Comprehensive Annual Financial Report

OLENTANGY | LOCAL SCHOOL DISTRICT

Our mission is to facilitate maximum learning for every student

Olentangy Local School District

Lewis Center, Ohio

For the Fiscal Year Ended June 30, 2008

Olentangy Local School District

Lewis Center, Ohio

Comprehensive Annual Financial Report

For Fiscal Year Ended June 30, 2008

Issued by:

Office of the Treasurer

Rebecca A. Jenkins
Treasurer

OLENTANGY LOCAL SCHOOL DISTRICT

INTRODUCTORY SECTION

OLENTANGY LOCAL SCHOOL DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
June 30, 2008

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INTRODUCTORY SECTION

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OLENTANGY LOCAL SCHOOL DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
for fiscal year ended June 30, 2008

Our mission is
to facilitate
maximum learning
for every student

Adopted June 27, 2000

OLENTANGY | LOCAL SCHOOLS

OFFICE OF THE TREASURER

814 Shanahan Road, Suite 100

Lewis Center, OH 43035

December 19, 2008

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

On behalf of the Olentangy Local School District (the District), we are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2008. This CAFR is prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

This CAFR is presented in three sections:

- The **Introductory Section** includes a title page, the table of contents, this transmittal letter, a list of principal officials, and the District's organizational chart.
- The **Financial Section** includes the independent auditor's report on the financial statements, management's discussion and analysis, basic financial statements, required supplementary information, and the combining and individual fund financial statements and schedules that provide detailed information relative to the basic financial statements.
- The **Statistical Section** includes selective financial, economic, and demographic information, generally presented on a multi-year basis for comparative purpose.

The Office of the Treasurer is responsible for the accuracy of the data presented and the completeness and fairness of this presentation. We believe the data presented is accurate in all material respects.

In addition, this report is designed so that a reader can acquire the maximum understanding of the District's financial activity. This report is provided as a way for the District to communicate openly about the District's finances with its stakeholders.

Comments on the report are welcome and requests for additional financial information can be obtained by contacting the Olentangy's Office of the Treasurer.

Reporting Entity

The District, one of over 600 public school districts in the State of Ohio and four in the County of Delaware, provides education to approximately 13,000 students in grades K through 12 as of June 2008. It is located in Delaware and Franklin Counties in Central Ohio, and approximately fifteen miles north of the City of Columbus. The District was created by the consolidation in 1952 of the Liberty, Hyatt, Orange and Berlin Township schools to form the Olentangy Local School District. Less than one square mile of the District's area is located in Franklin County. The School District's total area is approximately 110 square miles.

Included in the District's territory are all or portions of the following cities, townships and villages:

City of Columbus	Concord Township
City of Powell	Delaware Township
City of Westerville	Genoa Township
Berkshire Township	Liberty Township
Berlin Township	Orange Township
City of Delaware	

The District is an independent political subdivision of the State of Ohio and operates subject to the provisions of the Ohio Constitution and various sections of the Revised Code. Under such laws, there is no authority for the District to have a charter or adopt local laws. The District is not a part of, nor under the control of, the Cities of Columbus, Westerville, Powell, or any other political subdivision.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, and Statement No. 39, *Determining Whether Certain Organizations are Component Units*, in that the financial statements include all organizations, activities and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the school district only (i.e. there are no component units).

Organization of the School District

An elected five-member Board of Education (the Board) serves as the taxing authority and policy maker for the District. The Board adopts an annual tax budget and an annual appropriations resolution, which serves as the basis for control over and authorization for all expenditures of District tax money. The Board directly approves all personnel-related expenditures.

The Superintendent is the chief executive officer of the District, responsible to the Board for total educational and support operations. The Treasurer is the chief financial officer of the District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the District, acting as custodian of all District funds, and investing idle funds as permitted by Ohio law. Other administrative personnel reporting to the Superintendent include the Assistant Superintendent, Director of Human Resources, Executive Director of Elementary Learning, Executive Director of Secondary Learning, Executive Director of Operations and Facilities, Director of Communications, Director of Technology, the School Principals, and various other positions.

Economic Outlook

The County of Delaware (the "County") has experienced exponential growth in the past decade to a current population estimate of 156,700. The County is the fastest growing county in the State, having experienced a 30% growth rate since 2000, and it is recognized as one of the most rapidly growing counties in the nation. The United States Census Bureau recently reported the County as having the 18th highest median household income in the nation. The County has had the highest median household income in the State since 1993.

Additionally, the Columbus Metropolitan Area, nationally recognized as one of the emerging metropolitan areas, is among the more economically stable metropolitan areas in the U.S., and Columbus is one of just a handful of cities in the north eastern quadrant of the nation whose economy and population both grew steadily through the last three decades of the 20th century. A strong residential, commercial and industrial tax base, a very diverse labor force and unemployment rate below the State and National averages have resulted in strong growth throughout the metropolitan area, as well as in and around the School District.

The School district is considered a high wealth district. The valuation per pupil for fiscal year 2008 was $250,127 compared to the State average of $143,429. A comparison of the median Ohio adjusted gross income shows that the School District's median of $65,956 is approximately $35,600 higher than the State median in tax year 2006. The School District's 2006-07 expenditure per pupil (all funds) was $8,507, compared to the State average of $10,333.

The School District is located in a high growth area. The revenue raised by 1 mill of taxation on School District property owners is approximately $3.0 million compared to the State average of $422,094. The assessed valuation increase for the School District for the five-year period ended December 2007 was over 60%.

The commercial tax base of the School District continues to grow at a robust pace. The Polaris Development ("Polaris") provides the heaviest concentration of office and retail development. The corner stones of Polaris consist of the 1,500,000 square foot Polaris Fashion Mall ("the Mall") and the 1,200,000 square foot J.P. Morgan Chase office complex

The Mall opened in October 2001. The total value of the completed Mall was approximately $118 million; however, a new "Lifestyles Center" shopping area and out-parcels surrounding the Mall are still being developed. The Mall also included an $11.8 million privately funded

interchange that opened on Interstate Highway 71 in November 1991. A second interchange was recently opened north of the main Polaris I-71 interchange to ease traffic congestion. This second I-71 interchange was constructed by the Ohio Department of Transportation at a cost of $24 million. Over the next 25 years, the total market value of Polaris is expected to approach $1 billion.

Additionally, several stand alone stores and retail centers are in the process of being constructed in Polaris. Recent openings include a 60,000 square foot retail center anchored by a fitness center and a $16 million, 18-screen cinema development that includes shopping and dining, and a $65 million 252 room Hilton Columbus at Polaris hotel.

OhioHealth Corporation ("OhioHealth"), the owner of central Ohio's largest hospital system, has broken ground on the new Delaware Health Center, which will be located in the School District on a 105-acre site owned by OhioHealth. The 60,000-square-foot facility will include space for outpatient healthcare and medical offices, and it is scheduled to open in the first quarter of 2009. The Delaware Health Center is OhioHealth's first phase in creating the Delaware Health Village, a health care complex that will eventually include the construction of a new hospital to replace Grady Memorial Hospital. Grady Memorial Hospital is an OhioHealth-owned hospital located outside of the School District in Delaware, Ohio.

In other developments in the area, the Kroger Company completed construction of a distribution facility located in the northern portion of the School District. This facility consists of approximately 758,000 square feet and is located on 165 acres. Kroger transferred approximately 270 employees and created an additional 200 plus new jobs in the facility's first year of existence. The County, with input from the School District, abated real estate taxes on various portions of this project. Over the first ten years the School District will receive approximately $8 million in revenue from this development.

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The School District's growth in the past decade is reflected, in part, in the degree of building activity in the School District. Building permit statistics are not available for the School District as such. The following table relating to the issuance of single family building permits by the Townships of Orange, Berlin and Liberty, and the City of Powell from 2002 through 2008 is set forth for informational purposes only. It should not be implied from the inclusion of such data that the School District is representative of the Townships/City or vice versa.

Year	Orange Twp.	Berlin Twp.	Liberty Twp.	City of Powell	Total
2002	558	156	238	127	1,079
2003	601	123	175	261	1,160
2004	576	97	166	209	1,048
2005	419	84	168	216	887
2006	194	58	107	138	497
2007	228	40	75	94	437
2008*	68	14	29	25	136

* Preliminary data through May 2008.

Source: Delaware County Regional Planning Commission, City of Powell

While the tremendous growth provides revenue enhancing opportunities, it also provides challenges and expenditure pressures. The District, along with many other public school systems in the state, still face some difficult economic situations in the future since the primary funding source is property tax revenue. Ohio law limits growth in real estate tax revenues by reducing millage as assessed values increase. This keeps revenues from each levy relatively constant. Statewide voters have proved reluctant to increase property taxes. Although the District has received additional revenue from the valuation growth of new construction within the District, the increased expenditures from the enrollment growth have outpaced the additional revenue.

The District, therefore, placed and the voters passed a combined operating and bond levy in March 2008. This levy was in the amounts of 7.9 and 1.8 mills, respectively. This combined levy is expected to generate additional revenues of approximately $11.4 million in fiscal 2009, and $22.8 million each fiscal year thereafter.

In 2008, the Board entered into a three-year agreement effective July 1, 2008 to June 30, 2011 with the Olentangy Teachers Association (OTA). These negotiations established the wage and benefit levels for the District's certificated employees.

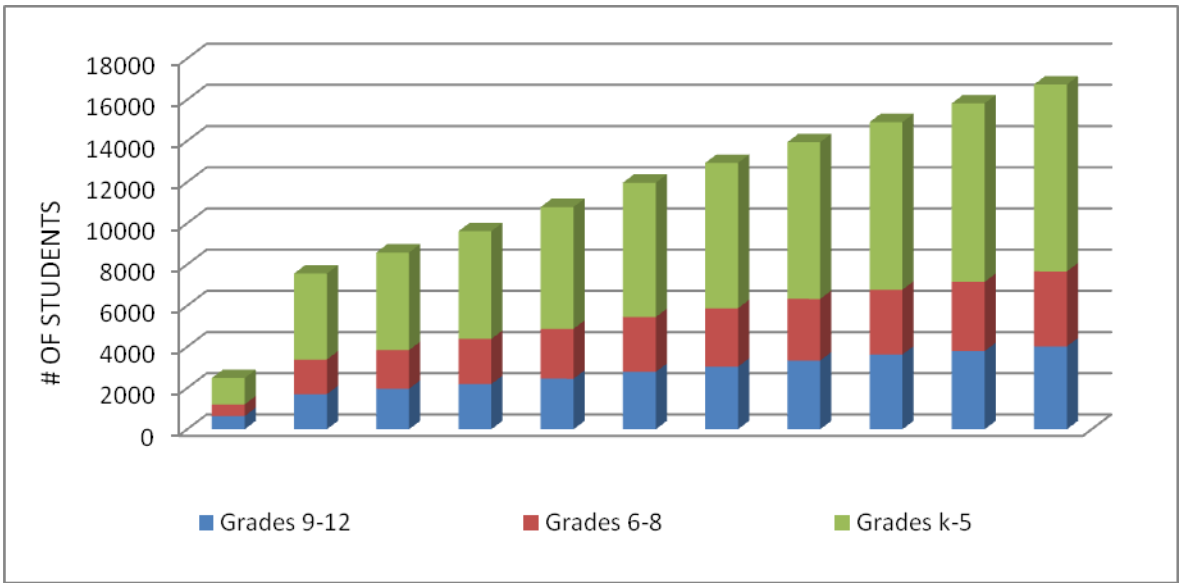
In June 2007, the Board entered into a three-year language agreement, with a wage reopener after June 30, 2008, effective July 1, 2007 to June 30, 2010 with the Ohio Association of Public School Employees (OAPSE) and AFSCME AFL-CIO Local #322 (transportation drivers).

In June 2007, the Board entered into a three-year language agreement, with a wage reopener after June 30, 2008, effective July 1, 2007 to June 30, 2010 with the Ohio Association of Public School Employees (OAPSE) and AFSCME AFL-CIO Local #039 (maintenance and custodians).

Enrollment Growth

The District's enrollment is the fastest growing in the State of Ohio based on actual numbers in fiscal years 2007 and 2008. The District's enrollment grew by approximately 1,030 students in 2007 and 2008. Enrollment for school year 1987-88 was 1,618 while enrollment for the 2007-08 school year was approximately 13,000. During the last five years the District has experienced enrollment growth ranging from 9% to 14%. The enrollment projections, as well as development projections, indicate that the growth will continue well into this century. Student enrollment projections for the year 2008-09 indicate an enrollment of approximately 14,000 and 20,549 by 2016-17.

OLENTANGY ENROLLMENT: ACTUAL AND PROJECTED



	1993	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Grades 9-12	641	1703	1968	2194	2456	2784	3038	3370	3754	3964	4232
Grades 6-8	564	1683	1878	2192	2422	2663	2854	3039	3312	3555	3882
Grades K-5	1284	4174	4736	5229	5914	6525	7110	7562	7952	8208	8407

Source: The District used the Development Committee's "Revised Projection Enrollment" dated October 2008 (summary of Dejong and Associates Report) for enrollment projections to determine staffing requirements.

Building Facilities

The District is fortunate in that we have been able to keep pace with the District's rapidly growing student enrollment. Since 1989 the District has grown from utilizing only the Shanahan building to a total of eighteen school buildings in the 2007-08 school year. The District opened a new high school at the beginning of fiscal year 2009 and anticipates opening one new elementary school in fiscal 2010, one in fiscal 2011 and opening one new middle school in 2012.

The District's Development Committee (committee of citizens) is always evaluating the construction needs that will exist within the District in the future. The District continues to face the challenge of forecasting the number of students that will be entering the schools each year and trying to provide adequate space to house the influx *(see below).*

The residents of the District have been supportive regarding the construction needs of the District. Since May of 1999, District residents have supported seven consecutive bond levies. The most recent bond levy was for $89.9 million in March 2008.

Since 1999 the District has constructed, is in the process of constructing or has voter approval for the following schools/buildings:

Oak Creek Elementary (FY 2001)	Tyler Run Elementary (FY 2002)
Liberty Middle School (FY 2002)	Bus/Maintenance Compound (FY 2003)
Liberty High School (FY 2004)	Walnut Creek Elementary (FY 2004)
Indian Springs Elementary (FY 2004)	Orange Middle School (FY 2005)
Glen Oak Elementary (FY 2006)	Olentangy Meadows Elem. (FY 2007)
Liberty Tree Elementary (FY 2008)	Hyatts Middle School (FY 2008)
Johnnycakes Corners Elementary (FY 2008)	Orange High School (FY 2009)
13th Elementary School (FY 2010)*	14th Elementary School (FY 2011)*
15th Elementary School (FY 2014)*	5th Middle School (FY 2012)*
Bus/Maintenance Facility (FY 2009)*	Expansion to Olentangy High School (FY2011)*

* - Thanks to the voters of our District, the District has been able to plan ahead for the next few years with the bond issue previously mentioned. The dates listed are the projected opening school year; however, these dates are contingent on availability of land, access to utilities and good weather for construction.

Educational Program

As of June 2008, approximately 13,000 students were enrolled in the School District's twelve elementary schools, four middle schools, and two high schools. The high school population includes approximately 114 students enrolled in cooperative vocational educational programs provided by the Delaware County Joint Vocational School District (JVSD).

Faculty at each level is supported by the Office of Curriculum and Instruction, which in turn is responsible for the District's improvement efforts and facilitation of the District's Continuous Improvement Plan (CIP). Efforts to continuously improve teaching and learning are guided by the School District's CIP. In addition, regular updates to courses of study are made with involvement of the faculty and input form the community.

The School District's curriculum includes a wide range of electives and comprehensive courses of study in college preparatory, liberal arts and vocational programs. Test scores indicate that the School District's students generally achieve higher than national averages.

A full range of extracurricular programs and activities are available to students beginning at the elementary level. A complete competitive athletics program is offered beginning at the middle school level. An intramural sports program is also offered to students at selected grade levels throughout the School District.

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Major Initiatives in Education:

In 2000, the District developed a Continuous Improvement Plan (CIP). The Board adopted this plan for the school year beginning July 1, 2000. The CIP was developed with the following vision (revised in 2003, 2006 & 2008):

Mission Statement:

Our mission is to facilitate maximum learning for every student.

Vision:

The Framework for Excellence

Our students will perform at a level that surpasses or is equal to their anticipated level of achievement based on measured ability. We will promote high expectations for students in all areas: academic, artistic, physical, health, citizenship, and service. In a fiscally responsible manner, we will commit the resources necessary to establish and maintain:

- A respectful, caring, and safe environment
- Research-based, student focused instruction
- Information-driven decision making
- A focused and challenging curriculum
- Collaboration focused on improving student learning
- An active partnership with parents and community

Focus:

The Districtwide Area Of Concentration Is On Curriculum

A clearly articulated curriculum that directly aligns to state standards and is based on high expectations that define the learning expectations for all students.

Benchmarks and Indicators

Measuring the Outcomes

Benchmark 1: Achievement at or above projected performance levels based on Project SOAR data.
Increase or maintain at least 80 percent of students achieving at or above their projected performance level.

Benchmark 2: Facilitate a year or more of achievement for every year of instruction.
Overall district/building growth is at or above a year's worth of growth.
Majority of subjects and grade levels will meet or exceed a year's worth of growth.

Benchmark 3: Meet state standards at the district and building levels.
75 percent or more of students will score proficient or above in all subjects and grade levels.
Meet Adequate Yearly Progress (AYP) for all subgroups in reading and math.
State Performance Index will increase or maintain at least 105.

Benchmark 4: Top of State and Nation.
Will surpass the advanced and accelerated percentages of the similar-district group in a majority of subjects and grade levels.
State Performance Index ranking will increase or remain in the top 10 percent of all school districts.

Benchmark 5: Increased percentages of students at advanced and accelerated levels.
Increase or maintain at least 50 percent of students scoring at advanced and accelerated levels.
Increase or maintain at least 50 percent of juniors and seniors participating in Advanced Placement courses.
Increase or maintain at least 75 percent of juniors and seniors earning a score of three or higher on Advanced Placement exams.

Benchmark 6: Community survey responses show continued high and increasing ratings on achieving our mission and all areas of our vision.
The community survey results will equal or surpass previous year.

Benchmark 7: Graduates prepared for educational/vocational pursuit of their choice.
Increase from the three-year average or maintain above 90 percent of seniors giving top two ratings on the exit survey.
Increase or maintain 50 percent of students meeting all four ACT college readiness benchmarks. ACT mean scores will increase or remain high at 25.
Our high schools will continue to be ranked in the top 500 high schools in the nation as ranked by the Challenge Index.

CIP Benchmark Terminology

SOAR:
SOAR is a statewide school improvement initiative comprised of over 100 Ohio school districts. Olentangy receives district, building, grade, and classroom-level performance data reports in reading, math, science, and social studies for grades 3-10. The Ohio Value-Added model will provide district, building and grade-level

performance data reports for only grades 4-8 in reading and math for all Ohio districts (These will be reported on the Local Report Card).

Growth:
Growth or Value-Added data is the newest accountability measure we have. These data measure if the District, building and/or teachers are facilitating average or typical growth for their students. We use both TerraNova and state achievement tests in Value-Added calculations. We are able to measure growth in third through tenth grades in reading and mathematics, writing in fourth, seventh and tenth, and science and social studies in third through tenth grades.
Designations are given to a district, building, grade, or classroom referencing the impact of learning. The designations are above expected, expected, or below expected growth.

Projected Performance:
This is a calculated performance level based on a student's complete standardized testing data history. We will use all state achievement tests and TerraNova when no state achievement tests are available. These projections are the performance level a student is most likely to attain on the state achievement tests.

Performance Index (PI):
This is a calculation that reflects the achievement of every student. The score is a weighted average of all tested subjects in grades 3-8 and 10. The most weight is given to students scoring at the advanced level (1.2) and decreases with each lower performance level. This creates a scale from 0 to 120 points.

Untested students	0 points
Limited	0.3 points
Basic	0.6 points
Proficient	1.0 points
Accelerated	1.1 points
Advanced	1.2 points

Adequate Yearly Progress (AYP):
All students in grades 3 through 8 and 10 (OGT) are evaluated in reading and math only. This measure was created to ensure that all subgroups are achieving at high levels. All students fall into at least two of the following ten student subgroups:

- All Students
- Economically Disadvantaged Students
- Asian/Pacific Islander Students
- Black/Non-Hispanic Students
- American Indian/Alaskan Native Students
- Hispanic Students
- Multi-Racial Students
- White Students
- Students with Disabilities (IEP)
- Students with Limited English Proficiency (LEP)

There must be a minimum of 30 students in any subgroup for a district or building to receive an AYP rating.

The AYP goals change every two years. Below are the goals that were in effect for the 2007-08 school year and will be the same goals for the 2008-09 school year.

Grade Band	Grade	Reading	Math
	3	77.0%	68.5%
Elementary	4	74.6%	73.7%
	5	74.6%	59.7%
	6	80.6%	64.1%
Middle	7	74.9%	57.8%
	8	79.0%	58.0%
High	10	77.4%	68.0%

Internal Control

In developing and revising the District's accounting and internal control system, the Management has considered the adequacy of internal controls to provide reasonable, but not absolute, assurance regarding:

- the safeguarding of assets against loss from unauthorized use or disposition; and
- the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

- the cost of a control should not exceed the benefits likely to be derived; and
- the evaluation of costs and benefits requires estimates and judgments by management.

Management believes that the internal controls adequately meet the above objectives.

Budgetary Controls

In addition, the District maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution approved by the Board of Education. Activities of all funds are included in the annual appropriation resolution. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is by fund. The District has chosen to present budgetary information at the function level in the basic financial statements and at the fund level in the individual fund statements.

The District maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered appropriation balances are verified prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year-end are carried forward to succeeding fiscal years and are not re-appropriated.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Financial Condition

This is the sixth year that the District has prepared financial statements following GASB Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB Statement No. 34 created new basic financial statements for reporting on the Districts' financial activities as follows:

- **Government-wide financial statements** – These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by many businesses.

- **Fund financial statements** – These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities presented in the government-wide financial statements. Fiduciary funds use the accrual basis of accounting.
- **Statement of budgetary comparisons** – These statements present comparisons of actual information to the legally adopted budget for the general fund. The budgetary basis, as provided by law, is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances.

As part of this reporting model, management is responsible for preparing a Management Discussion and Analysis of the District. The discussion is located in the financial section of this report, following the audit opinion, and provides an assessment of the District's finances for 2007-08.

Cash Management

The District maintains a cash management program whereby it expedites the receipt of revenues and prudently invests available cash. All available funds are invested in conformance with existing legal requirements and Board adopted policy guidelines, to the maximum extent possible, at the highest rates obtainable at the time of investment. The District's investments are designed and managed in a manner responsive to public trust and consistent with state and local laws.

Risk Management

The District is part of a statewide plan for workers' compensation insurance coverage. Additionally, the District carries all-risk property insurance, liability and excess liability insurance, as well as officers' liability insurance. The District provides medical, dental, vision and life coverage for its employees on a consortium insurance basis. The District pays into the Champaign, Delaware, Marion and Union Counties (CDMU) consortium at various rates based on the coverage selected by the employee. Claims are reviewed by a claims administrator and then paid by the consortium.

Independent Auditors

The financial statements of the District for the year ended June 30, 2008, were audited by the independent public accounting firm of Kennedy Cottrell & Richards LLC, whose unqualified opinion thereon is included at the beginning of the Financial Section of this report.

Certificate of Achievement Program

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Olentangy Local School District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2007. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report was made possible by the diligence of the staff of the Treasurer's Office and other departments throughout the District. Their initiative and conscientious work ensured the integrity of the information contained herein and guaranteed this report's successful completion.

In closing, we would like to thank the Board of Education for their support without which the preparation of this report would not have been possible.

Respectfully submitted,

Jenny Hooie
Interim Superintendent

Rebecca A. Jenkins, Treasurer

OLENTANGY LOCAL SCHOOL DISTRICT

Olentangy Local School District
Elected Officials and Appointed Officials
as of June 30, 2008

BOARD OF EDUCATION MEMBERS


Scott Galloway,
President
(740) 657-4092


Dimon McFerson,
Vice-President
(740) 657-4090


Julie Wagner Feasel,
Member
(740) 657-4091


Teri Meider,
Member
(740) 657-4094


Jennifer Smith,
Member
(740) 657-4093

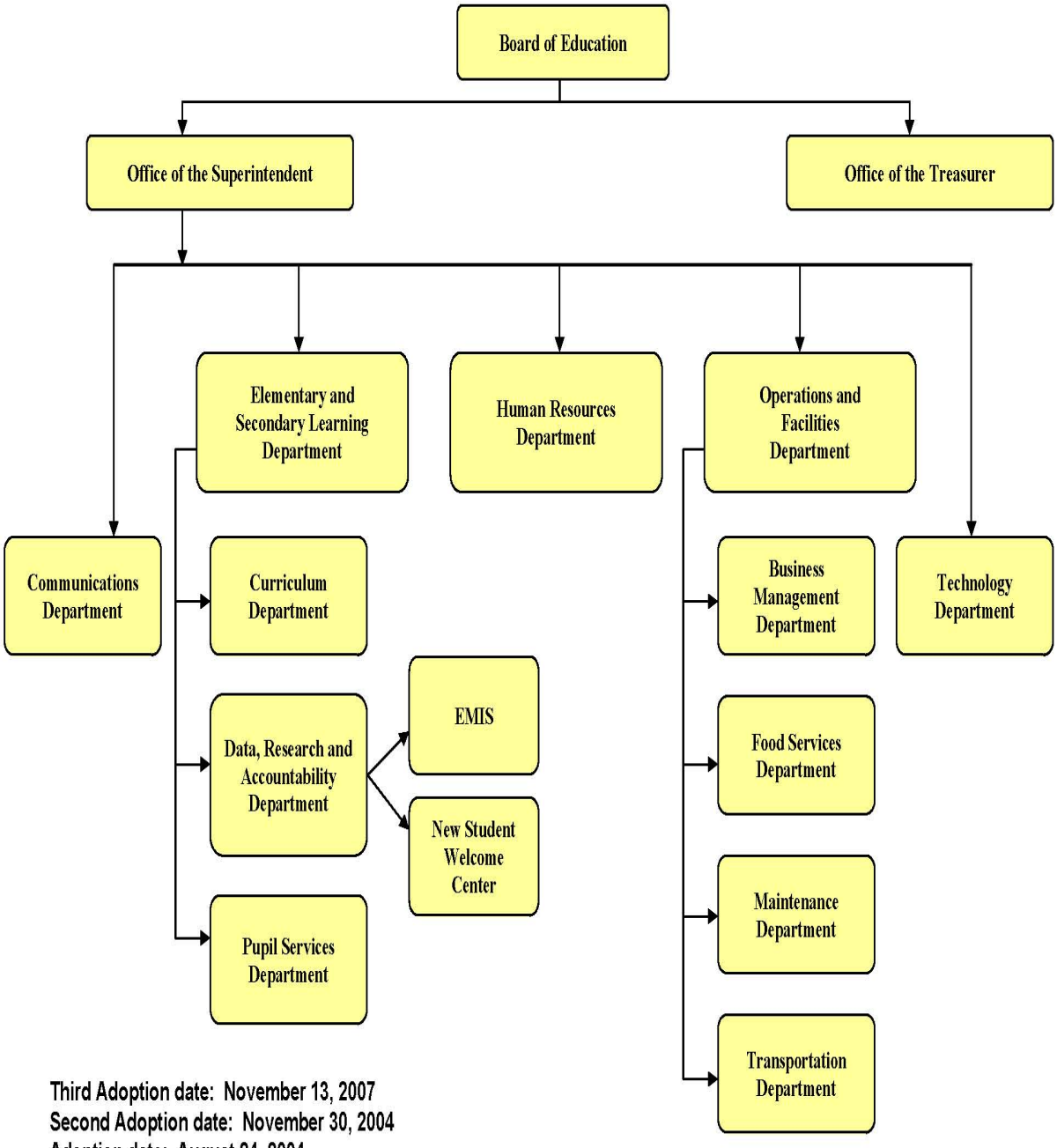
APPOINTED OFFICIALS

Jenny Hooie, Interim Superintendent

Rebecca A. Jenkins, Treasurer

OLENTANGY LOCAL SCHOOLS
Administrative Structure and Functions
Olentangy Administrative Offices Organizational Chart

File: 2001



Third Adoption date: November 13, 2007
Second Adoption date: November 30, 2004
Adoption date: August 24, 2004

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Olentangy Local School District

Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

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



President

Executive Director

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OLENTANGY LOCAL SCHOOL DISTRICT

FINANCIAL SECTION

383 North Front Street
Columbus, Ohio 43215

Kennedy Cottrell Richards

Phone: 614.358.4682
Fax: 614.888.8634
www.kcr-cpa.com

INDEPENDENT AUDITOR'S REPORT

Olentangy Local School District
814 Shanahan Road
Lewis Center, Ohio 43035

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Olentangy Local School District, Delaware County, Ohio (the District) as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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, 2008, and the respective changes in financial position, where applicable, thereof and for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standard*s, we have also issued our report dated December 19, 2008, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

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

Kennedy Cottrell Richards LLC

Kennedy Cottrell Richards
December 19, 2008

Olentangy Local School District

Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2008

As management of the Olentangy Local School District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2008. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which follow this section.

Financial Highlights

The District's net assets are $51,553,222 as of June 30, 2008 according to the Statement of Net Assets. This represents an increase of $2,636,426 or 5.4% as compared to last year. The increase is primarily a result of the timing of the certification of revenues by the County. In Ohio, the portion of property taxes legally available as an advance, on the future August real estate settlement, by June 30 is reported as revenue on both the full accrual and modified accrual basis of accounting. Thus, in the previous years, 2007 and 2006, Delaware County certified that the amount of taxes available for advance was approximately $13.8 million and $31.4 million, respectively; whereas, the amount available for advance at June 30, 2008 was approximately $17.9 million, thus resulting in an additional increase in net assets of $4.1 million and property tax revenues of $13.5 million, due solely to the timing of the certification of revenues. On a budgetary basis (cash plus encumbrances) property tax revenues remained stable while the General Fund balance decrease by approximately $4.1 million as expected.

The District's voters passed a combined operating and bond levy in March 2008. This levy was in the amounts of 7.9 and 1.8 mills, respectively. This combined levy is expected to generate additional revenues of approximately $11.4 million in fiscal 2009, and $22.8 million each fiscal year thereafter. As a result, the current five-year forecast prepared by the District, as mandated by state law, reflects a positive operating cash balance through June 2013**.**

The General Fund reported a fund balance of $22,289,899.

Reporting the District as a Whole

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

These two statements report the District's net assets and changes in them. The change in net assets provides the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the District.

Reporting the District's Most Significant Funds

Fund Financial Statements

Our analysis of the District's major funds appears on the fund financial statements beginning with the Governmental Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances. These statements provide detailed information about the most significant funds, not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's two types of funds, governmental and fiduciary, use different accounting approaches as further described in the notes to the financial statements.

Governmental Funds

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

Fiduciary Funds

The District's Fiduciary Funds are: 1) a Private-Purpose Trust Fund and 2) a Student Managed Activities Agency Fund. The District's fiduciary activities are reported in the Statement of Net Assets, Fiduciary Funds. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by $51,553,222 according to the Statement of Net Assets at the close of the most recent fiscal year.

A portion of the District's net assets ($21,480,317) represents resources subject to external restrictions on how they may be used.

Another portion of the District's net assets ($10,647,873) reflects its investment in capital assets less depreciation and any related debt used to acquire those assets that is still outstanding. The District uses capital assets to provide services; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The District's unrestricted net assets are $19,425,032 at June 30, 2008 as compared to $18,032,699 at June 30, 2007. This increase in net assets is primarily attributed to the aforementioned timing of the certification of revenues as discussed earlier. A comparative analysis of fiscal year 2008 to 2007 follows from the Statements of Net Assets:

	Governmental Activities	
	2008	2007
Current assets	$ 229,426,046	$ 210,423,962
Capital assets	299,923,552	278,405,333
Total assets	529,349,598	488,829,295
Current liabilities	119,996,390	110,414,192
Long-term liabilities	357,799,986	329,498,307
Total liabilities	477,796,376	439,912,499
Net Assets:		
Invested in capital, net of debt	10,647,873	13,137,514
Restricted	21,480,317	17,746,583
Unrestricted	19,425,032	18,032,699
Total net assets	$ 51,553,222	$ 48,916,796

Olentangy Local School District
Changes in Net Assets

	Governmental Activities	
	2008	2007
Program revenues:		
Charges for services	$ 6,445,441	$ 6,029,809
Federal grants	3,577,246	3,249,155
State grants	2,805,525	2,916,456
Capital contributions	-	498,681
General revenues:		
Property taxes	114,673,843	89,541,969
State entitlements	17,973,698	16,332,422
Investment earnings	4,474,517	6,539,783
Miscellaneous	934,434	701,586
Total revenues	150,884,704	125,809,861
Program expenses:		
Instructional	78,235,824	65,103,983
Support services	49,542,780	43,110,466
Co-curricular student activities	3,821,794	3,289,805
Community services	516,660	715,456
Interest on long-term debt	16,131,220	13,925,336
Total expenses	148,248,278	126,145,046
Increase in net assets	$ 2,636,426	$ (335,185)

Governmental Activities
Net assets of the District's governmental activities increased by $2,636,426. This increase in revenues is primarily attributed to the aforementioned timing of the certification of revenues as discussed earlier. The expenditure increase over the prior year is primarily due to adding staff, as well as increases as a result of normal pay raises and increased health insurance premiums associated with existing staff. The District opened two new elementary schools and one middle school in fiscal 2008. The District is one of the fastest growing school districts in the state of Ohio, as well as, one of the fastest growing districts in the nation. The District's enrollment increased by over 1,200 students in fiscal year 2008.

The property tax laws in Ohio create the need periodically to seek voter approval for additional operating funds. Tax revenues generated from voted tax levies do not increase as a result of inflation. An operating levy is approved for a fixed millage rate, but the rate is reduced for inflation with the effect of providing the District the same amount of tax dollars as originally approved. Therefore, school districts such as ours that are dependent upon property taxes as a primary source of revenue must periodically return to the ballot and ask voters for additional resources to maintain current programs. Since the District must rely heavily on voter approval of operating tax issues, management of the resources is of paramount concern to the District's administration and the voting public.

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

	Total Cost of Services	Net Cost of Service
Programs	2008	2008
Instructional services	$ 78,235,824	74,878,931
Support services	49,542,780	41,759,890
Co-curricular student activities	3,821,794	2,609,835
Community services	516,660	40,190
Interest on long-term debt	16,131,220	16,131,220
Total	$ 148,248,278	135,420,066

Local property taxes make up approximately 76.0% of the revenues for governmental activities. The net services column reflecting the need for $135,420,066 of support indicates the reliance on general revenues to support governmental activities.

The District's Funds

The District's governmental funds reported a combined fund balance of $105,497,370, which represents an increase of $12,186,075 as compared to last year's total of $93,311,295 according to the Governmental Funds Balance Sheet. The increase is primarily due to the aforementioned timing of the certification of revenues, as well as the receipt of monies related to the debt issuance for construction projects prior to expenditure of such monies, as described below in the debt and capital asset sections of this letter. The schedule below shows the fund balance and the total change in fund balance from June 30, 2008 to 2007.

	Fund Balance at June 30, 2008	Fund Balance at June 30, 2007	Increase (Decrease)
General Fund	$ 22,289,899	$ 20,898,032	1,391,867
Debt Service	18,502,257	14,851,749	3,650,508
Building Fund	61,529,220	54,571,307	6,957,913
Other Governmental Funds	3,175,994	2,990,207	185,787
Total	$ 105,497,370	$ 93,311,295	12,186,075

General Fund

The District's property tax revenues increased primarily because of the timing of the certification of revenues as previously discussed. The tables that follow assist in illustrating the financial activities and balance of the General Fund.

Revenues

	2008	2007	% Change
Property taxes	$ 91,351,849	$ 71,543,656	27.69%
Intergovernmental	17,633,018	16,422,383	7.37%
Investment income	2,641,088	1,822,145	44.94%
Other revenue	1,372,812	1,285,777	6.77%
Total	$ 112,998,767	$ 91,073,961	24.07%

As the table below indicates, the largest portion of General Fund expenditures is for instructional cost.

Expenditures by Function

	2008	2007	% Change
Instructional services	$ 67,208,286	$ 57,336,884	17.22%
Support services	41,693,180	35,627,818	17.02%
Co-curricular student activities	2,553,197	2,267,952	12.58%
Community services	-	1,000	-100.00%
Capital outlay	-	574,868	-100.00%
Debt service	166,815	360,277	-53.70%
Total	$ 111,621,478	$ 96,168,799	16.07%

The expenditure increase over the prior year is primarily due to the increase in the number of employees to meet the demand of opening two new elementary schools, one new middle school, as well as serving an additional 1,200 students in fiscal year 2008. In addition, expenditures increased due to normal raises and increased health insurance premiums associated with existing staff.

Debt Service Fund

The District's Debt Service Fund balance increased primarily because of the aforementioned increase in property tax revenues. The tables that follow assist in illustrating the financial activities and balance of the Debt Service Fund.

Revenues

	2008	2007	% Change
Property taxes	$ 22,492,994	$ 17,815,313	26.26%
Intergovernmental	2,460,745	2,256,802	9.04%
Other revenue	4,464	2,638	69.22%
Total	$ 24,958,203	$ 20,074,753	24.33%

As the table below indicates, Debt Service Fund expenditures are for financing costs.

Expenditures by Function

	2008	2007	% Change
Support services	$ 208,038	$ 321,999	-35.39%
Interest repayment	15,052,178	15,599,810	-3.51%
Principal repayment	6,367,338	3,803,309	67.42%
Total	$ 21,627,554	$ 19,725,118	9.64%

See below for further discussion as it relates to the District's debt activity.

Building Fund

The District's Building Fund is used to account for financial resources used for the acquisition or construction of major capital facilities specifically funded by bonds approved by the voters. The increase in fund balance is a result of the issuance of debt in the current year prior to the planned expenditures for major construction projects as follows:

	Project Authorization	Expended to June 30, 2008	Committed
3B's & K Elementary	$ 11,600,000	26,678	11,573,322
Bale Kenyon Elementary	11,200,000	679,637	10,520,363
3B's & K Middle School	24,400,000	69,065	24,330,935
Orange High School	56,100,000	42,078,196	14,021,804
Olentangy HS Renovations	14,200,000	1,026,578	13,173,422
3B's & K Bus Garage	5,500,000	162,170	5,337,830
Total Capital Projects	$ 123,000,000	44,042,324	78,957,676

Other Funds

Other governmental funds consist of Special Revenue, and other Capital Projects funds. Fund balance in these funds increased by $185,587.

General Fund Budget Information

The District's budget is prepared in accordance with Ohio law and is based on the cash basis of accounting, utilizing cash receipts, disbursements, and encumbrances. Changes are made to the District's budget as changes in revenues and spending patterns are experienced.

The District uses the five-year forecast as the original document from which to form the operating budget. After updating the forecast for changes in revenue and expenditure assumptions, the operating budget begins at the school level. Each school and department submits a budget to the Superintendent and Treasurer. After discussion and various modifications, a final amount is agreed upon. Budgets are reviewed periodically to ensure management becomes aware of any variations during the year.

The original revenue and expenditure budget estimates were revised less than .035% and .02%, respectively, as compared to the final budget.

Capital Assets

The District has $299,923,552 invested in capital assets net of depreciation. The capital asset balance increased by $21,518,219, net of current year accumulated depreciation of $6,957,306. This increase is primarily attributed to the continued building of schools and related purchase of tangible assets for such schools as discussed in the Building Fund above. Additional detailed information regarding capital asset activity is included in the notes to the basic financial statements on page 32.

Debt

On June 30, 2008, the District had $352,441,321 in outstanding bonds and notes payable as follows:

Amount outstanding at June 30, 2008	$ 338,821,825
Accumulated accretion on discount debt	12,820,057
Unamortized bond premium, net of accumulated amortization of $ 1,423,599	8,651,023
Deferred amount on refunding bonds, net	(7,851,584)
Amount included in the Statement of Net Assets	$ 352,441,321

On November 14, 2007, the District issued $9,339,997 in refunding bonds to refund $4,560,000 of the 1997 series various purpose bonds, and $4,780,000 of the 2006 various purpose bonds. Bond issuance cost and the bond premium of $182,630 and $460,866 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively.

On May 1, 2008, the District issued $36,400,000 in bond anticipation notes. These notes were subsequently bonded on August 20, 2008.

Detailed information regarding long-term debt is included in the notes to the basic financial statements on page 35.

Under current state statutes, most Districts' general obligation bonded debt issues are subject to a legal limitation based on 9% of the total taxable valuation of real and personal property. However, the District was approved as a "special needs district" by the State of Ohio based upon its 10-year growth in assessed valuation and is permitted to exceed the 9% limit.

Restrictions and Other Limitations

The District faces various challenges with being one of the fastest growing school districts, not only in the State, but the Nation. The District has been fortunate over the years to be able to manage the growth pattern while maintaining the educational program and facilities. However, the future financial stability of the District is not without challenges.

The first challenge is to ensure resources can be preserved as long as possible. The five-year forecast of the general fund and the 10-year building/construction plan are utilized as tools to manage resources effectively. The District's voters passed a combined operating and bond levy in March 2008. This levy was in the amounts of 7.9 and 1.8 mills, respectively. This combined levy is expected to generate additional revenues of approximately $11.4 million in fiscal 2009, and $22.8 million each fiscal year thereafter. The District opened a new high school at the beginning of fiscal 2009, and anticipates opening one new elementary school in fiscal 2010 and one in fiscal 2011 and opening one new middle school in 2012.

The second challenge facing the District is based on the local economy. The District has experienced incredible growth during the past 5 years. Building permits have ranged from 900 to 1,700 a year. If the growth pattern changes and student enrollment increases more than anticipated, the District will have to change assumptions for its five-year financial models. Similarly, the current economic downturn may result in a decrease in building permits issued, which could result in revenue forecasts needing to be revised downward.

The last major challenge facing the District is future state funding. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school-funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding plan is unconstitutional. The Supreme Court relinquished jurisdiction over the case and directed "…the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient…" The School District is currently unable to determine what effect, if any, this decision will have on its future State funding and its financial operations.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, tax payers, investors, and creditors with a general overview of the District's finances and to reflect the District's accountability for monies it receives. Questions concerning any information in this report or requests for additional information should be directed to Rebecca A. Jenkins, Treasurer, Olentangy Local School District, 814 Shanahan Road, Suite 100 Lewis Center, Ohio 43035.

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OLENTANGY LOCAL SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2008

	GOVERNMENTAL ACTIVITIES
ASSETS:	
Cash and investments	$ 101,682,963
Receivables	124,867,644
Due from other -	
Governments	234,690
Inventory	384,283
Deferred charges	2,219,416
Prepaid assets	37,050
Capital Assets:	
Land and construction in progress	73,156,693
Other capital assets, net of accumulated depreciation	226,766,859
TOTAL ASSETS	529,349,598
LIABILITIES:	
Accounts payable	2,793,802
Due to other:	
Governments	3,160,150
Unearned revenue	103,391,014
Accrued wages and benefits	9,595,186
Accrued interest payable	1,056,238
Long-term Liabilities:	
Due within one year	8,007,458
Due in more than one year	349,792,528
TOTAL LIABILITIES	477,796,376
NET ASSETS:	
Invested in capital assets, net of related debt	10,647,873
Restricted for:	
Debt Service	17,944,019
Capital Projects	301,596
Special Purposes	3,234,702
Unrestricted	19,425,032
TOTAL NET ASSETS	$ 51,553,222

See accompanying notes to the basic financial statements.

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OLENTANGY LOCAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities
Governmental Activities				
Instructional services:				
Regular	$ 63,351,084	656,917	43,877	(62,650,290)
Special	13,891,719	-	2,656,099	(11,235,620)
Vocational	993,021	-	-	(993,021)
Support services:				
Operation and maintenance of plant	12,924,366	-	13,991	(12,910,375)
School administration	7,681,963	-	53,874	(7,628,089)
Pupils	4,542,879	-	88,052	(4,454,827)
Business operations	2,227,233	-	-	(2,227,233)
Instructional staff	6,645,984	-	240,439	(6,405,545)
Student transportation	7,230,673	-	1,802,630	(5,428,043)
Food services	5,525,299	4,494,932	990,502	(39,865)
Central services	2,367,639	-	98,470	(2,269,169)
General administration	396,744	-	-	(396,744)
Co-curricular student activities	3,821,794	1,211,959	-	(2,609,835)
Community services	516,660	81,633	394,837	(40,190)
Interest	16,131,220	-	-	(16,131,220)
Total Governmental Activities	148,248,278	6,445,441	6,382,771	(135,420,066)

General Revenues:	
Property taxes	114,673,843
Grants and entitlements not restricted to specific programs	17,973,698
Investment earnings	4,474,517
Miscellaneous	934,434
Total general revenues	138,056,492
Change in Net Assets	2,636,426
Net Assets Beginning of Year	48,916,796
Net Assets End of Year	$ 51,553,222

See accompanying notes to the basic financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008

		GENERAL	DEBT SERVICE	BUILDING FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS :						
Cash and investments	$	20,096,131	14,376,257	63,501,863	3,708,712	101,682,963
Receivables		99,466,757	25,158,000	219,810	23,077	124,867,644
Due from other:						
Governments		-	-	-	234,690	234,690
Funds		42,815	-	-	-	42,815
Inventory		222,945	-	-	161,338	384,283
Prepaid assets		37,050	-	-	-	37,050
TOTAL ASSETS	$	119,865,698	39,534,257	63,721,673	4,127,817	227,249,445
LIABILITIES:						
Accounts payable	$	458,237	-	2,192,453	143,112	2,793,802
Due to other-						
Governments		2,964,445	-	-	195,705	3,160,150
Funds		-	-	-	42,815	42,815
Deferred revenue		84,862,855	21,032,000	-	265,267	106,160,122
Accrued wages and benefits		9,290,262	-	-	304,924	9,595,186
TOTAL LIABILITIES		97,575,799	21,032,000	2,192,453	951,823	121,752,075
FUND BALANCES:						
Fund balances:						
Reserved for encumbrances		1,061,233	-	23,973,384	187,680	25,222,297
Reserved for prepaid expenditures		37,050	-	-	-	37,050
Reserved for future appropriations		13,961,000	4,019,000	-	-	17,980,000
Unreserved, reported in:						
General fund		7,230,616	-	-	-	7,230,616
Special Revenue funds		-	-		2,934,440	2,934,440
Debt Service fund		-	14,483,257	-	-	14,483,257
Capital Projects funds		-	-	37,555,836	53,874	37,609,710
TOTAL FUND BALANCES		22,289,899	18,502,257	61,529,220	3,175,994	105,497,370
TOTAL LIABILITIES AND FUND EQUITY	**$**	119,865,698	39,534,257	63,721,673	4,127,817	227,249,445

See accompanying notes to the basic financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2008

Total Governmental Fund Balances		$ 105,497,370
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not functional resources and therefore are not reported in the funds.		299,923,552
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
Deferred bond issuance cost	$2,219,416	
Delinquent property tax receivables	2,598,000	
Due from other governments	171,108	
		$4,988,524
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Bonds payable, net		
Bonds and long-term notespayable	(338,821,825)	
Unamortized deferred amount on refunding	7,851,584	
Unamortized bond premium	(8,651,023)	
Accumulated accretion on capital appreciation bonds	(12,820,057)	
Bonds payable, net		(352,441,321)
Interest payable		(1,056,238)
Compensated absences		(5,023,393)
Capital lease payable		(335,272)
Net Assets of Governmental Activities		$ 51,553,222

See accompanying notes to the basic financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2008

	GENERAL	DEBT SERVICE	BUILDING FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Property taxes	$ 91,351,849	22,492,994	-	-	113,844,843
Intergovernmental:			-		
Federal Restricted Grants-in-aid	-	-	-	3,569,344	3,569,344
State:			-		
Unrestricted Grants-in-aid	17,570,571	2,460,745	-	-	20,031,316
Restricted Grants-in-aid	62,447	-	-	678,425	740,872
Food services	-	-	-	4,493,533	4,493,533
Investment income	2,641,088	-	1,809,307	24,122	4,474,517
Co-curricular activities	-	-	-	455,463	455,463
Tuition fees	466,780	-	-	756,496	1,223,276
Other	906,032	4,464	-	275,751	1,186,247
TOTAL REVENUES	112,998,767	24,958,203	1,809,307	10,253,134	150,019,411
EXPENDITURES:					
Current:					
Instructional services:					
Regular	54,812,010	-	1,599,997	223,699	56,635,706
Special	11,414,278	-	-	2,356,054	13,770,332
Vocational	981,998	-	-	-	981,998
Continuing	-	-	-	-	-
TOTAL INSTRUCTIONAL SERVICES	67,208,286	-	1,599,997	2,579,753	71,388,036
Support services:					
Operation and maintenance of plant	12,594,254	-	571	95,353	12,690,178
School administration	7,018,217	-	-	-	7,018,217
Pupils	4,449,128	-	-	105,305	4,554,433
Business operations	1,976,074	208,038	30,000	-	2,214,112
Instructional staff	6,351,343	-	30,799	222,685	6,604,827
Student transportation	6,404,133	-	401,228	-	6,805,361
Food services	-	-	-	5,316,186	5,316,186
Central services	2,220,354	-	-	117,455	2,337,809
General administration	396,744	-	-	-	396,744
Facilities	282,933	-	-	-	282,933
TOTAL SUPPORT SERVICES	41,693,180	208,038	462,598	5,856,984	48,220,800
Co-curricular student activities	2,553,197	-	-	1,096,133	3,649,330
Community services	-	-	-	534,477	534,477
Capital outlay	-	-	29,192,799	-	29,192,799
Debt service:					
Principal retirement	101,828	6,367,338	-	-	6,469,166
Interest and fiscal charges	64,987	15,052,178	-	-	15,117,165
TOTAL EXPENDITURES	111,621,478	21,627,554	31,255,394	10,067,347	174,571,773
Excess (deficiency) of revenues over expenditures	1,377,289	3,330,649	(29,446,087)	185,787	(24,552,362)
OTHER FINANCING SOURCES (USES):					
Proceeds from sale of assets	14,578	-	4,000	-	18,578
Issuance of long-term notes	-	-	36,400,000	-	36,400,000
Premium on bonds and notes	-	598,093	-	-	598,093
Issuance of refunding bonds	-	9,339,997	-	-	9,339,997
Payment to refunded bond escrow agent	-	(9,618,231)	-	-	(9,618,231)
TOTAL OTHER FINANCING SOURCES (USES)	14,578	319,859	36,404,000	-	36,738,437
Net change in fund balances	1,391,867	3,650,508	6,957,913	185,787	12,186,075
FUND BALANCES AT BEGINNING OF YEAR	20,898,032	14,851,749	54,571,307	2,990,207	93,311,295
FUND BALANCE AT END OF YEAR	$ 22,289,899	18,502,257	61,529,220	3,175,994	105,497,370

See accompanying notes to the basic financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Net Changes in Fund Balances - Total Governmental Funds		$ 12,186,075
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlays	28,987,801	
Depreciation	(6,957,306)	
Disposals of capital assets	(512,276)	
		21,518,219
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.		843,937
Bond issuance cost associated with new debt issued in fiscal 2008 were reported as expenditures in governmental funds, whereas bond issuance cost are deferred and amortized over the life of the bonds in the entity wide statements		182,630
Proceeds from the issuance of debt is revenues in the governmental funds but is an increase in long-term liabilities in the statement of net assets		
Proceeds of notes	(36,400,000)	
Proceeds of refunding bonds	(9,339,997)	
Premium on refunding bonds	(460,865)	
		(46,200,862)
Repayment of bond and capital lease principal is an expenditure in governmental fund, but the repayment reduces long-term liabilities in the statement of net assets assets and does not result in an expense in the statement of activities:		
Payment to escrow agent for refunding	9,618,231	
General obligation debt	4,415,852	
Accretion repayment	1,951,485	
Capital lease payments	101,828	
		16,087,396
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is recorded when due.		(255,219)
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		(647,057)
Accretion on bonds		(997,285)
Other issuance cost-rounding		1
Amortization, net		
Amortization of deferred amount on refunding	(614,832)	
Amortization of bond premium	697,676	
Amortization of bond issuance costs	(164,253)	
Amortization, net		(81,409)
Change in Net Assets of Governmental Activities		$ 2,636,426

See accompanying notes to the basic financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2008

	PRIVATE PURPOSE TRUST	AGENCY FUNDS
ASSETS:		
Cash and investments	$ 20,154	$ 375,517
TOTAL ASSETS	20,154	375,517
LIABILITIES:		
Accounts payable	-	5,463
Due to other		370,054
TOTAL LIABILITIES	-	$ 375,517
NET ASSETS		
Assets held in trust	**$** 20,154	

See accompanying notes to the basic financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2008

	PRIVATE PURPOSE TRUST
ADDITIONS	
Investment Earnings-	
Interest	$ 194
TOTAL ADDITIONS	194
DEDUCTIONS	
Contributions-Scholarships	500
TOTAL DEDUCTIONS	500
Change in net assets	(306)
NET ASSETS-beginning of the year	20,460
NET ASSETS-end of the year	**$** 20,154

See accompanying notes to the basic financial statements.

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1. REPORTING ENTITY

The Olentangy Local School District (the District) is an independent political subdivision of the State of Ohio and operates subject to the provisions of the Ohio Constitution and various sections of the Revised Code. The District is governed by a five-member board of education (the Board) elected by the citizens of the District.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, and Statement No. 39, *Determining Whether Certain Organizations are Component Units*, in that the financial statements include all organizations, activities, and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the school district only (i.e. there are no component units).

Jointly Governed Organizations

The Delaware Area Career Center (DACC) is a distinct political subdivision of the State of Ohio which provides vocational education. The DACC operated under the direction of a Board consisting of one or two representatives from each of the four participating school districts' Boards of Education, and two representatives from the Delaware-Union Educational Career Center. The degree of control exercised by the District is limited to its representation on the Board. The Board of DACC possesses its own budgetary and taxing authority. Financial information can be obtained from DACC at, 4565 Columbus Pike Road, Delaware, Ohio 43015.

The District is a participant in the Tri-Rivers Educational Computer Association (TRECA), which is a computer consortium. TRECA is an association of public school districts within the boundaries of Delaware, Knox, Marion, Morrow, Muskingum, and Wyandot 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 the member school districts. The governing board of TRECA consist of one representative from each county elected by the majority vote of all charter member school districts within each county, one representative from the city school districts, and the superintendent from Tri-Rivers Joint Vocational School. Financial information for TRECA can be obtained from TRECA administrative offices at: 100 Executive Drive, Marion, OHIO 43302.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

(a) *Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from legally separate *component units* for which the primary government is financially accountable. The District (primary government) has no business-type activities or component units.

The statements of activities demonstrate the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include 1) charges to those who benefit from the goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. The District has no proprietary funds.

(b) *Measurement focus, basis of accounting, and financial statement presentation*

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing related cash flows. Property taxes are recognized as revenues in the year for which they are levied, provided they are collected and advanced or available for advance by the county auditor by fiscal year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Government fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes are recognized as revenues in the year for which they are levied, provided they are collected and advanced or available for advance by the county auditor by fiscal year-end. Additionally, taxes collected within 60 days after fiscal year-end are recorded as a receivable with an offset to unearned revenue for amounts not collected and available for advance on June 30 by the county auditor.

Tuition, grants, fees and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Building Fund – The Building Fund is used to account for the receipts and expenditures related to the acquisition and construction of capital facilities including real property.

The District's nonmajor governmental funds include the following fund types:

Special Revenue Fund – Special Revenue funds are used to account for the proceeds of specific revenue sources, other than major capital projects, that are legally restricted to expenditures for specified purposes.

Capital Projects Fund – Capital Project governmental funds that are used to account for financial resources to be used for the acquisition and/or construction of capital items (other than those financed by the Building Fund)

Additionally, the District reports the following fund types:

> Fiduciary Funds – Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. This includes Agency Funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District has one Agency Fund, the Student Activities Agency Fund, and one Private Purpose Trust Fund, the Viers Scholarship Fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements except for interfund services provided and used.

Amounts reported as program revenues include 1) charges to those who benefit from the goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes. The District had no capital grants or capital contributions during fiscal year 2008.

(c) *Cash and Investments*

Monies received by the District are pooled in a central bank account with individual fund balance integrity retained throughout. The District records all its investments at fair value.

(d) *Inventory and Prepaid Assets*

On government-wide financial statements, inventories are presented at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis and inventories are determined by physical count.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid assets in both the government-wide and fund financial statements.

(e) *Capital Assets and Depreciation*

General capital assets are those assets specifically related to activities reported in the governmental funds. These assets are reported in the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District follows the policy of not capitalizing assets with a cost of less than $2,000 and a useful life of less than five years. The District does not possess any infrastructure.

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

Buildings & Improvements	10-50
Furniture and Equipment	5-20
Vehicles	8-15

(f) *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.

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

(g) *Compensated Absences*

The District has implemented 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 employee's right to receive compensation is attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at June 30 by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. The criteria for determining the vacation and sick leave liability is derived from Board policy, negotiated agreements, and state laws.

The entire compensated absence liability is reported on the entity-wide financial statements. For governmental fund financial statements, the liability for these amounts is reported only if they have matured, for example, as a result of employee resignations and retirements. When paid, compensated absences for governmental activities are paid from the fund to which the employee's payroll is charged. In the past these amounts have been paid from the General Fund and the Food Service, Special Revenue Fund.

(h) *Accrued Liabilities and Long-term Debt*

All accrued liabilities and long-term debt is reported in the entity-wide financial statements. For governmental fund financial statements, these accrued liabilities are generally reported as a governmental fund liability if due for payment as of the balance sheet date regardless of whether they will be liquidated with current financial resources. However, claims for judgments and compensated absences paid from governmental funds

are reported as a liability in the fund financial statements only for the portion expected to be financed from expendable available financial resources. Long-term liabilities paid from governmental funds are not recognized as a liability in the fund financial statements until due.

(i) *Fund Balance Reserves / Restrictions*

The District records reservations for portions of fund equity, which are legally segregated for specific future use or which do not represent available spendable resources and therefore are not available for appropriation for expenditures. Fund equity reserves have been established for encumbrances, prepaid assets, property tax revenue reserved for future year's appropriations, and reserves for textbooks and capital maintenance, if applicable, as required by state statute (see Note 14).

The District complies with all restrictions governing the use of restricted assets. Such restrictions do not offer discretion regarding use of these resources in an unrestricted manner. However, it is the District's policy to first apply restricted resources when an expense is incurred for which both unrestricted and restricted net assets are available. When capital restricted funds, usually bond proceeds, are available, capital assets are acquired from such resources. Capital assets can be, however, and to a lesser amount are, acquired from unrestricted resources.

(j) *Management Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Actual results could differ from those estimates.

3. CASH AND INVESTMENTS

The investment and deposit of District funds is governed by the provisions of the Ohio Revised Code. In accordance with these statutes, the District is authorized to invest in United States and State of Ohio bonds, notes and other obligations; bank certificates of deposit; bankers acceptances; commercial paper notes rated prime and issued by United States corporations; repurchase agreements secured by United States obligations; and State Treasury Asset Reserve of Ohio (STAROhio). Earnings on investments are credited to various funds at the discretion of the Board, which is in compliance with ORC section 3315.01.

STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the Securities Exchange Commission as an investment company, but does operate in a manner similar to Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on June 30, 2008.

Public depositories must give security for all public funds on deposit. These institutions may either specifically collateralize individual accounts in lieu of amounts insured by the Federal Deposit Insurance Corporation (FDIC), or may pledge a pool of government securities valued at least 105% of the total value of public funds on deposit at the institution. Repurchase agreements must be secured by the specific government securities upon which the repurchase agreements are based. These securities must be obligations of or guaranteed by the United States and mature or be redeemable within five years of the date of the related repurchase agreement. State law does not require security for public deposits and investments to be maintained in the District's name. During fiscal year 2008, the District complied with the provisions of these statutes.

Deposits with Financial Institutions:

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

At June 30, 2008, the carrying amount of all District deposits was $ 37,015,842, including $25,500,000 in certificates of deposits. Based on the criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2008, $14,372,642 of the District's bank balance of $40,172,642 was exposed to custodial risk as discussed above, while $25,800,000 was covered by Federal Deposit Insurance.

The District had cash on hand in the amount of $8,000.

Investments:

As of June 30, 2008, the District had the following investments and maturities.

		Investment Maturities				
Investment type	Fair Value	6 months or less	7 to 12 months	13 to 18 months	19 to 24 months	Greater Than 24 months
FHLB	$ 1,003,551	1,003,551	-	-	-	-
FNMA Note	5,868,900	991,400	4,877,500	-	-	-
FHLB	6,878,600	-	6,878,600	-	-	-
FHLMA	10,898,192	-	10,898,192	-	-	-
Commercial Paper	7,741,746	7,741,746	-	-	-	-
US Bank Money Market	40,522	-		-	-	-
Star Ohio	32,623,280	-	-	-	-	-
	$ 65,054,791	9,736,697	22,654,292	-	-	-

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

Credit Risk. The District does not have a policy related to custodial credit risk for investments. The District's investments, exclusive of the Money Market Fund, Commercial Paper, and STAROhio, were rated "AAA" and "Aaa" by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAROhio an "AAAm" money market rating. The Commercial Paper was rated was rated P-1 and A-1+ by Moody's and Standard & Poor's, respectively. The money market fund is unrated.

Custodial Credit Risk Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have a policy related to custodial credit risk for investments; however, the District minimizes custodial credit risk by utilizing multiple safekeeping agents for its book-entry securities.

Concentration of Credit Risk. The District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage to total of each investment type held by the District at June 30, 2008:

Investment type	Fair Value	% to total
FHLB	$ 1,003,551	1.54%
FNMA Note	5,868,900	9.02%
FHLB	6,878,600	10.57%
FHLMA	10,898,192	16.75%
Commercial Paper	7,741,746	11.90%
US Bank Money Market	40,522	0.06%
STAROhio	32,623,280	50.15%
	$ 65,054,791	100.00%

4. PROPERTY TAXES

Property taxes are levied and assessed on a calendar-year basis. Distributions from the second half of the calendar year occur in a new fiscal year and are intended to finance the operations of that year, except monies available to be advanced against such distributions which may be appropriated and used in the current fiscal year. Property taxes include amounts levied against all real, public and tangible (i.e., used in business) property located in the District.

Real property taxes and public utility taxes are levied after April against the assessed value listed as of the prior January 1, the lien date. Assessed values are established by State law at 35% of appraised value.

Public utility property taxes are assessed on tangible personal property as well as land and improvements. Real property is assessed at market value and personal property is assessed at true value (normally 50% of cost).

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before December 31 of that calendar year. Tangible personal property used in business (except for public utilities) is currently assessed for taxation purposes at 6.5 percent of its true value. Amounts paid by multi-county taxpayers may be paid annually or semi-annually, the first payment is due April 30, with the remainder payable by September 20.

Beginning in tax year 2006, the tax on tangible personal property began to be phased out for most businesses. In tax year 2006, the assessment percentage for machinery and equipment, inventory, and furniture and fixtures was reduced to 18.75 %; in tax year 2007, to 12.5%; in tax year 2008, 6.5%; and for tax year 2009 and thereafter, 0%.

The Delaware County Treasurer and Franklin County Treasurer collect property taxes on behalf of the District. The County Auditors periodically remit to the District its portion of the taxes collected. These tax "advances" are based on historical cash flow collection rates. Final "settlements" are made each March and August.

The majority of property tax revenues (in excess of 99%) are collected by the Delaware County Treasurer. The assessed values for 2007, upon which the 2008 collection were based, are as follows:

Agricultural/Residential Real Estate	$ 2,566,484,370
Commercial/Industrial Real Estate	390,619,510
Public Utility Real Estate	249,520
Public Utility Tangible	69,515,060
General Tangible Property	39,653,539
	$ 3,066,521,999

Real property taxes are payable annually or semiannually. If paid annually, the payment is due February 10; if paid semiannually, the payment is due February 10 with the remainder payable by July 10.

Accrued property taxes receivables represent real property, personal property and public utility taxes which were measurable but not available as of June 30, 2008. However, monies legally available as an advance to the District as of June 30, 2008 are recognized as revenue as they are both measurable and available. The property tax amount recognized as revenue is reflected as a reservation of fund balance (reserve for future appropriations) as the District is prohibited by law from appropriating this amount in accordance with Ohio Revised Code Section 5705.35.

5. RECEIVABLES

Receivables at June 30, 2008, consisted of taxes, interest and other accounts. Taxes receivable include current and delinquent taxes receivable. A summary of the principal items of receivables follows:

Governmental Activities:	
Taxes current	$ 121,679,000
Taxes delinquent	2,598,000
Interest	219,980
Other	370,664
Total receivables	$ 124,867,644

6. DUE FROM OTHER GOVERNMENTS

Intergovernmental receivables at June 30, 2008, consist of the following:

Governmental Activities:	
Federal	$ 234,690

7. INTERFUND RECEIVABLES AND PAYABLES

At June 30, 2008 the Interfund receivables and payables consisted of $42,815 due to the General Fund from the following Special Revenue Funds:

District Managed Student Activities	$ 40,000
Other Local Sources	2,815

Interfund advances are made primarily to provide funds for various grants and other activity funds until funding is received. In general, the advances are made at the end of the fiscal year end and then returned the next fiscal year when funding is received.

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8. CAPITAL ASSETS

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

	Balance June 30, 2007	Additions	Disposals	Transfers	Balance June 30, 2008
Capital Assets used in:					
Governmental Activities					
Nondepreciable capital assets:					
Land	27,665,019	1,449,351			29,114,370
Construction in progress	67,997,562	22,326,552	-	(46,281,791)	44,042,323
Total nondepreciable capital assets	95,662,581	23,775,903	-	(46,281,791)	73,156,693
Depreciable capital assets:					
Building and improvements	196,435,165	322,177	-	46,281,791	243,039,133
Furniture, fixtures and equipment	16,816,646	4,312,087	898,034	-	20,230,699
Buses, autos and trucks	9,169,489	577,634	149,934	-	9,597,189
Total depreciable capital assets	222,421,300	5,211,898	1,047,968	46,281,791	272,867,021
Accumulated depreciation:					
Building and improvements	29,389,294	4,401,099	-	-	33,790,393
Furniture, fixtures and equipment	6,291,141	1,690,257	385,758	-	7,595,640
Buses, autos and trucks	3,998,113	865,950	149,934	-	4,714,129
Total accumulated depreciation	39,678,548	6,957,306	535,692	-	46,100,162
Total depreciable capital assets, net	182,742,752	(1,745,408)	512,276	46,281,791	226,766,859
Total governmental activities capital assets, net	278,405,333	22,030,495	512,276	-	299,923,552

Depreciation expense was charged to governmental functions as follows:

Instructional services:	
Regular	$ 5,122,428
Special	112,560
Support services:	
Operation and maintenance of plant	328,546
School administration	132,891
Pupils	7,598
Business operations	15,829
Instructional staff	8,629
Food services	214,589
Central	18,028
Student transportation	809,088
Co-curricular student activities	182,937
Community services	4,183
Total depreciation	$ 6,957,306

Construction in progress at June 30, 2008 is composed of the following:

	Project Authorization	Expended to June 30, 2008	Committed
3B's & K Elementary	$ 11,600,000	26,678	11,573,322
Bale Kenyon Elementary	11,200,000	679,637	10,520,363
3B's & K Middle School	24,400,000	69,065	24,330,935
Orange High School	56,100,000	42,078,196	14,021,804
Olentangy HS Renovations	14,200,000	1,026,578	13,173,422
3B's & K Bus Garage	5,500,000	162,170	5,337,830
Total Capital Projects	$ 123,000,000	44,042,324	78,957,676

9. GENERAL LONG-TERM OBLIGATIONS

All current obligation bonds outstanding, issued to provide funds for the acquisition and construction of equipment and facilities, are general obligations of the District for which the full faith and credit of the District is pledged for repayment. Long-Term obligations of the District are included in the Statement of Net Assets. Payments of principal and interest relating to these liabilities are recorded as expenditures in the Debt Service Fund.

As of June 30, 2008, the District had ten general obligation bonds and one bond anticipation note outstanding. This debt was issued for general government activities, specifically, the construction and renovation of school buildings. General obligations currently outstanding are:

Purpose	Date Issued	Interest Rate	Final Maturity	Balance at June 30, 2008
Construction of High School (1)	12/01/88	7.75%	12/01/11	$ 2,515,000
Various purpose/refund bonds (2)	06/22/99	3.45 -5.35%	12/01/15	16,862,059
Construction of schools (3)	08/08/00	5.57%	12/01/11	362,910
Construction of schools (4)	02/14/02	4.1 -5.5%	12/01/30	12,799,624
School Facilities Construction/Improv. (5)	09/10/02	3.5-5%	12/01/27	15,100,000
School Facilities Construction/Improv. (6)	06/01/04	4.00%	12/01/14	244,994
Refunding Bonds 2004 (6)	06/01/04	4.00%	12/01/20	9,085,000
Refunding Bonds 2005 (7)	03/24/05	3.5-5%	12/01/27	33,184,980
Various purpose/refunding bonds 2006 (8)	02/01/06	3.7-5.0%	12/01/33	112,977,307
Various purpose/refunding bonds 2007 (9)	11/09/06	4.0 - 5.0%	12/01/32	89,949,954
Refunding Bonds 2007 (10)	11/14/07	3.7-5.0%	12/01/30	9,339,997
Bond Antcipation Note (11)	05/01/08	2.50%	11/17/08	36,400,000
				$ 338,821,825

1) Included construction cost for an addition to the original high school.

2) General bond obligations consisted of: $27,100,000 for the construction, furnishing and equipping an elementary and a middle school building and the remaining amount for the advanced refunding of general obligation bonds dated February 16, 1995.

3) These general obligation bonds are for the purpose of constructing, furnishing and equipping an elementary school; acquiring real estate for other district facilities; and providing security improvements to district facilities.

4) In February 2002, the District issued $59,709,603 in various purpose general obligation bonds. These general obligations consist of:

   a. $58,169,625 for the purpose of constructing, furnishing, and equipping a new high school, new middle school, a new bus/maintenance facility, athletic fields and renovation of the west wing of current middle school, including a current refunding of the Districts $30,000,000 School Facilities Construction and Improvement Notes dated October 16, 2001.

   b. $1,539,978 to partially advance refund the 1997 series and 2000 series general obligation building improvement and construction bonds.

5) On September 10, 2002, the District issued $39,635,000 of general obligation bonds consisting of:

   $15,000,000 of the issued bonds was a portion of the $73,170,000 approved by voters on May 8, 2001 for the purpose of constructing, furnishing, and equipping a new high school, new middle school, a new bus/maintenance facility, athletic fields, and renovations of the west wing of the current middle school.

   $24,635,000 of the issued bonds was approved by voters on May 7, 2002 for the purpose of acquiring land for school sites, constructing, furnishing, and equipping new elementary schools.

   Bond issuance cost and the bond premium of $325,700 and $688,231 respectively has been recorded on the statement of net assets net of related amortization as deferred charges and long-term liabilities, respectively.

6) On June 1, 2004, the District issued $61,600,000 of general obligation bonds and $9,085,000 of refunding bonds consisting of the following:

   $61,600,000 approved by voters on March 2, 2004 for the purpose of acquiring land, constructing, furnishing, and equipping new elementary schools and a middle school, expanding existing facilities such as the bus/maintenance facility, purchasing school buses, and purchasing related textbooks and equipment.

   The $9,085,000 of refunding bonds were issued for the purpose of refunding various portions of the 1998 bonds, 2000 bonds 2002 bonds and the 2002A bonds listed above. Bond issuance cost and the bond premium of $715,896 and $4,237,771 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively.

7) On March 24, 2005 the District issued $34,779,980 of refunding bonds. The refunding bonds were issued for the purpose of refunding various portions of the 1995 bonds, 1997 bonds, 1999 bonds and the 2000 bonds listed above. This transaction resulted in an economic gain (present value cost) of $1,667,607.

   Bond issuance cost and the bond premium of $368,575 and $2,847,224 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively.

8) On March 24, 2006 the District issued $74,230,000 of various purpose bonds and $43,532,307 refunding bonds consisting of the following:

   $77,000,000 approved by voters on November 8, 2005, for the purpose of acquiring land, constructing, furnishing, and equipping a new high school, a new elementary schools and expanding existing facilities, purchasing school buses, and purchasing related textbooks and equipment.

   The $43,762,306 of refunding bonds were issued for the purpose of refunding various portions of the 1999 bonds, 2002 bonds and the 2002A bonds listed above. Bond issuance cost and the bond premium of $1,096,564 and $7,105,081 respectively has been recorded on the statement of net assets, net of

related amortization, as deferred charges and long-term liabilities, respectively. This transaction resulted in a cash flow savings of 1,839,821 and an economic gain (present value gain) of $1,396,021.

9) On November 9, 2006 the District issued $89,949,954 in refunding bonds consisting to refund various portions of the 1999 bonds, 2002A bonds and the 2004A bonds listed above. Bond issuance cost and the bond premium of 834,442 and $4,715,470 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively. This transaction resulted in a cash flow savings of $3,917,924 and an economic gain (present value gain) of $3,101,128.

10) On November 14, 2007 the District issued $9,339,997 in refunding bonds to refund $4,560,000 of the 1997series various purpose bonds, and $4,780,000 of the 2006 various purpose bonds listed above. Bond issuance cost and the bond premium of $182,630 and $460,866 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively. This transaction resulted in a cash flow savings of $596,080 and an economic gain (present value gain) of $361,379

11) On May 1, 2008 the District issued $36,400,000 in bond anticipation notes. These notes were subsequently bonded on August 20, 2008, therefore, the notes are accounted for on a long-term basis. See note 16.

Bonds and note payable above, and amounts included on the Statements of Net Assets are comprised of the following:

Amount outstanding at June 30, 2008	$ 338,821,825
Accumulated accretion on discount debt	12,820,057
Unamortized bond premium, net of accumulated amortization of $ 1,423,599	8,651,023
Deferred amount on refunding bonds, net	(7,851,584)
Amount included in the Statement of Net Assets	$ 352,441,321

The following is a summary of the District's future annual debt service requirements to maturity for general obligation bonds and the bond anticipation note (which was bonded in August 2008, see note 16):

Year ending June 30,	Interest rates	Principal	Interest
2009	3.65 -7.75%	3,889,807	19,274,513
2010	3.65 -7.75%	8,277,259	17,910,152
2011	3.65 -7.75%	10,349,507	16,685,764
2012	3.65 -7.75%	12,253,001	15,107,468
2013	3.65 -7.75%	14,100,000	14,069,666
2014-2017	3.65 -7.75%	63,877,251	72,605,858
2019-2023	3.65 -7.75%	62,960,000	46,734,211
2023-2028	3.65 -7.75%	76,415,000	29,889,249
2029-2033	3.65 -7.75%	70,850,000	11,637,469
2034-2037	3.65 -7.75%	15,850,000	1,193,600
Total		$ 338,821,825	$ 245,107,950

Not included in the above amounts as of June 30, 2008 are $4,780,000 of the bonds the District defeased in November 2007, as well as $173,290,000 of bonds that the District defeased in previous years. For accounting purposes, the assets and liabilities for the defeased bonds are not reflected in the District's financial statements.

The ORC provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The ORC further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. However, Revised Code Section 133.06(E) permits a school district to incur indebtedness in excess of the 9% direct debt limitation if, based on five year projections showing annual property value growth of 3% or more, unless the State Superintendent determines that such school district is a "special needs" district. The State Superintendent determined that the District is a special needs district on February 2, 2004, and again on November 13, 2007.

The effects of these debt limitations at June 30, 2008 are a voted debt margin of $766,007,681 and an unvoted debt margin of $3,066,522. The aggregate amount of the District's unvoted debt is also subject to overlapping debt restrictions with Delaware County and other taxing entities. As of June 30, 2008, these entities have complied with the requirement that unvoted overlapping debt must not exceed 1% (10 mills) of the assessed property value. These debt limitation calculations exclude $12,820,057 in accretion of deep discount debt in accordance with State Law. Management believes that the District has complied with all bond covenants.

Capital Lease Obligation

In 2007 the District entered into a District wide phone system lease agreement with an asset value of $574,868 These leases meet the criteria of a capital lease as defined by Statement of the Financial Accounting Standards No. 13 "Accounting of Leases."

All the leases relate to the General Fund. The principal and interest payments made on the leases during fiscal 2008 were $101,828 and $19,238, respectively.

The District's future minimum lease payments under capital lease obligations as of June 30, 2008 are as follows:

Year ending June 30,	Capital Leases
2009	$ 121,066
2010	121,066
2011	121,066
Total mimimum lease payments	363,198
Less: amounts representing interest	27,926
Present value of minimum lease payments	$ 335,272

A summary of the changes in long-term liabilities follows:

	Balance June 30, 2007	Additions /Accretion	Reductions	Balance June 30, 2008	Amounts Due in One Year
Accrued liabilities (accrued vacation and sick leave)	$ 4,376,336	1,016,057	369,000	5,023,393	$ 461,000
Bonds payable, net	321,351,537	11,337,233	16,647,449	316,041,321	7,439,818
Long term note payable	-	36,400,000	-	36,400,000	-
Capital lease obligations	437,100	-	101,828	335,272	106,640
	$ 326,164,973	48,753,290	17,118,277	357,799,986	$ 8,007,458

The District employees are granted vacation and sick leave in varying amounts.

Note Payable

At June 30, 2007 the District had $3,333,334 remaining on an original 3 year, 2.75% $10,000,000 tax anticipation note. The final repayment was made in October 2008.

10. RISK MANAGEMENT

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. The District contracts with third-party insurance company for property insurance (including boiler and machinery) and general liability insurance and vehicle insurance.

The District maintains comprehensive insurance coverage with private carriers for real property/building contents of $290,551,979 with a $10,000 deductible clause.

Professional liability is protected by another third-party insurance company with a $1 million single occurrence limit, $3 million aggregate limit and no deductible. Vehicles are covered by another third-party insurer and have no deductible for comprehensive and a $500 deductible for collision. Automobile liability has a $1 million combined single limit of liability.

The District pays the Ohio Bureau of Workers' Compensation a premium based on a rate per $100 of salaries. This rate is calculated based on accident history and administrative costs.

The District provides life insurance and accidental death and dismemberment insurance to most employees through another third-party insurance carrier in an amount related to the employee's position, ranging from $30,000 to $60,000.

Additionally, the District provides health care benefits for its employees and officers through a joint insurance program known as the Champaign, Delaware, Marion, Union School Employee Welfare Benefit Association Consortium (the Pool), which commenced on June 1, 1988. The Pool is a legal entity, separate and apart from its 9 members and provides for joint administration of the funds of the Pool. The Board of Directors of the Pool is comprised of 1 representative from each of its members.

The Pool establishes funds that consist of member contributions in amounts deemed to be sufficient to annually fund the administrative expenses, to purchase excess insurance, reinsurance, to pay current year claims and claim expenses, and to maintain sufficient reserves. The amount of claims is estimated by an actuary. The contribution factor for each member is based on the number of lives covered as a percentage of total lives covered. The District has made all required contributions.

The members may also be required to make supplementary payments to the Pool for any necessary or appropriate purposes where there is reasonable concern that the funds then available to the Pool will not be sufficient to meet the responsibilities of the Pool. All assessments for supplementary payments are calculated proportionately among its members in direct relation to the number of lives covered as a percentage of total lives covered by the Pool. Since the Pool’s inception, the District has never been required to make supplementary payments.

The Pool issues a stand–alone financial report. Interested parties may obtain a copy by making a written request to the Pool at: 4565 Columbus Pike, Delaware, Ohio 43015.

There were no changes to the above policies during the current fiscal year. Additionally, no payments have been made within the last three years to settle claims in excess of the above-noted insurance coverage.

11. DEFINED BENEFIT PENSION PLANS

A. State Teachers Retirement System

The District participates in the State Teachers Retirement system of Ohio (STRS Ohio), a cost sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone comprehensive annual financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, Ohio 43215-3371 or by calling toll-free 1-888-227-7877, or by visiting the STRS website at www.strsoh.org.

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. 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.

The DB Plan benefits are established under Chapter 3307 of the Ohio 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 members' 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 31st year of earned Oho service credit is calculated at 2.5% with an additional one-tenth of a percent added to the calculation for every year over 31 years until 100% of the final average salary is reached. For members with 35 or more years of Ohio contributing services, the first 30 years will be calculated at 2.5%. Under the money-purchase benefit, members' lifetime contributions plus interest at specified rates are matched by an equal amount from other STRS Ohio funds. The total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance. Benefits are increased annually by 3% of the original base amount.

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. Benefits are established under Sections 3307.80 to 3307.89 of the Ohio Revised Code. 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 members' designated beneficiary is entitled to receive the member's account balance.

Combined Plan offers features of the DC Plan and the DB Plan. Member contributions are allocated to investments selected by the member, and employer contributions are used to fund a defined benefit payment at a reduced level from the regular DB Plan. Plan members' defined benefit is determined by multiplying 1% of the members' final average salary by the members' years of service credit. The defined benefit portion of the Combined Plan is payable to members 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.

A retiree of STRS Ohio or another Ohio public retirement system is eligible for reemployment following the elapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during 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.

For fiscal year ended June 30, 2008 members were required to contribute 10% of their annual covered salary and the District was required to contribute 14%. Member and employer contributions were established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers provided by Chapter 3307 of the Ohio Revised Code. Of the 14% contributed by the District, 13% was the portion used to fund pension obligations.

The District's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2008, 2007 and 2006 were $7,785,000, $6,562,000 and $5,677,000, respectively; equal to 100% of the required contribution for each year. Member and employer contributions actually made for DC and Combined Plan participants will be provided upon written request.

School Employees Retirement System

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined 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. The report can be obtained by contacting SERS, 300 E. Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free 1-800-878-5853. It is also posted on SERS' website at www.ohsers.org under *Forms and Publications.*

Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current rate is 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The District's contributions to SERS for the years ended June 30, 2008, 2007 and 2006 were $2,036,000, $1,988,000 and $1,894,000, respectively; equal to 100% of the required contribution for each year.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System.

12. Postemployment Benefits Other than Pension Benefits

Ohio law authorizes STRS to offer a cost-sharing, multiple employer health care plan 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 Ohio Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS. All benefit recipients, for the most recent year, pay a portion of the health care costs in the form of a monthly premium.

Under Ohio law funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contribution rate, 1% of covered payroll was allocated to post-employment health care. For the fiscal years ended June 30, 2008, 2007 and 2006, the District's contributions to post-employment health care were $556,100, $468,700, and $446,500; respectively.

SERS administers two post-employment benefit plans, the Medicare Part B Plan and the Health Care Plan as permitted by Ohio Revised Code Sections 3309.69 and 3309.375. The Medicare Part B Plan reimburses for Medicare Part B premiums paid by eligible retirees. The Health Care Plan provides health care and prescription drug plans administered by two third-party administrators. The Retirement Board establishes rules for premiums paid by retirees for health care coverage and varies depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

The Medicare Part B premium reimbursement plan reimburses eligible retirees for the lesser of January 1, 1999 Medicare Part B premiums or the current premium. The Medicare Part B premium for calendar year 2007 (most recent information available) was $93.50. SERS' reimbursement to retirees was $45.50. The Retirement Board, with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare Part B Fund. For fiscal year 2007 (most recent information available) the actuarially required allocation was .68%. For the fiscal years ended June 30, 2008, 2007 and 2006 the District's contributions to Medicare Part B were $98,891, $96,559 and $91,993 respectively; 100% has been contributed for fiscal year 2008, 2007 and 2006.

The Health Care Plan is funded through employer contributions. Each year after allocation for required benefits the Retirement Board allocates the remainder of the employers' 14% contribution. At June 30, 2007 (the most recent information available) the health care allocation was 3.32%. The actuarially required contribution (ARC), as of December 31, 2006 annual valuation, was 11.50% of covered payroll. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities of the plan over a period not to exceed thirty years.

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 2007 (most recent information available), the minimum compensation level was established at $35,800.

For the fiscal years ended June 30, 2008, 2007 and 2006 the District's contributions to the Health Care Plan, including the surcharge, were approximately $468,000, $454,400 and 463,000, respectively.

13. CONTINGENCIES

(a) *Grants*

The federal and state grants remain subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the District's administration believes such disallowances, if any, would be minimal.

(b) *Litigation*

The District is a defendant in various lawsuits. The outcome and possible impact of these lawsuits is not presently determinable.

(c) *State School Funding Decision*

On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding plan is unconstitutional.

The Supreme Court relinquished jurisdiction over the case and directed "…the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient…" The School District is currently unable to determine what effect, if any, this decision will have on its future State funding and its financial operations.

14. SET-ASIDES

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

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

	Textbook Reserve	Capital Maintenance Reserve
Balance, July 1, 2007	$ -	-
Required Set-Aside	1,806,373	1,806,373
Qualifying Expenditures	(2,821,020)	(2,361,614)
Total	(1,014,647)	(555,241)
Balance, June 30, 2008	$ -	-

15. FUND DEFICITS / ACCOUNTABILITY

The following fund had a GAAP basis deficit fund balance at June 30, 2008:

	Deficit Fund Balances
Special Revenue Funds:	
Title 1 Grant Fund	$ 30,602

The GAAP basis deficit balance is a result of the application of generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

16. SUBSEQUENT EVENT – Refunding Bonds

On August 20, 2008, the District sold $36,400,400 of general obligation bonds to refund the $36,400,000 in notes issued in May 2008. The bonds have a final maturity of December 1, 2036. The refunding resulted in a premium of $1,165,509, with related issuance costs of $327,129.

REQUIRED SUPPLEMENTARY INFORMATION

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OLENTANGY LOCAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2008

	GENERAL FUND			
	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES:				
Property taxes	79,013,517	78,747,775	$ 79,157,892	410,117
Investment income	2,600,109	2,591,364	2,640,918	49,554
Tuition fees	441,991	440,504	440,504	-
Miscellaneous	2,003,506	1,996,768	1,999,153	2,385
Revenue in lieu of taxes	7,819,975	7,793,675	7,793,675	-
State sources	17,706,713	17,647,161	17,647,161	-
TOTAL REVENUES	109,585,811	109,217,247	109,679,303	462,056
EXPENDITURES:				
Instructional services:				
Regular	55,428,666	54,209,486	54,426,752	(217,266)
Special	12,983,494	13,135,665	11,242,904	1,892,761
Vocational	1,091,607	1,100,736	1,032,247	68,489
TOTAL INSTRUCTIONAL SERVICES	69,503,767	68,445,887	66,701,903	1,743,984
Support services:				
Pupils	4,564,333	4,667,461	4,412,107	255,354
Instructional staff	6,162,868	6,365,734	6,333,164	32,570
Board of Education	517,043	512,235	418,627	93,608
School administration	6,531,199	6,930,338	6,876,647	53,691
Fiscal services	2,139,408	2,204,815	2,341,797	(136,982)
Business operations	222,051	237,922	256,727	(18,805)
Operation and maintenance of plant	14,028,468	14,372,660	13,230,511	1,142,149
Student transportation	6,635,478	6,501,502	6,578,098	(76,596)
Central services	2,207,508	2,127,921	2,302,311	(174,390)
TOTAL SUPPORT SERVICES	43,008,356	43,920,588	42,749,989	1,170,599
Community recreation services	1,000	-	-	-
Co-curricular activities	2,533,998	2,643,394	2,537,783	105,611
Site improvement	2,087,555	2,091,755	287,857	1,803,898
Repayment of debt	3,379,084	3,379,084	3,379,083	1
Other	100,108	107,617	(2)	107,619
TOTAL EXPENDITURES	120,613,868	120,588,325	115,656,613	4,931,712
Excess (deficiency) of revenues over expenditures	(11,028,057)	(11,371,078)	(5,977,310)	5,393,768
OTHER FINANCING SOURCES (USES):				
Advances in	-	3,535,689	3,535,689	-
Advances out	(1,745,052)	(1,815,987)	(3,578,502)	(1,762,515)
Sale of fixed assets	-	14,578	14,578	-
Refund of prior year receipts	(3,000)	(3,000)	-	-
Refund of prior year expenditures	-	145,077	193,888	48,811
TOTAL OTHER FINANCING SOURCES (USES)	(1,748,052)	1,876,357	165,653	(1,713,704)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(12,776,109)	(9,494,721)	(5,811,657)	3,683,064
Prior year encumbrances appropriated	1,704,578	1,704,578	1,704,578	-
FUND BALANCES AT BEGINNING OF YEAR	22,725,724	22,725,724	22,725,724	-
FUND BALANCES AT END OF YEAR	$ 11,654,193	$ 14,935,581	$ 18,618,645	3,683,064

See notes to the required supplementary schedule.

NOTE A - BUDGETARY DATA

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the fund level. Any budgetary modifications at this level must be made by resolution of the Board of Education.

Tax Budget:
The Superintendent and the Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

Under Ohio Revised Code, the Delaware County Budget Commission (Commission) waived the requirement that the District adopt a tax budget. However, the Commission requires the District to submit an "Alternative Tax Budget Form" which continues to include information reflecting the need for existing or increased tax rates. This form must be submitted to the Commission by March 1.

Estimated Resources:
Prior to March 15, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year do not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the Certificate is amended to include unencumbered cash balances from the preceding year. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final Amended Certificate issued during fiscal year 2008.

Appropriations:
Upon receipt from the County Auditor of an amended official certificate of estimated resources based on the final assessed values and tax rates or a certificate stating no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund level of expenditures, which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent Certificate of Estimated Resources. During the year, several supplemental appropriations were legally enacted;

however, none of these amendments were significant. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations.

Formal budgetary integration is employed as a management control device during the year for all funds, including the Debt Service Fund, consistent with statutory provisions.

Encumbrances:
As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the Non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On the GAAP basis, encumbrances outstanding at year-end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds.

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

NOTE B - RECONCILING BUDGET BASIS AND GAAP

The District prepares its budget on a basis of accounting that differs from generally accepted accounting principles (GAAP). The actual column presented on the Budgetary Comparison Schedule – General Fund is prepared in accordance with the budget basis of accounting.

The major differences between the budgetary basis of accounting and GAAP are that:

A. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
B. Expenditures are recorded when encumbered (budget basis) as opposed to when the liability is incurred (GAAP basis);
C. Encumbrances are recorded as the equivalent of expenditures (budget basis) as opposed to a reservation of fund balance (GAAP basis); and
D. Investments are recorded at cost (budget basis) as opposed to fair value (GAAP basis).

A reconciliation of the General Fund results of operations at the end of the year on the GAAP basis to the budget basis follows:

Net change in fund balance (GAAP Basis)	$ 1,391,867
Adjustments:	
Due to revenues	(3,319,464)
Due to expenditures	(4,035,135)
Due to other financing sources	151,075
Net change in fund balance (Budget Basis)	$ (5,811,657)

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OLENTANGY LOCAL SCHOOL DISTRICT

MAJOR GOVERNMENTAL FUNDS

General Fund

The **General Fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. See General Fund Budgetary Comparison Schedule in the Required Supplementary Information section of this report.

Debt Service Fund

The **Debt Service Fund** is a fund used to account for the accumulation of resources for, and payment of, general long-term debt principal and interest.

Building Fund

The **Building Fund** is a capital projects fund used to account for the revenues and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs for acquiring capital facilities including real property.

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
	DEBT SERVICE FUND		
Debt Service Fund			
Total Revenues and Other Sources	$ 33,911,078	33,970,965	59,887
Total Expenditures and Other Uses	48,030,859	31,123,492	16,907,367
Net Change in Fund Balance	(14,119,781)	2,847,473	16,967,254
Fund Balance, July 1	11,528,783	11,528,783	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ (2,590,998)	14,376,256	16,967,254

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
	CAPITAL PROJECTS FUNDS		
Building Fund			
Total Revenues and Other Sources	$ 1,815,921	38,268,691	36,452,770
Total Expenditures and Other Uses	62,216,644	62,215,018	1,626
Net Change in Fund Balance	(60,400,723)	(23,946,327)	36,454,396
Fund Balance, July 1	30,717,192	30,717,192	-
Prior Year Encumbrances Appropriated	30,537,256	30,537,256	-
Fund Balance, June 30	$ 853,725	37,308,121	36,454,396

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OLENTANGY LOCAL SCHOOL DISTRICT

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Public School Support - A fund used for the proceeds of specific revenue sources, except for State and Federal grants that are legally restricted to expenditures for specified purposes.

Grants - Local Sources - A fund provided to account for specific local revenue sources, other than taxes or expendable trusts (i.e., profits from vending machines sales of pictures, etc.), that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases.

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

Other Local Sources - A rotary fund provided to account for the purchase and sale of school supplies and other miscellaneous school donations. Profit and moneys derived from such sales or donations are to be used for school purposes or activities in connection with the school.

Auxiliary Services Fund - A fund used to account for monies which provide services and materials to pupils attending non-public schools within the school district. For generally accepted accounting purposes, this fund is accounted for as a special revenue fund.

EMIS Grant - A fund provided to account for the monies received and expended for the implementation of the Educational Management Information System that was required by recent legislation in Ohio.

Onenet Network Connectivity – A fund provided to account for money appropriated from the State of Ohio for Ohio Educational Computer Network Connections.

School Net Professional Development – A fund provided to account for a limited number of professional development subsidy grants.

Entry Year Programs – A fund to account for funds used to implement entry year programs pursuant to division (T) of section 3317.024 of the Ohio Revised Code.

Vocational Education Enhancement Grant – A fund used to account for Vocational Education Enhancements that: 1) expand the number of students enrolled in tech prep programs, 2) enable students to develop career plans, to identify initial educational and career goals, and to develop a career passport which provides a clear understanding of the student's knowledge, skills, and credentials to present to future employers, universities, and other training institutes and 3) replace or update equipment essential for the instruction of students in job skills taught as part of a vocational program or programs approved for such instruction by the State Board of Education.

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

Title VI-B Grants- A fund provided to account for grants used to assist states in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

Title I Grants - A fund to account for grants providing financial assistance to State and Local Educational Agencies to meet the special needs of educationally deprived children.

Title V Grants - A fund to consolidate various programs into a single authorization of grants to States to be used in accordance with the educational needs and priorities of the state and local agencies.

Title III – Limited English Proficiency - A fund which accounts for Federal funds used to help educate children with English as a second language.

Safe and Drug Free Schools Grants - A fund which accounts for federal funds used to establish, operate, and improve local programs of drug abuse prevention, early intervention, rehabilitation referral, and education in the District.

Education of the Handicapped Preschool Grants - A fund to address the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Telecommunications Act Grant Fund (E-Rate) – A fund used to account for a federal grant which is paid directly to the telecommunication service provider.

Title II-A - A fund to account for grants providing financial assistance to State and Local Educational Agencies to improve teacher quality.

Other Federal Grants – A fund used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

Food Service Fund - a fund used to record financial transactions related to the District's food service operations.

Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds, special assessments and trust funds).

Permanent Improvement Fund - A fund provided to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements as authorized by Section 5705 of the Ohio Revised Code.

School Net Fund - A fund used to provide for computer hardware and software in K-4 classrooms in the district.

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2008

	SPECIAL REVENUE FUNDS			
	PUBLIC SCHOOL SUPPORT	GRANTS - LOCAL SOURCES	DISTRICT MANAGED STUDENT ACTIVITIES	OTHER LOCAL SOURCES
ASSETS:				
Cash and investments	$ 140,779	205,490	401,654	162,290
Receivables	1,524	-	1,934	14,320
Inventory	-	-	-	-
Due from other governments	-	-	-	-
TOTAL ASSETS	$ 142,303	205,490	403,588	176,610
LIABILITIES:				
Accounts payable	$ 1,592	1,700	7,351	9,770
Due to other governments	-	-	-	-
Due to other funds	-	-	40,000	2,815
Deferred revenue	-	-	-	-
Accrued liabilities	-	-	-	-
TOTAL LIABILITIES	1,592	1,700	47,351	12,585
EQUITY AND OTHER CREDITS:				
Fund balance:				
Reserve for encumbrances	8,901	-	12,314	18,385
Unreserved	131,810	203,790	343,923	145,640
Total fund balance	140,711	203,790	356,237	164,025
TOTAL LIABILITIES AND FUND BALANCE	$ 142,303	205,490	403,588	176,610

SPECIAL REVENUE FUNDS			
AUXILIARY SERVICE	EMIS GRANTS	ONENET NETWORK CONNECTIVITY	SCHOOL NET PROFESSIONAL DEVELOPMENT
227,611	105	-	615
-	-	-	-
-	-	-	-
-	-	-	-
227,611	105	-	615
73,979	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
73,979	-	-	-
40,039	-	-	-
113,593	105	-	615
153,632	105	-	615
227,611	105	-	615

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING BALANCE SHEET, Continued
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2008

	SPECIAL REVENUE FUNDS			
	ENTRY YEAR PROGRAMS	VOCATIONAL EDUCATION GRANT	OTHER STATE GRANTS	TITLE VIB GRANTS
ASSETS:				
Cash and investments	$ 39,200	63	16,588	65,804
Receivables	-	-	-	-
Inventory	-	-	-	-
Due from other governments	-	-	-	-
TOTAL ASSETS	$ 39,200	63	16,588	65,804
LIABILITIES:				
Accounts payable	$ -	-	320	21,087
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenue	-	-	-	-
Accrued liabilities	-	-	-	-
TOTAL LIABILITIES	-	-	320	21,087
EQUITY AND OTHER CREDITS:				
FUND BALANCE:				
Reserve for encumbrances	-	-	18	41,533
Unreserved	39,200	63	16,250	3,184
Total fund balance	39,200	63	16,268	44,717
TOTAL LIABILITIES AND FUND BALANCE	$ 39,200	63	16,588	65,804

SPECIAL REVENUE FUNDS				
TITLE I GRANTS	TITLE V GRANTS	TITLE III LIMITED ENGLISH	SAFE AND DRUG-FREE SCHOOLS	EDUCATION OF THE HANDICAPPED PRESCHOOL GRANTS
24,122	1,679	11,188	127	-
-	-	-	-	-
-	-	-	-	-
123,481	14,563	131	788	-
147,603	16,242	11,319	915	-
4,949	350	3,594	-	-
4,438	-	-	-	-
-	-	-	-	-
123,481	14,563	131	788	-
45,337	-	-	-	-
178,205	14,913	3,725	788	-
16,013	1,285	5,098	-	-
(46,615)	44	2,496	127	-
(30,602)	1,329	7,594	127	-
147,603	16,242	11,319	915	-

(Continued)

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING BALANCE SHEET, Continued
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2008

	SPECIAL REVENUE FUNDS			
	E-RATE GRANT	TITLE II-A	OTHER FEDERAL GRANTS	FOOD SERVICE
ASSETS:				
Cash and investments	$ -	61,553	5,501	2,290,469
Receivables	-	-	-	5,299
Inventory	-	-	-	161,338
Due from other governments	-	29,968	2,178	63,581
TOTAL ASSETS	$ -	91,521	7,679	2,520,687
LIABILITIES:				
Accounts payable	$ -	17,232	770	418
Due to other governments	-	-	-	191,267
Due to other funds	-	-	-	-
Deferred revenue	-	29,968	2,178	94,158
Accrued liabilities	-	-	-	259,587
TOTAL LIABILITIES	-	47,200	2,948	545,430
EQUITY AND OTHER CREDITS:				
FUND BALANCE:				
Reserve for encumbrances	-	18,597	3,695	21,802
Unreserved	-	25,724	1,036	1,953,455
Total fund balance	-	44,321	4,731	1,975,257
TOTAL LIABILITIES AND FUND BALANCE	$ -	91,521	7,679	2,520,687

TOTAL NONMAJOR SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS		TOTAL NONMAJOR CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
	PERMANENT IMPROVEMENT FUND	SCHOOL NET FUND		
3,654,838	-	53,874	53,874	3,708,712
23,077	-	-	-	23,077
161,338	-	-	-	161,338
234,690	-	-	-	234,690
4,073,943	-	53,874	53,874	4,127,817
143,112	-	-	-	143,112
195,705	-	-	-	195,705
42,815	-	-	-	42,815
265,267	-	-	-	265,267
304,924	-	-	-	304,924
951,823	-	-	-	951,823
187,680	-	-	-	187,680
2,934,440	-	53,874	53,874	2,988,314
3,122,120	-	53,874	53,874	3,175,994
4,073,943	-	53,874	53,874	4,127,817

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2008

	SPECIAL REVENUE FUNDS			
	PUBLIC SCHOOL SUPPORT	GRANTS - LOCAL SOURCES	DISTRICT-MANAGED STUDENT ACTIVITIES	OTHER LOCAL SOURCES
REVENUES:				
Intergovernmental:				
Federal restricted grants-in-aid	$ -	-	-	-
State restricted grants-in-aid	-	39,477	-	-
Food Service	-	-	-	-
Investment income	-	-	-	-
Co-curricular activities	-	-	455,463	-
Tuition & fees	-	-	-	756,496
Other	190,137	1,546	81,633	-
TOTAL REVENUES	190,137	41,023	537,096	756,496
EXPENDITURES:				
Current:				
Instructional services:				
Regular	183,994	37,139	-	-
Special	-	-	-	-
Total Instructional Services	183,994	37,139	-	-
Support services:				
Operation and maintenance	-	-	-	-
School administration	-	-	-	-
Pupils	-	-	-	-
Instructional Staff	-	-	-	-
General Administration	-	-	-	-
Food Service	-	-	-	-
Central services	-	-	-	-
Total Support Services	-	-	-	-
Co-curricular student activities	-	-	283,826	812,307
Community services	-	-	210,159	-
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	183,994	37,139	493,985	812,307
Excess (deficiency) of revenues over expenditures	6,143	3,884	43,111	(55,811)
FUND BALANCE AT BEGINNING OF YEAR	134,568	199,906	313,126	219,836
FUND BALANCE (DEFICIT) AT END OF YEAR	$ 140,711	203,790	356,237	164,025

SPECIAL REVENUE FUNDS			
AUXILIARY SERVICE	EMIS GRANTS	ONENET NETWORK CONNECTIVITY	SCHOOL NET PROFESSIONAL DEVELOPMENT
-	-	-	-
382,024	44,470	54,000	4,400
-	-	-	-
1,025	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
383,049	44,470	54,000	4,400
-	-	-	4,155
-	-	-	-
-	-	-	4,155
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	63,455	54,000	-
-	63,455	54,000	-
-	-	-	-
313,981	-	-	-
-	-	-	-
313,981	63,455	54,000	4,155
69,068	(18,985)	-	245
84,564	19,090	-	370
153,632	105	-	615

(Continued)

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS, Continued
YEAR ENDED JUNE 30, 2008

	SPECIAL REVENUE FUNDS			
	ENTRY YEAR PROGRAMS	VOCATIONAL EDUCATION GRANT	OTHER STATE GRANTS	TITLE VIB GRANTS
REVENUES:				
Intergovernmental:				
Federal restricted grants-in-aid	$ -	-	-	1,952,756
State restricted grants-in-aid	36,000	2,000	53,399	-
Food Service	-	-	-	-
Investment income	-	-	-	-
Co-curricular activities	-	-	-	-
Tuition & fees	-	-	-	-
Other	-	-	-	-
TOTAL REVENUES	36,000	2,000	53,399	1,952,756
EXPENDITURES:				
Current:				
Instructional services:				
Regular	-	-	145	-
Special	-	-	-	1,872,016
Total Instructional Services	-	-	145	1,872,016
Support services:				
Operation and maintenance	-	-	17,000	-
School administration	-	-	-	-
Pupils	-	1,937	-	37,627
Instructional Staff	36,000	-	47,882	5,923
General Administration	-	-	-	-
Food Service	-	-	-	-
Central services	-	-	-	-
Total Support Services	36,000	1,937	64,882	43,550
Co-curricular student activities	-	-	-	-
Community services	-	-	-	-
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	36,000	1,937	65,027	1,915,566
Excess (deficiency) of revenues over expenditures	-	63	(11,628)	37,190
FUND BALANCE AT BEGINNING OF YEAR	39,200	-	27,896	7,527
FUND BALANCE (DEFICIT) AT END OF YEAR	$ 39,200	63	16,268	44,717

SPECIAL REVENUE FUNDS				
TITLE I GRANTS	TITLE V GRANTS	TITLE III LIMITED ENGLISH	SAFE AND DRUG-FREE SCHOOLS	EDUCATION OF THE HANDICAPPED PRESCHOOL GRANTS
377,061	12,567	57,988	28,015	22,169
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
377,061	12,567	57,988	28,015	22,169
-	-	-	(1,734)	-
401,202	-	60,044	-	22,792
401,202	-	60,044	(1,734)	22,792
-	-	-	-	-
-	-	-	-	-
-	-	37,698	27,928	115
7,779	12,176	5,274	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
7,779	12,176	42,972	27,928	115
-	-	-	-	-
2,696	602	-	-	-
-	-	-	-	-
411,677	12,778	103,016	26,194	22,907
(34,616)	(211)	(45,028)	1,821	(738)
4,014	1,540	52,622	(1,694)	738
(30,602)	1,329	7,594	127	-

(Continued)

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS, Continued
YEAR ENDED JUNE 30, 2008

	SPECIAL REVENUE FUNDS			
	E-RATE GRANT	TITLE II-A	OTHER FEDERAL GRANTS	FOOD SERVICE
REVENUES:				
Intergovernmental:				
Federal restricted grants-in-aid	$ -	133,144	3,923	981,721
State restricted grants-in-aid	-	-	-	8,781
Food Service	-	-	-	4,493,533
Investment income	-	-	-	23,097
Co-curricular activities	-	-	-	-
Tuition & fees	-	-	-	-
Other	-	-	1,036	1,399
TOTAL REVENUES	-	133,144	4,959	5,508,531
EXPENDITURES:				
Current:				
Instructional services:				
Regular	-	-	-	-
Special	-	-	-	-
Total Instructional Services	-	-	-	-
Support services:				
Operation and maintenance	68,874	-	-	-
School administration	-	-	-	-
Pupils	-	-	-	-
Instructional Staff	-	107,011	640	-
General Administration	-	-	-	-
Food Service	-	-	-	5,316,186
Central services	-	-	-	-
Total Support Services	68,874	107,011	640	5,316,186
Co-curricular student activities	-	-	-	-
Community services	-	6,781	258	-
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	68,874	113,792	898	5,316,186
Excess (deficiency) of revenues over expenditures	(68,874)	19,352	4,061	192,345
FUND BALANCE AT BEGINNING OF YEAR	68,874	24,969	670	1,782,912
FUND BALANCE (DEFICIT) AT END OF YEAR	$ -	44,321	4,731	1,975,257

TOTAL NONMAJOR SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS		TOTAL NONMAJOR CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
	PERMANENT IMPROVEMENT FUND	SCHOOL NET FUND		
3,569,344	-	-	-	3,569,344
624,551	-	53,874	53,874	678,425
4,493,533	-	-	-	4,493,533
24,122	-	-	-	24,122
455,463	-	-	-	455,463
756,496	-	-	-	756,496
275,751	-	-	-	275,751
10,199,260	-	53,874	53,874	10,253,134
223,699	-	-	-	223,699
2,356,054	-	-	-	2,356,054
2,579,753	-	-	-	2,579,753
85,874	9,479	-	9,479	95,353
-	-	-	-	-
105,305	-	-	-	105,305
222,685	-	-	-	222,685
-	-	-	-	-
5,316,186	-	-	-	5,316,186
117,455	-	-	-	117,455
5,847,505	9,479	-	9,479	5,856,984
1,096,133	-	-	-	1,096,133
534,477	-	-	-	534,477
-	-	-	-	-
10,057,868	9,479	-	9,479	10,067,347
141,392	(9,479)	53,874	44,395	185,787
2,980,728	9,479	-	9,479	2,990,207
3,122,120	-	53,874	53,874	3,175,994

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
	SPECIAL REVENUE FUNDS		
Public School Support			
Total Revenues and Other Sources	$ 188,640	191,289	2,649
Total Expenditures and Other Uses	299,815	216,506	83,309
Net Change in Fund Balance	(111,175)	(25,217)	85,958
Fund Balance, July 1	125,718	125,718	-
Prior Year Encumbrances Appropriated	29,796	29,796	-
Fund Balance, June 30	$ 44,339	130,297	85,958
Grants-Local Sources			
Total Revenues and Other Sources	$ 41,012	41,022	10
Total Expenditures and Other Uses	39,005	38,642	363
Net Change in Fund Balance	2,007	2,380	373
Fund Balance, July 1	199,738	199,738	-
Prior Year Encumbrances Appropriated	1,674	1,674	-
Fund Balance, June 30	$ 203,419	203,792	373
District-Managed Student Activities			
Total Revenues and Other Sources	$ 576,363	538,529	(37,834)
Total Expenditures and Other Uses	570,894	466,598	104,296
Net Change in Fund Balance	5,469	71,931	66,462
Fund Balance, July 1, as restated	279,173	279,173	-
Prior Year Encumbrances Appropriated	8,409	8,409	-
Fund Balance, June 30	$ 293,051	359,513	66,462
Other Local Sources			
Total Revenues and Other Sources	$ 803,642	804,081	439
Total Expenditures and Other Uses	973,946	912,828	61,118
Net Change in Fund Balance	(170,304)	(108,747)	61,557
Fund Balance, July 1	126,663	126,663	-
Prior Year Encumbrances Appropriated	117,855	117,855	-
Fund Balance, June 30	$ 74,214	135,771	61,557

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
Auxiliary Services			
Total Revenues and Other Sources	$ 383,024	383,049	25
Total Expenditures and Other Uses	462,706	462,705	1
Net Change in Fund Balance	(79,682)	(79,656)	26
Fund Balance, July 1	41,406	41,406	-
Prior Year Encumbrances Appropriated	151,846	151,846	-
Fund Balance, June 30	$ 113,570	113,596	26
EMIS Grants			
Total Revenues and Other Sources	$ 44,366	44,470	104
Total Expenditures and Other Uses	63,559	63,456	103
Net Change in Fund Balance	(19,193)	(18,986)	207
Fund Balance, July 1	19,090	19,090	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ (103)	104	207
Onenet Network Connectivity			
Total Revenues and Other Sources	$ 54,000	54,000	-
Total Expenditures and Other Uses	54,000	54,000	-
Net Change in Fund Balance	-	-	-
Fund Balance, July 1, as restated	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ -	-	-
School Net Professional Development			
Total Revenues and Other Sources	$ 4,400	4,400	-
Total Expenditures and Other Uses	4,770	4,155	615
Net Change in Fund Balance	(370)	245	615
Fund Balance, July 1	370	370	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ -	615	615

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
Entry Year Programs			
Total Revenues and Other Sources	$ 36,000	36,000	-
Total Expenditures and Other Uses	36,000	36,000	-
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	39,200	39,200	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ 39,200	39,200	-
Vocational Education Enhancement			
Total Revenues and Other Sources	$ 2,000	2,000	-
Total Expenditures and Other Uses	2,000	1,937	63
Net Change in Fund Balance	-	63	63
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ -	63	63
Other State Grants			
Total Revenues and Other Sources	$ 53,399	53,399	-
Total Expenditures and Other Uses	76,246	65,044	11,202
Net Change in Fund Balance	(22,847)	(11,645)	11,202
Fund Balance, July 1	27,896	27,896	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ 5,049	16,251	11,202

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
Title VI-B Grants			
Total Revenues and Other Sources	$ 1,952,756	1,976,524	23,768
Total Expenditures and Other Uses	1,964,576	1,985,061	(20,485)
Net Change in Fund Balance	(11,820)	(8,537)	3,283
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	11,820	11,820	-
Fund Balance, June 30	$ -	3,283	3,283
Title I - Grants			
Total Revenues and Other Sources	$ 377,061	377,061	-
Total Expenditures and Other Uses	442,744	415,263	27,481
Net Change in Fund Balance	(65,683)	(38,202)	27,481
Fund Balance, July 1	36,756	36,756	-
Prior Year Encumbrances Appropriated	4,606	4,606	-
Fund Balance, June 30	$ (24,321)	3,160	27,481
Title V Grants			
Total Revenues and Other Sources	$ 12,567	12,567	-
Total Expenditures and Other Uses	26,722	22,587	4,135
Net Change in Fund Balance	(14,155)	(10,020)	4,135
Fund Balance, July 1	1,827	1,827	-
Prior Year Encumbrances Appropriated	8,236	8,236	-
Fund Balance, June 30	$ (4,092)	43	4,135
Title III - Grants			
Total Revenues and Other Sources	$ 57,988	57,988	-
Total Expenditures and Other Uses	112,171	108,684	3,487
Net Change in Fund Balance	(54,183)	(50,696)	3,487
Fund Balance, July 1	42,307	42,307	-
Prior Year Encumbrances Appropriated	10,885	10,885	-
Fund Balance, June 30	$ (991)	2,496	3,487

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
Safe and Drug Free Schools Grant			
Total Revenues and Other Sources	$ 28,015	28,015	-
Total Expenditures and Other Uses	30,259	30,134	125
Net Change in Fund Balance	(2,244)	(2,119)	125
Fund Balance, July 1	1,395	1,395	-
Prior Year Encumbrances Appropriated	851	851	-
Fund Balance, June 30	$ 2	127	125
Education of the Handicapped Preschool Grant			
Total Revenues and Other Sources	$ 22,169	22,169	-
Total Expenditures and Other Uses	23,614	22,989	625
Net Change in Fund Balance	(1,445)	(820)	625
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	820	820	-
Fund Balance, June 30	$ (625)	-	625
E-rate			
Total Revenues and Other Sources	$ -	-	-
Total Expenditures and Other Uses	-	68,874	(68,874)
Net Change in Fund Balance	-	(68,874)	(68,874)
Fund Balance, July 1	8,482	8,482	-
Prior Year Encumbrances Appropriated	60,392	60,392	-
Fund Balance, June 30	$ 68,874	-	(68,874)

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
Title II-A Grant			
Total Revenues and Other Sources	$ 133,162	156,352	23,190
Total Expenditures and Other Uses	229,471	168,115	61,356
Net Change in Fund Balance	(96,309)	(11,763)	84,546
Fund Balance, July 1	9,244	9,244	-
Prior Year Encumbrances Appropriated	28,242	28,242	-
Fund Balance, June 30	$ (58,823)	25,723	84,546
Other Federal Grants			
Total Revenues and Other Sources	$ 3,923	4,959	1,036
Total Expenditures and Other Uses	6,171	4,593	1,578
Net Change in Fund Balance	(2,248)	366	2,614
Fund Balance, July 1	542	542	-
Prior Year Encumbrances Appropriated	128	128	-
Fund Balance, June 30	$ (1,578)	1,036	2,614
Food Service			
Total Revenues and Other Sources	$ 5,111,025	5,111,417	392
Total Expenditures and Other Uses	5,279,227	4,899,816	379,411
Net Change in Fund Balance	(168,202)	211,601	379,803
Fund Balance, July 1	1,971,861	1,971,861	-
Prior Year Encumbrances Appropriated	84,787	84,787	-
Fund Balance, June 30	$ 1,888,446	2,268,249	379,803

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
CAPITAL PROJECTS FUNDS			
Permanent Improvement Fund			
Total Revenues and Other Sources	$ -	-	-
Total Expenditures and Other Uses	9,479	9,479	-
Net Change in Fund Balance	(9,479)	(9,479)	-
Fund Balance, July 1	9,479	9,479	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ -	-	-
School Net			
Total Revenues and Other Sources	$ 53,874	53,874	-
Total Expenditures and Other Uses	53,874	-	53,874
Net Change in Fund Balance	-	53,874	53,874
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ -	53,874	53,874

OLENTANGY LOCAL SCHOOL DISTRICT

Fiduciary Fund Type

Trust and Agency Funds

The Trust Funds are used to account for assets held by the school district in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. The Agency Fund is used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

Private Purpose Trust Fund - A trust fund to account for assets held in a trust that were created by scholarship trust agreements, whereby income of those assets held is used for student scholarships.

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

OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

		BALANCE At At July 1, 2007	Additions	Deductions	BALANCE June 30, 2008
ASSETS:					
Cash and investments	$	342,884	791,600	758,967	375,517
Receivables		0	30	0	30
TOTAL ASSETS	$	342,884	791,630	758,967	375,547
LIABILITIES:					
Accounts payable	$	27,659	11,151	27,659	11,151
Due to others		315,225	364,396	315,225	364,396
TOTAL LIABILITIES	$	342,884	375,547	342,884	375,547

OLENTANGY LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
(Non-GAAP Budgetary Basis)
For the fiscal year ended June 30, 2008

	Revised Budget	Actual	Variance with Revised Budget
	FIDUCIARY FUND		
Private Purpose Trust Fund			
Total Revenues and Other Sources	$ 191	194	3
Total Expenditures and Other Uses	500	500	-
Net Change in Fund Balance	(309)	(306)	3
Fund Balance, July 1, as restated	20,460	20,460	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	$ 20,151	20,154	3

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OLENTANGY LOCAL SCHOOL DISTRICT
STATISTICAL SECTION

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

Contents	Page
Financial Trends	84
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity	88
These schedules contain information to help the reader assess the affordability of the District's most significant local revenue source, the property tax.	
Debt Capacity	94
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Demographic and Economic Information	98
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 for the year ended June 30, 2003; schedules presenting government-wide information include information beginning in that year.

OLENTANGY LOCAL SCHOOL DISTRICT Table 1

Net Assets by Component, Last Six Fiscal Years

(accrual basis of accounting)

	2003	2004	2005	2006	2007	2008
Governmental activities						
Invested in capital assets, net of related debt	$ 7,472,715	4,472,481	7,111,482	8,903,145	13,137,514	10,647,873
Restricted	10,180,627	10,924,626	12,560,888	17,830,931	17,746,583	21,480,317
Unrestricted	14,174,849	(5,421,516)	7,139,165	22,517,905	18,032,699	19,425,032
Total governmental activities net assets	$ 31,828,191	9,975,591	26,811,535	49,251,981	48,916,796	51,553,222

Source: Office of the Treasurer, Olentangy Local School District

OLENTANGY LOCAL SCHOOL DISTRICT Table 2

Changes in Net Assets, Last Six Fiscal Years

(accrual basis of accounting)

	2003	2004	2005	2006	2007	2008
Expenses						
Governmental activities:						
Instruction						
Regular	$ 29,233,127	37,907,726	42,823,744	46,825,283	51,595,190	63,351,084
Special	5,144,488	8,267,681	8,728,471	9,515,195	12,455,942	13,891,719
Vocational	625,387	666,085	746,329	886,930	1,052,851	993,021
Continuing	190,931	355,891	349,114	-	-	-
Support Services						
Operation and maintenance of plant	6,015,864	8,678,220	9,483,145	10,004,841	11,352,535	12,924,366
School administration	3,650,786	4,493,767	4,875,771	4,944,790	6,029,579	7,681,963
Pupils	3,855,730	3,809,803	4,534,860	5,477,774	4,181,363	4,542,879
Business operations	1,771,349	1,944,399	2,288,138	2,488,272	2,819,975	2,227,233
Instructional staff	2,443,651	3,123,226	3,264,928	3,537,520	5,461,880	6,645,984
Student transportation	4,153,684	4,706,098	5,492,319	6,201,572	6,303,408	7,230,673
Food services	2,420,401	3,171,374	3,664,270	4,026,471	4,573,743	5,525,299
Central services	1,271,013	1,561,282	1,656,155	1,661,191	2,101,499	2,367,639
General administration	192,932	275,312	333,659	354,452	286,484	396,744
Facilities	486,959	217,159	-	-	-	-
Co-curricular activities	1,792,695	2,468,676	2,847,202	2,801,661	3,289,805	3,821,794
Community services	387,301	372,895	468,977	371,161	715,456	516,660
Interest	9,283,859	10,838,180	11,675,021	14,803,419	13,925,336	16,131,220
Total governmental activities expenses	$ 72,920,157	92,857,774	103,232,103	113,900,532	126,145,046	148,248,278
Program Revenue						
Governmental activities:						
Charges for services:						
Instruction						
Regular	$ 227,980	323,665	477,823	688,308	683,200	656,917
Support Services						
Food services	2,078,292	2,558,852	3,216,801	3,661,774	4,110,020	4,494,932
Co-curricular activities	571,257	746,666	867,974	952,609	1,151,313	1,211,959
Community services	-	-	-	65,255	85,276	81,633
Operating Grants and Contributions	1,496,588	2,630,674	3,103,719	4,337,988	6,165,611	6,382,771
Capital Contributions	-	1,134,873	4,651,152	-	498,681	-
Total governmental activities program revenue	$ 4,374,117	7,394,730	12,317,469	9,705,934	12,694,101	12,828,212
Net Expense	$ (68,546,040)	(85,463,044)	(90,914,634)	(104,194,598)	(113,450,945)	(135,420,066)
General Revenues and Other Changes in Net Assets						
Governmental activities:						
Property taxes	$ 55,221,377	53,599,792	93,295,674	105,721,238	89,541,969	114,673,843
Grants and entitlements not restricted to Specific Programs	9,885,088	11,497,567	15,471,497	15,394,492	16,332,422	17,973,698
Investment earnings	1,374,433	427,295	1,783,425	5,125,075	6,539,783	4,474,517
Miscellaneous	582,526	670,651	655,565	394,239	701,586	934,434
Total governmental activities general revenues and other changes	67,063,424	66,195,305	111,206,161	126,635,044	113,115,760	138,056,492
Changes in Net Assets	$ (1,482,616)	(19,267,739)	20,291,527	22,440,446	(335,185)	2,636,426

Source: Office of the Treasurer, Olentangy Local School District

OLENTANGY LOCAL SCHOOL DISTRICT

Table 3

Fund Balances, Governmental Funds, Last Ten Fiscal Years

(modified accrual basis of accounting)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Fund										
Reserved	$ 5,170,055	6,496,560	8,338,218	13,687,683	12,922,194	5,573,883	19,728,818	25,158,402	11,930,490	15,059,283
Unreserved	183,010	1,013,201	3,616,802	4,641,475	3,187,498	(8,369,784)	(10,227,261)	259,600	8,967,542	7,230,616
Total General Fund	$ 5,353,065	7,509,761	11,955,020	18,329,158	16,109,692	(2,795,901)	9,501,557	25,418,002	20,898,032	22,289,899
All Other Governmental Funds										
Reserved	$ 2,775,913	14,852,278	5,751,712	37,530,192	18,267,638	11,051,096	6,593,600	79,099,119	28,800,162	28,180,064
Unreserved, reported in:										
Special Revenue Funds	261,718	448,335	464,697	501,272	951,688	1,110,792	1,484,291	2,145,492	2,698,550	2,934,440
Debt Service Fund	1,267,503	1,901,753	2,067,823	2,850,194	3,032,701	7,874,857	7,073,458	9,154,210	11,776,749	14,483,257
Capital Projects Fund	25,975,331	20,437,501	8,078,752	14,040,405	14,479,498	60,921,291	52,227,516	36,772,927	29,137,802	37,609,710
Total All Other Govermental Funds	$ 30,280,465	37,639,867	16,362,984	54,922,063	36,731,525	80,958,036	67,378,865	127,171,748	72,413,263	83,207,471

Source: Office of the Treasurer, Olentangy Local School District

OLENTANGY LOCAL SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenue										
From Local Sources										
Taxes	29,566,893	34,327,453	45,741,420	56,360,993	55,218,875	53,029,792	92,968,674	105,932,238	89,358,969	113,844,843
Tuition	40,082	48,618	94,058	101,432	227,980	323,665	477,823	489,593	1,219,479	1,223,276
Investment income	784,125	2,185,069	2,931,925	1,603,859	1,374,433	427,295	1,783,425	5,125,075	6,539,783	4,474,517
Food services	-	-	-	-	2,078,292	2,558,852	3,216,801	3,661,774	4,106,838	4,493,533
Co-curricular activities	234,953	289,418	324,723	361,028	571,257	746,666	867,974	952,609	455,374	455,463
Intergovernmental - State	5,245,586	5,984,204	7,279,328	8,212,894	10,279,466	12,243,660	16,296,214	16,960,487	19,248,878	20,772,188
Intergovernmental - Federal	368,751	313,463	705,011	762,370	987,165	1,860,824	2,096,205	2,850,828	3,367,072	3,569,344
Other Revenue	305,161	469,820	465,109	347,143	582,526	670,651	637,341	672,659	1,092,728	1,186,247
Total Revenues	36,545,551	43,618,045	57,541,574	67,749,719	71,319,994	71,861,405	118,344,457	136,645,263	125,389,121	150,019,411
Expenditures										
Current:										
Instruction										
Regular	13,796,943	16,271,061	19,848,666	23,654,626	27,286,855	34,285,184	38,546,799	42,652,305	47,043,417	56,635,706
Special	1,908,304	2,266,016	2,742,740	3,858,284	5,066,348	8,085,579	8,575,538	9,587,507	12,193,335	13,770,332
Vocational	554,450	573,381	574,266	567,796	592,806	656,618	738,515	846,504	1,092,596	981,998
Continuing	-	19,685	15,346	70,883	190,931	355,891	349,114	-	-	-
Support Services										
Operation and maintenance of plant	2,608,139	3,261,383	3,748,820	5,871,826	6,156,949	8,545,251	8,858,302	9,727,391	10,560,265	12,690,178
School administration	2,892,022	2,390,922	2,701,750	3,099,940	3,534,270	4,374,741	4,804,149	5,054,225	5,620,889	7,018,217
Pupils	1,548,628	2,142,602	3,091,121	3,713,622	3,806,049	3,775,244	4,531,252	5,442,613	4,153,301	4,554,433
Business operations	872,316	1,120,447	1,427,810	1,607,921	1,728,211	1,927,467	2,314,520	2,467,966	2,790,643	2,214,112
Instructional staff	622,709	802,605	1,422,385	1,928,614	2,479,700	3,096,737	3,221,256	3,465,848	5,430,964	6,604,827
Student transportation	1,842,831	1,857,881	2,369,143	3,126,607	5,086,093	5,929,092	5,801,428	5,568,608	6,636,861	6,805,361
Food services	-	-	-	-	2,255,382	2,983,685	3,469,304	3,851,125	4,408,999	5,316,186
Central services	75,281	337,163	674,666	1,020,481	1,224,971	1,533,023	1,670,545	1,644,252	1,934,402	2,337,809
General administration	238,035	193,043	195,018	263,360	194,180	274,462	333,659	354,452	286,484	396,744
Facilities	-	-	-	125,281	65,544	218,936	352,450	272,361	312,060	282,933
Co-curricular Activities	642,359	819,914	880,653	1,155,611	1,723,783	2,374,907	2,726,546	2,631,116	3,140,755	3,649,330
Community Services	261,490	160,072	343,761	239,522	387,276	398,343	470,914	371,531	713,482	534,477
Capital Outlay	6,905,393	11,762,822	25,933,739	22,092,229	57,848,352	19,495,419	15,095,460	25,611,770	57,651,499	29,192,799
Debt Service:										
Principal Retirement	2,090,000	2,040,000	19,477,553	33,891,308	3,451,537	3,534,195	5,817,145	4,842,560	3,999,519	6,469,166
Interest and Fiscal Charges	3,333,373	4,045,726	5,438,397	6,326,999	9,468,711	10,351,254	11,618,719	14,655,124	15,763,877	15,117,165
Total Expenditures	40,192,273	50,064,723	90,885,834	112,614,910	132,547,948	112,196,028	119,295,615	139,047,258	183,733,348	174,571,773
Excess (deficiency) of revenue over (under) expenditures	(3,646,722)	(6,446,678)	(33,344,260)	(44,865,191)	(61,227,954)	(40,334,623)	(951,158)	(2,401,995)	(58,344,227)	(24,552,362)
Other Financing (Sources) Uses										
Proceeds from sale of assets	110,000	350	-	2,452	-	-	9,351	14,759	-	18,578
Proceeds from sale of bonds	27,100,000	-	16,515,974	58,169,624	39,635,000	61,600,000	-	74,230,000	-	-
Premium on bonds & notes	-	-	-	1,131,412	688,231	4,237,771	2,856,581	7,105,081	4,715,470	598,093
Proceeds from sale of notes	-	15,962,500	-	30,000,000	-	-	-	-	-	36,400,000
Issuance of refunding bonds	21,349,603	-	-	1,539,979	-	9,085,000	34,779,980	43,532,307	89,949,954	9,339,997
Payment to refunded bond escrow agent	(21,349,603)	-	-	(1,540,000)	-	(9,267,230)	(37,258,629)	(46,770,824)	(96,174,520)	(9,618,231)
Inception of capital lease	-	-	-	494,941	-	-	-	-	574,868	-
Transfers in	161,936	143,200	144,450	979	4,357	27,106	-	-	-	-
Transfers out	(161,936)	(143,274)	(147,788)	(979)	(4,357)	(27,106)	-	-	-	-
Total Other Financing (Sources) Uses	27,210,000	15,962,776	16,512,636	89,798,408	40,323,231	65,655,541	387,283	78,111,323	(934,228)	36,738,437
Net Changes in Fund Balance	23,563,278	9,516,098	(16,831,624)	44,933,217	(20,904,723)	25,320,918	(563,875)	75,709,328	(59,278,455)	12,186,075
Debt service as a percentage of noncapital expenditures	16.3%	15.9%	38.4%	44.4%	17.3%	15.0%	16.7%	17.2%	15.7%	14.8%

Source: Office of the Treasurer, Olentangy Local School District

OLENTANGY LOCAL SCHOOL DISTRICT
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

	Real Estate			Tangible Personal			Public Utility			Total	
Tax Year	%	Assessed Value $	Estimated Actual Value $	%	Assessed Value $	Estimated Actual Value $	%	Assessed Value $	Estimated Actual Value $	Assessed Value $	Estimated Actual Value $
1999	35%	883,942,390	2,525,549,686	25%	67,767,810	271,071,240	35%	56,209,140	160,597,543	1,007,919,340	2,957,218,469
2000	35%	1,119,499,810	3,198,570,886	25%	80,381,764	321,527,056	35%	58,289,990	166,542,829	1,258,171,564	3,686,640,771
2001	35%	1,314,040,180	3,754,400,514	25%	100,711,129	402,844,516	35%	57,814,390	165,183,971	1,472,565,699	4,322,429,001
2002	35%	1,377,776,500	3,936,504,286	25%	109,991,816	439,967,264	35%	45,782,250	130,806,429	1,533,550,566	4,507,277,979
2003	35%	1,707,103,130	4,877,437,514	25%	134,155,435	536,621,740	35%	70,270,560	200,773,029	1,911,529,125	5,614,832,283
2004	35%	1,895,427,780	5,415,507,943	25%	106,351,884	425,407,536	35%	70,689,690	201,970,543	2,072,469,354	6,042,886,022
2005	35%	2,101,605,530	6,004,587,229	25%	108,881,867	435,527,468	35%	75,269,710	215,056,314	2,285,757,107	6,655,171,011
2006	35%	2,236,716,990	6,390,619,971	18.75%	81,586,254	435,126,688	35%	79,311,900	226,605,429	2,397,615,144	7,052,352,088
2007	35%	2,820,985,610	8,059,958,886	12.5%	66,713,068	533,704,544	35%	82,361,510	235,318,600	2,970,060,188	8,828,982,030
2008	35%	2,957,103,880	8,448,868,229	6.5%	39,653,539	610,054,446	35%	69,764,580	199,327,371	3,066,521,999	9,258,250,046

Source: Office of Auditor, Delaware County, Ohio

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Table 6

OLENTANGY LOCAL SCHOOL DISTRICT
Property Tax Rates - Direct and Overlapping Governments
(per $1,000 of Assessed Valuation)

Tax Year/ Collection Year	Delaware County	Delaware JVS	Delaware Library	Westerville Corp.	Columbus Corp./Orange Township	**Olentangy Local School District** /------Voted------/ **Gen. Fund**	**Bond**	**Unvoted**	**Total**
1998/1999	6.12	3.40	0.29	14.10	6.10	**31.40**	**5.17**	**5.00**	**41.57**
1999/2000	6.72	3.40	0.24	14.02	6.10	**38.60**	**6.17**	**5.00**	**49.77**
2000/2001	5.92	3.40	0.19	13.99	6.10	**38.60**	**6.20**	**5.00**	**49.80**
2001/2002	5.61	3.20	0.18	13.95	11.75	**38.60**	**6.20**	**5.00**	**49.80**
2002/2003	5.61	3.20	0.15	17.85	12.15	**38.60**	**6.96**	**5.00**	**50.56**
2003/2004	5.61	3.20	0.12	17.51	14.55	**38.60**	**6.90**	**5.00**	**50.50**
2004/2005	5.61	3.20	0.09	17.40	14.00	**49.10**	**6.90**	**5.00**	**61.00**
2005/2006	5.98	3.20	0.08	17.42	14.00	**49.10**	**7.90**	**5.00**	**62.00**
2006/2007	5.98	3.20	0.08	17.42	14.00	**49.10**	**7.90**	**5.00**	**62.00**
2007/2008	4.25	3.20	0.08	18.55	10.06	**49.10**	**7.90**	**5.00**	**62.00**

Source: Office of Auditor, Delaware County, Ohio
Data provided on a collection year basis, the manner in which it is maintained by the County Auditor.

Table 6

OLENTANGY LOCAL SCHOOL DISTRICT

Berkshire Township	Berlin Township	Concord Township	Delaware Township	Genoa Township	Powell Corp.	Liberty Township	Orange Township	Columbus Corp.	Delaware Corp.
3.50	4.80	13.40	7.30	11.20	2.93	6.80	6.80	2.10	2.10
3.50	4.80	12.00	7.30	10.80	3.09	7.63	6.80	2.10	2.10
3.50	4.80	12.00	7.30	12.80	5.22	7.12	12.45	2.10	2.10
3.50	4.80	12.00	7.30	12.80	3.13	7.45	12.45	2.10	2.10
3.50	5.30	12.00	7.30	12.80	5.30	9.40	12.85	2.10	2.10
3.50	5.30	12.00	7.30	12.80	4.95	9.32	15.25	2.10	2.10
3.50	5.30	12.00	7.30	12.80	4.01	9.30	14.70	2.10	2.10
3.50	5.30	12.00	7.30	10.10	11.95	9.20	14.70	2.10	2.80
3.50	5.30	12.00	7.30	10.10	11.95	9.20	14.70	2.10	2.80
6.71	7.69	13.91	10.21	12.01	13.43	11.04	11.21	2.10	2.80

Table 7

OLENTANGY LOCAL SCHOOL DISTRICT
Principal Property Taxpayers

		June 30, 2008	
Real Property (2008 collection year)			
Name		**Assessed Valuation**	**% of Total Assessed Valuation ***
1) Banc One Management Corporation	$	15,023,480	0.49%
2) Evans Capital Investments LTD		10,999,990	0.36%
3) NP Limited Partnership		10,716,940	0.35%
4) Nationwide Mutual Insurance Company		9,930,320	0.32%
5) Knickerbocker Properties INC XLII		8,505,000	0.28%
6) Tuller Square Northpointe LLC		8,353,630	0.27%
7) The Kroger Co.		7,029,860	0.23%
8) Market at Liberty Crossing LLC		6,807,510	0.22%
9) UH Columbus Investments Limited Partnership		6,700,830	0.22%
10) Wal-Mart Real Estate Business Trust		6,412,210	0.21%
Tangible Personal Property (2007 collection year)			
1) Kroger Company		6,360,550	0.21%
2) Sears Roebuck & Co		6,360,550	0.21%
3) Riverview Lease Loan Holding Inc.		5,235,120	0.17%
4) ATS Ohio, Inc.		3,412,540	0.11%
5) Exel INC		2,563,560	0.08%
Public Utiltity (2007 collection year)			
1) Columbus Southern Power Company		46,241,320	1.51%
2) American Transmissions Systems Inc.		10,201,420	0.33%
3) Columbia Gas of Ohio		4,939,210	0.16%
4) Ohio Edison Co		3,430,560	0.11%
5) Suburban Natural Gas CO		2,387,640	0.08%
TOTAL PRINCIPAL TAXPAYERS	$	181,612,240	5.92%
ALL OTHERS	$	2,884,909,759	94.08%
TOTAL ASSESSED VALUATION	$	3,066,521,999	100.00%

		June 30, 1999	
Real Property (2000 collection year)			
Name		**Assessed Valuation**	**% of Total Assessed Valuation**
1) Banc One Corporation	$	26,625,600	0.87%
2) Polaris Amphitheater		18,840,000	0.61%
3) Planned Communities, Inc		18,211,040	0.59%
4) Polaris Center LLC		17,952,800	0.59%
5) Fairfield Green		17,824,900	0.58%
6) Office at Polaris		15,860,800	0.52%
7) Nationwide Mutual Insurance Company		14,217,300	0.46%
8) Rennob Inc.		14,033,970	0.46%
9) Meijer Properties Inc.		13,750,300	0.45%
10) M/I Schottenstein Homes		11,961,740	0.39%
Tangible Personal Property (1999 collection year)			
1) Banc One Services Corporation		12,019,510	0.39%
2) Banc One Corporation		7,055,220	0.23%
3) Meijer		2,653,430	0.09%
4) ATS Ohio, Inc.		2,558,490	0.08%
5) Micro Industries Corp.		2,473,380	0.08%
Public Utiltity (2000 collection year)			
1) Columbus Southern Power Company		59,537,230	1.94%
2) Ohio Edison Co		28,419,550	0.93%
3) Columbia Gas of Ohio		16,327,020	0.53%
4) GTE North Incorporated		12,403,480	0.40%
5) Ohio Bell Telephone Co.		8,780,350	0.29%
TOTAL PRINCIPAL TAXPAYERS	$	321,506,110	31.90%
ALL OTHERS	$	686,413,230	22.38%
TOTAL ASSESSED VALUATION	$	1,007,919,340	54.28%

Source: Office of the Auditor, Delaware County, Ohio

Table 8

OLENTANGY LOCAL SCHOOL DISTRICT
Property Tax Levies and Collections (1)
Last Ten Fiscal Years

Collection Year	Total Tax Levy	Current Tax Collections	% of Levy Collected	Delq. Tax Collections	Total Tax Collections	% of Tax Collection to Levy
1998	27,767,013	27,354,395	98.51%	734,422	28,088,817	101.16%
1999	30,032,686	29,478,681	98.16%	1,041,221	30,519,902	101.62%
2000	43,991,457	43,420,766	98.70%	810,788	44,231,554	100.55%
2001	49,769,612	48,562,867	97.58%	1,167,949	49,730,816	99.92%
2002	51,455,151	51,396,125	99.89%	2,169,730	53,565,855	104.10%
2003	58,358,353	57,159,636	97.95%	2,088,809	59,248,445	101.53%
2004	62,971,118	63,180,782	100.33%	1,764,087	64,944,869	103.13%
2005	89,922,820	90,412,008	100.54%	1,822,221	92,234,229	102.57%
2006	102,310,038	103,179,311	100.85%	2,288,112	105,467,423	103.09%
2007	110,063,600	110,321,239	100.23%	1,091,685	111,412,924	101.23%

Note: (1) The information above is for real estate, public utilities and tangible personal property collections and levies.

OLENTANGY LOCAL SCHOOL DISTRICT Table 9

Ratio of Net General Bonded Debt Outstanding
Last Ten Years

Collection Year	Assessed Value Real & Personal Property [1]	General Debt [2]	Capital Leases [2]	% of Debt to Assessed Valuation	Net Bonded Debt Per Capita	Net Bonded Debt Per ADM
1999	1,007,919,340	87,931,019	-	8.72%	3,182	17,689
2000	1,258,171,564	101,849,019	-	8.10%	3,165	18,555
2001	1,472,565,699	98,329,377	-	6.68%	2,536	15,497
2002	1,533,550,566	152,678,010	424,603	9.98%	3,361	22,446
2003	1,911,529,125	188,968,533	317,543	9.90%	3,855	25,036
2004	2,072,469,354	247,141,777	210,100	11.94%	4,717	28,798
2005	2,285,757,107	251,401,756	132,974	11.00%	4,560	26,147
2006	2,397,615,144	317,307,701	58,442	13.24%	5,513	26,529
2007	2,970,060,188	310,171,014	437,100	10.46%	5,142	23,990
2008	3,066,521,999	338,821,825	335,272	11.06%	5,385	26,059

Sources:

[1] Assessed values from Table 5.

[2] Office of the Treasurer, Olentangy Local School District.

OLENTANGY LOCAL SCHOOL DISTRICT
Computation of Direct and Overlapping Debt
June 30, 2008

Overlapping Units	Estimate Outstanding Debt	Percent Overlapping	Applicable to Olentangy Local School District
Delaware County	$ 34,887,000	49.02%	$ 17,101,607
Franklin County	217,665,000	0.01%	21,767
City of Columbus	538,874,144	1.45%	7,813,675
City of Powell	27,470,000	100.00%	27,470,000
City of Westerville	25,170,000	2.94%	739,998
Concord Township	31,777	17.25%	5,482
Liberty Township	5,619,977	99.87%	5,612,671
Delaware Co. Library	575,000	65.38%	375,935
	850,292,898		59,141,135
Olentangy Local School District	338,821,825	100.00%	338,821,825
Total	$ 1,189,114,723		$ 397,962,960

Source: Ohio Municipal Advisory Council

OLENTANGY LOCAL SCHOOL DISTRICT
Computation of Legal Debt Margin
June 30, 2008

Total Assessed Valuation (1)	$ 3,066,521,999
OVERALL DEBT LIMITATION	
9 % of assessed valuation (2)	1,104,829,506
Gross indebtedness	338,821,825
Less: Debt outside limitations	-
Debt subject to 9% limitations	338,821,825
Less: Debt service fund balance	
Net debt subject to limitations	338,821,825
Legal debt margin within 9% limitation	$ 766,007,681
UNVOTED DEBT LIMITATION	
.1% of assessed valuation	$ 3,066,522
Gross indebtedness	
Less: Debt outside limitations	-
Debt subject to limitations	-
Legal debt margin within .1% limitation	$ 3,066,522

Note: (1) Assessed valuation from table 4.

(2) Amount is greater than 9% due to District being approved as a "special needs district" based on its 10-year growth in assessed valuation, as authorized by Ohio Revised Code 133.06.

Source: Office of the Treasurer, Olentangy Local School District

OLENTANGY LOCAL SCHOOL DISTRICT

Table 12

Legal Debt Margin Information

June 30, 2008

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
DEBT LIMIT	$ 90,712,741	113,235,441	132,530,913	462,994,551	462,994,551	439,378,758	439,378,758	555,404,142	555,404,142	1,104,829,506
Total Net Debt Applicable to Limit	87,931,019	101,849,019	98,329,377	152,678,010	188,968,533	247,141,777	241,401,756	244,763,108	248,566,462	766,007,681
Legal Debt Margin	$ 2,781,722	11,386,422	34,201,536	310,316,541	274,026,018	192,236,981	197,977,002	310,641,034	306,837,680	338,821,825
Total Net Debt Applicable to the Limit	96.93%	89.94%	74.19%	32.98%	40.81%	56.25%	54.94%	44.07%	44.75%	69.33%

Source: Office of the Treasurer, Olentangy Local School District

OLENTANGY LOCAL SCHOOL DISTRICT

Demographic and Economic Statistics

Last Ten Years

Year	Population[1]	Delaware County Per Capita Income[2]	Calculated Personal Income	Delaware County Unemployment Rate[3]	Enrollment Membership[4]	
1999	27,634	40,250	1,112,268,500	2.6%	4,971	
2000	32,182	41,937	1,349,616,534	3.1%	5,489	
2001	38,773	42,300	1,640,097,900	2.8%	6,345	
2002	45,422	39,816	1,808,522,352	3.9%	6,802	
2003	49,024	38,940	1,908,994,560	4.0%	7,548	
2004	52,399	39,980	2,094,912,020	4.0%	8,582	
2005	55,128	38,940	2,146,684,320	4.2%	9,615	
2006	57,561	NA	NA	4.7%	11,961	
2007	60,321	NA	NA	5.0%	12,929	
2008	62,915	65,956	4,149,621,740	4.2%	13,002	*

Sources:

[1] OMAC

[2] Delaware County

[3] June data of Ohio Department of Jobs and Family Services

[4] Office of the Treasurer, Olentangy Local School District.

* As of May 2008

OLENTANGY LOCAL SCHOOL DISTRICT
June 30, 2008

Largest Employers
Greater Columbus Metropolitan Area

NO.	NAME OF EMPLOYER	NUMBER OF EMPLOYEES	TYPE OF BUSINESS	NO.	NAME OF EMPLOYER	NUMBER OF EMPLOYEES	TYPE OF BUSINESS
1.	State of Ohio	26,239	Government	26.	Retail Ventures Inc.	1,892	Retail
2.	The Ohio State University	20,345	Education	27.	Hilliard City School District	1,864	Education
3.	JPMorgan Chase & Co.	14,469	Financial Services	28.	Big Lots Inc.	1,800	Retail
4.	Nationwide	11,768	Insurance	29.	Dublin City School District	1,786	Education
5.	Federal Government	10,726	Government	30.	TS Tech North America	1,762	Auto Parts
6.	OhioHealth	9,336	Health Insurance	31.	National City Corp.	1,760	Banking
7.	City of Columbus	8,227	Government	32.	Teleperformance	1,750	Communications
8.	Honda of America Mfg. Inc.	8,000	Auto Manufacturer	33.	NetJets Aviation	1,742	Business Airline
9.	Columbus Public Schools	7,181	Education	34.	Abbott Nutrition, a division of Abbott	1,615	Pharmaceutical
10.	Franklin County	6,055	Government	35.	Westerville City School District	1,552	Education
11.	Mount Carmel Health System	5,750	Hospital	36.	Ashland Inc.	1,550	Chemical Distributor
12.	Huntington Bancshares Inc.	4,800	Banking	37.	Dispatch Printing Co.	1,537	Newspaper Publisher
13.	Limited Brands	4,800	Retail	38.	Owens Corning	1,500	Manufacturing
14.	American Electric Power	4,221	Electric Utility	39.	Olentangy Local Schools	1,491	Education
15.	Kroger Co.	3,982	Grocery	40.	Aetna Inc.	1,400	Insurance
16.	Nationwide Children's Hospital	3,618	Hospital	41.	McGraw-Hill Education/School Ed.	1,400	Publisher
17.	AT&T Ohio	3,000	Telephone Utility	42.	Discover Financial Services LLC	1,305	Financial Services
18.	Cardinal Health Inc.	2,700	Health Care Products/Srvs.	43.	Chemical Abstracts Service	1,300	Chemical Information
19.	Medco Health Solutions Inc.	2,470	Pharmacy	44.	Fairfield Medical Center	1,271	Health Care
20.	Battelle	2,420	Technology	45.	Licking Memorial Health Systems	1,267	Health Care
21.	South-Western City Schools	2,353	Education	46.	Anchor Hocking Glass	1,200	Manufacturing
22.	State Farm Insurance	2,000	Insurance	47.	Giant Eagle Inc.	1,200	Grocery
23.	Emerson Network Power/Liebert Corp.	1,920	Manufacturing	48.	Scotts Miracle-Gro Co.	1,100	Products for Lawn Care
24.	United Parcel Service	1,915	Package Delivery	49.	Worthington Industries Inc.	1,075	Industrial
25.	Alliance Data	1,900	Communication	50.	ARC Industries Inc.	1,071	Training of Disabled

Source: Business First
December 28, 2007
(Business Newspaper)

OLENTANGY LOCAL SCHOOL DISTRICT
Staffing Statistics (Head Count)
Last Eight Years*

	2001	2002	2003	2004	2005	2006	2007	2008
Professional Staff:								
Administrative Intern								1
Assistant Principal	8.0	10.0	11.0	12.0	13.0	14.0	16.0	22.0
Principal	8.0	9.0	9.0	12.0	14.0	14.0	16.0	15.0
Superintendent	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Supervise/Manage/Direct	7.0	7.0	9.0	15.0	15.0	14.0	15.0	19.0
Coordinator	5.0	4.0	7.0	4.0	5.0	7.0	7.0	7.0
Educ. Administrative Specialist		3.0	3.0	1.0	1.0	1.0	1.0	1.0
Other Administrative (Dean)		1.0	1.0	1.0	0.0	0.0		
Assistant Superintendent			0.0	1.0	1.0	1.0	1.0	1.0
Counseling	12.0	16.0	16.0	17.0	19.0	21.0	24.0	26.0
Librarian/Media	5.0	6.0	10.0	12.0	13.0	14.0	15.0	18.0
Remedial Specialist	4.0	13.0	10.0	19.0	22.0	23.0	28.0	36.0
Regular Teaching	281.0	317.0	357.0	394.0	455.0	503.0	561.0	620.0
Special Educ. Teaching	36.0	40.0	47.0	52.0	36.0	35.0	39.0	36.0
Vocational Educ. Teaching	8.0	7.0	7.0	8.0	3.0	10.0	11.0	12.0
Tutor/Small Group Instructor								2.0
Educ. Service Personnel Teacher	33.0	42.0	48.0	58.0	64.0	66.0	72.0	84.0
Suppl. Service Teacher (Spec. Ed)			1.0	4.0	25.0	33.0	38.0	52.0
Psychologist	5.0	5.0	6.0	8.0	8.0	8.0	9.0	11.0
Registered Nursing	4.0	5.0	5.0	6.0	7.0	7.0	7.0	7.0
Physical Therapist	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Speech and Language Therapist	5.0	5.0	6.0	7.0	8.0	7.0	8.0	10.0
Occupational Therapist	1.0	1.0	1.0	1.0	2.0	3.0	3.0	4.0
Other Professional	2.0	1.0	2.0	4.0	3.0	4.0	6.0	4.0
Special Education Supervisor	1.0	1.0	2.0	2.0	3.0	3.0	5.0	
Home School Liaison	0.0	1.0	1.0	2.0	2.0	2.0	2.0	2.0
SST/Work Study	1.0	1.0	1.0	1.0	1.0	1.0	1.0	
ESL	1.0	1.0	2.0	3.0	3.0	4.0	5.0	4.0
APE	1.0	1.0	1.0	1.0	1.0	1.0	1.0	
Gifted	0.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
MH Teacher		1.0	1.0	1.0	1.0	1.0	1.0	1.0
SBH Teacher		2.0	2.0	2.0	2.0	2.0	1.0	
Total Professional Staff	430.0	503.0	569.0	651.0	730.0	802.0	896.0	998.0
Support Staff:								
Accounting	3.0	3.0	3.0	2.0	2.0	4.0	3.0	3.0
Extended Services for General Supervision	2.0	2.0	3.0	3.0	4.0	4.0	4.0	5.0
Treasurer	1.0	1.0	1.0	1.0	2.0	1.0	2.0	2.0
Accountant							1.0	
Public Relations	1.0	1.0	1.0	0.0	1.0	1.0	1.0	
Secretarial	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0
SE Clerks	7.0	9.0	8.0	10.0	10.0	11.0	11.0	11.0
Aides		7.0	14.0	19.0	25.0	34.0	33.0	26.0
Computer Operating	7.0	9.0	10.0	14.0	17.0	18.0	19.0	20.0
Graphic Arts					1.0			
Practical Nursing			0.0	0.0	1.0	0.0		
Library Aide	8.0	8.0	8.0	9.0	10.0	9.0	13.0	11.0
Bookkeeping (Finance)	1.0	1.0	1.0	3.0	3.0	2.0	4.0	4.0
Clerical	41.0	46.0	51.0	59.0	65.0	67.0	73.0	91.0
Teaching Aide	7.0	5.0	4.0	4.0	5.0	6.0	5.0	14.0
General Maintenance	7.0	8.0	9.0	10.0	10.0	11.0	12.0	16.0
Mechanic	3.0	3.0	4.0	5.0	5.0	5.0	5.0	6.0
Vehicle Operator (Bus)	64.0	63.0	88.0	99.0	108.0	114.0	128.0	189.0
Attendance Officer			0.0	0.0	0.0	0.0		
Custodian	40.0	48.0	50.0	69.0	76.0	83.0	87.0	100.0
Computer Programming			1.0	0.0	0.0	0.0		
Other Professional	2.0	1.0	2.0	1.0	1.0	2.0		
Records Managing			0.0	1.0	1.0	1.0	1.0	1.0
Messenger			1.0	0.0	0.0	0.0		
Monitoring	6.0	9.0	10.0	13.0	14.0	18.0	18.0	11.0
Groundskeeping	3.0	1.0	6.0	12.0	11.0	10.0	10.0	11.0
Other Service Worker/Laborer		6.0	0.0	0.0	0.0	0.0		
Food Service	34.0	58.0	61.0	43.0	50.0	49.0	57.0	66.0
Total Support Staff	238.0	290.0	337.0	378.0	423.0	451.0	489.0	589.0
Total	668.0	793.0	906.0	1029.0	1153.0	1253.0	1385.0	1587.0

* Number of years information is readily available.

Olentangy Local School District
Staff Salary Statistics
Last Five Years

	2004	2005	2006	2007	2008
Percentage Of Teachers with Master Degrees (or Beyond)	48.4% *	53.6% *	58.6% *	62.8% *	67.4% *
Average Teaching salary and Total FTE	47,467 568.32 **	49,626 640.06 **	51,287 709.18 **	53,158 794.59 **	54,778 889.64 **
Salary Ranges and Number of Certified Staff in Each Range					
Bachelor Degree - Step 0	31,030	31,573	32,441	33,366	34,117
Bachelor Degree - Step 22	60,863	61,927	63,630	65,444	66,917
BA + 15 - Step 0	32,272	32,836	33,739	34,700	35,482
BA + 15 - Step 22	62,889	63,989	65,749	67,623	69,145
BA + 30 - Step 0	33,202	33,783	34,712	35,701	36,505
BA + 30 - Step 22	64,248	65,372	67,170	69,084	70,639
Master Degree - Step 0	35,049	35,662	36,642	37,687	38,535
Master Degree - Step 22	65,607	66,755	68,591	70,545	72,134
Master + 15 - Step 0	36,786	37,430	38,459	39,555	40,446
Master + 15 - Step 22	68,015	69,205	71,108	73,135	74,781
Master + 30 - Step 0	38,524	39,198	40,276	41,424	42,356
Master + 30 - Step 22	72,921	74,197	76,237	78,410	80,175
Master + 45 - Step 0	40,262	40,966	42,093	43,292	44,267
Master + 45 - Step 22	78,041	79,406	81,590	83,915	85,804
Total # of Certified staff	586	657	719	818	901

* ODE Local Card
** EMIS Staff Reporting

OLENTANGY LOCAL SCHOOL DISTRICT
Miscellaneous Statistics

	Olentangy	State Average
	(2007-2008)	
Student Attendance Rate %	95.9%	94.2%
School District Graduation Rate %	97.7%	86.9%
Core Academic Subject Elementary and Secondary Classes Taught by Highly qualified teachers %	100.0%	98.5%
Core Academic Subject Elementary and Secondary Classes Taught By Properly Certified/Licensed Teachers %	100.0%	98.3%
Expenditure Per Pupil - FY07	$ 8,507	$ 10,333

Standardized Test Scores:	Olentangy	Ohio	Nation
American College Test (ACT) Composite	23.7	21.7	21.1
Scholastic Aptitude Test (SAT) Average			
Verbal	527	536	502
Math	542	522	515
Writing	514	522	494

Food Service Operations	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**
Meals served to Students	564,778	683,928	790,802	945,345	1,053,334	1,154,578
% of Students Receiving Free Meals	3.7%	3.7%	4.1%	4.2%	4.5%	4.8%
% of Students Receiving Reduced Meals	1.4%	1.3%	1.6%	1.6%	1.8%	1.5%

OLENTANGY LOCAL SCHOOL DISTRICT
Capital Asset Additions by Function
Last Six Years

Table 17

	2003	2004	2005	2006	2007	2008
Governmental Activities:						
Instruction						
Regular	57,476,947	19,083,020	14,806,397	26,251,772	51,184,194	28,406,624
Special	6,627	-	2,296	4,562	4,656	-
Support Services						
Operation and maintenance of plant	393,239	226,166	36,200	68,710	118,217	117,715
School administration	2,334	-	-	-	-	25,871
Pupils	-	-	44,649	41,000	-	-
Instructional staff	11,728	-	4,052	-	-	-
Student transportation	1,301,025	1,657,617	892,848	31,814	1,106,394	401,228
Food services	16,139	5,581	-	8,567	5,491	4,999
Central services	-	3,077	-	-	-	-
Co-curricular Activities	-	26,912	36,605	-	-	9,364
Community Services	-	28,427	5,869	4,495	2,209	22,000
Total Governmental Activities Capital Assets	59,208,039	21,030,800	15,828,916	26,410,920	52,421,161	28,987,801
Contributions	0	1,134,873	4,651,152	0	498,681	0
	59,208,039	22,165,673	20,480,068	26,410,920	52,919,842	28,987,801

Source: Office of the Treasurer, Olentangy Local School District
Note: GASB Statement #34 was implemented in fiscal 2003.

OLENTANGY LOCAL SCHOOL DISTRICT
School Building Information

Building	Grades Housed	Capacity	Pupil/ Teacher Ratio	Year Building Completed
Shanahan Preschool	Pre K	300	NA	1952
Alum Creek Elem.	K-5	650	20.55	1996
Arrowhead Elem.	K-5	650	20.73	1998
Glen Oak Elem.	K-5	650	21.59	2005
Indian Springs Elem.	K-5	650	21.00	2003
Johnnycake Corners Elem.	PS-5	650	20.15	2007
Liberty Tree Elem.	PS-5	650	19.54	2007
Meadows Elem.	K-5	650	20.45	2006
Oak Creek Elem.	K-5	650	20.31	2000
Scioto Ridge Elem.	K-5	650	21.84	1998
Tyler Run Elem.	K-5	650	21.38	2001
Walnut Creek Elem.	K-5	650	21.06	2003
Wyandot Run Elem.	PS-5	650	21.11	1993
Hyatts Middle School	6-8	900	20.20	2007
Liberty Middle School	6-8	900	21.30	2001
Orange Middle School	6-8	900	23.00	2004
Shanahan Middle School	6-8	900	21.20	1952
Olentangy High School	9-12	1,600	21.30	1990
Liberty High School	9-12	1,600	22.60	2003

Facilities Under Construction			Expected Opening
Bale Kenyon Elementary	K-5	650	2009-10
3B's & K Middle School	6-8	900	2011-12
Orange High School	9-12	1,600	2008-09

Source: Office of the Treasurer, Olentangy Local School District