,137</b>	<b>(2,285)</b>
<b>Fund Balance Beginning of Year</b>	<b>105,204</b>	<b>848,151</b>	<b>5,353</b>	<b>2,286</b>
<b>Fund Balance End of Year</b>	<b>\$107,174</b>	<b>\$897,104</b>	<b>\$8,490</b>	<b>\$1</b>

School Net Professional Development	Ohio Reads	Alt. School Grant	Miscellaneous State Grants	Education Jobs	Title VI-B	Title III
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	32,604	39,015	1,985,536	2,851,085	124,596
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	32,604	39,015	1,985,536	2,851,085	124,596
0	0	12,468	0	0	0	0
0	0	0	0	2,448,580	402,719	40,441
0	0	0	0	0	122,863	0
0	0	29,711	0	0	2,178,579	0
0	0	3,872	24,848	0	66,281	126,831
0	0	0	0	4,984	393,330	6,196
0	0	0	0	0	26,636	2,418
0	0	0	0	0	5,135	0
0	0	0	0	0	(800)	689
0	0	0	0	0	152,772	0
0	0	0	0	0	64,896	19,466
0	0	0	0	0	0	0
0	0	46,051	24,848	2,453,564	3,412,411	196,041
0	0	(13,447)	14,167	(468,028)	(561,326)	(71,445)
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	(13,447)	14,167	(468,028)	(561,326)	(71,445)
16	6,470	2,158	(22,588)	0	(304,388)	(1,474)
\$16	\$6,470	(\$11,289)	(\$8,421)	(\$468,028)	(\$865,714)	(\$72,919)

Continued

Lakota Local School District, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2012

	Title I	Drug Free Schools	EHA Pre-School	Title II-A
<b>Revenues:</b>				
Investment Earnings	\$0	\$0	\$0	\$0
Intergovernmental	749,780	71,384	97,566	205,233
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	0
Other Revenues	0	0	0	0
<b>Total Revenues</b>	<b>749,780</b>	<b>71,384</b>	<b>97,566</b>	<b>205,233</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	884,448	0	0	107,562
Special	0	0	76,596	0
Other	0	0	0	0
<b>Support Services:</b>				
Pupil	1,766	2,099	33,391	0
Instructional Staff	8,634	44,984	0	173,770
School Administration	64,962	0	0	14,468
Fiscal	11,236	0	735	3,832
Operations and Maintenance	0	18,350	0	0
Pupil Transportation	0	0	0	0
Central	0	3,000	0	0
Operation of Non-Instructional Services	16,837	1,076	0	1,664
Extracurricular Activities	0	0	0	0
<b>Total Expenditures</b>	<b>987,883</b>	<b>69,509</b>	<b>110,722</b>	<b>301,296</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(238,103)</b>	<b>1,875</b>	<b>(13,156)</b>	<b>(96,063)</b>
<b>Other Financing Sources (Uses):</b>				
Proceeds from Sale of Capital Assets	0	0	0	0
Transfers In	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balance</b>	<b>(238,103)</b>	<b>1,875</b>	<b>(13,156)</b>	<b>(96,063)</b>
<b>Fund Balance Beginning of Year</b>	<b>(44,802)</b>	<b>(1,875)</b>	<b>(5,874)</b>	<b>394</b>
<b>Fund Balance End of Year</b>	<b>(\$282,905)</b>	<b>\$0</b>	<b>(\$19,030)</b>	<b>(\$95,669)</b>

High Schools That Work	Title II D	Food Service	Total Nonmajor Special Revenue Funds
\$0	\$0	\$771	\$1,791
9,617	933	1,793,402	8,511,190
0	0	0	2,176,893
0	0	3,927,699	3,927,699
0	0	7,432	78,321
9,617	933	5,729,304	14,695,894
4,283	0	0	1,114,698
0	0	0	2,968,337
0	0	0	127,165
0	0	0	2,264,297
5,645	1,032	0	461,606
0	0	0	483,940
0	0	0	44,857
0	0	0	344,803
0	0	0	24,226
0	0	32,608	201,638
0	0	5,386,749	5,893,564
0	0	0	2,350,977
9,928	1,032	5,419,357	16,280,108
(311)	(99)	309,947	(1,584,214)
0	0	10,683	10,683
0	0	0	500,000
0	0	10,683	510,683
(311)	(99)	320,630	(1,073,531)
(832)	100	384,768	973,067
(\$1,143)	\$1	\$705,398	(\$100,464)

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Final Budget	Other Grants Fund Actual	Variance from Final Budget
<b>Revenues:</b>			
Intergovernmental	\$144,441	\$144,441	\$0
Other Revenues	2,679	2,679	0
<b>Total Revenues</b>	<b>147,120</b>	<b>147,120</b>	<b>0</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular	132,322	119,230	13,092
Special	1	1	0
Other	4,774	4,302	472
<b>Support Services:</b>			
Pupil	20,810	18,751	2,059
Instructional Staff	6,336	5,709	627
Pupil Transportation	84	76	8
Central	12,178	10,973	1,205
Extracurricular Activities	5,309	4,784	525
<b>Total Expenditures</b>	<b>181,814</b>	<b>163,826</b>	<b>17,988</b>
<b>Net Change in Fund Balance</b>	<b>(34,694)</b>	<b>(16,706)</b>	<b>17,988</b>
<b>Fund Balance Beginning of Year (includes prior year encumbrances appropriated)</b>	<b>123,081</b>	<b>123,081</b>	<b>0</b>
<b>Fund Balance End of Year</b>	<b>\$88,387</b>	<b>\$106,375</b>	<b>\$17,988</b>



Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Student Activities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,001	\$1,005	\$4
Extracurricular Activities	2,201,407	2,211,144	9,737
Other Revenues	72,056	72,375	319
Total Revenues	<u>2,274,464</u>	<u>2,284,524</u>	<u>10,060</u>
Expenditures:			
Current:			
Instruction:			
Regular	5,501	5,383	118
Support Services:			
Operations and Maintenance	335,923	328,691	7,232
Pupil Transportation	24,795	24,261	534
Extracurricular Activities	2,649,974	2,592,920	57,054
Total Expenditures	<u>3,016,193</u>	<u>2,951,255</u>	<u>64,938</u>
Excess of Revenues Over (Under) Expenditures	<u>(741,729)</u>	<u>(666,731)</u>	<u>74,998</u>
Other Financing Sources (Uses):			
Transfers In	497,798	500,000	2,202
Total Other Financing Sources (Uses)	<u>497,798</u>	<u>500,000</u>	<u>2,202</u>
Net Change in Fund Balance	(243,931)	(166,731)	77,200
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>1,061,523</u>	<u>1,061,523</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$817,592</u></u>	<u><u>\$894,792</u></u>	<u><u>\$77,200</u></u>

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$15	\$15	\$0
Intergovernmental	405,998	405,998	0
Total Revenues	406,013	406,013	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	453,112	439,698	13,414
Total Expenditures	453,112	439,698	13,414
Net Change in Fund Balance	(47,099)	(33,685)	13,414
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	55,910	55,910	0
Fund Balance End of Year	\$8,811	\$22,225	\$13,414

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	MIS Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Central	2,285	2,285	0
Total Expenditures	2,285	2,285	0
Net Change in Fund Balance	(2,285)	(2,285)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,286	2,286	0
Fund Balance End of Year	\$1	\$1	\$0

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	School Net Professional Development Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	16	16	0
Fund Balance End of Year	\$16	\$16	\$0

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Ohio Reads Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	6,470	6,470	0
Fund Balance End of Year	\$6,470	\$6,470	\$0

Lakota Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2012

	Alt. School Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$42,721	\$42,721	\$0
Total Revenues	42,721	42,721	0
Expenditures:			
Current:			
Instruction:			
Regular	13,914	14,068	(154)
Support Services:			
Pupil	32,004	32,357	(353)
Instructional Staff	5,808	5,872	(64)
Total Expenditures	51,726	52,297	(571)
Excess of Revenues Over (Under) Expenditures	(9,005)	(9,576)	(571)
Other Financing Sources (Uses):			
Advances In	11,647	11,647	0
Advances (Out)	(2,642)	(2,671)	(29)
Total Other Financing Sources (Uses)	9,005	8,976	(29)
Net Change in Fund Balance	0	(600)	(600)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	3,000	3,000	0
Fund Balance End of Year	\$3,000	\$2,400	(\$600)

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$39,015	\$39,015	\$0
Total Revenues	39,015	39,015	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	25,008	24,993	15
Total Expenditures	25,008	24,993	15
Excess of Revenues Over (Under) Expenditures	14,007	14,022	15
Other Financing Sources (Uses):			
Advances In	4,659	4,659	0
Advances (Out)	(18,692)	(18,681)	11
Total Other Financing Sources (Uses)	(14,033)	(14,022)	11
Net Change in Fund Balance	(26)	0	26
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	918	918	0
Fund Balance End of Year	\$892	\$918	\$26

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Education Jobs Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,985,536	\$1,985,536	\$0
Total Revenues	1,985,536	1,985,536	0
Expenditures:			
Current:			
Instruction:			
Special	2,012,364	2,012,364	0
Support Services:			
School Administration	4,983	4,983	0
Total Expenditures	2,017,347	2,017,347	0
Excess of Revenues Over (Under) Expenditures	(31,811)	(31,811)	0
Other Financing Sources (Uses):			
Advances In	31,811	31,811	0
Total Other Financing Sources (Uses)	31,811	31,811	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0



Lakota Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2012

	Title VI-B Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$3,291,501	\$3,291,501	\$0
Total Revenues	3,291,501	3,291,501	0
Expenditures:			
Current:			
Instruction:			
Special	432,985	410,269	22,716
Other	191,559	181,509	10,050
Support Services:			
Pupil	2,319,551	2,197,861	121,690
Instructional Staff	195,756	185,486	10,270
School Administration	415,108	393,330	21,778
Fiscal	28,111	26,636	1,475
Operations and Maintenance	5,419	5,135	284
Central	161,231	152,772	8,459
Operation of Non-Instructional Services	71,714	67,952	3,762
Total Expenditures	3,821,434	3,620,950	200,484
Excess of Revenues Over (Under) Expenditures	(529,933)	(329,449)	200,484
Other Financing Sources (Uses):			
Advances In	490,963	490,963	0
Advances (Out)	(477,552)	(452,498)	25,054
Total Other Financing Sources (Uses)	13,411	38,465	25,054
Net Change in Fund Balance	(516,522)	(290,984)	225,538
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	293,131	293,131	0
Fund Balance End of Year	(\$223,391)	\$2,147	\$225,538

Lakota Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2012

	Title III Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$180,310	\$180,310	\$0
Total Revenues	<u>180,310</u>	<u>180,310</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special	48,081	46,624	1,457
Support Services:			
Instructional Staff	124,948	121,161	3,787
School Administration	6,390	6,196	194
Fiscal	2,494	2,418	76
Pupil Transportation	711	689	22
Operation of Non-Instructional Services	<u>20,935</u>	<u>20,300</u>	<u>635</u>
Total Expenditures	<u>203,559</u>	<u>197,388</u>	<u>6,171</u>
Excess of Revenues Over (Under) Expenditures	<u>(23,249)</u>	<u>(17,078)</u>	<u>6,171</u>
Other Financing Sources (Uses):			
Advances In	57,698	57,698	0
Advances (Out)	<u>(60,191)</u>	<u>(58,367)</u>	<u>1,824</u>
Total Other Financing Sources (Uses)	<u>(2,493)</u>	<u>(669)</u>	<u>1,824</u>
Net Change in Fund Balance	(25,742)	(17,747)	7,995
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>17,937</u>	<u>17,937</u>	<u>0</u>
Fund Balance End of Year	<u>(\$7,805)</u>	<u>\$190</u>	<u>\$7,995</u>

Lakota Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2012

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$878,989	\$878,989	\$0
Total Revenues	878,989	878,989	0
Expenditures:			
Current:			
Instruction:			
Regular	900,423	895,798	4,625
Support Services:			
Pupil	1,775	1,766	9
Instructional Staff	8,679	8,634	45
School Administration	67,430	67,084	346
Fiscal	11,294	11,236	58
Operation of Non-Instructional Services	17,692	17,601	91
Total Expenditures	1,007,293	1,002,119	5,174
Excess of Revenues Over (Under) Expenditures	(128,304)	(123,130)	5,174
Other Financing Sources (Uses):			
Advances In	128,349	128,349	0
Advances (Out)	(1,306)	(1,299)	7
Total Other Financing Sources (Uses)	127,043	127,050	7
Net Change in Fund Balance	(1,261)	3,920	5,181
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	7,092	7,092	0
Fund Balance End of Year	\$5,831	\$11,012	\$5,181

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Drug Free Schools Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$71,384	\$71,384	\$0
Total Revenues	71,384	71,384	0
Expenditures:			
Current:			
Support Services:			
Pupil	2,160	2,099	61
Instructional Staff	47,305	45,959	1,346
Operations and Maintenance	18,887	18,350	537
Central	3,088	3,000	88
Operation of Non-Instructional Services	1,108	1,076	32
Total Expenditures	72,548	70,484	2,064
Excess of Revenues Over (Under) Expenditures	(1,164)	900	2,064
Other Financing Sources (Uses):			
Advances (Out)	(3,148)	(3,058)	90
Total Other Financing Sources (Uses)	(3,148)	(3,058)	90
Net Change in Fund Balance	(4,312)	(2,158)	2,154
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,158	2,158	0
Fund Balance End of Year	(\$2,154)	\$0	\$2,154

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	EHA Pre-School Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$114,564	\$114,564	\$0
Total Revenues	<u>114,564</u>	<u>114,564</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special	93,044	76,596	16,448
Support Services:			
Pupil	62,423	51,388	11,035
Fiscal	893	735	158
Total Expenditures	<u>156,360</u>	<u>128,719</u>	<u>27,641</u>
Excess of Revenues Over (Under) Expenditures	<u>(41,796)</u>	<u>(14,155)</u>	<u>27,641</u>
Other Financing Sources (Uses):			
Advances In	19,031	19,031	0
Advances (Out)	(50,298)	(41,406)	8,892
Total Other Financing Sources (Uses)	<u>(31,267)</u>	<u>(22,375)</u>	<u>8,892</u>
Net Change in Fund Balance	(73,063)	(36,530)	36,533
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>36,531</u>	<u>36,531</u>	<u>0</u>
Fund Balance End of Year	<u>(\$36,532)</u>	<u>\$1</u>	<u>\$36,533</u>

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Title II-A Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$247,025	\$247,025	\$0
Total Revenues	247,025	247,025	0
Expenditures:			
Current:			
Instruction:			
Regular	100,265	97,998	2,267
Support Services:			
Instructional Staff	181,730	177,620	4,110
School Administration	14,803	14,468	335
Fiscal	3,921	3,832	89
Operation of Non-Instructional Services	1,703	1,664	39
Total Expenditures	302,422	295,582	6,840
Excess of Revenues Over (Under) Expenditures	(55,397)	(48,557)	6,840
Other Financing Sources (Uses):			
Advances In	62,569	62,569	0
Advances (Out)	(23,518)	(22,986)	532
Total Other Financing Sources (Uses)	39,051	39,583	532
Net Change in Fund Balance	(16,346)	(8,974)	7,372
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	8,975	8,975	0
Fund Balance End of Year	(\$7,371)	\$1	\$7,372

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	High Schools That Work Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$11,179	\$11,179	\$0
Total Revenues	11,179	11,179	0
Expenditures:			
Current:			
Instruction:			
Regular	4,444	4,283	161
Support Services:			
Instructional Staff	7,196	6,936	260
Total Expenditures	11,640	11,219	421
Excess of Revenues Over (Under) Expenditures	(461)	(40)	421
Other Financing Sources (Uses):			
Advances In	1,592	1,592	0
Advances (Out)	(2,992)	(2,884)	108
Total Other Financing Sources (Uses)	(1,400)	(1,292)	108
Net Change in Fund Balance	(1,861)	(1,332)	529
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,781	1,781	0
Fund Balance End of Year	(\$80)	\$449	\$529

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Title II D Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,809	\$2,809	\$0
Total Revenues	2,809	2,809	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	1,285	1,032	253
Total Expenditures	1,285	1,032	253
Excess of Revenues Over (Under) Expenditures	1,524	1,777	253
Other Financing Sources (Uses):			
Advances (Out)	(3,348)	(2,688)	660
Total Other Financing Sources (Uses)	(3,348)	(2,688)	660
Net Change in Fund Balance	(1,824)	(911)	913
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	912	912	0
Fund Balance End of Year	(\$912)	\$1	\$913



Lakota Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2012

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$771	\$771	\$0
Intergovernmental	1,411,320	1,411,402	82
Charges for Services	3,927,795	3,928,024	229
Other Revenues	7,432	7,432	0
<b>Total Revenues</b>	<b>5,347,318</b>	<b>5,347,629</b>	<b>311</b>
Expenditures:			
Current:			
Support Services:			
Central	32,785	32,608	177
Operation of Non-Instructional Services	5,071,563	5,044,181	27,382
<b>Total Expenditures</b>	<b>5,104,348</b>	<b>5,076,789</b>	<b>27,559</b>
Excess of Revenues Over (Under) Expenditures	242,970	270,840	27,870
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	10,682	10,683	1
<b>Total Other Financing Sources (Uses)</b>	<b>10,682</b>	<b>10,683</b>	<b>1</b>
Net Change in Fund Balance	253,652	281,523	27,871
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	515,897	515,897	0
<b>Fund Balance End of Year</b>	<b>\$769,549</b>	<b>\$797,420</b>	<b>\$27,871</b>

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## **NONMAJOR CAPITAL PROJECTS FUNDS**

### **Fund Descriptions**

**Permanent Improvement** - To account for financial resources, to be used to maintain the District's facilities, as well as provide for major equipment and instructional material purchases.

**Building** - To account for receipts and expenditures related to the construction of school facilities.

Lakota Local School District, Ohio  
 Combining Balance Sheet  
 Nonmajor Capital Projects Funds  
 June 30, 2012

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Assets:			
Equity in Pooled Cash and Investments	\$2,200	\$2	\$2,202
Total Assets	<u>2,200</u>	<u>2</u>	<u>2,202</u>
Liabilities and Fund Balances:			
Liabilities:			
Accounts Payable	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances:			
Restricted	2,200	2	2,202
Total Fund Balances	<u>2,200</u>	<u>2</u>	<u>2,202</u>
Total Liabilities and Fund Balances	<u>\$2,200</u>	<u>\$2</u>	<u>\$2,202</u>

Lakota Local School District, Ohio  
 Combining Statement of Revenues, Expenditures  
 and Changes in Fund Balance  
 Nonmajor Capital Projects Funds  
 For the Fiscal Year Ended June 30, 2012

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Revenues:			
Investment Earnings	\$390	\$0	\$390
Total Revenues	390	0	390
Expenditures:			
Current:			
Capital Outlay	1,135,480	0	1,135,480
Total Expenditures	1,135,480	0	1,135,480
Net Change in Fund Balance	(1,135,090)	0	(1,135,090)
Fund Balance Beginning of Year	1,137,290	2	1,137,292
Fund Balance End of Year	\$2,200	\$2	\$2,202

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$410	\$411	\$1
Total Revenues	410	411	1
Expenditures:			
Capital Outlay	1,137,679	1,135,480	2,199
Total Expenditures	1,137,679	1,135,480	2,199
Net Change in Fund Balance	(1,137,269)	(1,135,069)	2,200
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,137,269	1,137,269	0
Fund Balance End of Year	\$0	\$2,200	\$2,200

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Building Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Capital Outlay	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2	2	0
Fund Balance End of Year	\$2	\$2	\$0

## **OTHER GENERAL FUNDS**

With the implementation of GASB Statement No. 54, certain funds that the District prepares legally adopted budgets for no longer meet the definition to be reported as Special Revenue funds and have been included with the General Fund in the governmental fund financial statements. The District has only presented the budget schedules for these funds.

### **Fund Descriptions**

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

**Underground Storage Tanks** - To account for local funds which are provided in the event of an underground storage tank leak.

**Uniform School Supply** - To account for the purchase and sale of school supplies as adopted by the Board of Education for use in all schools of the District.

**Adult Education** - To account for all revenues and expenses related to education classes for adults.



Lakota Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2012

	Public School Support Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$44,095	\$44,339	\$244
Extracurricular Activities	588,862	592,122	3,260
Other Revenues	157,043	157,913	870
<b>Total Revenues</b>	<b>790,000</b>	<b>794,374</b>	<b>4,374</b>
Expenditures:			
Current:			
Instruction:			
Regular	128,209	123,069	5,140
Special	706	678	28
Vocational	937	899	38
Support Services:			
Pupil	628,569	603,371	25,198
Instructional Staff	111,578	107,105	4,473
School Administration	8,399	8,062	337
Operations and Maintenance	24,645	23,657	988
Pupil Transportation	292	280	12
Operation of Non-Instructional Services	5,499	5,279	220
Extracurricular Activities	65	62	3
<b>Total Expenditures</b>	<b>908,899</b>	<b>872,462</b>	<b>36,437</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(118,899)</b>	<b>(78,088)</b>	<b>40,811</b>
Other Financing Sources (Uses):			
Transfers (Out)	(10,866)	(10,430)	436
<b>Total Other Financing Sources (Uses)</b>	<b>(10,866)</b>	<b>(10,430)</b>	<b>436</b>
<b>Net Change in Fund Balance</b>	<b>(129,765)</b>	<b>(88,518)</b>	<b>41,247</b>
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	980,846	980,846	0
<b>Fund Balance End of Year</b>	<b>\$851,081</b>	<b>\$892,328</b>	<b>\$41,247</b>

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Underground Storage Tanks Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	11,000	11,000	0
Fund Balance End of Year	\$11,000	\$11,000	\$0

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Uniform School Supply Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$1,088,780	\$1,088,899	\$119
Other Revenues	125,517	125,531	14
Total Revenues	<u>1,214,297</u>	<u>1,214,430</u>	<u>133</u>
Expenditures:			
Current:			
Instruction:			
Regular	1,333,097	1,291,977	41,120
Special	1,775	1,720	55
Total Expenditures	<u>1,334,872</u>	<u>1,293,697</u>	<u>41,175</u>
Net Change in Fund Balance	(120,575)	(79,267)	41,308
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>512,965</u>	<u>512,965</u>	<u>0</u>
Fund Balance End of Year	<u>\$392,390</u>	<u>\$433,698</u>	<u>\$41,308</u>

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

Lakota Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2012

	Adult Education Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	3,510	3,510	0
Fund Balance End of Year	\$3,510	\$3,510	\$0

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

## **NONMAJOR FUND**

### **Fiduciary fund**

Fiduciary fund types are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental unites and/or other funds.

**Student Activities (Agency Fund)** – Fund used to account for resources that belong to various student groups in the District. Students are involved in the management of the program.

Lakota Local School District, Ohio  
Statement of Changes In Assets and Liabilities  
Agency Fund  
For the Fiscal Year Ended June 30, 2012

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	Student Activities			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$213,724	\$444,467	\$402,221	\$255,970
Total Assets	<u>213,724</u>	<u>444,467</u>	<u>402,221</u>	<u>255,970</u>
Liabilities:				
Accounts Payable	0	0	0	0
Other Liabilities	<u>213,724</u>	<u>444,467</u>	<u>402,221</u>	<u>255,970</u>
Total Liabilities	<u>\$213,724</u>	<u>\$444,467</u>	<u>\$402,221</u>	<u>\$255,970</u>

# STATISTICAL SECTION



## ***STATISTICAL SECTION***

This part of the City'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 City's overall financial health.

### **Contents**

**Financial Trends:** These schedules contain trend information to help the reader understand how the City's financial position has changed over time.

**Revenue Capacity:** These schedules contain information to help the reader understand and assess the City's most significant local revenue source, the income tax.

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

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

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

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



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Lakota Local School District, Ohio  
 Net Assets by Component,  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 1

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities										
Invested in Capital Assets, Net of Related Debt	\$24,035,765	\$30,153,111	\$31,812,847	\$34,805,845	\$43,792,493	\$28,638,246	\$32,506,569	\$30,152,263	\$27,488,410	\$26,180,412
Restricted	9,214,868	9,775,382	12,820,740	13,977,232	13,264,151	12,869,138	8,416,967	9,608,553	7,551,789	12,146,326
Unrestricted	20,271,115	18,057,776	15,068,049	21,532,618	37,944,136	32,168,847	23,890,999	16,155,094	11,846,048	11,006,296
Total Governmental Activities Net Assets	\$53,521,748	\$57,986,269	\$59,701,636	\$70,315,695	\$95,000,780	\$73,676,231	\$64,814,535	\$55,915,910	\$46,886,247	\$49,333,034

Source: District Records

Lakota Local School District, Ohio  
 Expenses, Program Revenues and Net (Expense)/Revenue  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 2

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental Activities:										
Instruction	\$66,999,455	\$72,506,183	\$68,933,022	\$73,176,247	\$76,890,642	\$90,031,129	\$93,452,835	\$100,378,362	\$98,167,225	\$94,332,642
Pupil	8,340,975	8,663,017	9,867,976	10,751,701	10,940,729	12,016,164	12,113,779	12,740,885	12,432,349	11,771,194
Instructional Staff	5,722,539	7,327,784	7,715,598	9,785,359	8,868,043	10,815,877	11,763,768	12,525,237	10,645,860	9,042,640
General Administration	27,184	23,719	67,385	44,068	62,727	78,578	99,449	66,318	93,099	44,037
School Administration	10,009,748	10,204,176	10,579,888	12,406,657	13,621,563	13,555,040	17,117,393	14,002,040	13,293,359	12,765,974
Fiscal	1,524,506	2,115,246	2,125,850	1,095,786	1,267,506	1,238,214	1,410,759	1,236,620	1,376,474	1,469,950
Business	509,697	466,188	329,164	292,860	222,208	335,700	349,666	357,957	410,605	349,836
Operations and Maintenance	11,414,121	11,177,889	10,438,378	10,900,201	11,300,285	13,420,202	15,569,138	14,249,777	13,471,298	12,375,806
Pupil Transportation	7,724,737	9,929,606	14,371,115	13,290,246	16,077,170	17,182,978	15,651,796	19,423,730	14,483,316	14,371,035
Central	2,074,718	2,343,254	2,555,949	2,983,262	2,637,239	4,293,249	4,117,653	3,663,618	3,383,747	3,586,813
Operation of Non-Instructional Services	4,464,919	4,902,583	5,748,778	6,609,266	6,614,004	7,510,386	7,660,032	7,073,573	6,452,226	5,989,839
Extracurricular Activities	2,810,168	3,011,917	3,103,182	3,292,761	3,023,706	3,278,754	3,620,893	3,426,136	3,005,242	2,825,760
Interest and Fiscal Charges	6,002,168	5,597,681	5,183,120	8,034,299	8,276,131	8,715,607	7,673,349	8,047,154	9,242,380	8,139,377
Total Governmental Activities Expenses	\$127,624,935	\$138,269,243	\$141,019,405	\$152,662,713	\$159,801,953	\$182,471,878	\$190,600,510	\$197,191,407	\$186,457,180	\$177,064,903

Source: District Records

Lakota Local School District, Ohio  
 Expenses, Program Revenues and Net (Expense)/Revenue  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 2 (Continued)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Program Revenues										
Governmental Activities:										
Charges for Services:										
Instruction	\$592,862	\$644,483	\$698,340	\$695,464	\$644,136	\$950,815	\$1,074,436	\$827,777	\$1,873,574	\$2,262,719
Pupil	617,363	626,643	748,353	752,472	641,584	733,516	619,309	599,203	27,638	28,558
Instructional Staff	3,670	6,717	5,758	9,576	81,704	112,068	125,840	80,305	0	0
General Administration	0	0	1,303	0	0	0	0	0	0	0
School Administration	1,255	1,145	0	172	0	7,263	3,984	3,412	0	0
Fiscal	0	0	0	0	0	0	272	131	0	0
Business	0	0	0	0	0	515	276	0	0	0
Operations and Maintenance	0	0	145,898	288,308	305,151	313,088	320,619	364,828	494,614	646,643
Pupil Transportation	0	0	0	0	0	0	1	0	0	17,976
Central	151	12,706	0	0	0	0	33	214	0	25,227
Operation of Non-Instructional Services	4,178,817	4,525,316	5,568,995	5,014,072	5,218,887	5,089,655	5,169,264	5,356,842	3,920,417	3,902,472
Extracurricular Activities	814,680	825,413	1,078,624	1,190,007	909,205	1,013,459	1,154,754	1,140,219	2,239,406	2,509,515
Operating Grants and Contributions	2,943,404	4,122,476	4,639,740	5,488,543	9,089,786	10,213,556	9,669,092	12,899,123	14,091,811	12,554,729
Capital Grants and Contributions	450,657	107,748	248,830	108,951	327,799	139,255	271,848	0	0	0
Total Governmental Activities Program Revenues	9,602,859	10,872,647	13,135,841	13,547,565	17,218,252	18,573,190	18,409,728	21,272,054	22,647,460	21,947,839
Net (Expense)/Revenue	(\$118,022,076)	(\$127,396,596)	(\$127,883,564)	(\$139,115,148)	(\$142,583,701)	(\$163,898,688)	(\$172,190,782)	(\$175,919,353)	(\$163,809,720)	(\$155,117,064)
Governmental Activities										

Source: District Records

Lakota Local School District, Ohio  
 General Revenues and Total Change in Net Assets,  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 3

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Net (Expense)/Revenue	(\$118,022,076)	(\$127,396,596)	(\$127,883,564)	(\$139,115,148)	(\$142,583,701)	(\$163,898,688)	(\$172,190,782)	(\$175,919,353)	(\$163,809,720)	(\$155,117,064)
Governmental Activities										
General Revenues and Other Changes in Net Assets										
Governmental Activities:										
Property Taxes										
Property Taxes Levied for General Purposes	58,108,666	65,507,861	63,722,046	77,220,286	86,994,400	80,968,922	81,845,161	81,301,524	71,923,151	76,293,977
Property Taxes Levied for Debt Service Purposes	12,046,037	12,135,005	11,156,541	11,789,412	12,127,727	12,502,843	10,940,720	11,706,135	11,309,553	13,584,230
Grants and Entitlements Not Restricted to Specific Programs	49,602,256	51,777,045	54,260,058	55,735,058	54,786,321	57,026,114	59,350,755	59,845,825	58,880,750	56,475,755
Revenue in Lieu of Taxes - Unrestricted	1,472,801	2,153,931	257,770	1,599,259	2,437,337	1,482,251	8,862,405	13,164,088	11,874,109	10,724,516
Unrestricted Contributions	0	0	0	0	0	55,000	0	0	195,225	125,665
Investment Earnings	1,178,297	471,746	1,029,907	3,132,833	7,567,638	5,030,023	1,674,144	158,738	93,272	150,995
Refunds and Reimbursements	0	0	0	20,700	7,744	30,915	148,655	0	0	0
Other Revenues	651,656	466,531	434,303	435,887	1,055,900	245,871	507,246	844,418	503,997	208,713
Total Governmental Activities	123,059,713	132,512,119	130,860,625	149,933,435	164,977,067	157,341,939	163,329,086	167,020,728	154,780,057	157,563,851
Change in Net Assets										
Governmental Activities	\$5,037,637	\$5,115,523	\$2,977,061	\$10,818,287	\$22,393,366	(\$6,556,749)	(\$8,861,696)	(\$8,898,625)	(\$9,029,663)	\$2,446,787

Source: District Records

Lakota Local School District, Ohio  
Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)  
Schedule 4

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011 (1)	2012
<b>General Fund</b>										
Reserved	\$4,808,663	\$4,641,568	\$5,680,104	\$8,145,908	\$5,713,978	\$4,675,843	\$4,748,650	\$5,673,834	\$0	\$0
Unreserved	20,122,813	17,066,027	15,120,212	20,107,297	36,756,523	32,561,593	25,764,017	19,421,784	0	0
Restricted									1,976,054	0
Assigned									1,340,988	1,987,149
Unassigned									9,786,790	11,432,732
<b>Total General Fund</b>	<b>24,931,476</b>	<b>21,707,595</b>	<b>20,800,316</b>	<b>28,253,205</b>	<b>42,470,501</b>	<b>37,237,436</b>	<b>30,512,667</b>	<b>25,095,618</b>	<b>13,103,832</b>	<b>13,419,881</b>
<b>All Other Governmental Funds</b>										
Reserved	2,788,490	895,082	808,753	22,552,576	32,675,178	11,356,315	3,794,230	916,357	0	0
Unreserved, Reported In:										
Special Revenue Funds	574,385	1,101,409	1,015,338	982,361	1,154,791	1,090,115	631,697	408,704	0	0
Debt Service Funds	5,137,949	6,323,687	7,764,970	7,262,811	5,223,525	4,661,672	5,220,175	5,965,990	0	0
Capital Project Funds	1,294,014	14,492	133,168	55,588,815	14,391,862	3,018,349	1,211,247	6,981,989	0	0
Nonspendable									63,434	98,667
Restricted									10,237,959	11,803,043
Unassigned									(381,833)	(1,825,118)
<b>Total all Other Governmental Funds</b>	<b>\$9,794,838</b>	<b>\$8,334,670</b>	<b>\$9,722,229</b>	<b>\$86,386,563</b>	<b>\$53,445,356</b>	<b>\$20,126,451</b>	<b>\$10,857,349</b>	<b>\$14,273,040</b>	<b>\$9,919,560</b>	<b>\$10,076,592</b>

Source: District Records

(1) - Prior year amounts have not been restated for the implementation of GASB Statement 54. The change in the classification of fund balance amounts in 2011 are discussed in the Notes to the Financial Statements.

Lakota Local School District, Ohio  
 Governmental Funds Revenues,  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 5

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues:										
Taxes	\$70,154,703	\$74,974,566	\$76,558,847	\$88,219,693	\$99,366,657	\$92,729,935	\$93,210,158	\$92,556,437	\$80,952,105	\$91,254,610
Revenue in Lieu of Taxes	0	0	0	0	0	0	8,862,405	13,164,088	11,824,742	10,681,075
Tuition and Fees	443,369	443,132	550,997	623,401	548,049	725,425	746,895	780,464	865,429	911,559
Investment Earnings	1,178,297	461,120	1,016,474	3,117,591	7,552,512	5,009,134	1,674,144	158,134	93,272	138,655
Intergovernmental	52,796,362	56,941,382	58,629,909	60,772,380	63,869,399	65,892,942	67,917,331	71,241,438	72,825,089	67,045,964
Extracurricular Activities	1,441,426	1,545,353	1,831,947	2,089,798	1,741,406	1,980,928	2,006,843	1,949,537	2,471,629	2,938,060
Charges for Services	0	0	295,331	0	0	0	0	0	4,865,460	5,441,167
Other Revenues	2,331,295	1,262,626	656,487	2,350,844	3,774,211	2,191,041	1,138,540	1,045,490	958,635	595,535
Total Revenues	\$128,345,452	\$135,628,179	\$139,539,992	\$157,173,707	\$176,852,234	\$168,529,405	\$175,556,316	\$180,875,588	\$174,856,361	\$179,006,625

Source: District Records

Lakota Local School District, Ohio  
 Governmental Funds Expenditures and Debt Service Ratio,  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 6

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Regular Instruction	\$75,550,548	\$59,355,751	\$56,610,305	\$58,134,589	\$63,108,553	\$67,168,954	\$70,110,539	\$72,485,934	\$73,724,468	\$68,650,735
Special Instruction	9,517,686	9,698,915	9,310,344	10,412,781	10,825,993	12,086,711	13,119,471	14,714,652	15,108,862	15,140,017
Vocational Instruction	267,363	283,553	186,872	99,012	126,020	97,588	335	0	258	2,409
Other Instruction	208,288	292,795	244,275	2,886,570	3,018,895	2,603,832	2,860,997	3,035,460	5,083,411	4,360,229
Pupil	8,217,048	8,606,366	9,808,007	10,833,785	10,831,902	11,839,061	12,002,967	12,670,167	12,781,903	11,843,829
Instructional Staff	5,694,591	7,295,815	7,730,941	8,986,605	8,797,966	10,827,641	11,767,805	12,448,325	10,608,861	9,089,492
General Administration	27,184	23,719	67,385	44,068	62,727	78,578	99,449	66,318	93,099	44,037
School Administration	9,542,561	10,272,880	10,341,744	11,992,785	13,442,807	14,377,494	16,520,191	14,385,096	12,593,415	12,770,073
Fiscal	1,616,573	2,082,673	2,089,853	1,061,100	1,227,995	1,282,321	1,350,862	1,275,852	1,354,628	1,444,518
Business	334,167	339,578	194,347	250,186	171,521	269,953	319,840	282,518	329,850	298,498
Operations and Maintenance	11,294,661	11,211,971	10,348,015	10,778,978	11,184,911	13,243,610	15,416,204	14,038,230	13,054,256	12,220,783
Pupil Transportation	8,154,558	9,305,327	13,801,460	12,392,940	15,225,047	16,648,154	15,456,434	17,417,776	14,393,792	14,281,471
Central	2,264,736	2,204,567	2,398,020	2,772,271	3,127,979	4,002,284	3,922,128	3,483,625	3,219,005	3,465,160
Operation of Non-Instructional Services	138,551	135,224	354,212	546,483	555,986	272,258	710,274	599,732	6,192,026	5,900,036
Extracurricular Activities	2,814,247	2,803,482	2,936,849	3,151,638	2,896,885	3,106,657	3,461,532	3,124,572	2,778,846	2,474,836
Capital Outlay	0	4,310,899	757,466	9,708,525	45,983,393	35,589,747	14,644,749	9,142,535	7,579,315	2,406,771
Debt Service:										
Principal Retirement	6,339,388	6,784,094	5,760,593	8,591,962	6,668,076	4,660,658	6,279,450	4,734,714	5,305,024	4,379,103
Interest and Fiscal Charges	6,026,810	5,566,021	5,342,006	5,652,789	8,457,993	8,873,127	7,698,465	8,205,712	8,127,454	9,803,688
Bond Issuance Costs	0	0	0	0	0	0	222,100	0	0	0
<b>Total Expenditures</b>	<b>\$148,008,960</b>	<b>\$140,573,630</b>	<b>\$138,282,694</b>	<b>\$158,297,067</b>	<b>\$205,714,649</b>	<b>\$207,028,628</b>	<b>\$195,963,792</b>	<b>\$192,111,218</b>	<b>\$192,328,473</b>	<b>\$178,555,685</b>

Debt Service as a Percentage of  
 Noncapital Expenditures 9.60% 10.82% 8.35% 9.13% 7.76% 8.62% 8.77% 7.22% 7.17% 8.01%

Source: District Records



Lakota Local School District, Ohio  
 Other Financing Sources and Uses and Net Change in Fund Balances,  
 Governmental Funds,  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 7

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Other Financing Sources (Uses):</b>										
Issuance of Long Term Debt	\$0	\$0	\$0	\$84,300,000	\$10,000,000	\$0	\$4,100,000	\$9,405,000	\$0	\$0
Issuance of Refunding Bonds	0	0	8,625,000	30,950,000	0	0	0	0	0	0
Premium on Bonds Sold	0	0	0	4,221,393	0	0	1,065,460	0	0	0
Payment to Refunded Bonds Escrow Agent	0	0	(8,625,000)	(34,194,969)	0	0	(17,479,951)	0	0	0
Proceeds of Refunding Bonds	0	0	0	0	0	0	16,680,000	0	0	0
Proceeds of Capital Leases	0	261,402	161,818	0	0	0	0	0	0	0
Proceeds from Sale of Capital Assets	138,101	0	0	20,395	0	3,519	48,096	110,234	203,980	22,141
Transfers In	1,387	24,908	1,808,906	1,483,808	1,779,391	1,870,362	1,996,206	1,974,538	1,500,000	600,839
Transfers (Out)	(1,387)	(24,908)	(1,845,001)	(1,540,044)	(1,845,117)	(1,926,628)	(1,996,206)	(2,255,500)	(1,500,000)	(600,839)
<b>Total Other Financing Sources (Uses)</b>	<b>138,101</b>	<b>261,402</b>	<b>125,723</b>	<b>85,240,583</b>	<b>9,934,274</b>	<b>(52,747)</b>	<b>4,413,605</b>	<b>9,234,272</b>	<b>203,980</b>	<b>22,141</b>
<b>Net Change in Fund Balances</b>	<b>(\$19,525,407)</b>	<b>(\$4,684,049)</b>	<b>\$1,383,021</b>	<b>\$84,117,223</b>	<b>(\$18,928,141)</b>	<b>(\$38,551,970)</b>	<b>(\$15,993,871)</b>	<b>(\$2,001,358)</b>	<b>(\$17,268,132)</b>	<b>\$473,081</b>

Source: District Records

Lakota Local School District, Ohio  
 Assessed and Estimated Actual Value of Taxable Property  
 Last Ten Collection (Calendar) Years  
 Schedule 8

Collection Year	Real Property	Tangible Personal Property	Public Utilities Personal	Total	Total	Total
	Assessed Value	Assessed Value	Assessed Value	Assessed Value	Estimated Actual Value	Direct Rate
2002	\$1,646,429,860	\$170,886,501	\$60,981,990	\$1,878,298,351	\$5,448,613,308	60.84
2003	1,960,455,290	171,600,152	58,862,530	2,190,917,972	6,346,563,967	60.04
2004	2,027,523,000	171,154,345	59,663,620	2,258,340,965	6,537,203,857	60.04
2005	2,145,381,260	173,951,122	60,653,310	2,379,985,692	6,886,118,541	65.64
2006	2,324,789,851	188,497,872	65,725,474	2,579,013,197	7,461,973,679	65.63
2007	2,415,765,750	163,745,949	57,329,510	2,636,841,209	7,614,501,163	65.39
2008	2,478,371,360	132,724,791	55,548,700	2,666,644,851	7,667,508,893	65.39
2009	2,683,065,110	0	57,758,480	2,740,823,590	7,723,658,794	65.39
2010	2,693,254,040	0	60,809,140	2,754,063,180	7,755,820,683	65.84
2011	2,586,411,730	0	65,850,220	2,652,261,950	7,455,598,020	65.84

Source: County Auditor

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. The tangible personal property values were phased out for the 2009 calendar year.

Lakota Local School District, Ohio  
 Direct and Overlapping Property Tax Rates  
 Last Ten Calendar Years  
 Schedule 9

Calendar Year	District Direct Rates			Overlapping Rates				
	General Purpose	Capital Purpose	Total	Butler County	EXC Monroe Liberty Town	Liberty Township	City of Monroe	Butler TCDS
2002	6.49	54.35	60.84	8.75	0.59	10.59	9.85	1.93
2003	6.49	53.55	60.04	8.74	0.59	10.59	9.85	1.93
2004	6.49	53.55	60.04	8.74	0.59	10.59	9.85	1.93
2005	6.49	59.15	65.64	8.74	0.59	10.50	9.85	1.93
2006	6.49	59.14	65.63	9.44	0.59	10.50	9.85	1.93
2007	6.49	58.90	65.39	10.95	0.59	10.50	8.01	1.93
2008	6.49	58.90	65.39	10.45	0.59	10.50	8.00	1.93
2009	6.49	58.90	65.39	9.75	0.59	10.50	8.00	1.93
2010	6.49	59.35	65.84	9.72	0.59	11.59	8.00	1.93
2011	6.49	59.35	65.84	9.72	0.59	11.59	8.00	1.93

Source: County Auditor

Note: Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Lakota Local School District, Ohio  
Principal Property Tax Payers  
Current Year and Six Years Ago (1)  
Schedule 10

Taxpayer	2011	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Duke Energy Ohio Inc	\$67,180,370	2.53%
Duke Realty Ohio	15,283,640	0.58%
First Industrial LP	11,219,800	0.42%
US Industrial Reit III Midwest	10,705,000	0.40%
Cincinnati Lesaint Industrial	9,100,000	0.34%
Lakes at West Chester Village	6,930,000	0.26%
Landings at Beckett Ridge LLC	6,916,590	0.26%
Amylin Ohio LLC	6,183,710	0.23%
Union Station of West Chester	5,835,000	0.22%
Dct Port Union LLC	5,250,000	0.20%
<b>Total Principal Taxpayers</b>	<b>144,604,110</b>	<b>5.45%</b>
All Other Taxpayers	2,507,657,840	94.55%
<b>Total Taxpayers</b>	<b>\$2,652,261,950</b>	<b>100.00%</b>

Taxpayer	2005	
	Tangible Personal & Real Property	Percentage of Total Taxable Value
Cincinnati Gas & Electric	\$46,064,120	1.79%
Security Capital IND TR	12,186,170	0.47%
Cincinnati Bell Telephone	10,229,560	0.40%
Duke Realty Ohio	8,282,300	0.32%
Union Station of West Chester LLC	6,667,050	0.26%
Landings at Beckett Ridge LLC	6,591,950	0.26%
Dugan Financing LLC	6,518,310	0.25%
Port Union LLC	6,064,080	0.24%
Four Bridges Apartments LTD	5,382,380	0.21%
First Industrial L P	5,196,980	0.20%
<b>Total Principal Taxpayers</b>	<b>113,182,900</b>	<b>4.39%</b>
All Other Taxpayers	2,465,830,297	95.61%
<b>Total Taxpayers</b>	<b>\$2,579,013,197</b>	<b>100.00%</b>

Source: County Auditor

(1) - The amounts presented represent the assessed values upon which 2012 and 2006 collections were based. Information from nine years prior is not available.

Lakota Local School District, Ohio  
Property Tax Levies and Collections  
Last Ten Calendar Years  
Schedule 11

Calendar Year (1)	Taxes Levied for the Calendar Year (2)	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount (3)	Percentage of Levy		Amount	Percentage of Levy
2002	\$67,659,376	\$65,274,114	96.47%	\$1,572,990	\$66,847,104	98.80%
2003	71,617,353	71,010,316	99.15%	607,037	71,617,353	100.00%
2004	72,237,286	72,208,219	99.96%	29,067	72,237,286	100.00%
2005	75,498,963	72,635,918	96.21%	1,844,649	74,480,567	98.65%
2006	93,214,462	88,979,494	95.46%	2,120,237	91,099,731	97.73%
2007	106,207,980	95,734,594	90.14%	5,766,033	101,500,627	95.57%
2008	105,907,712	95,707,017	90.37%	4,927,183	100,634,200	95.02%
2009	100,776,727	96,441,221	95.70%	3,422,593	99,863,814	99.09%
2010	103,871,567	97,513,228	93.88%	1,813,818	99,327,046	95.62%
2011	102,415,624	98,668,972	96.34%	3,746,652	102,415,624	100.00%

Source: County Auditor

- (1) - Per county auditor, amounts in earlier years based on fiscal years; amounts have been readjusted to reflect calendar year.
- (2) - Taxes levied and collected are presented on a cash basis.
- (3) - State reimbursements of rollback and homestead exemptions are included.

Lakota Local School District, Ohio  
 Outstanding Debt by Type  
 Last Ten Fiscal Years  
 Schedule 12

Fiscal Year	General Bonded Debt Outstanding		General Bonded Debt Outstanding	Percentage of Estimated Actual Value of Taxable Property	Percentage of Personal Income (1)	Per Capita
	General Obligation Bonds	Debt Service Fund Balance	Net General Obligation Bonds			
2003	\$105,423,674	\$5,426,471	\$99,997,203	1.84%	0.97%	\$1,358
2004	98,639,581	6,630,404	92,009,177	1.45%	0.86%	1,250
2005	92,878,987	8,054,408	84,824,579	1.30%	0.77%	1,152
2006	172,713,717	7,546,305	165,167,412	2.40%	1.44%	2,243
2007	175,856,247	5,521,850	170,334,397	2.28%	1.42%	2,313
2008	171,006,195	4,955,410	166,050,785	2.18%	1.32%	2,255
2009	168,876,566	5,565,348	163,311,218	2.13%	1.26%	2,218
2010	173,304,872	6,414,224	166,890,648	2.16%	1.32%	2,267
2011	167,757,868	7,809,201	159,948,667	2.06%	1.23%	1,820
2012	163,136,785	10,174,854	152,961,931	2.05%	1.13%	1,740

Source: District Records

N/A - Information not available

(1) - On the calendar year basis

Lakota Local School District, Ohio  
 Direct and Overlapping Governmental Activities Debt  
 As of June 30, 2012  
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Butler County	\$60,188,581	33.41%	\$20,109,005
City of Fairfield	30,120,000	1.08%	325,296
City of Monroe	11,190,000	3.39%	379,341
Liberty Township	10,115,000	100.00%	10,115,000
West Chester Township	60,635,000	96.58%	58,561,283
Butler Technology & Career Center JT. Voc. School District	3,500,000	30.67%	1,073,450
Subtotal, Overlapping Debt	175,748,581		90,563,375
District Direct Debt	159,815,000	100.00%	159,815,000
Total Direct and Overlapping Debt	\$335,563,581		\$250,378,375

Source: Ohio Municipal Advisory Council

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the School District by the total assessed valuation of the government.

Lakota Local School District, Ohio  
 Legal Debt Margin Information,  
 Last Ten Fiscal Years  
 Schedule 14

Legal Debt Margin Calculation for Fiscal Year 2012

Assessed value (1)	\$2,652,261,950
Debt limit (9% of assessed value)	238,703,576
Debt applicable to limit	159,815,000
Legal debt margin	<u>\$78,888,576</u>

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt Limit	\$197,182,617	\$203,250,687	\$214,198,712	\$214,198,712	\$232,111,188	\$237,315,709	\$239,998,037	\$246,674,123	\$247,865,686	\$238,703,576
Total Net Debt Applicable to Limit	105,815,653	105,815,653	92,878,988	168,587,026	171,918,950	167,258,291	164,828,841	169,524,128	164,194,104	159,815,000
Legal Debt Margin	<u>\$91,366,964</u>	<u>\$97,435,034</u>	<u>\$121,319,724</u>	<u>\$45,611,686</u>	<u>\$60,192,238</u>	<u>\$70,057,418</u>	<u>\$75,169,196</u>	<u>\$77,149,995</u>	<u>\$83,671,582</u>	<u>\$78,888,576</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	53.66%	52.06%	43.36%	78.71%	74.07%	70.48%	68.68%	68.72%	66.24%	66.95%

Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2012 is calendar year 2011)



Lakota Local School District, Ohio  
 Demographic and Economic Statistics  
 Last Ten Calendar Years  
 Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2002	73,633	\$10,278,518	\$30,274	4.5%
2003	73,633	10,677,206	31,127	5.4%
2004	73,633	11,050,706	31,878	5.0%
2005	73,633	11,491,241	32,764	5.1%
2006	73,633	12,034,316	33,739	5.6%
2007	73,633	12,561,553	34,778	5.1%
2008	73,633	12,968,770	35,611	6.5%
2009	73,633	12,653,202	34,512	9.4%
2010	87,895	12,959,978	35,138	9.6%
2011	87,895	13,538,158	36,590	6.0%

- Sources:
- (1) - Population estimates provided by Lakota School District Records
  - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Butler County
  - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Butler County
  - (4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average
- N/A - Information not available

Lakota Local School District, Ohio  
 Major Employers (1)  
 Current Fiscal Year and Fiscal Period Four Years Ago (2)  
 Schedule 16

2012			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
AK Steel Holding Corp	Mfg	(4)	(5)
BAE Systems	Mfg	(4)	(5)
Butler County Government	Govt	(4)	(5)
Cincinnati Financial Corp	Ins	(4)	(5)
Cornerstone Brands Inc	Trade	(4)	(5)
Fairfield City Bd of Ed	Govt	(4)	(5)
Ft Hamilton Memorial Hospital	Serv	(4)	(5)
GE Aviation	Mfg	(4)	(5)
Hamilton City Bd of Ed	Govt	(4)	(5)
Lakota Local Bd of Ed	Govt	(4)	(5)
Liberty Mutual/Ohio Casualty Corp	Ins	(4)	(5)
Mercy Regional Hospital	Serv	(4)	(5)
Miami University	Govt	(4)	(5)
Middletown Regional Health System	Serv	(4)	(5)
Miller Coors	Mfg	(4)	(5)

2008			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Population
AK Steel Holding Corp	Mfg	(4)	(5)
Amylin Pharmaceuticals Inc	Mfg	(4)	(5)
Armor Holdings Inc	Mfg	(4)	(5)
Butler County Government	Govt	(4)	(5)
Cincinnati Financial Corp	Ins	(4)	(5)
Cornerstone Brands Inc	Trade	(4)	(5)
Fairfield City Bd of Ed	Govt	(4)	(5)
Ft Hamilton Memorial Hospital	Serv	(4)	(5)
Hamilton City Bd of Ed	Govt	(4)	(5)
Lakota Local Bd of Ed	Govt	(4)	(5)
Liberty Mutual/Ohio Casualty Corp	Ins	(4)	(5)
Mercy Regional Hospital	Serv	(4)	(5)
Miami University	Govt	(4)	(5)
Middletown Regional Health System	Serv	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Butler County

(2) - Only current fiscal year and fiscal period four years ago information available. Information for fiscal period nine years ago not available.

(3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.

(4) - The number of employees of each listed major employer was not available.

(5) - The employer's percentage of total employment for each major employer was not available.

Lakota Local School District, Ohio  
 Full-Time Equivalent District Employees by Type  
 Last Ten Fiscal Years  
 Schedule 17

	Fiscal Year									
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
<b>Official/Administrative</b>										
Assist. Deputy/Superintendent	1	1	1	1	2	2	1	2	2	2
Assistant Principal	22	23	24	23	24	27	28	23	23	22
Principal	18	19	19	19	19	20	20	19	20	20
Superintendent	1	1	1	1	1	1	1	1	1	1
Supervising/Managing/Directing	12	14	12	4	8	9	9	14	20	5
Treasurer	2	1	1	1	1	1	1	1	1	1
Other Official/Administrative	10	6	7	12	17	16	19	12	5	11
Totals	66	65	65	61	72	76	79	72	72	62
<b>Professional - Educational/Other</b>										
Counseling	62	31	29	31	32	33	37	34	33	31
Librarian/Media	44	18	19	14	18	19	17	18	14	6
Regular Teaching	978	671	699	701	733	743	826	879	876	764
Special Education Teaching	132	118	85	55	65	153	153	135	123	126
Educational Service Teacher	149	108	71	72	71	76	84	84	17	0
Psychologist	32	12	11	12	13	14	14	14	13	12
Registered Nursing	25	15	15	15	15	16	16	15	11	10
Speech and Language Therapist	57	29	30	30	31	33	34	32	32	27
Other Professional	54	101	119	162	161	101	15	15	3	92
Totals	1,532	1,103	1,078	1,090	1,139	1,188	1,196	1,226	1,122	1,068
<b>Technical/Office/Clerical</b>										
Computer Operating	14	14	15	14	19	21	21	21	22	20
Library Aide	15	15	17	12	147	13	14	14	12	20
Clerical	90	97	89	87	90	99	98	94	94	83
Teaching Aide	90	145	154	12	10	170	180	152	174	172
Other Technical/Office/Clerical	4	5	19	145	28	11	10	10	12	24
Totals	213	275	293	269	294	314	323	291	314	319
<b>Crafts and Trades/Operative</b>										
General Maintenance	17	18	22	7	7	8	11	11	11	12
Mechanic	7	10	9	9	7	8	8	7	7	6
Vehicle Operator (Buses)	172	185	0	0	0	0	0	0	0	0
Other Crafts and Trades/Operative	0	1	0	5	5	5	4	9	3	2
Totals	196	214	31	21	19	21	23	27	21	20
<b>Extracurricular/Intracurricular Activities</b>										
Advisor	94	0	0	0	0	0	0	0	0	0
Coaching	178	0	0	0	0	0	0	0	0	0
Athletic Trainer	0	0	0	0	0	0	0	0	0	0
Extra/Intra - Curricular Activities	0	0	0	0	0	0	0	0	0	0
Totals	272	0	0	0	0	0	0	0	0	0
<b>Service Work/Laborer</b>										
Custodian	91	106	98	85	85	95	102	102	87	92
Food Service	97	109	120	63	63	65	75	72	72	69
Attendant	65	56	59	16	19	25	25	19	21	1
Other Service Work/Laborer	53	36	2	18	15	15	13	13	5	6
Totals	306	306	279	181	182	200	215	206	185	168
Totals	2,585	1,963	1,746	1,622	1,706	1,799	1,836	1,822	1,714	1,637

Source: Lakota Local School District records.

Lakota Local School District, Ohio  
 Operating Statistics  
 Last Ten Fiscal Years  
 Schedule 18

Fiscal Year	Enrollment	Professional/ Educational Staff	Professional/ Educational Staff Average Salary	Pupil-Professional/ Educational Staff Ratio	Percentage Of Students on Free/Reduced Meals
2002/2003	15,845	1,532	28,444	12.84	13.30%
2003/2004	16,358	1,103	51,251	10.34	13.01%
2004/2005	16,961	1,078	52,583	14.83	13.57%
2005/2006	17,422	1,090	53,123	15.74	15.91%
2006/2007	17,782	1,139	53,622	15.98	15.39%
2007/2008	18,234	1,188	58,382	15.62	11.11%
2008/2009	18,330	1,196	59,660	15.33	13.97%
2009/2010	18,473	1,192	62,331	15.50	16.08%
2010/2011	18,426	1,176	63,000	15.67	16.60%
2011/2012	17,663	988	63,660	17.88	17.50%

Source: Lakota Local School District records.

Lakota Local School District  
 School Building Information  
 Last Ten Fiscal Years  
 Schedule 19

	Fiscal Year									
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
Creekside Early Childhood*										
Square Feet	67,685	67,685	67,685	67,685	67,685	67,685	67,685	67,685	67,685	67,685
Enrollment	1,087	1,236	1,264	1,284	1,325	930	889	872	818	690
Liberty Early Childhood (1928)										
Square Feet	50,600	50,600	50,600	50,600	50,600	50,600	50,600	50,600	50,600	50,600
Enrollment	717	570	595	621	598	466	440	578	591	522
Shawnee Early Childhood (1990)										
Square Feet	60,070	60,070	60,070	60,070	60,070	60,070	60,070	60,070	60,070	60,070
Enrollment	694	559	643	636	622	796	816	743	723	681
Wyandot Early Childhood (2007)***										
Square Feet	N/A	N/A	N/A	N/A	N/A	75,397	75,397	75,397	75,397	75,397
Enrollment	0	0	0	0	0	969	915	856	831	768
VanGorden Elementary (2003)**										
Square Feet	N/A	90,901	90,901	90,901	90,901	90,901	90,901	90,901	90,901	90,901
Enrollment	0	697	939	959	906	708	742	738	697	663
Adena Elementary (1978)										
Square Feet	61,532	61,532	61,532	61,532	61,532	61,532	61,532	61,532	61,532	61,532
Enrollment	675	692	719	700	673	805	738	749	763	693
Hopewell Elementary (1961)										
Square Feet	73,173	73,173	73,173	73,173	73,173	73,173	73,173	73,173	73,173	73,173
Enrollment	949	885	887	878	907	825	841	833	799	766
Endeavor Elementary (2007)***										
Square Feet	N/A	N/A	N/A	N/A	N/A	75,397	75,397	75,397	75,397	75,397
Enrollment	0	0	0	0	0	654	661	701	753	760

Source: Lakota Local School District records.

\* - Lakota Early Childhood Center is located in the Lakota Freshman school.

\*\* - VanGorden Elementary and Lakota Plains Junior opened beginning 2003-04.

\*\*\* - Wyandot Early Childhood and Endeavor Elementary opened beginning 2007-08.

\*\*\*\* - Lakota East Freshman opened beginning 2008-09.

\*\*\*\*\* - New Union Elementary 2007-2008 (Liberty ECS occupied in the first year while the building was renovated).

N/A - Information not available

Lakota Local School District  
 School Building Information  
 Last Ten Fiscal Years  
 Schedule 19 (Continued)

	Fiscal Year									
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
Old Union Elementary (1916) *****										
Square Feet	54,364	54,364	54,364	54,364	54,364	54,364	N/A	N/A	N/A	N/A
Enrollment	648	609	583	582	588	570	0	0	0	0
New Union Elementary (2007) *****										
Square Feet	N/A	N/A	N/A	N/A	N/A	N/A	86,262	86,262	86,262	86,262
Enrollment	0	0	0	0	0	0	619	747	753	749
Freedom Elementary (1988)										
Square Feet	61,175	61,175	61,175	61,175	61,175	61,175	61,175	61,175	61,175	61,175
Enrollment	721	698	657	638	676	671	655	680	672	642
Woodland Elementary (1990)										
Square Feet	66,792	66,792	66,792	66,792	66,792	66,792	66,792	66,792	66,792	66,792
Enrollment	718	729	753	778	837	749	752	605	596	563
Heritage Elementary (1992)										
Square Feet	60,620	60,620	60,620	60,620	60,620	60,620	60,620	60,620	60,620	60,620
Enrollment	804	694	715	703	687	644	641	639	606	554
Cherokee Elementary (1995)										
Square Feet	76,612	76,612	76,612	76,612	76,612	76,612	76,612	76,612	76,612	76,612
Enrollment	948	748	823	897	891	712	765	788	810	794
Independence Elementary (1994)										
Square Feet	79,612	79,612	79,612	79,612	79,612	79,612	79,612	79,612	79,612	79,612
Enrollment	778	907	844	764	832	536	605	660	674	659
Hopewell Junior (1972)										
Square Feet	75,874	75,874	75,874	75,874	75,874	75,874	75,874	75,874	75,874	75,874
Enrollment	776	537	521	560	650	674	603	592	605	602
Liberty Junior (1977)										
Square Feet	85,197	85,197	85,197	85,197	85,197	85,197	85,197	85,197	85,197	85,197
Enrollment	887	785	778	896	894	763	801	767	823	879
Lakota Ridge Junior (1997)										
Square Feet	74,652	74,652	74,652	74,652	74,652	74,652	74,652	74,652	74,652	74,652
Enrollment	878	702	670	642	663	661	674	635	599	612

Source: Lakota Local School District records.

\* - Lakota Early Childhood Center is located in the Lakota Freshman school.

\*\* - VanGorden Elementary and Lakota Plains Junior opened beginning 2003-04.

\*\*\* - Wyandot Early Childhood and Endeavor Elementary opened beginning 2007-08.

\*\*\*\* - Lakota East Freshman opened beginning 2008-09.

\*\*\*\*\* - New Union Elementary 2007-2008 (Liberty ECS occupied in the first year while the building was renovated).

N/A - Information not available

Lakota Local School District  
 School Building Information  
 Last Ten Fiscal Years  
 Schedule 19 (Continued)

	Fiscal Year									
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
Lakota Plains Junior (2003)**										
Square Feet	N/A	113,777	113,777	113,777	113,777	113,777	113,777	113,777	113,777	113,777
Enrollment	0	639	652	850	893	756	776	753	752	744
Lakota Freshman (1958)										
Square Feet	247,739	247,739	247,739	247,739	247,739	247,739	247,739	247,739	247,739	247,739
Enrollment	1,138	1,219	1,320	1,281	1,282	1,312	680	712	653	600
Lakota West High (1997)										
Square Feet	247,500	257,888	257,888	257,888	257,888	257,888	318,862	318,862	318,862	318,862
Enrollment	1,791	1,804	1,886	1,988	1,997	2,087	2,028	2,105	2,200	2,055
Lakota East Freshman (2009)*****										
Square Feet	N/A	N/A	N/A	N/A	N/A	N/A	126,903	126,903	126,903	126,903
Enrollment	0	0	0	0	0	0	679	739	628	643
Lakota East High (1997)										
Square Feet	247,500	257,888	257,888	257,888	257,888	257,888	318,862	318,862	318,862	318,862
Enrollment	1,636	1,648	1,712	1,765	1,861	1,946	1,941	1,987	2,080	2,024
Total Enrollment	15,845	16,358	16,961	17,422	17,782	18,234	18,261	18,479	18,426	17,663

Source: Lakota Local School District records.

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N/A - Information not available

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# Dave Yost • Auditor of State

LAKOTA LOCAL SCHOOL DISTRICT

BUTLER COUNTY

## CLERK'S CERTIFICATION

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

*Susan Babbitt*

CLERK OF THE BUREAU

CERTIFIED  
MARCH 14, 2013