

**OLENTANGY LOCAL SCHOOL DISTRICT  
DELAWARE COUNTY**

**SINGLE AUDIT**

**FOR THE YEAR ENDED JUNE 30, 2010**



**Mary Taylor, CPA**  
Auditor of State





# Dave Yost • Auditor of State

January 27, 2011

The attached audit report was completed and prepared for release prior to the commencement of my term of office on January 10, 2011. Thus, I am certifying this audit report for release under the signature of my predecessor.

A handwritten signature in cursive script that reads "Dave Yost".

DAVE YOST  
Auditor of State

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**OLENTANGY LOCAL SCHOOL DISTRICT  
DELAWARE COUNTY**

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OLENTANGY LOCAL SCHOOL DISTRICT  
DELAWARE COUNTY

FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2010

Federal Grantor/ Pass Through Grantor Program Title	Federal CFDA Number	Receipts	Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
<i>Passed Through Ohio Department of Education:</i>			
Nutrition Cluster:			
Non-Cash Assistance (Food Distribution):			
School Breakfast Program	10.553	\$26,320	\$26,320
National School Lunch Program	10.555	439,967	439,967
Cash Assistance:			
School Breakfast Program	10.553	41,326	41,326
National School Lunch Program	10.555	690,798	690,798
<i>Total Nutrition Cluster</i>		<u>1,198,411</u>	<u>1,198,411</u>
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>		<b><u>1,198,411</u></b>	<b><u>1,198,411</u></b>
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<i>Passed Through the Ohio Department of Education</i>			
Title I Grants to Local Educational Agencies	84.010	222,913	273,063
Special Education Grants to States	84.027	1,684,928	1,855,884
Special Education Preschool Grants	84.173	17,501	17,501
ARRA-Special Education Grants to States, Recovery Act	84.391	1,196,258	1,196,258
Total - Special Education Grants to States		<u>2,898,687</u>	<u>3,069,643</u>
Safe and Drug-Free Schools and Communities - State Grants	84.186	13,799	11,017
State Grants for Innovative Programs	84.298	1,448	1,391
Education Technology State Grants	84.318	281	467
Title III-English Language Acquisition Grants	84.365	75,598	74,871
Title II-A-Improving Teacher Quality State Grants	84.367	117,654	107,703
ARRA-State Fiscal Stabilization Fund (SFSF)-Education State Grants, Recovery Act	84.394	536,322	477,843
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>		<b><u>3,866,702</u></b>	<b><u>4,015,998</u></b>
<b>TOTAL FEDERAL AWARDS RECEIPTS AND EXPENDITURES</b>		<b><u>\$5,065,113</u></b>	<b><u>\$5,214,409</u></b>

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

**OLENTANGY LOCAL SCHOOL DISTRICT  
DELAWARE COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FISCAL YEAR ENDED JUNE 30, 2010**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - CHILD NUTRITION CLUSTER**

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the District assumes it expends federal monies first.

**NOTE C – FOOD DONATION PROGRAM**

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

**NOTE D – TRANSFERS**

The District generally must spend Federal assistance within 15 months of receipt (funds must be obligated by June 30<sup>th</sup> and spent by September 30<sup>th</sup>). However, with ODE's approval, the District can transfer unspent Federal assistance to the succeeding year, thus allowing the District a total of 27 months to spend the assistance. During fiscal year 2009, the Ohio Department of Education (ODE) authorized the following transfers from fiscal year 2009 grants to fiscal year 2010 grants:

<b>CFDA</b>		
<b><u>Number</u></b>	<b><u>Program Title</u></b>	<b><u>Amount</u></b>
84.010	Title I	\$44,823
84.367	Title II-A Improving Teacher Quality	20,993
84.318	Title II-D Technology	858
84.186	Title IV-A Safe and Drug Free Schools	4,318
84.298	Title V – Innovative Programs	31,084



# Mary Taylor, CPA

Auditor of State

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

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

To the Board of Education:

We have audited the 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, 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 22, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

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

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

### **Compliance and Other Matters**

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

We noted certain matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 22, 2010.

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

A handwritten signature in cursive script that reads "Mary Taylor".

**Mary Taylor, CPA**  
Auditor of State

December 22, 2010



# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM, INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133, AND FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE

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

To the Board of Education:

### Compliance

We have audited the compliance of the Olentangy Local School District, Delaware County, Ohio (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the District's major federal programs for the year ended June 30, 2010. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the Olentangy Local School District, Delaware County, Ohio complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2010.

### Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect major federal programs to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance.

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Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

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

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

We have also audited the 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, 2010, and have issued our report thereon dated December 22, 2010. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying federal awards receipts and expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We noted a matter involving federal compliance not requiring inclusion in this report, that we reported to the District's management in a separate letter dated December 22, 2010.

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



**Mary Taylor, CPA**  
Auditor of State

December 22, 2010

**OLENTANGY LOCAL SCHOOL DISTRICT  
DELAWARE COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2010**

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

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	ARRA/Special Education Cluster CFDA #84.027 CFDA #84.173 CFDA #84.391  ARRA/SFSF- Education State Grants, Recovery Act CFDA #84.394  Nutrition Cluster CFDA #10.553 CFDA #10.555
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	No

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

None

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None

**OLENTANGY LOCAL SCHOOL DISTRICT  
DELAWARE COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS  
OMB CIRCULAR A -133 § .315 (b)  
JUNE 30, 2010**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
2009-001	Title I – Noncompliance/Questioned Costs – Period of Availability – the District erroneously charged \$32,825 of 2008 payroll and benefits to its 2009 Title I grant.	Yes	Fully Corrected



# Mary Taylor, CPA

Auditor of State

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

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

To the Board of Education:

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

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

1. We noted the Board adopted an anti-harassment policy at its meeting on August 24, 2004 and revised it on November 27, 2007.

2. We read the policy, noting it included all requirements below, except requirements 5 and 9 from Ohio Rev. Code Section 3313.666(B):

- (1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
- (2) A definition of harassment, intimidation, or bullying that shall include the definition in division (A) of Ohio Rev. Code Section 3313.666;
- (3) A procedure for reporting prohibited incidents;
- (4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal;
- (5) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by Section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;

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

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

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



**Mary Taylor, CPA**  
Auditor of State

December 22, 2010

# 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, 2010*



**Olentangy Local School District**

**Lewis Center, Ohio**

**Comprehensive Annual Financial Report**

*For Fiscal Year Ended June 30, 2010*

**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, 2010

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**OLENTANGY LOCAL SCHOOL DISTRICT  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
for fiscal year ended June 30, 2010**

*Our mission is  
to facilitate  
maximum learning  
for every student*

*Adopted June 27, 2000*



**OFFICE OF THE TREASURER**

814 Shanahan Road, Suite 100

Lewis Center, OH 43035

December 22, 2010

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, 2010. This Comprehensive Annual Financial Report contains financial statements, supplemental statements, and statistical information conforming with generally accepted accounting principles as applicable to governmental entities. It provides complete and full disclosure of all material financial aspects of the District.

This report enables the District to comply with Ohio Administrative Code Section 117-2-03 (B), which requires preparing financial statements in accordance with generally accepted accounting principles and Ohio Revised Code Section 117-38, which requires the District to file an unaudited annual report with the Auditor of State within one hundred fifty days of fiscal year end.

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

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 15,000 students in grades K through 12 as of May 2010. 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 District's total area is approximately 95 square miles. Included in the District's territory are seven townships: Liberty, Orange, Berlin, Genoa, Delaware, Berkshire and Concord, as well as the City of Powell and portions of the cities of Columbus, Delaware and Westerville.

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 Powell, Columbus, Delaware, Westerville or any other political subdivision.

The accompanying general purpose 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 district only (i.e. there are no component units).

## **Profile of the 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. The Treasurer also serves as Secretary to the Board. 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 and Director of Technology.

## **Local Economy**

The County of Delaware (the “County”) has experienced exponential growth in the past decade to a current population estimate of 169,000. The County is the fastest growing county in the State, having experienced a 35% growth rate since 2000, and it is recognized as one of the most rapidly growing counties in the Nation.

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 northeastern quadrant of the nation whose economy and population both grew steadily through the last three decades of the 20<sup>th</sup> 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 District.

The District is considered a high wealth district. The valuation per pupil for fiscal year 2010 was \$223,964 compared to the State average of \$144,109. A comparison of the median income shows that the District’s median of \$70,679 is more than twice the State median of \$31,448 in tax year 2007. The District’s 2008-09 expenditure per pupil (all funds) was \$9,460, compared to the State average of \$10,254.

The District is located in a high growth area and has the fastest growing student enrollment in the State. The revenue raised by 1 mill of taxation on District property owners is approximately \$3.0 million compared to the State average of \$422,094. The assessed valuation increase for the District for the five-year period ended December 2009 was over 38%.

The commercial tax base of the District continues to grow at a robust pace. The Polaris Development (“Polaris”) provides the heaviest concentration of office and retail development. The cornerstones 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. Over the next 25 years, the total market value of Polaris is projected to approach \$1 billion.

The Mall opened in October 2001. The total value of the completed Mall was approximately \$118 million; however, a new 167,000 square foot, open-air “Lifestyle Center” was recently opened adjacent to the mall adding several high-end retail shops and restaurants. 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. COSTCO Wholesale, Inc. opened a 151,000 square foot retail facility at Polaris in November 2006. As of tax year 2009, the value of the Polaris TIF was \$233,356,510.

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 District on a 105-acre site owned by OhioHealth. The 60,000-square-foot facility will include space for outpatient healthcare and medical offices. 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 District in Delaware, Ohio.

The District's growth in the past decade is reflected, in part, in the degree of building activity in the District. Building permit statistics are not available for the 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 2010 is set forth for informational purposes only. It should not be implied from the inclusion of such data that the District is representative of the Townships/City or vice versa.

**Number of Building Permits Issued In  
Selected Overlapping Subdivisions**

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	129	30	65	41	265
2009	111	20	30	32	193
2010*	109	29	32	31	201

\* Preliminary data through Oct. 2010.

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 faces some difficult economic situations in the future since the District's 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.

## 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 twenty school buildings in the 2009-10 school year. The District opened a new elementary school at the beginning of fiscal year 2010 and opened one new elementary school in fiscal year 2011. The District anticipates opening one elementary school and one middle school in fiscal year 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)
Freedom Trail Elementary School (FY 2010)*	Cheshire Elementary (FY 2011)
15 <sup>th</sup> Elementary School (FY 2012)*	Berkshire Middle School (FY 2012)*
Bus/Maintenance Facility (FY 2009)	Expansion to Olentangy High School (FY2010)

\* - 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.

## Long-Term Financial Planning

The District has 1,096 certificated employees (1,034 teacher, 62 administrators) and 622 classified employees (602 secretarial, clerical, custodial, cafeteria workers, bus drivers, other non-teaching and 20 administrators).

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).

### **Educational Program**

As of June 2010, approximately 15,000 students were enrolled in the District's thirteen elementary schools, four middle schools, and three high schools. The high school population includes approximately 86 students enrolled in cooperative vocational educational programs provided by the Delaware Area Career Center (DACC).

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 District's CIP. In addition, regular updates to courses of study are made with involvement of the faculty and input from the community.

The 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 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 District.

### **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, 2009 & 2010):

## **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 projected level of achievement. 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: Building on Olentangy's Tradition of Excellence**

The staff will focus on quality classroom practices including, a rigorous curriculum, aligned assessments and focused instruction to achieve maximum learning in every environment.

## **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 in a majority of subject and grade levels.

### **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: Exceed state standards at the district and building levels.**

- Seventy-five 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 (PI) 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 ten 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: 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 rankings 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.

**Benchmark 7: Responsible financial management.**

- Obtain annual GFOA (Government Finance Officer Association) award for excellence in financial reporting for the District's CAFR.
- Maintain or increase the District's bond rating with both Moody's and Standard and Poor's.
- Receive a successful unqualified audit with fewer than five minor compliance citations.
- Maintain or decrease the total expenditure per pupil ranking and the administrative expenditure per pupil ranking as benchmarked against comparable districts as determined by the State of Ohio and the OLSD Board of Education.

**Benchmark 8: Resource Allocation and Utilization that balance fiscal responsibility as they support student achievement.**

- Achieve an "overall pupil/certified teacher ratio" at a level of 15:1 or higher as measured yearly on the OLSD five-year forecast. This includes all certified staff such as classroom teachers, guidance, special education, special area teachers, etc., recognizing that most individual classroom ratios will be higher.
- Achieve overall efficiency by examining the need, adequacy, maintenance, and cost of facilities as benchmarked against industry standards.

**Benchmark 9: Community survey responses show continued high and increasing rating on achieving our mission and all areas of our vision.**

- The community survey results will equal or surpass the previous year.
- As a subcomponent of the Continuous Improvement Committee (CIC), the Family and Civic Engagement Team will survey students annually to address non-academic needs of our students.

**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.

Below are the AYP targets that are in effect for 2010-11 and beyond. These goals represent an increase from 2009-10 goals and they are scheduled to increase annually through 2013-14.

<b>Grade Band</b>	<b>Grade</b>	<b>Reading</b>	<b>Math</b>
Elementary	3	82.7%	76.4%
	4	81.0%	80.3%
	5	81.0%	69.8%
Middle	6	85.5%	73.1%
	7	81.2%	68.4%
	8	84.3%	68.5%
High	10	83.1%	76.0%

**Financial Information**

*Internal Control*

In developing and revising the District’s accounting and internal control system, 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 eighth 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 2009-10.

## Major Initiatives

The District achieved a rating of Excellent on the State Report Card. This was the 8<sup>th</sup> year in a row that the District received at least an excellent rating from the Ohio Department of Education.

## Enrollment Growth

The District's enrollment is the fastest growing in the State of Ohio based on actual numbers in fiscal years 2009 and 2010. The District's enrollment grew by 946 students from fiscal year 2009 to fiscal year 2010. Enrollment for school year 1987-88 was 1,618 while enrollment for the 2009-10 school year was approximately 15,000. During the last five years the District has experienced enrollment growth ranging from 5% to 10%. The enrollment projections, as well as development projections, indicate that the growth will continue well into this century. Student enrollment projections for the fiscal year 2010-11 indicate an enrollment of approximately 16,000 and 22,769 by 2019-20.

	<u>1993</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011*</u>	<u>2012*</u>	<u>2013*</u>
Grades 9-12	641	2,456	2,784	3,038	3,369	3,684	3,878	4,131	4,432
Grades 6-8	564	2,422	2,663	2,854	3,057	3,285	3,474	3,771	3,962
Grades K-5	<u>1,284</u>	<u>5,914</u>	<u>6,525</u>	<u>7,110</u>	<u>7,618</u>	<u>8,021</u>	<u>8,394</u>	<u>8,677</u>	<u>9,048</u>
TOTALS	2,489	10,792	11,972	13,002	14,044	14,990	15,746	16,579	17,442

Source: The District used the Development Committee's "Revised Projection Enrollment" dated October 2009 (summary of Dejong Healy Report) for enrollment projections to determine staffing requirements.

## Awards and Acknowledgements

The Auditor of the State of Ohio has issued an unqualified opinion on Olentangy Local School District's financial statements for the fiscal year ended June 30, 2010. The Independent Accountants' Report is located at the front of the financial section of this report.

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, 2009. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

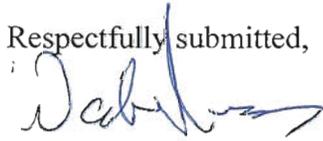
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal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

A Certificate of Achievement is valid for a period of one year only. We believe that our current report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA for consideration.

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,



Wade Lucas, Superintendent



Rebecca A. Jenkins, Treasurer

**OLENTANGY LOCAL SCHOOL DISTRICT**

Olentangy Local School District  
Elected Officials and Appointed Officials  
as of June 30, 2010

**BOARD OF EDUCATION MEMBERS**



<a href="#"><u>Julie Wagner Feasel</u></a>	<a href="#"><u>Dave King</u></a>	<a href="#"><u>Scott Galloway</u></a>	<a href="#"><u>Dimon McFerson</u></a>	<a href="#"><u>Jennifer Smith</u></a>
President	Vice-President	Member	Member	Member
(740) 657-4091	(740) 657-4094	(740) 657-4092	(740) 657-4090	(740) 657-4093

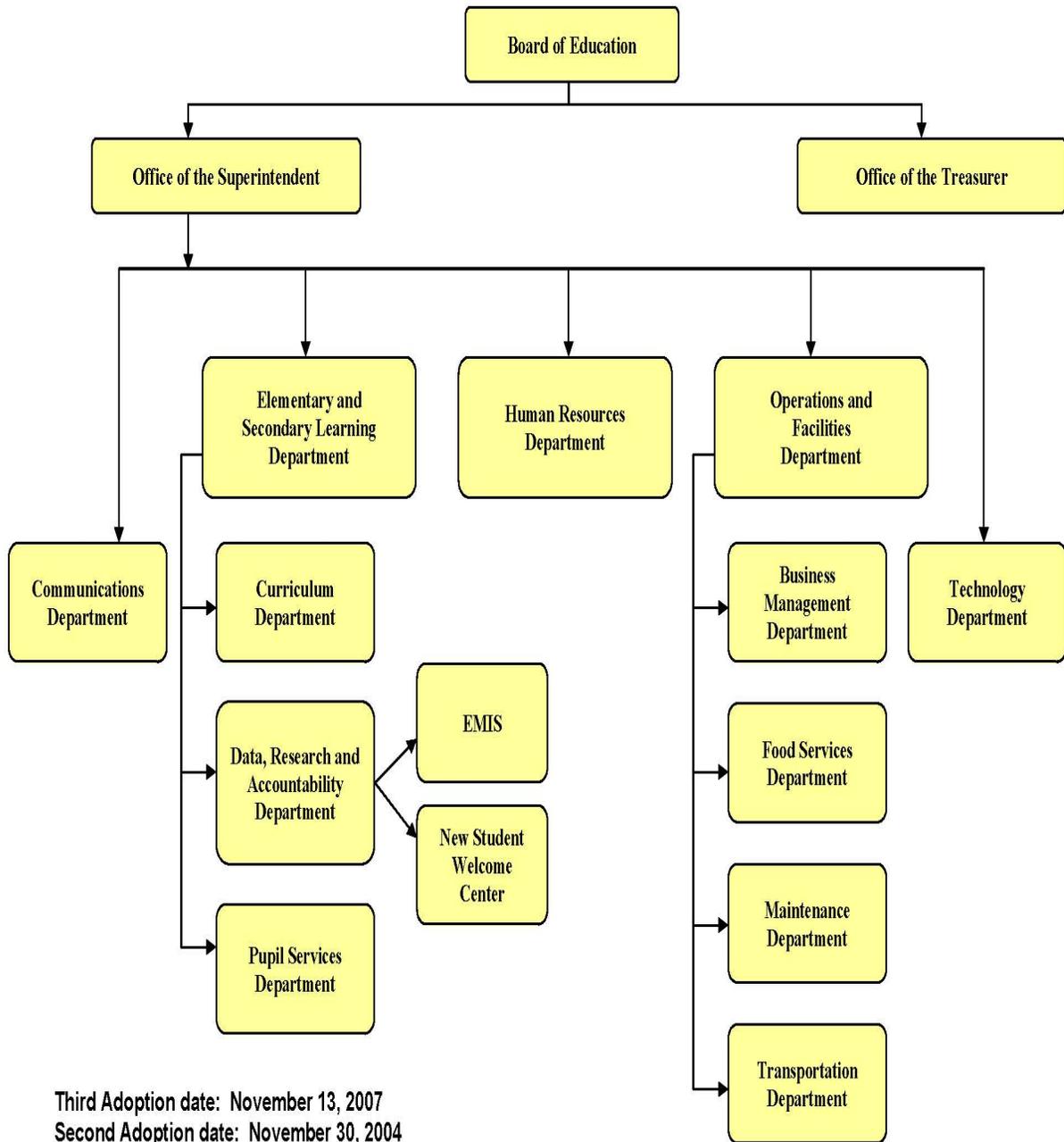
**APPOINTED OFFICIALS**

*Wade Lucas, 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, 2009

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

OLENTANGY LOCAL SCHOOL DISTRICT

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# **OLENTANGY LOCAL SCHOOL DISTRICT**

## **FINANCIAL SECTION**







# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Olentangy Local School District  
Delaware County  
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, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Olentangy Local School District, Delaware County, Ohio, as of June 30, 2010, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2010, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's Discussion and Analysis*, and the Budgetary Comparison Schedule – General Fund, as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



**Mary Taylor, CPA**  
Auditor of State

December 22, 2010

**Olentangy Local School District**  
Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2010  
(Unaudited)

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, 2010. 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 \$49,726,532 as of June 30, 2010 according to the Statement of Net Assets. This represents an increase of \$1,881,484 or 4.0% as compared to last year. The District 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 generated approximately \$11.4 million in additional revenues in fiscal 2009 and \$22.8 million in additional revenues in fiscal 2010.

The General Fund reported a fund balance of \$27,045,434.

**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 \$49,726,532 according to the Statement of Net Assets at the close of the most recent fiscal year.

A portion of the District's net assets (\$33,553,973) represents resources subject to external restrictions on how they may be used. Another portion of the District's net assets (\$3,163,011) 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 \$13,009,548 at June 30, 2010 as compared to \$11,087,727 at June 30, 2009. The overall increase in net assets is primarily attributed to the passage of the March 2008 operating levy as previously discussed. A comparative analysis of fiscal year 2010 to 2009 follows from the Statements of Net Assets:

	Governmental Activities	
	<u>2010</u>	<u>2009</u>
Current assets	\$ 261,613,411	\$ 233,084,765
Capital assets	<u>332,802,861</u>	<u>319,620,152</u>
Total assets	<u>594,416,272</u>	<u>552,704,917</u>
Current liabilities	145,745,083	140,201,188
Long-term liabilities	<u>398,944,657</u>	<u>364,658,681</u>
Total liabilities	<u>544,689,740</u>	<u>504,859,869</u>
Net Assets:		
Invested in capital, net of debt	3,163,011	14,819,090
Restricted	33,553,973	21,938,231
Unrestricted	<u>13,009,548</u>	<u>11,087,727</u>
Total net assets	<u>\$ 49,726,532</u>	<u>\$ 47,845,048</u>

**Olentangy Local School District  
Changes in Net Assets**

	Governmental Activities	
	<u>2010</u>	<u>2009</u>
<b>Program revenues:</b>		
Charges for services	\$ 7,592,659	\$ 7,241,359
Operating Grants	8,963,858	6,387,084
<b>General revenues:</b>		
Property taxes	133,075,955	111,190,249
Payments in lieu of taxes	8,014,579	10,941,327
State entitlements	23,426,024	23,256,179
Investment earnings	447,746	2,159,194
Miscellaneous	<u>604,758</u>	<u>683,006</u>
Total revenues	<u>182,125,579</u>	<u>161,858,398</u>
<b>Program expenses:</b>		
Instructional	95,516,926	85,195,243
Support services	60,447,198	57,659,580
Co-curricular student activities	4,764,973	4,656,175
Community services	553,538	730,475
Interest on long-term debt	<u>18,961,460</u>	<u>17,325,099</u>
Total expenses	<u>180,244,095</u>	<u>165,566,572</u>
Increase in net assets	<u>\$ 1,881,484</u>	<u>\$ (3,708,174)</u>

*Governmental Activities*

Net assets of the District’s governmental activities increased by \$1,881,484. The increase in property taxes are a result of the passage of the March 2008 levy as well as 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. On a budgetary basis (cash plus encumbrances) general fund property tax revenues increased by approximately \$10.4 million dollars as expected based on the levy passage in March of 2008.

The expenditure increase over the prior year is primarily due to adding staff, as well as increased health insurance premiums associated with existing staff. The District opened one new high school in fiscal 2009 and one new elementary school in fiscal 2010. 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 1,000 students in fiscal year 2010.

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.

	<u>Total Cost of Services</u>	<u>Net Cost of Service</u>	<u>Total Cost of Services</u>	<u>Net Cost of Service</u>
<u>Programs</u>	<u>2010</u>	<u>2010</u>	<u>2009</u>	<u>2009</u>
Instructional services	\$ 95,516,926	92,107,982	\$ 85,195,243	81,784,982
Support services	60,447,198	49,183,764	57,659,580	49,324,365
Co-curricular student activities	4,764,973	3,311,105	4,656,175	3,223,989
Community services	553,538	123,267	730,475	279,694
Interest on long-term debt	<u>18,961,460</u>	<u>18,961,460</u>	<u>17,325,099</u>	<u>17,325,099</u>
Total	<u>\$ 180,244,095</u>	<u>\$ 163,687,578</u>	<u>\$ 165,566,572</u>	<u>\$ 151,938,129</u>

Local property taxes make up approximately 73.1% of the revenues for governmental activities. The net services column reflecting the need for \$163,687,578 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 \$111,012,800, which represents an increase of \$21,892,864 as compared to last year's total of \$89,119,936 according to the Governmental Funds Balance Sheet. The increase is primarily due to the aforementioned March 2008 levy passage, as well as the timing of expenditures of monies related to construction projects, as described below in the capital asset sections of this analysis. The increase in the Other Governmental Funds is due to a one time transfer of \$12,200,000 from the Building fund to the Permanent Improvement fund. The schedule below shows the fund balance and the total change in fund balance from June 30, 2009 to 2010.

	Fund Balance at June 30, 2010	Fund Balance at June 30, 2009	Increase (Decrease)
General Fund	\$ 27,045,434	\$ 21,942,261	5,103,173
Debt Service	19,391,120	20,230,636	(839,516)
Building Fund	49,150,401	43,866,367	5,284,034
Other Governmental Funds	15,425,845	3,080,672	12,345,173
Total	<u>\$ 111,012,800</u>	<u>\$ 89,119,936</u>	<u>21,892,864</u>

### General Fund

The District's property tax revenues increased due to the passage of the March 2008 levy as previously discussed. However, this increase was larger due primarily to the timing of the receipt of revenues in prior year. Intergovernmental revenues increased due to the increase in the number of students thus resulting in an increase in state aid, as well as the increase due to the phase out of the tangible personal property tax which is currently reimbursed by the State. The tables that follow assist in illustrating the financial activities and balance of the General Fund.

### Revenues

	2010	2009	% Change
Property taxes	\$ 108,833,674	\$ 88,941,081	22.37%
Payments in lieu of taxes	8,014,579	10,941,327	-26.75%
Intergovernmental	22,795,864	22,946,101	-0.65%
Investment income	228,426	1,111,556	-79.45%
Other revenue	1,075,491	1,092,297	-1.54%
Total	<u>\$ 140,948,034</u>	<u>\$ 125,032,362</u>	12.73%

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

**Expenditures by Function**

	<u>2010</u>	<u>2009</u>	<u>% Change</u>
Instructional services	\$ 83,588,448	\$ 74,822,730	11.72%
Support services	49,549,736	47,227,278	4.92%
Co-curricular student activities	3,110,647	3,250,511	-4.30%
Debt service	<u>339,503</u>	<u>121,067</u>	180.43%
Total	<u>\$ 136,588,334</u>	<u>\$ 125,421,586</u>	8.90%

The expenditure increase over the prior year is primarily due to the increase in the number of employees to meet the demand of opening a new elementary school, as well as serving an additional 1,000 students in fiscal year 2010.

*Debt Service Fund*

The District's Debt Service Fund balance remained stable as expected as revenues are allocated based on expected to fund expenditures. The tables that follow assist in illustrating the financial activities and balance of the Debt Service Fund.

**Revenues**

	<u>2010</u>	<u>2009</u>	<u>% Change</u>
Property taxes	\$ 23,771,401	\$ 22,126,168	7.44%
Intergovernmental	3,506,047	2,749,357	27.52%
Other revenue	<u>2,567</u>	-	2567.00%
Total	<u>\$ 27,280,015</u>	<u>\$ 24,875,525</u>	9.67%

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

**Expenditures by Function**

	<u>2010</u>	<u>2009</u>	<u>% Change</u>
Support services	\$ 387,302	\$ 368,746	5.03%
Interest repayment	18,394,085	16,508,054	11.42%
Principal repayment	<u>10,547,263</u>	<u>7,503,923</u>	40.56%
Total	<u>\$ 29,328,650</u>	<u>\$ 24,380,723</u>	20.29%

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 timing of expenditures compared to the receipt of bond proceeds. The status of these projects at June 30, 2010 is as follows:

	<u>Project Authorization</u>	<u>Expended to June 30, 2010</u>	<u>Committed</u>
Cheshire Elementary	\$ 11,900,000	\$8,220,338	\$3,679,662
Elementary #15	11,600,000	1,225,378	10,374,622
Berkshire Middle School	24,400,000	9,796,771	14,603,229
Olentangy HS Renovations	<u>4,000,000</u>	<u>402,945</u>	<u>3,597,055</u>
Total Capital Projects	<u>\$ 51,900,000</u>	<u>\$19,645,432</u>	<u>\$32,254,568</u>

*Other Funds*

Other governmental funds consist of Special Revenue, and other Capital Projects funds. Fund balance in these funds increased by \$12,345,173, due to a one time transfer of \$12,200,000 to the other Capital Project fund from the Building fund.

**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 10.1% and .3%, respectively, as compared to the final budget. The revenue budget revision was due primarily to the timing of property tax receipts. Actual budgetary revenues were approximately the same as revised budgeted revenues. The District’s budgetary process remained somewhat conservative due to the uncertainty in both the state and local economy.

**Capital Assets**

The District has \$332,802,861 invested in capital assets net of depreciation. The capital asset balance increased by \$13,182,709 net of current year depreciation of \$9,822,121. 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 note 8 to the basic financial statements.

## Debt

On June 30, 2010, the District had \$391,772,565 in outstanding bonds and notes payable as follows:

Amount outstanding at June 30, 2010	\$ 379,894,755
Accumulated accretion on discount debt	9,774,747
Unamortized bond premium, net of accumulated	8,732,819
Deferred amount on refunding bonds, net	(6,629,756)
Amount included in the Statement of Net Assets	<u><u>\$ 391,772,565</u></u>

On September 3, 2009 the District issued \$14,450,000 and \$34,470,000 in various purpose/refunding bonds. \$11,900,000 in bonds were used to refund \$11,900,000 in notes issued in April 2009. \$13,349,999 in bonds were used to refund various purpose 1999 bonds. The remaining portion of the bonds were issued for the purpose of constructing, furnishing, and equipping, new school facilities, with related site improvements and appurtenances thereto; renovating, repairing and improving existing facilities.

On April 6, 2010 the District issued \$17,919,997 in various purpose bonds. These monies were issued for the purpose of constructing, furnishing, and equipping, new school facilities, with related site improvements and appurtenances thereto; renovating, repairing and improving existing facilities.

Detailed information regarding long-term debt is included in the note 9 to the basic financial statements.

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 generated approximately \$11.4 million in additional revenues in fiscal 2009, and \$22.8

million in additional revenue in fiscal 2010. The District opened a new high school at the beginning of fiscal year 2009 and opened one new elementary school in fiscal year 2010. The District anticipates opening one elementary school in fiscal year 2011 and one in 2012 and one new middle school in fiscal year 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 193 to 1,048 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.

### **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, 2010**

	<u>GOVERNMENTAL ACTIVITIES</u>
<b>ASSETS:</b>	
Cash and investments	\$ 114,933,739
Receivables	142,694,330
Due from other -	
Governments	663,750
Inventory	443,398
Deferred charges	2,877,006
Prepaid assets	1,188
Capital Assets:	
Land and construction in progress	49,554,740
Other capital assets, net of accumulated depreciation	283,248,121
<b>TOTAL ASSETS</b>	<u><u>594,416,272</u></u>
<b>LIABILITIES:</b>	
Accounts payable	1,249,164
Due to other:	
Governments	4,981,529
Unearned revenue	121,022,131
Accrued wages and benefits	13,037,656
Accrued interest payable	1,546,193
Contracts and retainage payable	3,908,410
Long-term Liabilities:	
Due within one year	12,526,648
Due in more than one year	386,418,009
<b>TOTAL LIABILITIES</b>	<u><u>544,689,740</u></u>
<b>NET ASSETS:</b>	
Invested in capital assets, net of related debt	3,163,011
Restricted for:	
Debt Service	18,455,440
Capital Projects	12,194,000
Food Services	2,055,341
State and Federal Grant Programs	849,192
Unrestricted	13,009,548
<b>TOTAL NET ASSETS</b>	<u><u>\$ 49,726,532</u></u>

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, 2010**

	Expenses	Charges for Services and Sales	Operating Grants and Contributions	<u>Net (Expense) Revenue and Changes in Net Assets</u>  Governmental Activities
Governmental Activities				
Instructional services:				
Regular	\$ 77,514,603	833,934	89,474	(76,591,195)
Special	17,094,917	-	2,466,822	(14,628,095)
Vocational	907,406	-	18,714	(888,692)
Support services:				
Operation and maintenance of plant	15,642,735	-	469,818	(15,172,917)
School administration	8,328,364	-	2,608	(8,325,756)
Pupils	6,469,777	-	1,252,071	(5,217,706)
Business operations	3,983,948	-	-	(3,983,948)
Instructional staff	8,444,707	-	159,532	(8,285,175)
Student transportation	7,916,609	-	2,715,758	(5,200,851)
Food services	6,625,352	5,245,811	1,345,135	(34,406)
Central services	2,641,064	-	72,701	(2,568,363)
General administration	394,642	-	-	(394,642)
Co-curricular student activities	4,764,973	1,453,868	-	(3,311,105)
Community services	553,538	59,046	371,225	(123,267)
Interest	18,961,460	-	-	(18,961,460)
Total Governmental Activities	180,244,095	7,592,659	8,963,858	(163,687,578)
General Revenues:				
Property taxes				133,075,955
Payments in lieu of taxes				8,014,579
Grants and entitlements not restricted to specific programs				23,426,024
Investment earnings				447,746
Miscellaneous				604,758
Total general revenues				165,569,062
Change in Net Assets				1,881,484
Net Assets Beginning of Year				47,845,048
Net Assets End of Year				\$ 49,726,532

See accompanying notes to the basic financial statements.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2010**

	GENERAL	DEBT SERVICE	BUILDING FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS :</b>					
Cash and investments	\$ 28,399,596	16,876,989	53,710,721	15,946,433	114,933,739
Receivables	117,490,590	25,187,954	-	15,786	142,694,330
Due from other:					
Governments	-	-	-	663,750	663,750
Funds	220,322	-	-	-	220,322
Inventory	273,996	-	-	169,402	443,398
Prepaid assets	-	-	1,188	-	1,188
<b>TOTAL ASSETS</b>	<u>\$ 146,384,504</u>	<u>42,064,943</u>	<u>53,711,909</u>	<u>16,795,371</u>	<u>258,956,727</u>
<b>LIABILITIES:</b>					
Accounts payable	\$ 541,091	-	653,098	54,975	1,249,164
Due to other:					
Governments	4,687,175	-	-	294,354	4,981,529
Funds	-	-	-	220,322	220,322
Deferred revenue	101,452,795	22,673,823	-	420,228	124,546,846
Accrued wages and benefits	12,658,009	-	-	379,647	13,037,656
Contracts and retainage payable	-	-	3,908,410	-	3,908,410
<b>TOTAL LIABILITIES</b>	<u>119,339,070</u>	<u>22,673,823</u>	<u>4,561,508</u>	<u>1,369,526</u>	<u>147,943,927</u>
<b>FUND BALANCES:</b>					
Fund balances:					
Reserved for encumbrances	1,505,910	-	18,387,945	215,620	20,109,475
Reserved for prepaid expenditures	-	-	1,188	-	1,188
Reserved for future appropriations	10,125,989	2,494,757	-	-	12,620,746
Unreserved, reported in:					
General fund	15,413,535	-	-	-	15,413,535
Special Revenue funds	-	-	-	3,016,225	3,016,225
Debt Service fund	-	16,896,363	-	-	16,896,363
Capital Projects funds	-	-	30,761,268	12,194,000	42,955,268
<b>TOTAL FUND BALANCES</b>	<u>27,045,434</u>	<u>19,391,120</u>	<u>49,150,401</u>	<u>15,425,845</u>	<u>111,012,800</u>
<b>TOTAL LIABILITIES</b>					
<b>AND FUND EQUITY</b>	<u>\$ 146,384,504</u>	<u>42,064,943</u>	<u>53,711,909</u>	<u>16,795,371</u>	<u>258,956,727</u>

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, 2010**

**Total Governmental Fund Balances** \$ 111,012,800

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. 332,802,861

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

Deferred bond issuance cost	\$2,877,006	
Delinquent property tax receivables	3,191,880	
Interest income	32,000	
Due from other governments	300,835	
	\$6,401,721	\$6,401,721

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

<b>Bonds payable, net</b>		
Bonds and long-term notes payable	(379,894,755)	
Unamortized deferred amount on refunding	6,629,756	
Unamortized bond premium	(8,732,819)	
Accumulated accretion on capital appreciation bonds	(9,774,747)	
	(391,772,565)	(391,772,565)
<b>Bonds payable, net</b>		
Interest payable		(1,546,193)
Compensated absences		(6,485,994)
Capital lease payable		(686,098)

**Net Assets of Governmental Activities** \$ 49,726,532

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, 2010**

	GENERAL	DEBT SERVICE	BUILDING FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES:</b>					
Property taxes	\$ 108,833,674	23,771,401	-	-	132,605,075
Payments in lieu of taxes	8,014,579	-	-	-	8,014,579
Intergovernmental:					
Federal Restricted Grants-in-aid	-	547,981	-	5,361,770	5,909,751
State:					
Unrestricted Grants-in-aid	22,795,864	2,958,066	-	-	25,753,930
Restricted Grants-in-aid	-	-	-	462,468	462,468
Food services	-	-	-	5,245,079	5,245,079
Investment income	228,426	-	186,565	755	415,746
Co-curricular activities	-	-	-	533,173	533,173
Tuition fees	518,815	-	-	920,695	1,439,510
Other	556,676	2,567	-	374,289	933,532
<b>TOTAL REVENUES</b>	<b>140,948,034</b>	<b>27,280,015</b>	<b>186,565</b>	<b>12,898,229</b>	<b>181,312,843</b>
<b>EXPENDITURES:</b>					
Current:					
Instructional services:					
Regular	67,986,751	-	990,436	339,838	69,317,025
Special	14,659,941	-	-	2,158,602	16,818,543
Vocational	941,756	-	-	-	941,756
<b>TOTAL INSTRUCTIONAL SERVICES</b>	<b>83,588,448</b>	<b>-</b>	<b>990,436</b>	<b>2,498,440</b>	<b>87,077,324</b>
Support services:					
Operation and maintenance of plant	14,235,962	-	-	419,104	14,655,066
School administration	8,122,292	-	-	2,608	8,124,900
Pupils	5,134,717	-	-	1,238,622	6,373,339
Business operations	3,370,352	387,302	-	-	3,757,654
Instructional staff	8,248,009	-	2,000	142,163	8,392,172
Student transportation	7,049,289	-	1,158,148	-	8,207,437
Food services	-	-	-	6,419,953	6,419,953
Central services	2,561,892	-	-	90,311	2,652,203
General administration	388,642	-	-	6,000	394,642
Facilities	438,581	-	-	-	438,581
<b>TOTAL SUPPORT SERVICES</b>	<b>49,549,736</b>	<b>387,302</b>	<b>1,160,148</b>	<b>8,318,761</b>	<b>59,415,947</b>
Co-curricular student activities	3,110,647	-	-	1,382,317	4,492,964
Community services	-	-	-	553,538	553,538
Capital outlay	-	-	22,141,945	-	22,141,945
Debt service:					
Principal retirement	286,007	10,547,263	-	-	10,833,270
Interest and fiscal charges	53,496	18,394,085	-	-	18,447,581
<b>TOTAL EXPENDITURES</b>	<b>136,588,334</b>	<b>29,328,650</b>	<b>24,292,529</b>	<b>12,753,056</b>	<b>202,962,569</b>
Excess (deficiency) of revenues over expenditures	4,359,700	(2,048,635)	(24,105,964)	145,173	(21,649,726)
<b>OTHER FINANCING SOURCES (USES):</b>					
Proceeds from sale of bonds	-	-	41,589,998	-	41,589,998
Premium on bonds and notes	-	1,209,119	-	-	1,209,119
Issuance of refunding bonds	-	25,249,999	-	-	25,249,999
Inception of capital leases	743,473	-	-	-	743,473
Payment to refunded bond escrow agent	-	(13,349,999)	-	-	(13,349,999)
Redemption of bond anticipation notes	-	(11,900,000)	-	-	(11,900,000)
Transfers in	-	-	-	12,200,000	12,200,000
Transfers out	-	-	(12,200,000)	-	(12,200,000)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>743,473</b>	<b>1,209,119</b>	<b>29,389,998</b>	<b>12,200,000</b>	<b>43,542,590</b>
Net change in fund balances	5,103,173	(839,516)	5,284,034	12,345,173	21,892,864
<b>FUND BALANCES AT BEGINNING OF YEAR</b>					
	21,942,261	20,230,636	43,866,367	3,080,672	89,119,936
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 27,045,434</b>	<b>19,391,120</b>	<b>49,150,401</b>	<b>15,425,845</b>	<b>111,012,800</b>

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, 2010**

**Net Changes in Fund Balances - Total Governmental Funds** \$ 21,892,864

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	23,197,297	
Depreciation	(9,822,121)	
Disposals of capital assets	<u>(192,467)</u>	
		13,182,709

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 766,613

Bond issuance cost associated with new debt issued in fiscal 2010 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. 733,473

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 from sale of bonds	(41,589,998)	
Proceeds of refunding bonds	(25,249,999)	
Premium on bonds	(1,209,119)	
Inception of capital lease	<u>(743,473)</u>	
		(68,792,589)

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 and does not result in an expense in the statement of activities:

Redemption of bond anticipation notes	11,900,000	
Payment to escrow agent	13,349,999	
General obligation debt	8,527,260	
Accretion repayment	2,020,003	
Capital lease payments	<u>286,007</u>	
		36,083,269

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is recorded when due. (188,992)

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		(737,503)
Accretion on bonds		(1,045,147)
Amortization, net		
Amortization of deferred amount on refunding	(608,434)	
Amortization of bond premium	814,428	
Amortization of bond issuance costs	<u>(219,207)</u>	
Amortization, net		(13,213)

**Change in Net Assets of Governmental Activities** \$ 1,881,484

See accompanying notes to the basic financial statements.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2010**

	PRIVATE PURPOSE TRUST	AGENCY FUNDS
<b>ASSETS:</b>		
Cash and investments	\$ 20,199	\$ 425,160
<b>TOTAL ASSETS</b>	20,199	425,160
<b>LIABILITIES:</b>		
Due to other		425,160
<b>TOTAL LIABILITIES</b>	-	\$ 425,160
<b>NET ASSETS</b>		
Assets held in trust	\$ 20,199	

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, 2010**

	<b>PRIVATE PURPOSE <u>TRUST</u></b>
<b>ADDITIONS</b>	
Investment Earnings- Interest	\$ 5
<b>TOTAL ADDITIONS</b>	<u>5</u>
<b>DEDUCTIONS</b>	
Contributions-Scholarships	-
<b>TOTAL DEDUCTIONS</b>	<u>-</u>
Change in net assets	5
NET ASSETS-beginning of the year	20,194
NET ASSETS-end of the year	<u>\$ 20,199</u>

See accompanying notes to the basic financial statements.

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# OLENTANGY LOCAL SCHOOL DISTRICT

## Notes to the Basic Financial Statements

For the Year Ended June 30, 2010

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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 Educational Service Center of Central Ohio (ESC). 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 consists 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: 2222 Marion-Mt. Gilead Road, Marion, OHIO 43302.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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**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. Government fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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Revenues - Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of the fiscal year-end.

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

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

Unearned Revenue

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

Property taxes for which there is an enforceable legal claim as of June 30, 2010, but which were levied to finance year 2011 operations, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as unearned revenue.

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

Expenses/Expenditures

On the accrual basis, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

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, and 2) operating grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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*(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.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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*(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.

*(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, and property tax revenue reserved for future year's appropriations.

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.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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(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.

(k) *Unamortized Insurance Costs/Bond Premium and Discount/Accounting Gain or Loss*

On government-wide financial statements, issuance costs are deferred and amortized over the term of the bonds using the straight-line method. Unamortized issuance costs are recorded as a separate line item on the statement of net assets. Bond premiums are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds. For advance refundings resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as an addition to or reduction of the face amount of the new debt. On the governmental fund financial statements, issuance costs and bond premiums are recognized in the current period. A reconciliation between the bonds face value and the amount reported on the statement of net assets is presented in Note 9.

### **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, 2010.

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

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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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 2010, 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, 2010, the carrying amount of all District deposits was \$44,946,787, including \$26,500,000 in certificates of deposits. Based on the criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2010, \$18,944,528 of the District's bank balance of \$46,708,306 was exposed to custodial risk as discussed above, while \$27,763,778 was covered by Federal Deposit Insurance.

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**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

Investments:

As of June 30, 2010, the District had the following investments and maturities.

Investment type	Fair Value	Investment Maturities			
		6 months or less	7 to 12 months	13 to 18 months	19 to 24 months
FFCB	\$ 6,881,664	-	4,532,956	2,348,708	-
FHLB DN	2,499,500	2,499,500	-	-	-
FHLMC	9,341,793	7,987,505	1,354,288	-	-
FNMA Note	12,004,008	8,188,343	3,815,665	-	-
FNMA	325,000	-	-	-	325,000
FHLB	23,701,651	2,750,000	14,565,876	3,500,775	2,885,000
FHLM	774,442	-	-	774,442	-
FHLMA	1,799,550	-	-	1,799,550	-
Money Market Funds	63,906	63,906	-	-	-
Star Ohio	13,040,797	13,040,797	-	-	-
	<u>\$ 70,432,311</u>	<u>34,530,051</u>	<u>24,268,785</u>	<u>8,423,475</u>	<u>3,210,000</u>

*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 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 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 to 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.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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*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, 2010:

Investment type	Fair Value	% to total
FFCB	\$ 6,882,664	9.77%
FHLB DN	2,499,500	3.55%
FHLMC	9,371,793	13.30%
FNMA Notes	12,004,008	17.04%
FNMA	325,000	0.46%
FHLB	23,701,651	33.64%
FHLM	774,442	1.10%
FHLM A	1,799,550	2.55%
US Bank Money Market	63,960	0.09%
STAROhio	13,040,797	18.51%
	\$ 70,463,365	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.

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%.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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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 collection in 2010, upon which the 2009 levies were based, are as follows:

Agricultural/Residential Real Estate	\$ 2,665,490,200
Commercial/Industrial Real Estate	425,205,320
Public Utility Real Estate	343,330
Public Utility Tangible	74,107,400
General Tangible Property	4,482,488
	<u>\$ 3,169,628,738</u>

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, 2010. However, monies legally available as an advance to the District as of June 30, 2010 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, 2010, consisted of taxes, payments in lieu of taxes, interest and other accounts. Taxes receivable include current and delinquent taxes receivable. A summary of the principal items of receivables follows:

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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Governmental Activities:	
Taxes current	\$ 126,157,862
Taxes delinquent	3,191,880
Payments in lieu of taxes	13,277,794
Interest	41,406
Other	25,388
Total receivables	<u>\$ 142,694,330</u>

**6. DUE FROM OTHER GOVERNMENTS**

Intergovernmental receivables at June 30, 2010, consist of the following:

Governmental Activities:	
Federal	\$ 631,862
State	31,888
Total	<u>\$ 663,750</u>

**7. INTERFUND ACTIVITY**

At June 30, 2010 the Interfund receivables and payables consisted of \$220,322 due to the General Fund from the following Special Revenue Funds:

District Managed Student Activities	\$ 40,000
Other Local Sources	2,465
Title VIB	150,386
Title I	27,471
	<u>\$220,322</u>

Additionally, the Building Fund, a major capital projects fund, transferred \$12,200,000 to the Permanent Improvement Fund, a nonmajor capital projects fund, for future capital improvements.

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**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

**8. CAPITAL ASSETS**

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

	Balance June 30, 2009	Additions	Disposals	Transfers	Balance June 30, 2010
Capital Assets used in:					
Governmental Activities					
Nondepreciable capital assets:					
Land	\$ 29,709,256	-			29,709,256
Construction in progress	19,126,014	18,882,164	-	(18,162,694)	19,845,484
Total nondepreciable capital assets	48,928,279	18,882,164	-	(18,162,694)	49,554,740
Depreciable capital assets:					
Building and improvements	291,291,916	635,471	-	18,162,694	310,090,081
Furniture, fixtures and equipment	23,619,616	2,453,212	308,291	-	25,764,537
Buses, autos and trucks	9,847,819	1,226,450	28,498	-	11,045,771
Total depreciable capital assets	324,666,342	4,315,133	336,789	18,162,694	346,900,389
Accumulated depreciation:					
Building and improvements	39,411,742	6,425,639	-	-	45,837,381
Furniture, fixtures and equipment	9,288,921	2,398,382	120,871	-	11,566,432
Buses, autos and trucks	5,273,806	998,100	23,451	-	6,248,455
Total accumulated depreciation	53,974,469	9,822,121	144,322	-	63,652,268
Total depreciable capital assets, net	270,691,873	(5,506,988)	192,467	18,162,694	283,248,121
Total governmental activities capital assets, net	\$ 319,620,152	13,375,176	192,467	-	332,802,861

Depreciation expense was charged to governmental functions as follows:

Instructional services:	
Regular	\$ 7,501,878
Special	177,328
Support services:	
Operation and maintenance of plant	410,899
School administration	126,898
Pupils	7,598
Business operations	17,545
Instructional staff	8,447
Food services	249,475
Central	19,120
Student transportation	1,022,547
Co-curricular student activities	280,386
Total depreciation	\$ 9,822,121

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

Construction in progress at June 30, 2010 is composed of the following:

	Project Authorization	Expended to June 30, 2010	Committed
Cheshire Elementary	\$ 11,900,000	8,220,338	3,679,662
Elementary #15	11,600,000	1,225,378	10,374,622
Berkshire Middle School	24,400,000	9,796,771	14,603,229
Olentangy HS Renovations	4,000,000	402,945	3,597,055
Total Capital Projects	\$ 51,900,000	19,645,432	32,254,568

**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, 2010, the District had twelve general obligation bonds 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, 2010
Construction of High School (1)	12/01/88	7.75%	12/01/11	\$ 1,760,000
Construction of schools (2)	08/08/00	5.57%	12/01/11	149,324
Construction of schools (3)	02/14/02	4.1 -5.5%	12/01/30	9,383,182
School Facilities Construction/Improv. (4)	09/10/02	3.5-5%	12/01/27	14,165,000
School Facilities Construction/Improv. (5)	06/01/04	4.00%	12/01/14	234,994
Refunding Bonds 2004 (5)	06/01/04	4.00%	12/01/20	9,085,000
Refunding Bonds 2005 (6)	03/24/05	3.5-5%	12/01/27	32,225,000
Various purpose/refunding bonds 2006 (7)	02/01/06	3.7 - 5.0%	12/01/33	111,717,307
Various purpose/refunding bonds 2007 (8)	11/09/06	4.0-5.0%	12/01/32	89,949,954
Refunding Bonds 2007 (9)	11/14/07	3.7-5.0%	12/01/30	8,234,997
August 2008 refunding bond (10)	08/05/08	3.7-5.0%	12/01/36	36,400,000
Sept. 2009 Various purpose/refunding bonds (11)	09/03/09	2.0-5.25%	12/01/37	48,670,000
April 2010 Various purpose/refunding bonds (12)	04/06/10	1.85-6.26%	12/01/38	17,919,997
				\$ 379,894,755

**OLENTANGY LOCAL SCHOOL DISTRICT**  
**Notes to the Basic Financial Statements, Continued**

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- 1) Included construction cost for an addition to the original high school.
- 2) 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.
- 3) 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.
- 4) 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.
- 5) 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.
- 6) 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.
- 7) 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.
- 8) 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

**OLENTANGY LOCAL SCHOOL DISTRICT**  
**Notes to the Basic Financial Statements, Continued**

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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.

- 9) 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.
- 10) On August 20, 2008 the District issued \$36,400,000 in bonds to refund \$36,400,000 in notes issued in May 2008. These monies were issued for the purpose of constructing, furnishing, and equipping, new school facilities, with related site improvements and appurtenances thereto; renovating, repairing and improving existing facilities. Bond issuance cost and the bond premium of \$327,129 and \$1,165,509 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively.
- 11) On September 3, 2009 the District issued \$14,450,000 and \$34,470,000 in various purpose/refunding bonds. \$11,900,000 in bonds were to refund \$11,900,000 in notes issued in April 2009. \$13,349,999 in bonds were to refund various purpose 1999 bonds. The remaining portion of the bonds were issued for the purpose of constructing, furnishing, and equipping, new school facilities, with related site improvements and appurtenances thereto; renovating, repairing and improving existing facilities. Bond issuance cost and the bond premium of \$495,364 and \$969,100 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively.
- 12) April 6, 2010 the District issued \$17,919,997 in various purpose/refunding bonds. These monies were issued for the purpose of constructing, furnishing, and equipping, new school facilities, with related site improvements and appurtenances thereto; renovating, repairing and improving existing facilities. Bond issuance cost and the bond premium of \$238,109 and \$240,019 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively.

Bonds payable included on the Statements of Net Assets are comprised of the following:

Amount outstanding at June 30, 2010	\$ 379,894,755
Accumulated accretion on discount debt	9,774,747
Unamortized bond premium, net of accumulated amortization of \$ 2,144,358	8,732,819
Deferred amount on refunding bonds, net	(6,629,756)
 Amount included in the Statement of Net Assets	 <u><u>\$ 391,772,565</u></u>

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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The following is a summary of the District's future annual debt service requirements to maturity for general obligation bonds

<u>Year ending June 30,</u>	<u>Interest rates</u>	<u>Principal</u>	<u>Interest</u>
2011	1.85 -7.75%	\$ 10,689,507	\$ 18,414,719
2012	1.85 -7.75%	12,548,001	17,221,319
2013	1.85 -7.75%	14,335,000	16,275,068
2014	1.85 -7.75%	13,601,178	17,694,140
2015	1.85 -7.75%	13,536,221	17,483,071
2016-2020	1.85 -7.75%	64,749,848	74,785,522
2021-2025	1.85 -7.75%	73,565,000	51,391,621
2026-2030	1.85 -7.75%	86,020,000	32,266,170
2031-2035	1.85 -7.75%	67,360,000	12,989,003
2036-2039	1.85 -7.75%	23,490,000	2,163,195
 Total		\$ 379,894,755	\$ 260,683,828

Not included in the above amounts as of June 30, 2010 are \$158,944,999 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, 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 December 17, 2007.

The effects of these debt limitations at June 30, 2010 are a voted debt margin of \$744,325,871 and an unvoted debt margin of \$3,169,629. 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, 2010, 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 \$9,774,747 in accretion of deep discount debt in accordance with State Law. Management believes that the District has complied with all bond covenants.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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**Capital Lease Obligation**

In 2007 the District entered into a District wide phone system lease agreement with an asset value of \$574,868. In fiscal 2010 the District recorded various capital lease obligations in the amount of \$743,473 for various copiers, printers and other technology items. 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 2010 were \$286,007 and \$53,496, respectively.

The District's future minimum lease payments under capital lease obligations as of June 30, 2010 are as follows:

<u>Year ending June 30,</u>	<u>Capital Leases</u>
2011	\$ 325,719
2012	168,649
2013	151,253
2014	111,074
2015	38,290
Total minimum lease payments	<u>794,985</u>
Less: amounts representing interest	<u>108,887</u>
Present value of minimum lease payments	<u><u>\$ 686,098</u></u>

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**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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

	Balance June 30, 2009	Additions /Accretion	Reductions	Balance June 30, 2010	Amounts Due in One Year
Bonds payable, net					
Bonds at par	\$ 334,932,017	66,839,997	21,877,259	379,894,755	10,689,507
Accumulated accretion	10,749,603	1,045,147	2,020,003	9,774,747	1,062,107
Premiums, net	8,338,128	1,209,119	814,428	8,732,819	-
Deferred amounts on refundings	(7,238,190)	-	(608,434)	(6,629,756)	-
Bonds payable, net	346,781,558	69,094,263	24,103,256	391,772,565	11,751,614
Long term note payable	11,900,000	-	11,900,000	-	-
Capital lease obligations	228,632	743,473	286,007	686,098	278,014
Accrued liabilities (accrued vacation and sick leave)	5,748,491	1,187,034	449,531	6,485,994	497,020
	<u>\$ 364,658,681</u>	<u>71,024,770</u>	<u>36,738,794</u>	<u>398,944,657</u>	<u>12,526,648</u>

The District employees are granted vacation and sick leave in varying amounts, which are paid from the funds in which the employees are charged.

## 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.

On August 1, 2009 the District became self-insured in connection with a formalized risk management program in an effort to control claims and costs related to injured workers' compensation. The District pays into the self-insured fund, which is accounted for in the general fund, a percentage of the covered employee's salary. The rate is fixed and determined annually based on claims experience. The rate for fiscal year 2010 was 0.64% and is paid by the fund from which the employee is paid. The District contracts with a third party to manage claims and also purchased stop-loss coverage for claims exceeding \$400,000. A claims liability of \$114,076 was recorded at June 30, 2010. This amount

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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represents an estimate of incurred but unpaid and unreported claims at year end, known claims, as well as an estimate of the claims liability that was previously administered via the State's Workers Compensation Plan (BWC). This liability is included in the "accrued wages and benefits" amounts on the Statement of Net Assets at June 30, 2010.

The District provides employee medical/surgical and dental benefits through a premium insurance plan. Employee monthly contributions are determined by negotiated agreements with the certificated and non-certificated staff bargaining units. The premium is paid by the fund that pays the salary for the employee.

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.

Prior to July 1, 2010 the District provided 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. See note 13 (b).

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. School Employee Retirement System**

Plan Description - The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2010, 12.74 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2010, 2009, and 2008 were \$2,500,338, \$1,672,258, and \$1,484,893 respectively; 81.56 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

**B. State Teachers Retirement System**

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

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

The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code. A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy - For the fiscal year ended June 30, 2010, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2009, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2010, 2009, and 2008 were \$8,435,583, \$7,771,818, and \$7,017,674 respectively; 79.60 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008. Contributions to the DC and Combined Plans for fiscal year 2010 were \$368,437 made by the School District and \$263,169 made by the plan members.

**C. Social Security System**

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Retirement System. As of June 30, 2010, 4 members of the Board of Education has elected Social Security. The contribution rate is 6.2 percent of wages.

**12. Postemployment Benefits Other than Pension Benefits**

**A. School Employee Retirement System**

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

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For 2010, 0.5 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2010, this amount was \$314,759.

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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selected, the number of qualified years of service, Medicare eligibility and retirement status.

The School District's contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008 were \$89,997, \$765,302, and \$677,604 respectively; 81.56 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2010, this actuarially required allocation was 0.76 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2010, 2009, and 2008 were \$148,690, \$137,975, and \$106,990 respectively; 81.56 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

**B. State Teachers Retirement System**

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

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2010, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008 were \$677,232, \$618,765, and \$557,145 respectively; 79.60 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

**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.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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(b) *Litigation*

As part of the District withdrawing from the joint insurance program known as the Champaign, Delaware, Marion, Union School Employee Welfare Benefit Association Consortium (CDMU), a jointly governed self-insurance pool, a series of law suits has been filed by the District with a counter claim by CDMU. The District is requesting payments of its calculated reserves on hand with CDMU, while CDMU is requesting the District to forgo any rights to such reserves as well as pay out an estimated run-out of claims as of July 1, 2009. At this point, the Court has not made any ruling pertaining to the merits of either side's claims. However, the Court on August 26, 2010 entered an agreed interim order setting aside certain consortium funds during the pendency of the Lawsuit. Specifically, funds valued at \$4,184,000 for purposes of the interim order were placed by the consortium into an account with the State Treasury Asset Reserve of Ohio (a/k/a STAROhio). It was agreed that until a final Court disposition or settlement of the claims in the Lawsuit, the funds will not be spent for any purpose other than paying claims attributable to Olentangy Schools.

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

**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, 2010	\$ (1,389,860)	-
Required Set-Aside	2,241,327	2,241,327
Capital maintenance qualifying offset		(2,241,327)
Qualifying Expenditures	(3,089,475)	-
 Total	 <u>(2,238,008)</u>	 <u>-</u>

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Basic Financial Statements, Continued

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**15. FUND DEFICITS / ACCOUNTABILITY**

The following funds had a GAAP basis deficit fund balance at June 30, 2010:

<b>Special Revenue Funds:</b>	<u>Deficit Fund Balances</u>
EMIS Grant	\$ 23,336
Title I	\$ 14,878
Title III Limited English	\$ 1,549

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**

On October 27, 2010 the Board of Education approved a one year extension to its agreement with the Olentangy Teachers Association, for the period of July 2011 through June 2012, with a 0% increase to the base salary range.

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# **REQUIRED SUPPLEMENTARY INFORMATION**

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OLENTANGY LOCAL SCHOOL DISTRICT  
 BUDGETARY COMPARISON SCHEDULE  
 GENERAL FUND  
 FOR THE YEAR ENDED JUNE 30, 2010

	GENERAL FUND			VARIANCE POSITIVE (NEGATIVE)
	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	
<b>REVENUES:</b>				
Property taxes	112,687,898	101,353,643	\$ 101,080,593	(273,050)
Investment income	1,219,332	1,102,789	215,564	(887,225)
Tuition fees	576,645	526,777	514,010	(12,767)
Miscellaneous	2,423,230	2,668,206	3,057,293	389,087
Revenue in lieu of taxes	10,171,391	9,153,107	10,461,566	1,308,459
State sources	27,118,564	24,388,527	22,795,864	(1,592,663)
<b>TOTAL REVENUES</b>	<b>154,197,060</b>	<b>139,193,049</b>	<b>138,124,890</b>	<b>(1,068,159)</b>
<b>EXPENDITURES:</b>				
Instructional services:				
Regular	68,727,312	68,116,686	66,869,798	1,246,888
Special	13,488,951	14,597,757	14,541,425	56,332
Vocational	1,135,785	1,134,102	980,165	153,937
<b>TOTAL INSTRUCTIONAL SERVICES</b>	<b>83,352,048</b>	<b>83,848,545</b>	<b>82,391,388</b>	<b>1,457,157</b>
Support services:				
Pupils	5,207,971	5,226,353	5,210,548	15,805
Instructional staff	8,446,342	8,455,594	8,355,159	100,435
Board of Education	509,018	671,042	524,120	146,922
School administration	8,407,311	8,316,359	8,197,781	118,578
Fiscal services	3,105,570	2,926,991	2,953,608	(26,617)
Business operations	267,112	750,567	714,229	36,338
Operation and maintenance of plant	16,956,182	16,840,458	14,932,411	1,908,047
Student transportation	7,231,660	7,220,542	7,034,975	185,567
Central services	4,031,648	3,937,933	2,599,802	1,338,131
<b>TOTAL SUPPORT SERVICES</b>	<b>54,162,814</b>	<b>54,345,839</b>	<b>50,522,633</b>	<b>3,823,206</b>
Co-curricular activities	2,883,459	2,884,424	3,126,760	(242,336)
Site improvement	347,501	542,919	630,995	(88,076)
<b>TOTAL EXPENDITURES</b>	<b>140,745,822</b>	<b>141,621,727</b>	<b>136,671,776</b>	<b>4,949,951</b>
Excess (deficiency) of revenues over expenditures	13,451,238	(2,428,678)	1,453,114	3,881,792
<b>OTHER FINANCING SOURCES (USES):</b>				
Advances in	-	350	-	(350)
Other Financing Uses	(397,966)	(11,551)	-	11,551
Sale of fixed assets	46,304	41,586	-	(41,586)
Refund of prior year expenditures	123,477	117,817	10,271	(107,546)
Refund of prior year receipts	-	(100)	-	100
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(228,185)</b>	<b>148,102</b>	<b>10,271</b>	<b>(137,831)</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	13,223,053	(2,280,576)	1,463,385	3,743,961
Prior year encumbrances appropriated	1,860,303	1,860,303	1,860,303	-
<b>FUND BALANCES AT BEGINNING OF YEAR (Restated)</b>	<b>22,323,668</b>	<b>22,323,668</b>	<b>22,323,668</b>	<b>-</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 37,407,024</b>	<b>\$ 21,903,395</b>	<b>\$ 25,647,356</b>	<b>3,743,961</b>

See notes to the required supplementary schedule.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Required Supplementary Information  
For the Year Ended June 30, 2010

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***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 2010.

**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;

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Required Supplementary Information, Continued

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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)	\$ 5,103,173
<b>Adjustments:</b>	
Due to revenues	(2,823,144)
Due to expenditures	(83,442)
Due to other financing sources	(733,202)
Net change in fund balance (Budget Basis)	\$ 1,463,385

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Notes to the Required Supplementary Information, Continued

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***NOTE C – RESTATEMENT OF FUND BALANCE***

General Fund budgetary fund balance at the beginning of the year was restated to present Budgetary Basis statements in a manner that is consistent with GAAP Basis statements as follows:

Fund balance at beginning of the year	\$ 21,228,113
Adjustment to combine all General Fund GAAP/Budgetary Basis fund types	1,095,555
Net change in fund balance (Budget Basis)	<u><u>\$ 22,323,668</u></u>

# OLENTANGY LOCAL SCHOOL DISTRICT

## MAJOR GOVERNMENTAL FUNDS

### General Fund

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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.

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### Debt Service Fund

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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.

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### Building Fund

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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.

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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, 2010

	<b>Revised Budget</b>	<b>Actual</b>	<b>Variance with Revised Budget</b>
<b>DEBT SERVICE FUND</b>			
<b>Debt Service Fund</b>			
Total Revenues and Other Sources	\$ 54,197,872	54,381,469	183,597
Total Expenditures and Other Uses	54,657,379	54,625,114	32,265
Net Change in Fund Balance	(459,507)	(243,645)	215,862
Fund Balance, July 1	17,120,635	17,120,635	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	\$ 16,661,128	16,876,990	215,862

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, 2010

	<b>Revised Budget</b>	<b>Actual</b>	<b>Variance with Revised Budget</b>
<b>CAPITAL PROJECTS FUND</b>			
<b>Building Fund</b>			
Total Revenues and Other Sources	\$ 41,943,575	42,056,538	112,963
Total Expenditures and Other Uses	73,533,543	57,438,770	16,094,773
Net Change in Fund Balance	(31,589,968)	(15,382,232)	16,207,736
Fund Balance, July 1	29,302,059	29,302,059	-
Prior Year Encumbrances Appropriated	17,142,439	17,142,439	-
Fund Balance, June 30	\$ 14,854,530	31,062,266	16,207,736

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# OLENTANGY LOCAL SCHOOL DISTRICT

## NONMAJOR GOVERNMENTAL FUNDS

### Special Revenue Funds

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

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**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.

## OLENTANGY LOCAL SCHOOL DISTRICT

**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 VIB 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.

**State Fiscal Stabilization Grant** - A fund to account for grants providing financial assistance to State and Local Educational Agencies to meet the special needs of educationally deprived children.

**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.

**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.

# OLENTANGY LOCAL SCHOOL DISTRICT

## Capital Projects Funds

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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).

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**Permanent Improvement Fund** - A fund used to provide expenditures for various capital improvements.

**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, 2010**

	SPECIAL REVENUE FUNDS		
	PUBLIC SCHOOL SUPPORT	GRANTS - LOCAL SOURCES	DISTRICT MANAGED STUDENT ACTIVITIES
<b>ASSETS:</b>			
Cash and investments	\$ 259,516	194,746	339,237
Receivables	2,417	-	1,133
Inventory	-	-	-
Due from other governments	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 261,933</b>	<b>194,746</b>	<b>340,370</b>
<b>LIABILITIES:</b>			
Accounts payable	\$ 10,178	-	18,819
Due to other governments	-	-	450
Due to other funds	-	-	40,000
Deferred revenue	-	-	-
Accrued liabilities	-	-	-
<b>TOTAL LIABILITIES</b>	<b>10,178</b>	<b>-</b>	<b>59,269</b>
<b>EQUITY AND OTHER CREDITS:</b>			
Fund balance:			
Reserve for encumbrances	15,072	801	55,564
Unreserved	236,683	193,945	225,537
Total fund balance	251,755	194,746	281,101
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 261,933</b>	<b>194,746</b>	<b>340,370</b>

**OLENTANGY LOCAL SCHOOL DISTRICT**

SPECIAL REVENUE FUNDS

OTHER LOCAL SOURCES	AUXILIARY SERVICE	EMIS GRANTS	ONENET NETWORK CONNECTIVITY
170,222	109,446	-	5,726
10,637	-	-	-
-	-	-	-
-	31,888	-	-
<u>180,859</u>	<u>141,334</u>	<u>-</u>	<u>5,726</u>
1,023	19,637	-	-
-	-	23,336	-
2,465	-	-	-
-	-	-	-
-	-	-	-
<u>3,488</u>	<u>19,637</u>	<u>23,336</u>	<u>-</u>
22,071	23,678	-	-
155,300	98,019	(23,336)	5,726
<u>177,371</u>	<u>121,697</u>	<u>(23,336)</u>	<u>5,726</u>
<u>180,859</u>	<u>141,334</u>	<u>-</u>	<u>5,726</u>

**OLENTANGY LOCAL SCHOOL DISTRICT  
 COMBINING BALANCE SHEET, Continued  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2010**

	SPECIAL REVENUE FUNDS		
	OTHER STATE GRANTS	TITLE VIB GRANTS	TITLE I GRANTS
<b>ASSETS:</b>			
Cash and investments	\$ 177	-	-
Receivables	-	-	-
Inventory	-	-	-
Due from other governments	-	203,055	133,915
<b>TOTAL ASSETS</b>	<b>\$ 177</b>	<b>203,055</b>	<b>133,915</b>
<b>LIABILITIES:</b>			
Accounts payable	\$ -	3,216	-
Due to other governments	-	2,325	-
Due to other funds	-	150,386	27,471
Deferred revenue	-	30,738	87,507
Accrued liabilities	-	-	33,815
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>186,665</b>	<b>148,793</b>
<b>EQUITY AND OTHER CREDITS:</b>			
<b>FUND BALANCE:</b>			
Reserve for encumbrances	-	47,783	1,396
Unreserved	177	(31,393)	(16,274)
Total fund balance	177	16,390	(14,878)
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 177</b>	<b>203,055</b>	<b>133,915</b>

**OLENTANGY LOCAL SCHOOL DISTRICT**

SPECIAL REVENUE FUNDS

TITLE V GRANTS	TITLE III LIMITED ENGLISH	SAFE AND DRUG-FREE SCHOOLS	STATE FISCAL STABILIZATION GRANT	EDUCATION OF THE HANDICAPPED PRESCHOOL GRANTS
-	167	3,009	58,478	-
-	-	-	-	-
-	-	-	-	-
-	-	15,714	-	85,232
-	167	18,723	58,478	85,232
-	20	-	-	-
-	1,696	-	-	-
-	-	-	-	-
-	-	11,853	-	85,232
-	-	-	-	-
-	1,716	11,853	-	85,232
1,396	147	6,831	-	-
(1,396)	(1,696)	39	58,478	-
-	(1,549)	6,870	58,478	-
-	167	18,723	58,478	85,232

(Continued)

**OLENTANGY LOCAL SCHOOL DISTRICT  
 COMBINING BALANCE SHEET, Continued  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2010**

	SPECIAL REVENUE FUNDS		
	TITLE II-A	OTHER FEDERAL GRANTS	FOOD SERVICE
<b>ASSETS:</b>			
Cash and investments	\$ 6,195	1,055	2,604,459
Receivables	-	-	1,599
Inventory	-	-	169,402
Due from other governments	84,751	3,224	105,971
<b>TOTAL ASSETS</b>	<b>\$ 90,946</b>	<b>4,279</b>	<b>2,881,431</b>
<b>LIABILITIES:</b>			
Accounts payable	\$ 430	-	1,652
Due to other governments	-	-	266,547
Due to other funds	-	-	-
Deferred revenue	84,751	754	119,393
Accrued liabilities	-	-	345,832
<b>TOTAL LIABILITIES</b>	<b>85,181</b>	<b>754</b>	<b>733,424</b>
<b>EQUITY AND OTHER CREDITS:</b>			
<b>FUND BALANCE:</b>			
Reserve for encumbrances	1,956	2,448	36,477
Unreserved	3,809	1,077	2,111,530
Total fund balance	5,765	3,525	2,148,007
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 90,946</b>	<b>4,279</b>	<b>2,881,431</b>

**OLENTANGY LOCAL SCHOOL DISTRICT**

TOTAL NONMAJOR SPECIAL REVENUE FUNDS	NONMAJOR CAPITAL PROJECTS PERMANENT IMPROVEMENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
3,752,433	12,194,000	15,946,433
15,786	-	15,786
169,402	-	169,402
663,750	-	663,750
<u>4,601,371</u>	<u>12,194,000</u>	<u>16,795,371</u>
54,975	-	54,975
294,354	-	294,354
220,322	-	220,322
420,228	-	420,228
379,647	-	379,647
<u>1,369,526</u>	<u>-</u>	<u>1,369,526</u>
215,620	-	215,620
<u>3,016,225</u>	<u>12,194,000</u>	<u>15,210,225</u>
<u>3,231,845</u>	<u>12,194,000</u>	<u>15,425,845</u>
<u>4,601,371</u>	<u>12,194,000</u>	<u>16,795,371</u>

**OLENTANGY LOCAL SCHOOL DISTRICT  
COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2010**

	SPECIAL REVENUE FUNDS		
	PUBLIC SCHOOL SUPPORT	GRANTS - LOCAL SOURCES	DISTRICT-MANAGED STUDENT ACTIVITIES
<b>REVENUES:</b>			
Intergovernmental:			
Federal restricted grants-in-aid	\$ -	-	-
State restricted grants-in-aid	-	22,970	-
Food Service	-	-	-
Investment income	-	-	-
Co-curricular activities	-	-	533,173
Tuition & fees	-	-	-
Other	311,212	3,907	59,046
<b>TOTAL REVENUES</b>	311,212	26,877	592,219
<b>EXPENDITURES:</b>			
Current:			
Instructional services:			
Regular	255,114	25,669	-
Special	-	-	-
Total Instructional Services	255,114	25,669	-
Support services:			
Operation and maintenance	-	-	-
School administration	-	-	-
Pupils	-	-	-
Instructional Staff	-	-	-
Fiscal services	-	-	-
Food Service	-	-	-
Central services	-	-	-
Total Support Services	-	-	-
Co-curricular student activities	-	-	448,910
Community services	-	-	218,815
Capital outlay	-	-	-
<b>TOTAL EXPENDITURES</b>	255,114	25,669	667,725
Net change in fund balances	56,098	1,208	(75,506)
<b>OTHER FINANCING SOURCES -</b>			
Transfers in	-	-	-
<b>TOTAL OTHER FINANCING SOURCES</b>	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	56,098	1,208	(75,506)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	195,657	193,538	356,607
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	\$ 251,755	194,746	281,101

**OLENTANGY LOCAL SCHOOL DISTRICT**

**SPECIAL REVENUE FUNDS**

OTHER LOCAL SOURCES	AUXILIARY SERVICE	EMIS GRANTS	ONENET NETWORK CONNECTIVITY
-	-	-	-
-	366,797	26,975	45,726
-	-	-	-
-	23	-	-
-	-	-	-
920,695	-	-	-
-	-	-	-
<u>920,695</u>	<u>366,820</u>	<u>26,975</u>	<u>45,726</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	50,311	40,000
-	-	50,311	40,000
933,407	-	-	-
-	327,874	-	-
-	-	-	-
<u>933,407</u>	<u>327,874</u>	<u>50,311</u>	<u>40,000</u>
(12,712)	38,946	(23,336)	5,726
-	-	-	-
-	-	-	-
(12,712)	38,946	(23,336)	5,726
190,083	82,751	-	-
<u>177,371</u>	<u>121,697</u>	<u>(23,336)</u>	<u>5,726</u>

(Continued)

**OLENTANGY LOCAL SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES,  
 EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS, Continued  
 YEAR ENDED JUNE 30, 2010**

SPECIAL REVENUE FUNDS			
	OTHER STATE GRANTS	TITLE VIB GRANTS	TITLE I GRANTS
<b>REVENUES:</b>			
Intergovernmental:			
Federal restricted grants-in-aid	\$ -	3,053,504	224,036
State restricted grants-in-aid	-	-	-
Food Service	-	-	-
Investment income	-	-	-
Co-curricular activities	-	-	-
Tuition & fees	-	-	-
Other	-	-	-
<b>TOTAL REVENUES</b>	-	3,053,504	224,036
<b>EXPENDITURES:</b>			
Current:			
Instructional services:			
Regular	-	-	-
Special	-	1,822,389	243,081
Total Instructional Services	-	1,822,389	243,081
Support services:			
Operation and maintenance	-	-	315
School administration	-	2,608	-
Pupils	-	1,227,512	-
Instructional Staff	30,943	-	12,276
Fiscal services	-	-	-
Food Service	-	-	-
Central services	-	-	-
Total Support Services	30,943	1,230,120	12,591
Co-curricular student activities	-	-	-
Community services	-	-	2,444
Capital outlay	-	-	-
<b>TOTAL EXPENDITURES</b>	30,943	3,052,509	258,116
Net change in fund balances	(30,943)	995	(34,080)
<b>OTHER FINANCING SOURCES -</b>			
Transfers in	-	-	-
<b>TOTAL OTHER FINANCING SOURCES</b>	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(30,943)	995	(34,080)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	31,120	15,395	19,202
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	\$ 177	16,390	(14,878)

**OLENTANGY LOCAL SCHOOL DISTRICT**

**SPECIAL REVENUE FUNDS**

<b>TITLE V GRANTS</b>	<b>TITLE III LIMITED ENGLISH</b>	<b>SAFE AND DRUG-FREE SCHOOLS</b>	<b>STATE FISCAL STABILIZATION GRANT</b>	<b>EDUCATION OF THE HANDICAPPED PRESCHOOL GRANTS</b>
-	75,038	17,660	536,322	17,501
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
124	-	-	-	-
<u>124</u>	<u>75,038</u>	<u>17,660</u>	<u>536,322</u>	<u>17,501</u>
-	-	-	59,055	-
-	75,631	-	-	17,501
-	<u>75,631</u>	-	<u>59,055</u>	<u>17,501</u>
-	-	-	418,789	-
-	-	-	-	-
-	956	10,154	-	-
-	-	864	-	-
-	-	-	-	-
-	-	-	-	-
-	<u>956</u>	<u>11,018</u>	<u>418,789</u>	-
-	-	-	-	-
-	-	-	-	-
-	<u>76,587</u>	<u>11,018</u>	<u>477,844</u>	<u>17,501</u>
124	(1,549)	6,642	58,478	-
-	-	-	-	-
-	-	-	-	-
124	(1,549)	6,642	58,478	-
(124)	-	228	-	-
<u>-</u>	<u>(1,549)</u>	<u>6,870</u>	<u>58,478</u>	<u>-</u>

(Continued)

**OLENTANGY LOCAL SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES,  
 EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS, Continued  
 YEAR ENDED JUNE 30, 2010**

	SPECIAL REVENUE FUNDS		
	TITLE II-A	OTHER FEDERAL GRANTS	FOOD SERVICE
<b>REVENUES:</b>			
Intergovernmental:			
Federal restricted grants-in-aid	\$ 89,823	2,751	1,345,135
State restricted grants-in-aid	-	-	-
Food Service	-	-	5,245,079
Investment income	-	-	732
Co-curricular activities	-	-	-
Tuition & fees	-	-	-
Other	-	-	-
<b>TOTAL REVENUES</b>	<b>89,823</b>	<b>2,751</b>	<b>6,590,946</b>
<b>EXPENDITURES:</b>			
Current:			
Instructional services:			
Regular	-	-	-
Special	-	-	-
Total Instructional Services	-	-	-
Support services:			
Operation and maintenance	-	-	-
School administration	-	-	-
Pupils	-	-	-
Instructional Staff	97,675	405	-
Fiscal services	-	-	-
Food Service	-	-	6,419,953
Central services	-	-	-
Total Support Services	97,675	405	6,419,953
Co-curricular student activities	-	-	-
Community services	4,405	-	-
Capital outlay	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>102,080</b>	<b>405</b>	<b>6,419,953</b>
Net change in fund balances	(12,257)	2,346	170,993
<b>OTHER FINANCING SOURCES -</b>			
Transfers in	-	-	-
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(12,257)	2,346	170,993
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>18,022</b>	<b>1,179</b>	<b>1,977,014</b>
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<b>\$ 5,765</b>	<b>3,525</b>	<b>2,148,007</b>

**OLENTANGY LOCAL SCHOOL DISTRICT**

TOTAL NONMAJOR SPECIAL REVENUE FUNDS	NONMAJOR CAPITAL PROJECTS PERMANENT IMPROVEMENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
5,361,770	-	5,361,770
462,468	-	462,468
5,245,079	-	5,245,079
755	-	755
533,173	-	533,173
920,695	-	920,695
374,289	-	374,289
<u>12,898,229</u>	<u>-</u>	<u>12,898,229</u>
339,838	-	339,838
2,158,602	-	2,158,602
<u>2,498,440</u>	<u>-</u>	<u>2,498,440</u>
419,104	-	419,104
2,608	-	2,608
1,238,622	-	1,238,622
142,163	-	142,163
-	6,000	6,000
6,419,953	-	6,419,953
90,311	-	90,311
<u>8,312,761</u>	<u>6,000</u>	<u>8,318,761</u>
1,382,317	-	1,382,317
553,538	-	553,538
-	-	-
<u>12,747,056</u>	<u>6,000</u>	<u>12,753,056</u>
151,173	(6,000)	145,173
-	12,200,000	12,200,000
-	12,200,000	12,200,000
151,173	12,194,000	12,345,173
3,080,672	-	3,080,672
<u>3,231,845</u>	<u>12,194,000</u>	<u>15,425,845</u>

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, 2010

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget</u>
<b>SPECIAL REVENUE FUNDS</b>			
<b>Public School Support</b>			
Total Revenues and Other Sources	\$ 251,082	316,610	65,528
Total Expenditures and Other Uses	372,809	274,682	98,127
Net Change in Fund Balance	(121,727)	41,928	163,655
Fund Balance, July 1	176,493	176,493	-
Prior Year Encumbrances Appropriated	15,846	15,846	-
Fund Balance, June 30	<u>\$ 70,612</u>	<u>234,267</u>	<u>163,655</u>
<b>Grants-Local Sources</b>			
Total Revenues and Other Sources	\$ 64,584	26,877	(37,707)
Total Expenditures and Other Uses	89,309	28,109	61,200
Net Change in Fund Balance	(24,725)	(1,232)	23,493
Fund Balance, July 1	193,424	193,424	-
Prior Year Encumbrances Appropriated	1,755	1,755	-
Fund Balance, June 30	<u>\$ 170,454</u>	<u>193,947</u>	<u>23,493</u>
<b>District-Managed Student Activities</b>			
Total Revenues and Other Sources	\$ 656,243	591,987	(64,256)
Total Expenditures and Other Uses	1,039,067	725,390	313,677
Net Change in Fund Balance	(382,824)	(133,403)	249,421
Fund Balance, July 1 (Restated)	371,755	371,755	-
Prior Year Encumbrances Appropriated	35,646	35,646	-
Fund Balance, June 30	<u>\$ 24,577</u>	<u>273,998</u>	<u>249,421</u>
<b>Other Local Sources</b>			
Total Revenues and Other Sources	\$ 1,039,814	932,949	(106,865)
Total Expenditures and Other Uses	1,213,456	959,740	253,716
Net Change in Fund Balance	(173,642)	(26,791)	146,851
Fund Balance, July 1	148,299	148,299	-
Prior Year Encumbrances Appropriated	25,625	25,625	-
Fund Balance, June 30	<u>\$ 282</u>	<u>147,133</u>	<u>146,851</u>

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, 2010

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget</u>
<b>Auxiliary Services</b>			
Total Revenues and Other Sources	\$ 334,989	334,932	(57)
Total Expenditures and Other Uses	522,814	467,552	55,262
Net Change in Fund Balance	(187,825)	(132,620)	55,205
Fund Balance, July 1	1,463	1,463	-
Prior Year Encumbrances Appropriated	187,795	187,795	-
Fund Balance, June 30	<u>\$ 1,433</u>	<u>56,638</u>	<u>55,205</u>
<b>EMIS Grants</b>			
Total Revenues and Other Sources	\$ 29,084	26,975	(2,109)
Total Expenditures and Other Uses	29,084	26,975	2,109
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>-</u>	<u>-</u>
<b>Onenet Network Connectivity</b>			
Total Revenues and Other Sources	\$ 40,000	45,726	5,726
Total Expenditures and Other Uses	40,000	40,000	-
Net Change in Fund Balance	-	5,726	5,726
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>5,726</u>	<u>5,726</u>
<b>School Net Professional Development</b>			
Total Revenues and Other Sources	\$ 5,385	-	(5,385)
Total Expenditures and Other Uses	5,385	-	5,385
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>-</u>	<u>-</u>

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, 2010

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget</u>
<b>Entry Year Professional Development</b>			
Total Revenues and Other Sources	\$ 40,000	-	(40,000)
Total Expenditures and Other Uses	40,000	-	40,000
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>-</u>	<u>-</u>
<b>Other State Grants</b>			
Total Revenues and Other Sources	\$ 49,539	-	(49,539)
Total Expenditures and Other Uses	79,950	33,170	46,780
Net Change in Fund Balance	(30,411)	(33,170)	(2,759)
Fund Balance, July 1	2,937	2,937	-
Prior Year Encumbrances Appropriated	30,410	30,410	-
Fund Balance, June 30	<u>\$ 2,936</u>	<u>177</u>	<u>(2,759)</u>
<b>Title VI-B Grants</b>			
Total Revenues and Other Sources	\$ 3,128,527	2,894,389	(234,138)
Total Expenditures and Other Uses	3,144,646	3,117,948	26,698
Net Change in Fund Balance	(16,119)	(223,559)	(207,440)
Fund Balance, July 1	4,450	4,450	-
Prior Year Encumbrances Appropriated	16,119	16,119	-
Fund Balance, June 30	<u>\$ 4,450</u>	<u>(202,990)</u>	<u>(207,440)</u>
<b>Title I - Grants</b>			
Total Revenues and Other Sources	\$ 401,547	267,464	(134,083)
Total Expenditures and Other Uses	372,907	318,977	53,930
Net Change in Fund Balance	28,640	(51,513)	(80,153)
Fund Balance, July 1	17,829	17,829	-
Prior Year Encumbrances Appropriated	4,816	4,816	-
Fund Balance, June 30	<u>\$ 51,285</u>	<u>(28,868)</u>	<u>(80,153)</u>

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, 2010

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget</u>
<b>Title V Grants</b>			
Total Revenues and Other Sources	\$ 1,600	1,448	(152)
Total Expenditures and Other Uses	1,520	1,391	129
Net Change in Fund Balance	80	57	(23)
Fund Balance, July 1	(1,406)	(1,406)	-
Prior Year Encumbrances Appropriated	1,439	1,439	-
Fund Balance, June 30	<u>\$ 113</u>	<u>90</u>	<u>(23)</u>
<b>Title III - Grants</b>			
Total Revenues and Other Sources	\$ 75,733	75,598	(135)
Total Expenditures and Other Uses	75,038	75,038	-
Net Change in Fund Balance	695	560	(135)
Fund Balance, July 1	(560)	(560)	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 135</u>	<u>-</u>	<u>(135)</u>
<b>Safe and Drug Free Schools Grant</b>			
Total Revenues and Other Sources	\$ 29,812	14,027	(15,785)
Total Expenditures and Other Uses	25,612	18,076	7,536
Net Change in Fund Balance	4,200	(4,049)	(8,249)
Fund Balance, July 1	228	228	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ 4,428</u>	<u>(3,821)</u>	<u>(8,249)</u>
<b>State Fiscal Stabilization Fund</b>			
Total Revenues and Other Sources	\$ 536,751	536,322	(429)
Total Expenditures and Other Uses	536,751	536,322	429
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>-</u>	<u>-</u>

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, 2010

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget</u>
<b>Education of the Handicapped Preschool Grant</b>			
Total Revenues and Other Sources	\$ 17,501	17,501	-
Total Expenditures and Other Uses	17,501	17,501	-
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>-</u>	<u>-</u>
<b>Title II-A Grant</b>			
Total Revenues and Other Sources	\$ 209,837	123,517	(86,320)
Total Expenditures and Other Uses	185,530	115,953	69,577
Net Change in Fund Balance	24,307	7,564	(16,743)
Fund Balance, July 1	(26,308)	(26,308)	-
Prior Year Encumbrances Appropriated	22,552	22,552	-
Fund Balance, June 30	<u>\$ 20,551</u>	<u>3,808</u>	<u>(16,743)</u>
<b>Other Federal Grants</b>			
Total Revenues and Other Sources	\$ 5,072	1,741	(3,331)
Total Expenditures and Other Uses	5,168	4,416	752
Net Change in Fund Balance	(96)	(2,675)	(2,579)
Fund Balance, July 1	1,180	1,180	-
Prior Year Encumbrances Appropriated	61	61	-
Fund Balance, June 30	<u>\$ 1,145</u>	<u>(1,434)</u>	<u>(2,579)</u>
<b>Food Service</b>			
Total Revenues and Other Sources	\$ 6,509,000	6,000,290	(508,710)
Total Expenditures and Other Uses	6,449,054	5,920,369	528,685
Net Change in Fund Balance	59,946	79,921	19,975
Fund Balance, July 1	2,459,506	2,459,506	-
Prior Year Encumbrances Appropriated	26,904	26,904	-
Fund Balance, June 30	<u>\$ 2,546,356</u>	<u>2,566,331</u>	<u>19,975</u>

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, 2010

	<b>Revised Budget</b>	<b>Actual</b>	<b>Variance with Revised Budget</b>
<b>CAPITAL PROJECTS FUND</b>			
<b>Permanent Improvement</b>			
Total Revenues and Other Sources	\$ 12,200,000	12,200,000	-
Total Expenditures and Other Uses	6,000	6,000	-
Net Change in Fund Balance	12,194,000	12,194,000	-
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	\$ 12,194,000	12,194,000	-
<b>School Net</b>			
Total Revenues and Other Sources	\$ 53,874		(53,874)
Total Expenditures and Other Uses	53,874		53,874
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance, June 30	\$ -	-	-

# 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.

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**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, 2010

	BALANCE At <u>July 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	BALANCE At <u>June 30, 2010</u>
<b>ASSETS:</b>				
Cash and investments	\$ 386,551	712,952	674,343	425,160
<b>TOTAL ASSETS</b>	<u>\$ 386,551</u>	<u>712,952</u>	<u>674,343</u>	<u>425,160</u>
<b>LIABILITIES:</b>				
Accounts payable	\$ 9,860	0	9,860	0
Due to others	376,691	712,952	664,483	425,160
<b>TOTAL LIABILITIES</b>	<u>\$ 386,551</u>	<u>712,952</u>	<u>674,343</u>	<u>425,160</u>

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, 2010

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget</u>
<b>FIDUCIARY FUND</b>			
<b>Private Purpose Trust Fund</b>			
Total Revenues and Other Sources	\$ 50	5	(45)
Total Expenditures and Other Uses	136	-	136
<hr/>			
Net Change in Fund Balance	(86)	5	91
Fund Balance, July 1	20,194	20,194	-
Prior Year Encumbrances Appropriated	-	-	-
<hr/>			
Fund Balance, June 30	\$ 20,108	20,199	91
<hr/>			

**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.

<u><b>Contents</b></u>	<u><b>Page</b></u>
<b><i>Financial Trends</i></b>	84
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
<b><i>Revenue Capacity</i></b>	92
These schedules contain information to help the reader assess the affordability of the District's most significant local revenue source, the property tax.	
<b><i>Debt Capacity</i></b>	98
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
<b><i>Demographic and Economic Information</i></b>	104
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**  
 Net Assets by Component, Last Eight Fiscal Years  
*(accrual basis of accounting)*

	2003	2004	2005
Governmental activities			
Invested in capital assets, net of related debt	\$7,472,715	\$4,472,481	\$7,111,482
Restricted	10,180,627	10,924,626	12,560,888
Unrestricted	14,174,849	(5,421,516)	7,139,165
Total governmental activities net assets	<u>\$31,828,191</u>	<u>\$9,975,591</u>	<u>\$26,811,535</u>

Source: Office of the Treasurer, Olentangy Local School District

Table 1

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$8,903,145	\$13,137,514	\$10,647,873	\$14,819,090	\$3,163,011
17,830,931	17,746,583	21,480,317	21,938,231	33,553,973
22,517,905	18,032,699	19,425,032	11,087,727	13,009,548
<u>\$49,251,981</u>	<u>\$48,916,796</u>	<u>\$51,553,222</u>	<u>\$47,845,048</u>	<u>\$49,726,532</u>

**OLENTANGY LOCAL SCHOOL DISTRICT**

Changes in Net Assets, Last Eight Fiscal Years

*(accrual basis of accounting)*

	2003	2004	2005
<b>Expenses</b>			
Governmental activities:			
Instruction			
Regular	\$29,233,127	\$37,907,726	\$42,823,744
Special	5,144,488	8,267,681	8,728,471
Vocational	625,387	666,085	746,329
Continuing	190,931	355,891	349,114
Support Services			
Operation and maintenance of plant	6,015,864	8,678,220	9,483,145
School administration	3,650,786	4,493,767	4,875,771
Pupils	3,855,730	3,809,803	4,534,860
Business operations	1,771,349	1,944,399	2,288,138
Instructional staff	2,443,651	3,123,226	3,264,928
Student transportation	4,153,684	4,706,098	5,492,319
Food services	2,420,401	3,171,374	3,664,270
Central services	1,271,013	1,561,282	1,656,155
General administration	192,932	275,312	333,659
Facilities	486,959	217,159	0
Co-curricular activities	1,792,695	2,468,676	2,847,202
Community services	387,301	372,895	468,977
Interest	9,283,859	10,838,180	11,675,021
Total governmental activities expenses	<u>72,920,157</u>	<u>92,857,774</u>	<u>103,232,103</u>
<b>Program Revenue</b>			
Governmental activities:			
Charges for services:			
Instruction			
Regular	227,980	323,665	477,823
Support Services			
Food services	2,078,292	2,558,852	3,216,801
Co-curricular activities	571,257	746,666	867,974
Community services	<u>0</u>	<u>0</u>	<u>0</u>
Total charges for services	2,877,529	3,629,183	4,562,598
Operating Grants and Contributions	1,496,588	2,630,674	3,103,719
Capital Contributions	<u>0</u>	<u>1,134,873</u>	<u>4,651,152</u>
Total governmental activities program revenue	<u>4,374,117</u>	<u>7,394,730</u>	<u>12,317,469</u>
<b>Net Expense</b>	<u>(68,546,040)</u>	<u>(85,463,044)</u>	<u>(90,914,634)</u>
<b>General Revenues and Other Changes in Net Assets</b>			
Governmental activities:			
Property taxes	55,221,377	53,599,792	93,295,674
Payments in lieu of taxes	0	0	0
Grants and entitlements not restricted to Specific Programs	9,885,088	11,497,567	15,471,497
Investment earnings	1,374,433	427,295	1,783,425
Miscellaneous	582,526	670,651	655,565
Total governmental activities general revenues and other changes	<u>67,063,424</u>	<u>66,195,305</u>	<u>111,206,161</u>
<b>Changes in Net Assets</b>	<u>(\$1,482,616)</u>	<u>(\$19,267,739)</u>	<u>\$20,291,527</u>

Source: Office of the Treasurer, Olentangy Local School District

Table 2

2006	2007	2008	2009	2010
\$46,825,283	\$51,595,190	\$63,351,084	\$69,871,104	\$77,514,603
9,515,195	12,455,942	13,891,719	14,217,873	17,094,917
886,930	1,052,851	993,021	1,106,266	907,406
0	0	0	0	0
10,004,841	11,352,535	12,924,366	15,245,349	15,642,735
4,944,790	6,029,579	7,681,963	7,718,207	8,328,364
5,477,774	4,181,363	4,542,879	6,159,601	6,469,777
2,488,272	2,819,975	2,227,233	3,208,353	3,983,948
3,537,520	5,461,880	6,645,984	8,125,921	8,444,707
6,201,572	6,303,408	7,230,673	7,904,571	7,916,609
4,026,471	4,573,743	5,525,299	6,276,750	6,625,352
1,661,191	2,101,499	2,367,639	2,487,193	2,641,064
354,452	286,484	396,744	533,635	394,642
0	0	0	0	0
2,801,661	3,289,805	3,821,794	4,656,175	4,764,973
371,161	715,456	516,660	730,475	553,538
14,803,419	13,925,336	16,131,220	17,325,099	18,961,460
<u>113,900,532</u>	<u>126,145,046</u>	<u>148,248,278</u>	<u>165,566,572</u>	<u>180,244,095</u>
688,308	683,200	656,917	731,890	833,934
3,661,774	4,110,020	4,494,932	5,007,556	5,245,811
952,609	1,151,313	1,211,959	1,432,186	1,453,868
65,255	85,276	81,633	69,727	59,046
<u>5,367,946</u>	<u>6,029,809</u>	<u>6,445,441</u>	<u>7,241,359</u>	<u>7,592,659</u>
<u>4,337,988</u>	<u>6,165,611</u>	<u>6,382,771</u>	<u>6,387,084</u>	<u>8,963,858</u>
0	498,681	0	0	0
<u>9,705,934</u>	<u>12,694,101</u>	<u>12,828,212</u>	<u>13,628,443</u>	<u>16,556,517</u>
<u>(104,194,598)</u>	<u>(113,450,945)</u>	<u>(135,420,066)</u>	<u>(151,938,129)</u>	<u>(163,687,578)</u>
105,721,238	89,541,969	106,880,168	111,190,249	133,075,955
0	0	7,793,675	10,941,327	8,014,579
15,394,492	16,332,422	17,973,698	23,256,179	23,426,024
5,125,075	6,539,783	4,474,517	2,159,194	447,746
394,239	701,586	934,434	683,006	604,758
<u>126,635,044</u>	<u>113,115,760</u>	<u>138,056,492</u>	<u>148,229,955</u>	<u>165,569,062</u>
<u>\$22,440,446</u>	<u>(\$335,185)</u>	<u>\$2,636,426</u>	<u>(\$3,708,174)</u>	<u>\$1,881,484</u>

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Fund Balances, Governmental Funds, Last Eight Fiscal Years  
*(modified accrual basis of accounting)*

	2003	2004	2005
General Fund			
Reserved	\$12,922,194	\$5,573,883	\$19,728,818
Unreserved (Deficit)	3,187,498	(8,369,784)	(10,227,261)
Total General Fund	<u>16,109,692</u>	<u>(2,795,901)</u>	<u>9,501,557</u>
All Other Governmental Funds			
Reserved	18,267,638	11,051,096	6,593,600
Unreserved, reported in:			
Special Revenue Funds	951,688	1,110,792	1,484,291
Debt Service Fund	3,032,701	7,874,857	7,073,458
Capital Projects Fund	14,479,498	60,921,291	52,227,516
Total All Other Governmental Funds	<u>\$36,731,525</u>	<u>\$80,958,036</u>	<u>\$67,378,865</u>

Source: Office of the Treasurer, Olentangy Local School District

Table 3

2006	2007	2008	2009	2010
\$25,158,402	\$11,930,490	\$15,059,283	\$13,483,003	\$11,631,899
259,600	8,967,542	7,230,616	8,459,258	15,413,535
<u>25,418,002</u>	<u>20,898,032</u>	<u>22,289,899</u>	<u>21,942,261</u>	<u>27,045,434</u>
79,099,119	28,800,162	28,180,064	17,950,259	21,099,510
2,145,492	2,698,550	2,934,440	2,845,975	3,016,225
9,154,210	11,776,749	14,483,257	17,200,636	16,896,363
36,772,927	29,137,802	37,609,710	29,180,805	42,955,268
<u>\$127,171,748</u>	<u>\$72,413,263</u>	<u>\$83,207,471</u>	<u>\$67,177,675</u>	<u>\$83,967,366</u>

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

	2003	2004	2005
<b>Revenue</b>			
From Local Sources			
Taxes	\$55,218,875	\$53,029,792	\$92,968,674
Tuition	227,980	323,665	477,823
Investment income	1,374,433	427,295	1,783,425
Food services	2,078,292	2,558,852	3,216,801
Co-curricular activities	571,257	746,666	867,974
Intergovernmental - State	10,279,466	12,243,660	16,296,214
Intergovernmental - Federal	987,165	1,860,824	2,096,205
Other Revenue	582,526	670,651	637,341
<b>Total Revenues</b>	<b>71,319,994</b>	<b>71,861,405</b>	<b>118,344,457</b>
<b>Expenditures</b>			
Current:			
Instruction			
Regular	27,286,855	34,285,184	38,546,799
Special	5,066,348	8,085,579	8,575,538
Vocational	592,806	656,618	738,515
Continuing	190,931	355,891	349,114
Support Services			
Operation and maintenance of plant	6,156,949	8,545,251	8,858,302
School administration	3,534,270	4,374,741	4,804,149
Pupils	3,806,049	3,775,244	4,531,252
Business operations	1,728,211	1,927,467	2,314,520
Instructional staff	2,479,700	3,096,737	3,221,256
Student transportation	5,086,093	5,929,092	5,801,428
Food services	2,255,382	2,983,685	3,469,304
Central services	1,224,971	1,533,023	1,670,545
General administration	194,180	274,462	333,659
Facilities	65,544	218,936	352,450
Co-curricular Activities	1,723,783	2,374,907	2,726,546
Community Services	387,276	398,343	470,914
Capital Outlay	57,848,352	19,495,419	15,095,460
Debt Service:			
Principal Retirement	3,451,537	3,534,195	5,817,145
Interest and Fiscal Charges	9,468,711	10,351,254	11,618,719
<b>Total Expenditures</b>	<b>132,547,948</b>	<b>112,196,028</b>	<b>119,295,615</b>
Excess (deficiency) of revenue over (under) expenditures	<u>(61,227,954)</u>	<u>(40,334,623)</u>	<u>(951,158)</u>
Other Financing Sources (Uses)			
Proceeds from bonds issued	0	0	0
Proceeds from sale of assets	0	0	9,351
Proceeds from sale of bonds	39,635,000	61,600,000	0
Premium on bonds & notes	688,231	4,237,771	2,856,581
Proceeds from sale of notes	0	0	0
Issuance of refunding bonds	0	9,085,000	34,779,980
Payment to refunded bond escrow agent	0	(9,267,230)	(37,258,629)
Redemption of bond anticipation notes	0	0	0
Inception of capital lease	0	0	0
Proceeds from sale of assets	0	0	0
Transfers in	4,357	27,106	0
Transfers out	(4,357)	(27,106)	0
<b>Total Other Financing (Sources) Uses</b>	<b>40,323,231</b>	<b>65,655,541</b>	<b>387,283</b>
<b>Net Changes in Fund Balance</b>	<b><u>(\$20,904,723)</u></b>	<b><u>\$25,320,918</u></b>	<b><u>(\$563,875)</u></b>
Debt service as a percentage of noncapital expenditures	17.3%	15.0%	16.7%

Source: Office of the Treasurer, Olentangy Local School District

Table 4

2006	2007	2008	2009	2010
\$105,932,238	\$89,358,969	\$113,844,843	\$122,008,576	\$140,619,654
489,593	1,219,479	1,223,276	1,371,787	1,439,510
5,125,075	6,539,783	4,474,517	2,159,194	415,746
3,661,774	4,106,838	4,493,533	5,007,556	5,245,079
952,609	455,374	455,463	590,144	533,173
16,960,487	19,248,878	20,772,188	26,346,526	26,216,398
2,850,828	3,367,072	3,569,344	3,430,743	5,909,751
672,659	1,092,728	1,186,247	909,292	933,532
<u>136,645,263</u>	<u>125,389,121</u>	<u>150,019,411</u>	<u>161,823,818</u>	<u>181,312,843</u>
42,652,305	47,043,417	56,635,706	63,087,442	69,317,025
9,587,507	12,193,335	13,770,332	13,995,119	16,818,543
846,504	1,092,596	981,998	1,095,048	941,756
0	0	0	0	0
9,727,391	10,560,265	12,690,178	14,449,518	14,655,066
5,054,225	5,620,889	7,018,217	7,626,637	8,124,900
5,442,613	4,153,301	4,554,433	6,115,407	6,373,339
2,467,966	2,790,643	2,214,112	3,201,539	3,757,654
3,465,848	5,430,964	6,604,827	8,076,686	8,392,172
5,568,608	6,636,861	6,805,361	6,946,812	8,207,437
3,851,125	4,408,999	5,316,186	6,035,217	6,419,953
1,644,252	1,934,402	2,337,809	2,469,635	2,652,203
354,452	286,484	396,744	533,635	394,642
272,361	312,060	282,933	294,831	438,581
2,631,116	3,140,755	3,649,330	4,450,591	4,492,964
371,531	713,482	534,477	727,641	553,538
25,611,770	57,651,499	29,192,799	28,103,217	22,141,945
4,842,560	3,999,519	6,469,166	7,610,563	10,833,270
14,655,124	15,763,877	15,117,165	16,556,877	18,447,581
<u>139,047,258</u>	<u>183,733,348</u>	<u>174,571,773</u>	<u>191,376,415</u>	<u>202,962,569</u>
<u>(2,401,995)</u>	<u>(58,344,227)</u>	<u>(24,552,362)</u>	<u>(29,552,597)</u>	<u>(21,649,726)</u>
0	0	0	0	0
14,759	0	18,578	41,586	0
74,230,000	0	0	0	41,589,998
7,105,081	4,715,470	598,093	1,233,577	0
0	0	36,400,000	11,900,000	1,209,119
43,532,307	89,949,954	9,339,997	36,400,000	25,249,999
(46,770,824)	(96,174,520)	(9,618,231)	0	(13,349,999)
0	0	0	(36,400,000)	(11,900,000)
0	574,868	0	0	743,473
0	0	0	0	0
0	0	0	0	12,200,000
0	0	0	0	(12,200,000)
<u>78,111,323</u>	<u>(934,228)</u>	<u>36,738,437</u>	<u>13,175,163</u>	<u>43,542,590</u>
<u>\$75,709,328</u>	<u>(\$59,278,455)</u>	<u>\$12,186,075</u>	<u>(\$16,377,434)</u>	<u>\$21,892,864</u>
17.2%	15.7%	14.8%	14.8%	16.2%

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

Table 5

Tax Year		Real Estate			Tangible Personal			Public Utility		Total	
		Assessed Value	Estimated Actual Value		Assessed Value	Estimated Actual Value		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
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
2009	35	3,037,618,780	8,678,910,800	0	8,009,532	0	35	72,402,910	206,865,457	3,118,031,222	8,885,776,257
2010	35	3,091,038,850	8,831,539,571	0	4,482,488	0	35	74,107,400	211,735,429	3,169,628,738	9,043,275,000

**Source:** Office of Auditor, Delaware County, Ohio

Notes: (a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the rules of the State Tax Commissioner.  
 (b) The rate at which tangible personal property used in business is assessed for purposes of ad valorem proper taxation decreased one percent each year from 35% in 1983 until it reached 25% in 1993. House Bill 66 has begun the phase out of TPP over the next 3 years. The listing percentage is 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008, and zero percent for 2009.

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**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			Total
						-----Voted----- Gen. Fund	Bond	Unvoted	
2000/2001	\$5.92	\$3.40	\$0.19	\$13.99	\$6.10	<b>\$38.60</b>	<b>\$6.20</b>	<b>\$5.00</b>	<b>\$49.80</b>
2001/2002	5.61	3.20	0.18	13.95	11.75	<b>38.60</b>	<b>6.20</b>	<b>5.00</b>	<b>49.80</b>
2002/2003	5.61	3.20	0.15	17.85	12.15	<b>38.60</b>	<b>6.96</b>	<b>5.00</b>	<b>50.56</b>
2003/2004	5.61	3.20	0.12	17.51	14.55	<b>38.60</b>	<b>6.90</b>	<b>5.00</b>	<b>50.50</b>
2004/2005	5.61	3.20	0.09	17.40	14.00	<b>49.10</b>	<b>6.90</b>	<b>5.00</b>	<b>61.00</b>
2005/2006	5.98	3.20	0.08	17.42	14.00	<b>49.10</b>	<b>7.90</b>	<b>5.00</b>	<b>62.00</b>
2006/2007	5.98	3.20	0.08	17.42	14.00	<b>49.10</b>	<b>7.90</b>	<b>5.00</b>	<b>62.00</b>
2007/2008	4.25	3.20	0.08	18.55	10.06	<b>49.10</b>	<b>7.90</b>	<b>5.00</b>	<b>62.00</b>
2008/2009	4.25	3.20	0.08	18.79	10.24	<b>57.00</b>	<b>8.72</b>	<b>5.00</b>	<b>70.72</b>
2009/2010	7.09	3.20	1.03	17.15	8.60	<b>57.00</b>	<b>8.72</b>	<b>5.00</b>	<b>70.72</b>

**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.

OLENTANGY LOCAL SCHOOL DISTRICT

Table 6

Berkshire Township	Berlin Township	Concord Township	Delaware Township	Genoa Township	Powell Corp.	Liberty Township	Orange Township	Columbus Corp.	Delaware Corp.
\$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
6.89	7.87	14.09	10.59	12.19	13.68	11.17	11.39	3.74	4.89
4.80	5.78	12.00	8.50	10.10	11.74	9.14	9.30	2.10	2.80

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Principal Property Taxpayers

Table 7

**June 30, 2010**

**Real Property (2010 collection year)**

<u>Name</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
1) JPMorgan Chase & Co.	\$15,023,480	0.46%
2) NP Limited Partnership	9,908,650	0.31
3) Nationwide Mutual Insurance Company	9,772,570	0.31
4) Knickerbocker Properties INC XLII	8,505,000	0.27
5) Citicorp North America Inc.	8,469,440	0.27
6) Evans Capital Investments LTD	8,251,120	0.26
7) Tuller Square Northpointe LLC	7,877,980	0.25
8) UH Columbus Investments Limited Partnership	6,700,830	0.21
9) Kenyon Square LLC	6,230,010	0.20
10) Market at Liberty Crossing LLC	5,917,000	0.19

**Public Utility (2009 collection year)**

1) Columbus Southern Power Company	49,995,910	1.58
2) American Transmissions Systems Inc.	10,252,380	0.32
3) Columbia Gas of Ohio	6,268,130	0.20
4) Ohio Power Co.	2,430,670	0.08
5) Suburban Natural Gas Co.	2,411,990	0.08
<b>TOTAL PRINCIPAL TAXPAYERS</b>	<b>\$ 158,015,160</b>	<b>4.99</b>
<b>ALL OTHERS</b>	<b>\$ 3,011,613,578</b>	<b>95.01</b>
<b>TOTAL ASSESSED VALUATION</b>	<b>\$ 3,169,628,738</b>	<b>100.00%</b>

**June 30, 2001**

**Real Property (2001 collection year)**

<u>Name</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
1) Banc One Corporation	\$26,625,600	1.80%
2) Polaris Amphitheater	18,840,000	1.28
3) Planned Communities, Inc	18,211,040	1.24
4) Polaris Center LLC	17,952,800	1.22
5) Fairfield Green	17,824,900	1.21
6) Office at Polaris	15,860,800	1.08
7) Nationwide Mutual Insurance Company	14,217,300	0.97
8) Rennob Inc.	14,033,970	0.95
9) Meijer Properties Inc.	13,750,300	0.93
10) M/I Schottenstein Homes	11,961,740	0.81

**Tangible Personal Property (2000 collection year)**

1) Banc One Services Corporation	28,012,000	1.90
2) ATS Ohio, Inc.	2,557,270	0.17
3) Micro Industries Corp.	2,327,310	0.16
4) Abrasive Technology	2,057,400	0.14
5) Rockwell International	1,911,760	0.13

**Public Utility (2001 collection year)**

1) Columbus Southern Power Company	59,537,230	4.04
2) Ohio Edison Co.	28,419,550	1.93
3) Columbia Gas of Ohio	16,327,020	1.11
4) GTE North Incorporated	12,403,480	0.84
5) Ohio Bell Telephone Co.	8,780,350	0.60
<b>TOTAL PRINCIPAL TAXPAYERS</b>	<b>\$ 331,611,820</b>	<b>22.52</b>
<b>ALL OTHERS</b>	<b>\$ 1,140,953,879</b>	<b>77.48</b>
<b>TOTAL ASSESSED VALUATION</b>	<b>\$ 1,472,565,699</b>	<b>100.00%</b>

**Source:** Office of the Auditor, Delaware County, Ohio

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

Table 8

<b>Collection Year</b>	<b>Total Tax Levy</b>	<b>Current Tax Collections</b>	<b>% of Levy Collected</b>	<b>Delq. Tax Collections</b>	<b>Total Tax Collections</b>	<b>% of Tax Collection to Levy</b>
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
2008	111,412,784	109,307,393	98.11	2,314,697	111,622,090	100.19
2009	142,292,495	137,560,399	96.67	3,955,920	141,516,318	99.45

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

Source: Office of the Auditor, Delaware County, Ohio

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Ratio of Net General Bonded Debt Outstanding  
Last Ten Years

Table 9

Collection Year	Assessed Value Real & Personal Property <sup>1</sup>	General Debt <sup>2</sup>	Capital Leases <sup>2</sup>	% of Debt to Assessed Valuation	Net Bonded Debt Per Capita	Net Bonded Debt Per ADM
2001	\$1,472,565,699	\$98,329,377	\$0	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	24,996
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	25,908
2008	3,066,521,999	338,821,825	335,272	11.06	5,385	26,059
2009	3,118,031,222	346,832,017	228,632	11.13	5,458	24,696
2010	3,169,628,738	379,894,755	686,098	12.01	5,555	24,804

Sources:

<sup>1</sup> Assessed values from Table 5.

<sup>2</sup> Office of the Treasurer, Olentangy Local School District.

**OLENTANGY LOCAL SCHOOL DISTRICT**  
 Computation of Direct and Overlapping Debt  
 June 30, 2010

Table 10

<u>Overlapping Units</u>	<u>Estimate Outstanding Debt</u>	<u>Percent Overlapping</u>	<u>Applicable to Olentangy Local School District</u>
Delaware County	\$33,885,000	49.77%	\$16,864,565
City of Columbus	399,409,654	1.41	5,631,676
City of Delaware	7,000,000	8.83	618,100
City of Powell	24,540,000	100.00	24,540,000
City of Westerville	23,410,000	2.11	493,951
Liberty Township	5,434,993	99.85	5,426,841
Delaware Area Career Center	83,334	62.55	52,125
Delaware Co. Library	150,000	65.92	98,880
Solid Waste Authority of Central Ohio	19,975,000	0.85	169,788
	<u>513,887,981</u>		<u>53,895,926</u>
 Olentangy Local School District	 <u>379,894,755</u>	 100.00	 <u>379,894,755</u>
 Total	 <u><u>\$893,782,736</u></u>		 <u><u>\$433,790,681</u></u>

Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the District by the total assessed valuation of the subdivision. The valuations used were for the 2010 collection year and the Debt outstanding was at December 31, 2009.

**Source:** Ohio Municipal Advisory Council

**OLENTANGY LOCAL SCHOOL DISTRICT**  
 Computation of Legal Debt Margin  
 June 30, 2010

Table 11

Total Assessed Valuation (1)	\$3,169,628,738
<b>OVERALL DEBT LIMITATION</b>	
9 % of assessed valuation (2)	<u>1,104,829,506</u>
Gross indebtedness	379,894,755
Less: Debt outside limitations	<u>-</u>
Debt subject to 9% limitations	379,894,755
Less: Debt service fund balance	<u>19,391,120</u>
Net debt subject to limitations	<u>360,503,635</u>
Legal debt margin within 9% limitation	<u><u>\$744,325,871</u></u>
<b>UNVOTED DEBT LIMITATION</b>	
.1% of assessed valuation	<u>\$3,169,629</u>
Gross indebtedness	
Less: Debt outside limitations	-
Debt subject to limitations	<u>-</u>
Legal debt margin within .1% limitation	<u><u>\$3,169,629</u></u>

**Note:** (1) Assessed valuation from table 5.

(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 of \$12,275,883,404, as authorized by Ohio Revised Code 133.06.

**Source:** Office of the Treasurer, Olentangy Local School District

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**OLENTANGY LOCAL SCHOOL DISTRICT**

Legal Debt Margin Information

June 30, 2010

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Debt Limit	\$132,530,913	\$462,994,551	\$462,994,551	\$439,378,758
Total Net Debt Applicable to Limit	<u>98,329,377</u>	<u>152,678,010</u>	<u>188,968,533</u>	<u>247,141,777</u>
Legal Debt Margin	<u>34,201,536</u>	<u>310,316,541</u>	<u>274,026,018</u>	<u>192,236,981</u>
Total Net Debt Applicable to the Limit	74.19%	32.98%	40.81%	56.25%

**Source:** Office of the Treasurer, Olentangy Local School District

Table 12

2005	2006	2007	2008	2009	2010
\$439,378,758	\$555,404,142	\$555,404,142	\$1,104,829,506	\$1,104,829,506	\$1,104,829,506
241,401,756	244,763,108	248,566,462	338,821,825	346,832,017	360,503,635
197,977,002	310,641,034	306,837,680	776,007,681	757,997,489	744,325,871
54.94%	44.07%	44.75%	30.67%	31.39%	32.63%

**OLENTANGY LOCAL SCHOOL DISTRICT**

Demographic and Economic Statistics

Last Ten Years

Table 13

Year	Population <sup>1</sup>	Delaware County Per Capita Income <sup>2</sup>	Calculated Personal Income	Delaware County Unemployment Rate <sup>3</sup>	Enrollment Membership <sup>4</sup>
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	7,560
2004	52,399	37,980	2,094,912,000	4.0	8,582
2005	55,128	38,940	2,146,684,320	4.2	9,615
2006	57,561	38,940	N/A	4.7	10,972
2007	60,321	40,703	N/A	5.0	11,972
2008	62,915	42,128	2,650,483,120	4.2	13,002
2009	63,544	44,738	2,842,831,472	7.5	14,044
2010	68,390	46,227	3,161,464,530	7.6	15,316

Sources:

<sup>1</sup> OMAC

<sup>2</sup> Delaware County

<sup>3</sup> June data of Ohio Department of Jobs and Family Services

<sup>4</sup> Office of the Treasurer, Olentangy Local School District

**OLENTANGY LOCAL SCHOOL DISTRICT**

Principal Employers

Table 13 B

		<u>2010</u>
<u>Name</u>		<u>Number of Employees</u>
1) JP Morgan Chase		8,729
2) Kroger Company		1,762
3) Olentangy Local Schools		1,696
4) Delaware County		1,105
5) Central Ohio Primary Care Physicians, Inc.		948
6) American Showa		615
7) Ohio Health (Grady Memorial Hospital)		605
8) Ohio Wesleyan University		600
9) Meijer, Inc.		591
10) Delaware City Schools		550
		<hr/>
Total		17,201
		<hr/> <hr/>
Total Employment within Delaware County		92,400
		<hr/> <hr/>

		<u>2001</u>
<u>Name</u>		<u>Number of Employees</u>
1) JP Morgan Chase		1,000
2) Delaware County		810
3) Olentangy Local Schools		672
4) Ohio Health (Grady Memorial Hospital)		657
5) PPG Industries, Inc.		563
6) Delaware City Schools		559
7) Ohio Wesleyan University		495
8) Wal-Mart		465
9) CIGNA		450
10) American Showa		375
		<hr/>
Total		6,046
		<hr/> <hr/>
Total Employment within Delaware County		N/A
		<hr/> <hr/>

**Source:** Office of the Auditor, Delaware County, Ohio

**OLENTANGY LOCAL SCHOOL DISTRICT**

Staffing Statistics (Head Count)

Last Ten Years

	2001	2002	2003	2004
<b>Professional Staff:</b>				
Administrative Intern	0.0	0.0	0.0	0.0
Assistant Principal	8.0	10.0	11.0	12.0
Principal	8.0	9.0	9.0	12.0
Superintendent	1.0	1.0	1.0	1.0
Supervise/Manage/Direct	7.0	7.0	9.0	15.0
Coordinator	5.0	4.0	7.0	4.0
Educ. Administrative Specialist	0.0	3.0	3.0	1.0
ESC Supervisor	0.0	0.0	0.0	0.0
Other Administrative (Dean)	0.0	1.0	1.0	1.0
Assistant Superintendent	0.0	0.0	0.0	1.0
Counseling	12.0	16.0	16.0	17.0
Librarian/Media	5.0	6.0	10.0	12.0
Remedial Specialist	4.0	13.0	10.0	19.0
General Education	0.0	0.0	0.0	0.0
Gifted and Talented	0.0	0.0	0.0	0.0
Preschool Handicapped Itinerant	0.0	0.0	0.0	0.0
Special Education	0.0	0.0	0.0	0.0
Career-Technical Programs/Pathways	0.0	0.0	0.0	0.0
Art Education K-8	0.0	0.0	0.0	0.0
Music Education K-8	0.0	0.0	0.0	0.0
Physical Education K-8	0.0	0.0	0.0	0.0
Regular Teaching	281.0	317.0	357.0	394.0
Special Educ. Teaching	36.0	40.0	47.0	52.0
Vocational Educ. Teaching	8.0	7.0	7.0	8.0
Tutor/Small Group Instructor	0.0	0.0	0.0	0.0
Educ. Service Personnel Teacher	33.0	42.0	48.0	58.0
Suppl. Service Teacher (Spec. Ed)	0.0	0.0	1.0	4.0
Psychologist	5.0	5.0	6.0	8.0
Registered Nursing	4.0	5.0	5.0	6.0
Physical Therapist	1.0	1.0	1.0	1.0
Speech and Language Therapist	5.0	5.0	6.0	7.0
Occupational Therapist	1.0	1.0	1.0	1.0
Other Professional	2.0	1.0	2.0	4.0
Special Education Supervisor	1.0	1.0	2.0	2.0
Home School Liaison	0.0	1.0	1.0	2.0
SST/Work Study	1.0	1.0	1.0	1.0
ESL	1.0	1.0	2.0	3.0
APE	1.0	1.0	1.0	1.0
Gifted	0.0	1.0	1.0	1.0
MH Teacher	0.0	1.0	1.0	1.0
SBH Teacher	0.0	2.0	2.0	2.0
<b>Total Professional Staff</b>	<b>430.0</b>	<b>503.0</b>	<b>569.0</b>	<b>651.0</b>

Table 14

2005	2006	2007	2008	2009	2010
0.0	0.0	0.0	1.0	0.0	0.0
13.0	14.0	16.0	22.0	21.0	22.0
14.0	14.0	16.0	15.0	20.0	20.0
1.0	1.0	1.0	1.0	0.0	1.0
15.0	14.0	15.0	19.0	16.0	16.0
5.0	7.0	7.0	7.0	8.0	11.0
1.0	1.0	1.0	1.0	1.0	1.0
0.0	0.0	0.0	0.0	4.0	4.0
0.0	0.0	0.0	0.0	2.0	1.0
1.0	1.0	1.0	1.0	1.0	1.0
19.0	21.0	24.0	26.0	28.0	33.0
13.0	14.0	15.0	18.0	19.0	20.0
22.0	23.0	28.0	36.0	31.0	30.0
0.0	0.0	0.0	0.0	679.0	714.0
0.0	0.0	0.0	0.0	16.0	17.0
0.0	0.0	0.0	0.0	2.0	1.0
0.0	0.0	0.0	0.0	37.0	31.0
0.0	0.0	0.0	0.0	13.0	12.0
0.0	0.0	0.0	0.0	20.0	19.0
0.0	0.0	0.0	0.0	32.0	33.0
0.0	0.0	0.0	0.0	25.0	27.0
455.0	503.0	561.0	620.0	0.0	0.0
36.0	35.0	39.0	36.0	0.0	0.0
3.0	10.0	11.0	12.0	0.0	0.0
0.0	0.0	0.0	2.0	3.0	9.0
64.0	66.0	72.0	84.0	0.0	0.0
25.0	33.0	38.0	52.0	45.0	56.0
8.0	8.0	9.0	11.0	12.0	13.0
7.0	7.0	7.0	7.0	7.0	7.0
1.0	1.0	1.0	1.0	1.0	2.0
8.0	7.0	8.0	10.0	11.0	13.0
2.0	3.0	3.0	4.0	5.0	5.0
3.0	4.0	6.0	4.0	5.0	5.0
3.0	3.0	5.0	0.0	0.0	0.0
2.0	2.0	2.0	2.0	0.0	0.0
1.0	1.0	1.0	0.0	0.0	0.0
3.0	4.0	5.0	4.0	0.0	0.0
1.0	1.0	1.0	0.0	0.0	0.0
1.0	1.0	1.0	1.0	0.0	0.0
1.0	1.0	1.0	1.0	0.0	0.0
2.0	2.0	1.0	0.0	0.0	0.0
730.0	802.0	896.0	998.0	1,064.0	1,124.0

**OLENTANGY LOCAL SCHOOL DISTRICT**

Staffing Statistics (Head Count)

Last Ten Years

(continued)

	2001	2002	2003	2004
<b>Support Staff:</b>				
Accounting	3.0	3.0	3.0	2.0
Extended Services for General Supervisor	2.0	2.0	3.0	3.0
Treasurer	1.0	1.0	1.0	1.0
Accountant	0.0	0.0	0.0	0.0
Public Relations	1.0	1.0	1.0	0.0
Planning/Research/Development	0.0	0.0	0.0	0.0
Secretarial	1.0	1.0	1.0	1.0
SE Clerks	7.0	9.0	8.0	10.0
Aides	0.0	7.0	14.0	19.0
Computer Operating	7.0	9.0	10.0	14.0
Graphic Arts	0.0	0.0	0.0	0.0
Practical Nursing	0.0	0.0	0.0	0.0
Library Aide	8.0	8.0	8.0	9.0
Bookkeeping (Finance)	1.0	1.0	1.0	3.0
Clerical	41.0	46.0	51.0	59.0
Teaching Aide	7.0	5.0	4.0	4.0
General Maintenance	7.0	8.0	9.0	10.0
Mechanic	3.0	3.0	4.0	5.0
Vehicle Operator (Bus)	64.0	63.0	88.0	99.0
Custodian	40.0	48.0	50.0	69.0
Computer Programming	0.0	0.0	1.0	0.0
Other Professional	2.0	1.0	2.0	1.0
Records Managing	0.0	0.0	0.0	1.0
Messenger	0.0	0.0	1.0	0.0
Monitoring	6.0	9.0	10.0	13.0
Groundskeeping	3.0	1.0	6.0	12.0
Other Service Worker/Laborer	0.0	6.0	0.0	0.0
Food Service	34.0	58.0	61.0	43.0
<b>Total Support Staff</b>	<b>238.0</b>	<b>290.0</b>	<b>337.0</b>	<b>378.0</b>
<b>Total</b>	<b>668.0</b>	<b>793.0</b>	<b>906.0</b>	<b>1,029.0</b>

**Source:** Office of the Treasurer, Olentangy Local School District

Table 14

2005	2006	2007	2008	2009	2010
2.0	4.0	3.0	3.0	3.0	5.0
4.0	4.0	4.0	5.0	4.0	0.0
2.0	1.0	2.0	2.0	2.0	2.0
0.0	0.0	1.0	0.0	0.0	0.0
1.0	1.0	1.0	0.0	0.0	0.0
0.0	0.0	0.0	0.0	1.0	1.0
1.0	1.0	2.0	2.0	1.0	1.0
10.0	11.0	11.0	11.0	0.0	0.0
25.0	34.0	33.0	26.0	21.0	17.0
17.0	18.0	19.0	20.0	20.0	20.0
1.0	0.0	0.0	0.0	0.0	0.0
1.0	0.0	0.0	0.0	0.0	0.0
10.0	9.0	13.0	11.0	12.0	7.0
3.0	2.0	4.0	4.0	4.0	3.0
65.0	67.0	73.0	91.0	103.0	104.0
5.0	6.0	5.0	14.0	38.0	39.0
10.0	11.0	12.0	16.0	17.0	18.0
5.0	5.0	5.0	6.0	6.0	6.0
108.0	114.0	128.0	189.0	137.0	134.0
76.0	83.0	87.0	100.0	109.0	111.0
0.0	0.0	0.0	0.0	0.0	0.0
1.0	2.0	0.0	0.0	0.0	0.0
1.0	1.0	1.0	1.0	1.0	1.0
0.0	0.0	0.0	0.0	0.0	0.0
14.0	18.0	18.0	11.0	13.0	14.0
11.0	10.0	10.0	11.0	12.0	14.0
	0.0	0.0	0.0	0.0	0.0
50.0	49.0	57.0	66.0	71.0	75.0
423.0	451.0	489.0	589.0	575.0	572.0
1,153.0	1,253.0	1,385.0	1,587.0	1,639.0	1,696.0

**Olentangy Local School District**  
**Staff Salary Statistics**  
**Last Seven Years**

	<u>2004</u>	<u>2005</u>	<u>2006</u>
Percentage Of Teachers with Master Degrees * (or Beyond)	48.4%	53.6%	58.6%
Average Teaching salary and Total FTE **	\$47,467 568.32	\$49,626 640.06	\$51,287 709.18

Salary Ranges and Number of Certified Staff in Each Range

Bachelor Degree - Step 0	\$31,030	\$31,573	\$32,441
Bachelor Degree - Step 22	60,863	61,927	63,630
BA + 15 - Step 0	32,272	32,836	33,739
BA + 15 - Step 22	62,889	63,989	65,749
BA + 30 - Step 0	33,202	33,783	34,712
BA + 30 - Step 22	64,248	65,372	67,170
Master Degree - Step 0	35,049	35,662	36,642
Master Degree - Step 22	65,607	66,755	68,591
Master + 15 - Step 0	36,786	37,430	38,459
Master + 15 - Step 22	68,015	69,205	71,108
Master + 30 - Step 0	38,524	39,198	40,276
Master + 30 - Step 22	72,921	74,197	76,237
Master + 45 - Step 0	40,262	40,966	42,093
Master + 45 - Step 22	78,041	79,406	81,590
Total # of Certified staff	586	657	719

**Sources:** \* ODE Local Report Card  
\*\* EMIS Staff Reporting

Table 15

2007	2008	2009	2010
62.8%	67.4%	71.3%	73.5%
\$53,158 794.59	\$54,778 889.64	\$57,126 955.37	\$59,848 1,005.97
\$33,366 65,444	\$34,117 66,917	\$35,072 68,790	\$36,054 70,716
34,700 67,623	35,482 69,145	36,475 71,080	37,496 73,071
35,701 69,084	36,505 70,639	37,527 72,617	38,578 74,650
37,687 70,545	38,535 72,134	39,614 74,153	40,723 76,229
39,555 73,135	40,446 74,781	41,578 76,874	42,742 79,027
41,424 78,410	42,356 80,175	43,542 82,419	44,761 84,727
43,292 83,915	44,267 85,804	45,506 88,206	46,780 90,676
818	901	975	1,034

**OLENTANGY LOCAL SCHOOL DISTRICT**  
Miscellaneous Statistics

Table 16

	<u>Olentangy</u> (2009-2010)	<u>State Average</u>		
Student Attendance Rate %	95.6%	94.3%		
School District Graduation Rate %	98.1%	84.6%		
Core Academic Subject Elementary and Secondary Classes Taught by Highly qualified teachers %	100.0%	98.2%		
Core Academic Subject Elementary and Secondary Classes Taught By Properly Certified/Licensed Teachers %	100.0%	98.7%		
Expenditure Per Pupil - FY09	\$ 9,460	\$ 10,254		
<b>Standardized Test Scores (2010 Graduates):</b>	<u>Olentangy</u>	<u>Ohio</u>	<u>Nation</u>	
American College Test (ACT) Composite	24.5	21.8	21.0	
Scholastic Aptitude Test (SAT) Average				
Verbal	553	538	501	
Math	575	548	516	
Writing	540	522	492	
<b>Food Service Operations</b>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Meals served to Students	1,053,334	1,154,578	1,304,988	1,427,189
% of Students Receiving Free Meals	4.5%	4.8%	5.7%	6.0%
% of Students Receiving Reduced Meals	1.8%	1.5%	1.7%	2.0%
<b>Sources:</b>	ODE Local Report Card Office of the Treasurer, Olentangy Local School District			

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**OLENTANGY LOCAL SCHOOL DISTRICT**  
 Capital Asset Additions by Function  
 Last Eight Years

	2003	2004	2005
<b>Governmental Activities:</b>			
Instruction			
Regular	\$57,476,947	\$19,083,020	\$14,806,397
Special	6,627	-	2,296
Support Services			
Operation and maintenance of plant	393,239	226,166	36,200
School administration	2,334	-	-
Pupils	-	-	44,649
Business operations	-	-	-
Instructional staff	11,728	-	4,052
Student transportation	1,301,025	1,657,617	892,848
Food services (rename Non-Instructional Servic	16,139	5,581	-
Central services	-	3,077	-
Co-curricular Activities	-	26,912	36,605
Community Services	-	28,427	5,869
Total Governmental Activities Capital Assets	<u>59,208,039</u>	<u>21,030,800</u>	<u>15,828,916</u>
Contributions	<u>0</u>	<u>1,134,873</u>	<u>4,651,152</u>
	<u>\$59,208,039</u>	<u>\$22,165,673</u>	<u>\$20,480,068</u>

**Source:** Office of the Treasurer, Olentangy Local School District

**Note:** GASB Statement #34 was implemented in fiscal 2003.

Table 17

2006	2007	2008	2009	2010
\$26,251,772	\$51,184,194	\$28,406,624	\$27,093,742	\$20,242,442
4,562	4,656	-	2,849	8,955
68,710	118,217	117,715	-	722,124
-	-	25,871	-	574,868
41,000	-	-	-	-
-	-	-	-	11,146
-	-	-	-	4,600
31,814	1,106,394	401,228	550,000	1,158,148
8,567	5,491	4,999	316,464	250,382
-	-	-	-	15,923
-	-	9,364	248,700	162,586
4,495	2,209	22,000	-	-
26,410,920	52,421,161	28,987,801	28,211,755	23,151,174
0	498,681	0	4,000	46,123
<u>\$26,410,920</u>	<u>\$52,919,842</u>	<u>\$28,987,801</u>	<u>\$28,215,755</u>	<u>\$23,197,297</u>

**OLENTANGY LOCAL SCHOOL DISTRICT**  
School Building Information

Table 18

<u>Building</u>	<u>Grades Housed</u>	<u>Capacity</u>	<u>Pupil/ Teacher Ratio</u>	<u>Year Building Completed</u>
Preschool (various buildings)	Pre K	300	12.00	1952
Alum Creek Elem.	K-5	650	21.33	1996
Arrowhead Elem.	K-5	650	21.14	1998
Freedom Trail	K-5	650	21.68	2009
Glen Oak Elem.	K-5	650	20.19	2005
Indian Springs Elem.	K-5	650	22.13	2003
Johnnycake Corners Elem.	PS-5	650	21.86	2007
Liberty Tree Elem.	PS-5	650	22.00	2007
Meadows Elem.	K-5	650	22.43	2006
Oak Creek Elem.	K-5	650	21.11	2000
Scioto Ridge Elem.	K-5	650	21.81	1998
Tyler Run Elem.	K-5	650	22.48	2001
Walnut Creek Elem.	K-5	650	22.31	2003
Wyandot Run Elem.	PS-5	650	21.96	1993
Hyatts Middle School	6-8	900	22.43	2007
Liberty Middle School	6-8	900	24.77	2001
Orange Middle School	6-8	900	24.02	2004
Shanahan Middle School	6-8	900	21.44	1952
Olentangy High School	9-12	1,600	23.67	1990
Liberty High School	9-12	1,600	25.74	2003
Orange High School	9-12	1,600	25.64	2008
<b><u>Facilities Under Construction</u></b>				<b><u>Expected Opening</u></b>
Cheshire Elementary	K-5	650		2010-11
Berkshire Middle School	6-8	900		2011-12
Heritage Elementary (Elem #15)	K-5	650		2011-12

**Source:** Office of the Treasurer, Olentangy Local School District



**Mary Taylor, CPA**  
Auditor of State

**OLENTANGY LOCAL SCHOOL DISTRICT**

**DELAWARE COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JANUARY 27, 2011**