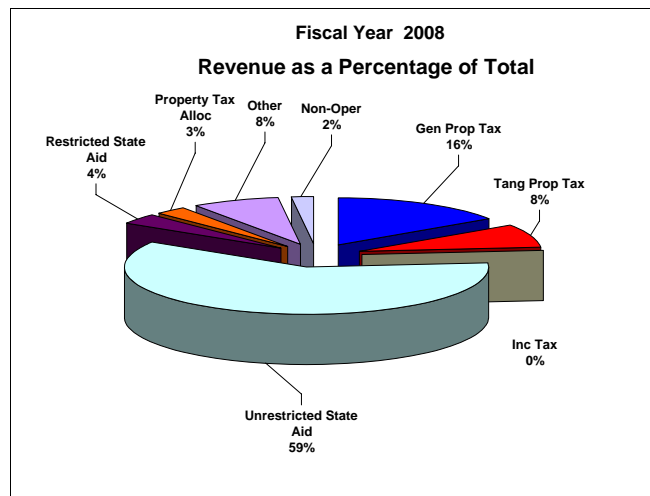
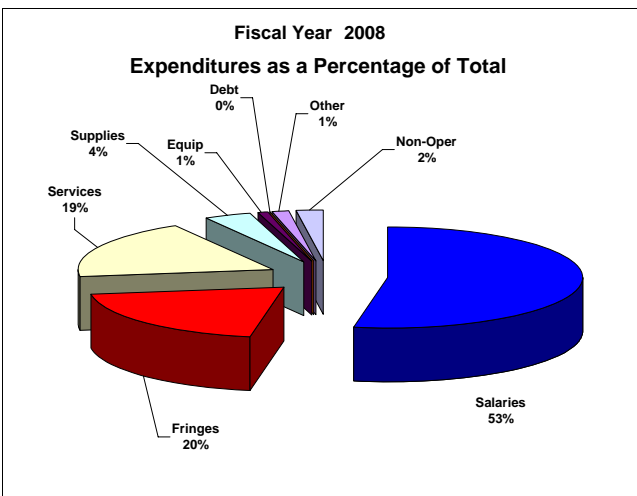
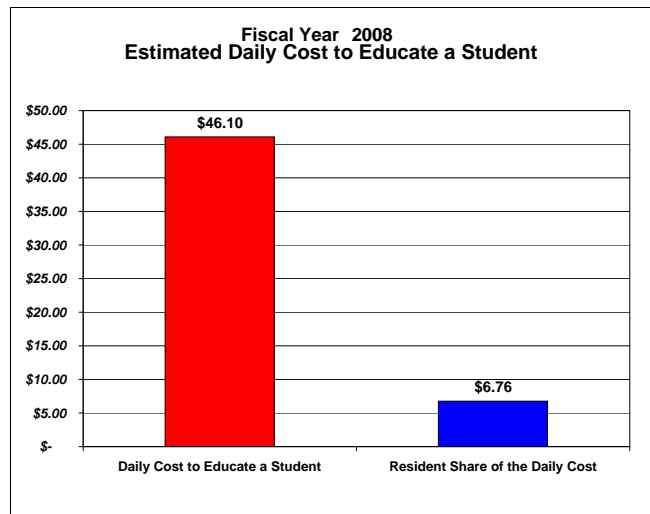
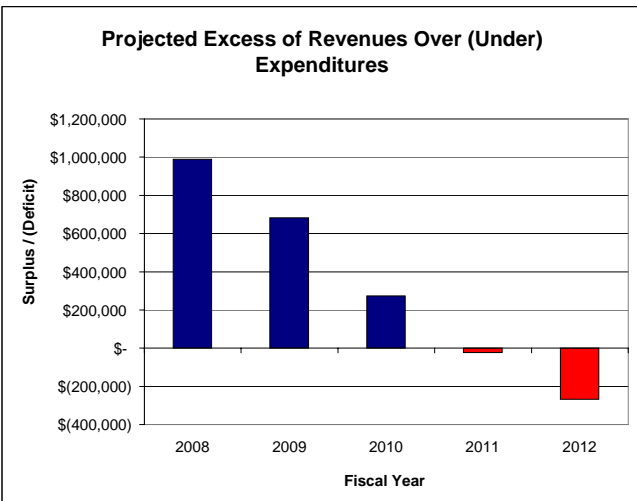
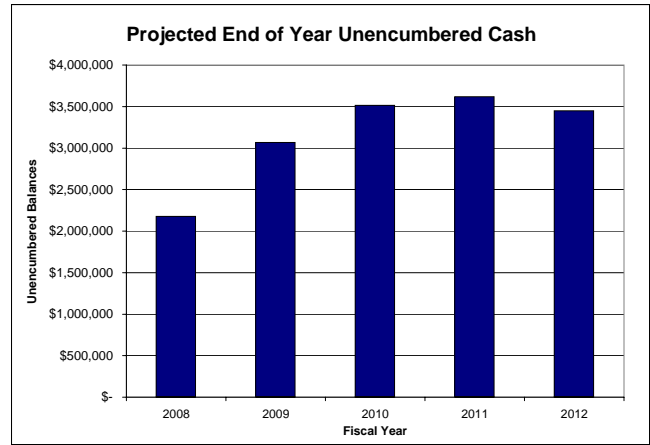
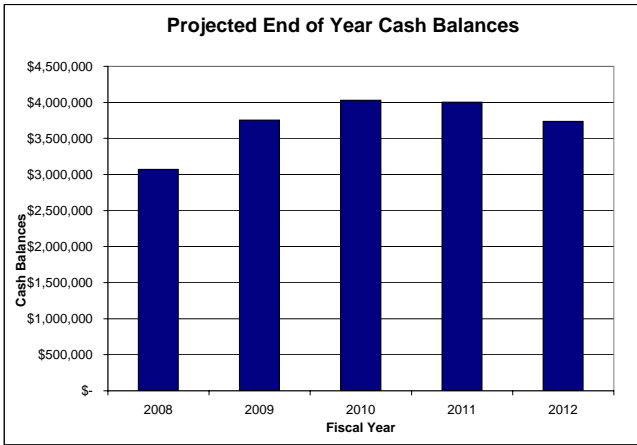


ALEXANDER LOCAL SCHOOL DISTRICT - - ATHENS COUNTY



ALEXANDER LOCAL SCHOOL DISTRICT - - ATHENS COUNTY

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE FISCAL YEARS ENDED

JUNE 30, 2005, 2006, AND 2007 ACTUAL;
FORECASTED FISCAL YEARS ENDING JUNE 30, 2008 THROUGH 2012

	Actual			Forecasted				
	Fiscal Year 2005	Fiscal Year 2006	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012
Revenue:								
1.010 General Property Tax (Real Estate)	3,171,571	2,170,657	2,274,179	2,340,045	2,589,340	2,752,027	2,836,967	3,089,942
1.020 Tangible Personal Property Tax	69,333	1,257,094	1,248,376	1,218,094	1,179,891	1,145,830	1,135,796	1,128,692
1.030 Income Tax	0	0	0	0	0	0	0	0
1.035 Unrestricted Grants-in-Aid	8,542,448	8,559,862	8,696,150	9,054,679	9,412,610	9,415,565	9,616,227	9,805,716
1.040 Restricted Grants-in-Aid	591,592	635,638	614,649	544,009	547,253	549,692	552,002	554,223
1.050 Property Tax Allocation	290,157	312,004	367,160	396,572	428,155	459,784	479,130	423,380
1.060 All Other Revenues	988,811	824,285	1,061,821	1,201,858	1,238,195	1,269,726	1,291,764	1,314,312
1.070 Total Revenues	13,653,912	13,759,540	14,262,335	14,755,257	15,395,445	15,592,623	15,911,885	16,316,266
Other Financing Sources:								
2.010 Proceeds from Sale of Notes	0	0	0	0	0	0	0	0
2.020 State Emergency Loans and Advancements	0	0	0	0	0	0	0	0
2.040 Operating Transfers-In.	66,717	67,145	415,544	253,913	9,029	9,029	9,029	9,029
2.050 Advances-In	0	176,970	262,454	20,000	20,000	20,000	20,000	20,000
2.060 All Other Financing Sources	1,091	0	776	0	0	0	0	0
2.070 Total Other Financing Sources	67,808	244,115	678,774	273,913	29,029	29,029	29,029	29,029
2.080 Total Revenues and Other Financing Sources	13,721,720	14,003,655	14,941,109	15,029,170	15,424,473	15,621,652	15,940,914	16,345,295
Expenditures:								
3.010 Personal Services	6,971,678	7,379,622	7,462,168	7,398,800	7,692,842	7,973,475	8,247,245	8,530,414
3.020 Employees' Retirement/Insurance Benefits	2,461,261	2,707,201	2,749,764	2,807,686	3,174,242	3,414,524	3,667,963	3,943,724
3.030 Purchased Services	2,785,668	2,701,443	2,618,894	2,647,731	2,771,672	2,827,655	2,884,870	2,943,331
3.040 Supplies and Materials	604,692	538,772	559,296	580,270	602,030	624,606	648,029	672,330
3.050 Capital Outlay	556,216	351,017	297,489	96,464	247,429	249,903	252,402	254,926
3.060 Intergovernmental	0	0	0	0	0	0	0	0
Debt Service:								
4.010 Principal-All (History Only)	60,029	63,029	66,028	0	0	0	0	0
4.020 Principal-Notes	0	0	0	0	0	0	0	0
4.030 Principal-State Loans	0	0	0	0	0	0	0	0
4.040 Principal-State Advancements	0	0	0	0	0	0	0	0
4.050 Principal-HB 264 Loans	0	0	0	0	0	0	0	0
4.055 Principal-Other	9,029	9,029	9,029	9,029	9,029	9,029	9,029	9,029
4.060 Interest and Fiscal Charges	6,689	4,136	2,633	0	0	0	0	0
4.300 Other Objects	229,820	220,257	181,028	185,554	190,193	194,947	199,821	204,817
4.500 Total Expenditures	13,676,053	13,965,477	13,937,300	13,725,533	14,687,435	15,294,139	15,909,358	16,558,570
Other Financing Uses								
5.010 Operating Transfers-Out	270,109	136,756	465,564	293,913	34,029	34,029	34,029	34,029
5.020 Advances-Out	117,639	258,316	63,500	20,000	20,000	20,000	20,000	20,000
5.030 All Other Financing Uses	0	0	0	0	0	0	0	0
5.040 Total Other Financing Uses	387,748	395,072	529,064	313,913	54,029	54,029	54,029	54,029
5.050 Total Expenditures and Other Financing Uses	14,063,801	14,360,549	14,466,364	14,039,446	14,741,464	15,348,168	15,963,387	16,612,599
6.010 Excess of Rev & Other Financing Sources over (under) Expenditures and Other Financing Uses	-342,081	-356,894	474,745	989,724	683,009	273,484	-22,473	-267,303
7.010 Cash Balance July 1 - Excl Proposed Renewal/ Replacement and New Levies	2,305,399	1,963,318	1,606,424	2,081,169	3,070,893	3,753,903	4,027,387	4,004,914
7.020 Cash Balance June 30	1,963,318	1,606,424	2,081,169	3,070,893	3,753,903	4,027,387	4,004,914	3,737,610
8.010 Estimated Encumbrances June 30	0	0	39,297	40,000	40,000	40,000	40,000	40,000
Reservation of Fund Balance								
9.010 Textbooks and Instructional Materials	169,418	296,854	366,815	300,000	250,000	200,000	150,000	100,000
9.020 Capital Improvements	94,423	196,807	363,740	300,000	200,000	125,000	100,000	75,000
9.030 Budget Reserve	0	0	0	0	0	0	0	0
9.040 DPIA	72,983	82,956	306,619	250,000	200,000	150,000	100,000	75,000
9.050 Debt Service	0	0	0	0	0	0	0	0
9.060 Property Tax Advances	0	0	0	0	0	0	0	0
9.070 Bus Purchases	33,759	0	0	6,000	0	0	0	0
9.080 Subtotal	370,583	576,617	1,037,175	856,000	650,000	475,000	350,000	250,000
Fund Balance June 30 for Certification of Appropriations	1,592,735	1,029,807	1,004,698	2,174,893	3,063,903	3,512,387	3,614,914	3,447,610
Rev from Replacement/Renewal Levies								
11.010 Income Tax - Renewal	0	0	0	0	0	0	0	0
11.020 Property Tax - Renewal or Replacement	0	0	0	0	0	0	0	0
11.030 Cumulative Balance of Replacement/Renewal Levies	0	0	0	0	0	0	0	0
Fund Balance June 30 for Certification of Contracts, Salary and Other Obligations	1,592,735	1,029,807	1,004,698	2,174,893	3,063,903	3,512,387	3,614,914	3,447,610
Revenue from New Levies								
13.010 Income Tax - New	0	0	0	0	0	0	0	0
13.020 Property Tax - New	0	0	0	0	0	0	0	0
13.030 Cumulative Balance of New Levies	0	0	0	0	0	0	0	0
14.010 Revenue from Future State Advancements	0	0	0	0	0	0	0	0
15.010 Unreserved Fund Balance June 30	1,592,735	1,029,807	1,004,698	2,174,893	3,063,903	3,512,387	3,614,914	3,447,610
ADM Forecasts								
20.010 Kindergarten - October Count	0	0	0	0	0	0	0	0
20.015 Grades 1-12 - October Count	1,662	1,662	1,662	1,662	1,662	1,662	1,662	1,662
20.02 Kindergarten - February Count	0	0	0	0	0	0	0	0
20.025 Grades 1-12 - February Count	1,662	1,662	1,662	1,662	1,662	1,662	1,662	1,662

ALEXANDER LOCAL SCHOOL DISTRICT
5 YEAR FORECAST NOTES
FISCAL YEAR 2008 thru 2012

REVENUE

Property Taxes:

Alexander Local School District is located within three counties from which the district receives property tax revenue. The majority of the district is within Athens County, the balance being made up of a small portion of Columbia Township (Meigs County) and a small portion of Vinton County. General property tax is calculated using the district's real property valuation multiplied by the current tax rates. The district is currently at the 20 mill floor. Therefore, district residents are taxed at the minimum level allowed by law for operating expenses. Forecasted amounts combine projections from the County Auditor and projected increases based on historical trends.

Personal tangible property tax is calculated using the full voted millage (33.7 mills). Comparatively speaking, Alexander receives little tangible tax revenue. Only about 9% of the district's total operating revenue is derived from this source (most being Public Utility Personal Property). However, under the provisions of HB66, tangible tax values will be phased out over a four-year period starting with calendar year 2006. As a result, local tangible tax collections in the forecast begin to reflect reductions in FY07. There are offsetting increases to property tax allocation revenue due to a provision in HB66 that provides for full reimbursement of the losses for the next five years. After the five-year reimbursement period, the state will phase-out the direct reimbursement they provide to schools. That phase-out will occur over an eight-year period.

The extreme change from FY05 to FY06 in General Property Tax and Tangible Personal Property Tax is due to an internal accounting change. Prior to FY06, Public Utility Personal Property was included with General Property Tax, however, it is now included in the Tangible Personal Property Tax category.

Unrestricted Grants-In-Aid:

The key components which are used to determine Basic State aid are enrollment, per-pupil funding, and property valuation. Projected collection assumptions are based upon current legislation (HB119), which calls for a 3% increase in FY08 and FY09. A 2.2% per-pupil increase is assumed for the remaining years covered by the projection.

In addition to Basic Aid, another very important component of state funding for Alexander is Parity Aid. The state began distributing Parity Aid to schools in FY02. It is provided as a supplement to Basic Aid revenue and is distributed to schools based upon local wealth factors (the lower the wealth factor the higher the payment). Alexander receives a significant amount of funding from this state source (\$908,936.96 in FY07).

There was significant increases in Parity Aid funding for FY08 and FY09, however, anticipated increases are much lower in future years than under the current legislation.

Restricted Grants-In-Aid:

Included here are projections for Poverty Based Assistance (formally known as DPIA), career tech, bus purchase replacement, and other special state funding programs. The use of this funding is restricted for specific programs. PBA funding represents a significant portion of this category and is primarily used for All-Day Every-Day Kindergarten. Due to the elimination of the PBA guarantee, this restricted form of funding has decreased by 12.1% in FY08.

Property Tax Allocation:

Property Tax Allocation is the state reimbursement for property tax rollback and homestead. This figure is directly tied to property tax collection amounts.

All Other Operating Revenue:

The estimate for this category includes a number of revenue sources such as tuition for Bassett House; tuition for foster care students; open enrollment incoming; investment earnings; classroom fees, etc. Most of these sources are driven by inflationary pressure as well as district policy. Open enrollment is a primary source of funding reflected in this category (\$655,595.56 in FY07).

EXPENDITURES

Personal Services:

A negotiated agreement is in place for certificated staff through August 31, 2008, with base salary increases of 3% for FY07 and 2% for FY08. Although not yet negotiated, the projection assumes a 2.5% base salary increase for the four remaining years of the forecast (FY09 through FY12). The projection also includes a 1% provision for step and classification movement, which considers employees advancing experience and training. A severance bonus was established to save funds by replacing retired teachers with younger staff.

A negotiated agreement is in place for non-teaching staff through 2009, with base salary increases of 3% for FY08 and 2% for FY09. The three remaining years of the forecast include a projected 2.5% increase.

Due to steady or declining enrollment, there are no anticipated additions to staff at this time. There have been some reductions in staff for FY08. The forecast includes additional personnel costs for FY09 and beyond due to the possibility of losing grant funding. Therefore, these grant funded employees will be absorbed by the General Fund.

Employee Fringe Benefits:

Most fringe benefit costs are driven by projected salary increases including board share retirement, Medicare, and worker's compensation. The forecast includes an average of 10% increases in health insurance (medical, dental, and life) assessments for FY09 through FY12. The costs of benefits have been down significantly in FY07 due to a two month premium holiday for medical premiums. There is a one month premium holiday scheduled in FY08. The projection does not anticipate any premium holidays in the future.

Purchased Services:

This category accounts for a variety of expenses incurred by Alexander including utility charges, rentals, special education tuition, and open enrollment charges. A large source of increasing costs is due to the number of outgoing open enrollment and community school students (\$1,389,358.74 in FY07).

Supplies & Materials:

Estimates in this category incorporate a 3.75% increase using FY07 spending as the baseline. The projection considers the impact of inflation and historical trends.

Capital Outlay:

Capital outlay includes new buses, educational equipment, replacement technology expenditures, and plant equipment. Alexander purchased three new buses in FY07. There are no plans to purchase a bus in FY08. The forecast projects the purchase of two buses in each of FY09 – FY12. This category incorporates a 1 % increase using FY07 spending as the baseline. The projection considers the impact of inflation and historical trends.

Debt Service:

This is for the HB264 project which started in June 1997 and was paid off in FY07. The Asbestos project started in June 1993 and will be paid off in FY12.

Other Objects:

The amounts projected for this category (FY08 – FY12) are based on historical trends and inflationary pressures.

Other Uses:

The FY08 transfers and advances from the General Fund to other funds are for Federal Programs or the Food Service Fund. The future transfers are for the retirement of debt from the Asbestos project and to the Food Service Fund.

Reservations of Fund Balance:

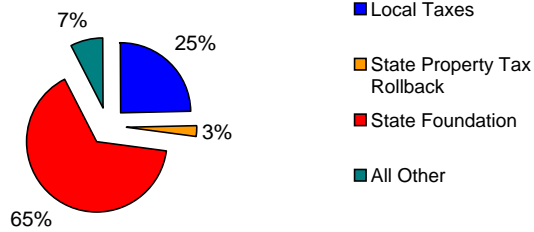
The amounts in this category are funds that are reserved for restricted purposes. The projection incorporates that we will begin using the funds reserved for textbooks and instructional materials, capital improvements, and Poverty Based Assistance for those qualifying purchases.

ALEXANDER LOCAL SCHOOL DISTRICT - - ATHENS COUNTY

What Are The District's General Fund Revenue Sources?

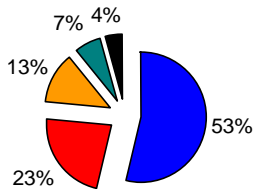
Local Taxes are comprised of Real Estate, Personal Property, and Income Tax. State Foundation is comprised of both Unrestricted Per-Pupil Basic Aid, Transportation, Special Education, and Other State Aid. State Property Tax Rollback represents a state reimbursement of the homestead reduction on local property taxes. All Other includes investment earnings, federal, and open enrollment (if applicable).

Revenue Sources - Percentage View

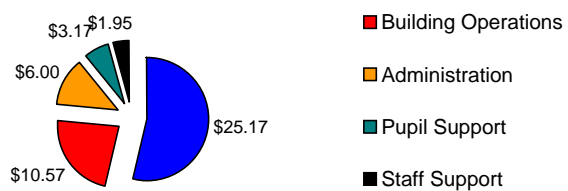


Where Does The District Spend Its General Fund Dollars?

Expenditures - Percentage View



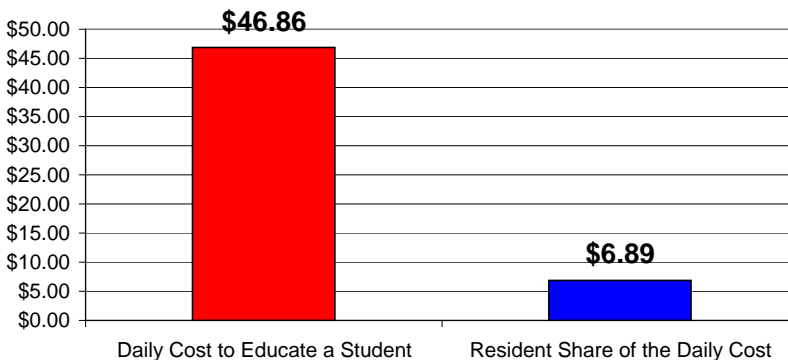
Daily Expenditures Per-Pupil



These pie charts provide a percentage view of expenses by category, as well as a look at those same expenditures in a daily per-pupil format. Instruction relates to expenditures at the classroom level. Building operations includes building maintenance, utilities, etc. Administration covers both central office personnel, as well as building principals and clerical support. Pupil support provides for transportation, classroom aides, etc. Staff support includes staff training and curriculum enhancement.

What is the Local Taxpayer's Share of Educating a Student?

Resident Share of the Daily Cost to Educate a Student

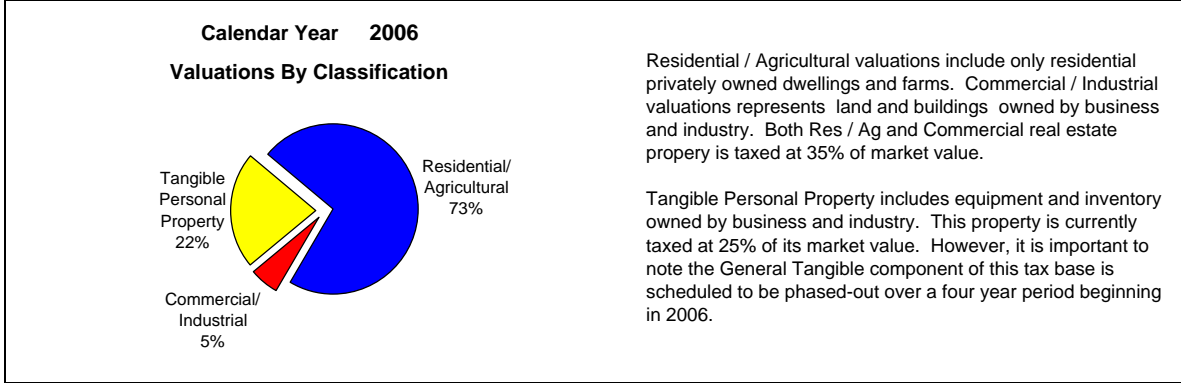


The Daily Cost includes services such as textbooks, building repair and upkeep, as well as teacher salaries. When thought about on a daily basis the cost is more representative of expenses a family will face in day-to-day living.

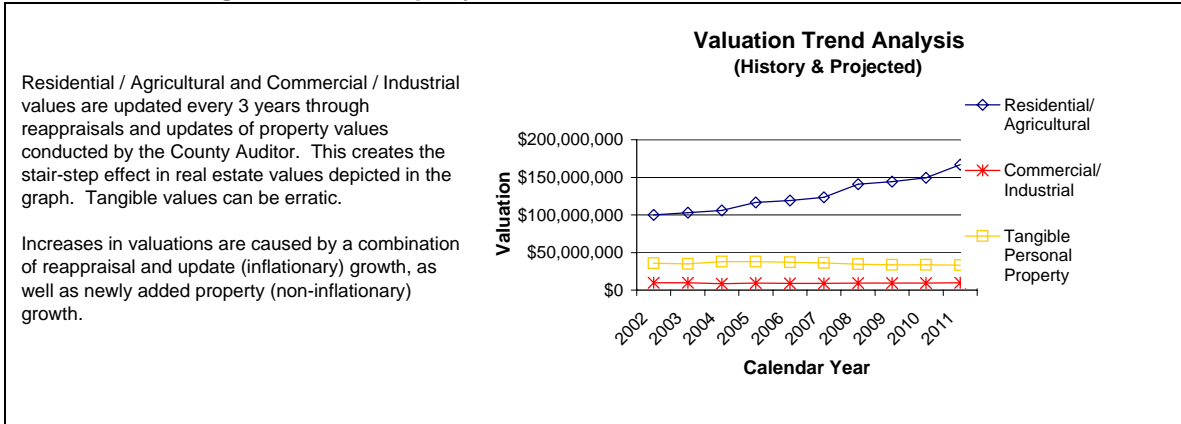
The resident share includes only revenue received from residential / agricultural real estate taxes plus income taxes.

ALEXANDER LOCAL SCHOOL DISTRICT - - ATHENS COUNTY

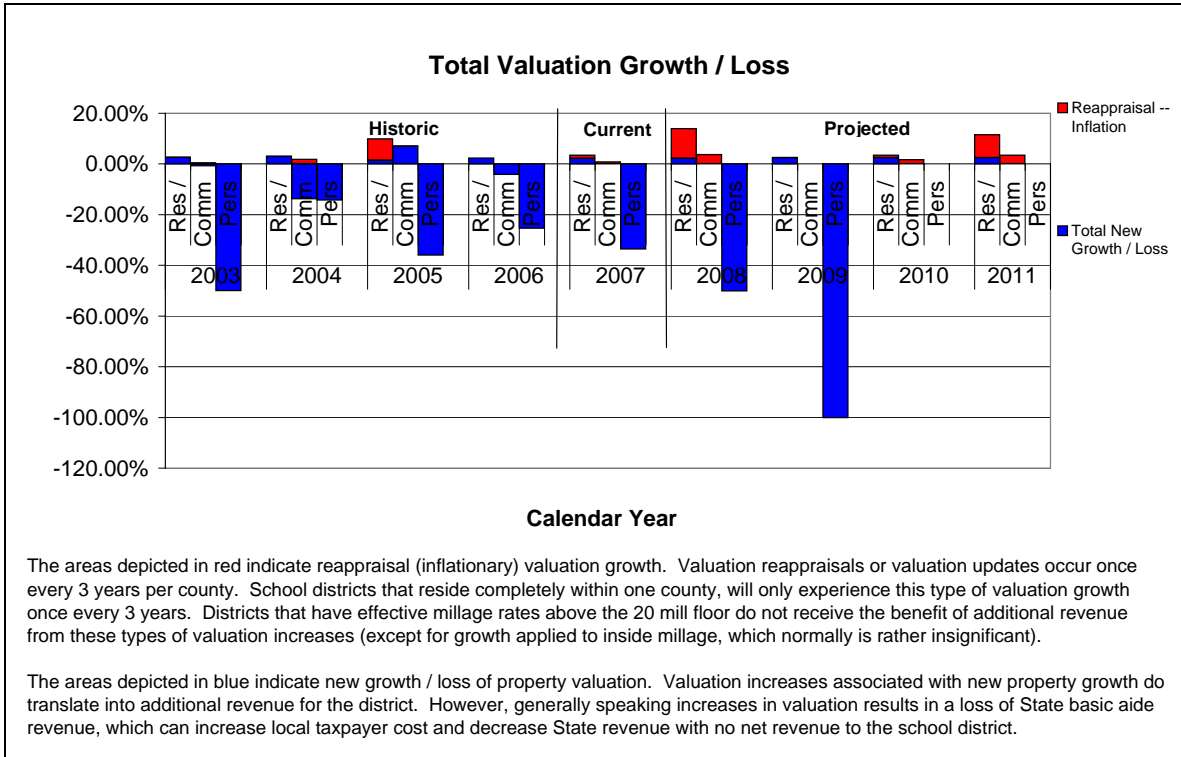
What Is The Valuation Breakdown By Property Classification?



What Are The Changes In Local Property Values?

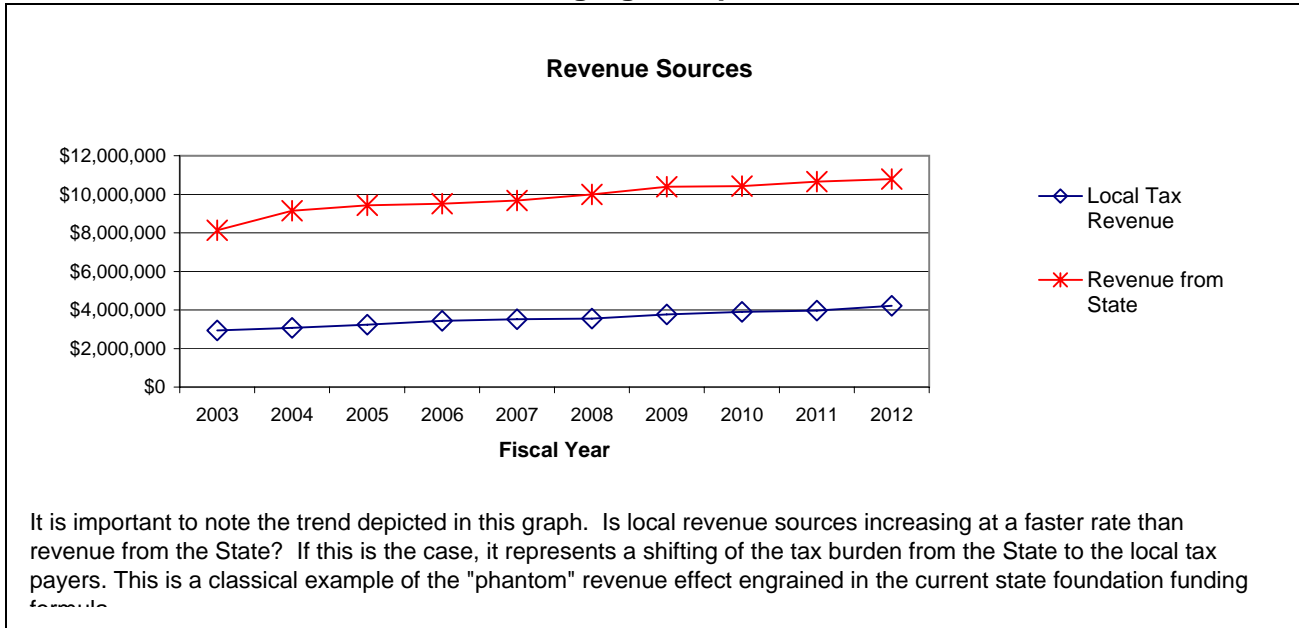


What Is The Effect Of Inflation On These Values?

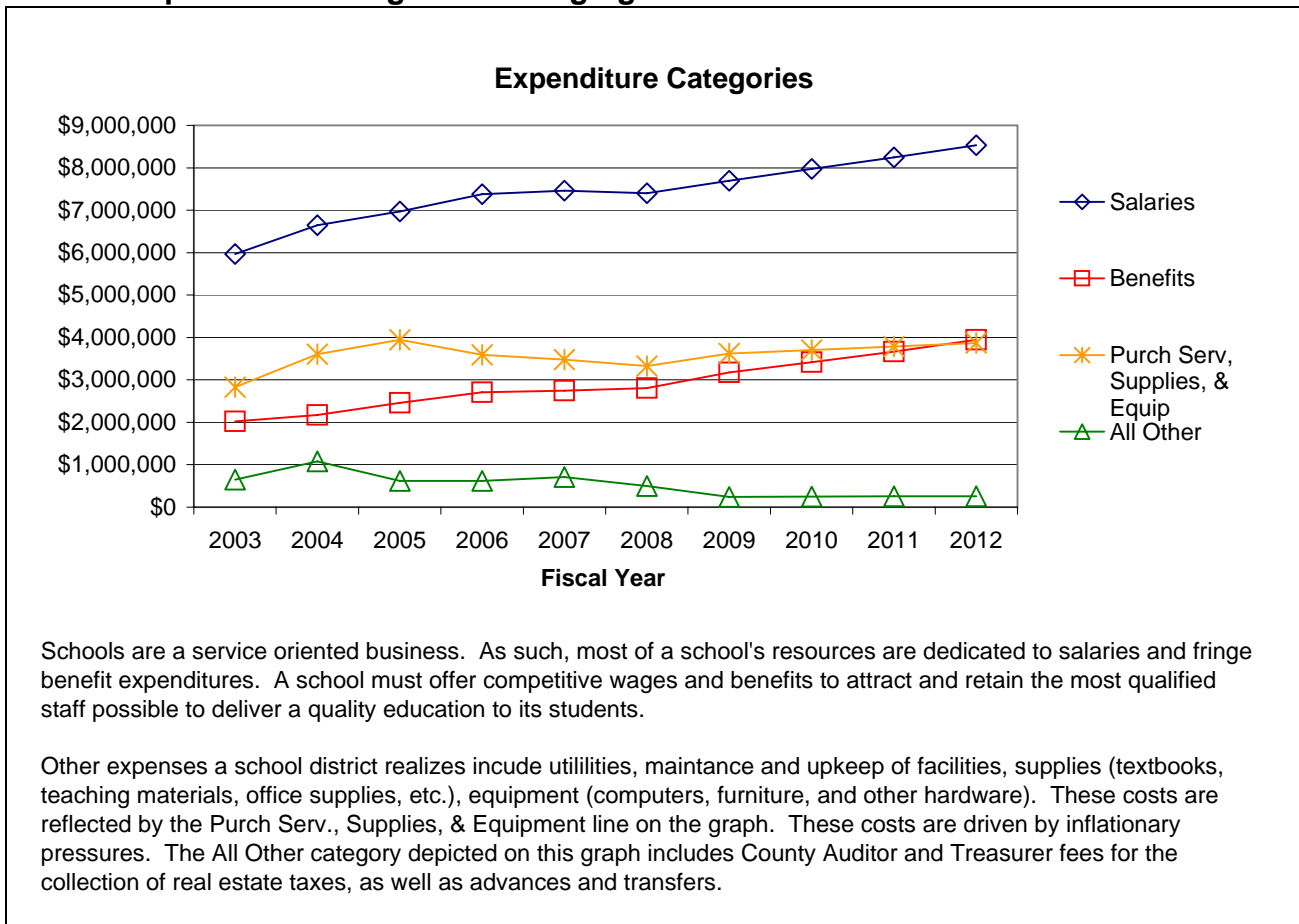


ALEXANDER LOCAL SCHOOL DISTRICT - - ATHENS COUNTY

How Are Local Revenue Sources Changing Compared To State Revenue Sources?

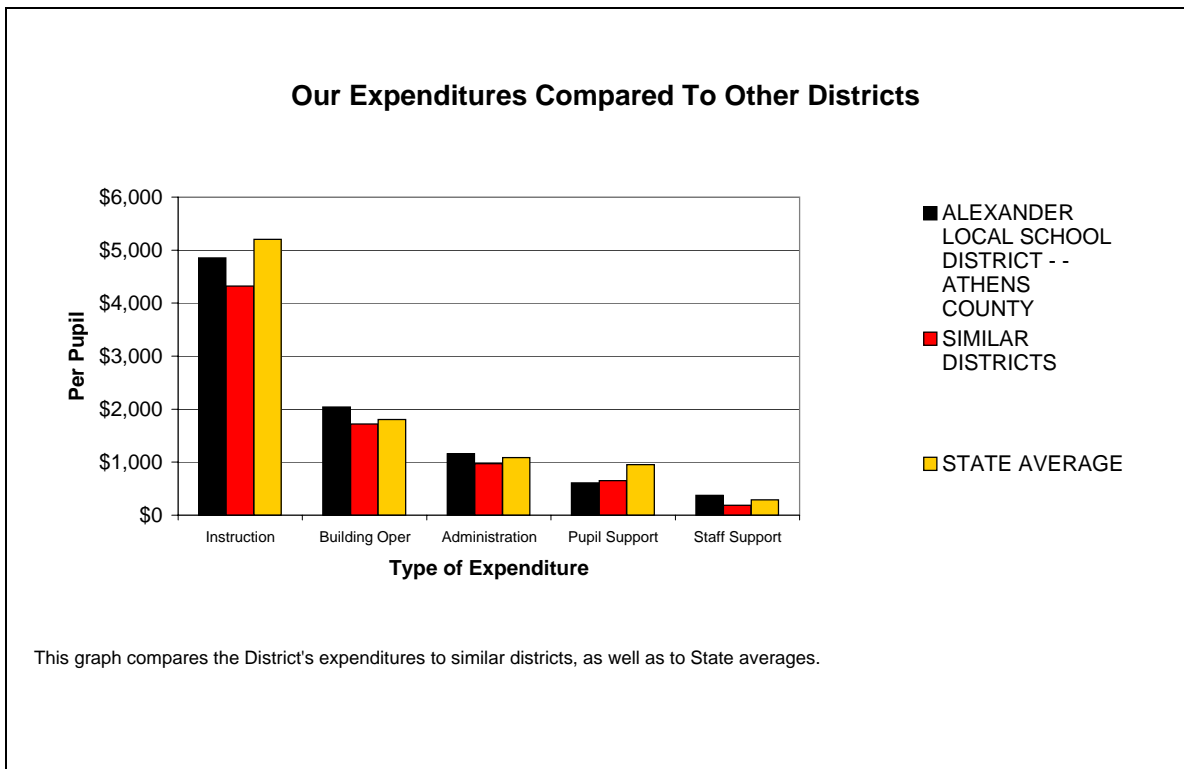
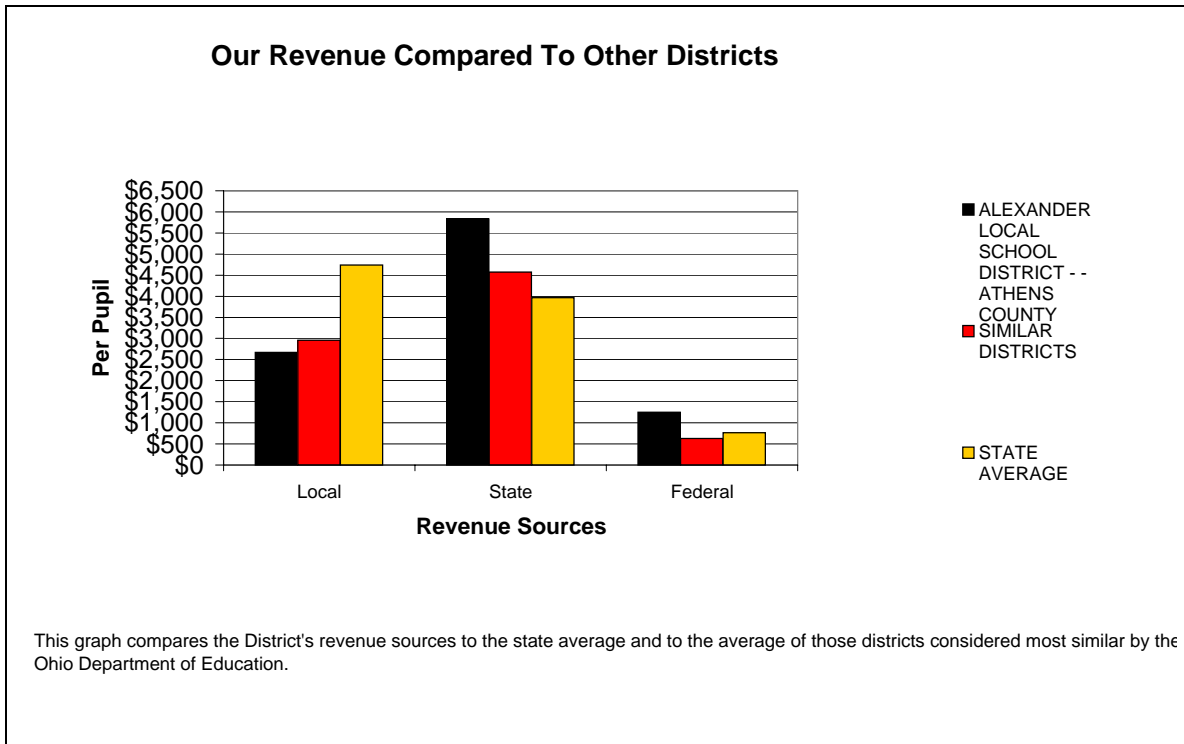


How Are Expenditure Categories Changing?



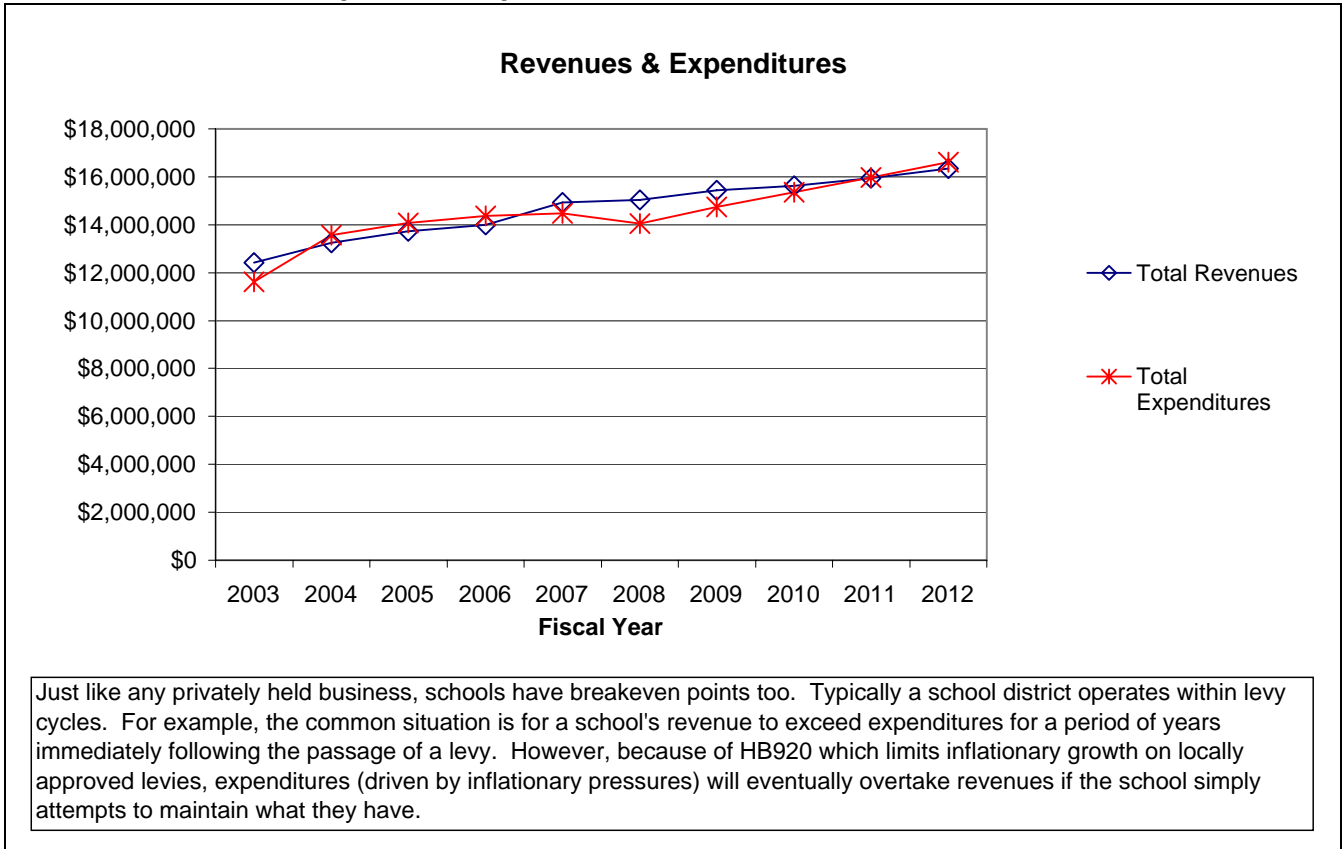
ALEXANDER LOCAL SCHOOL DISTRICT - - ATHENS COUNTY

How Does Our District Compare To Similar Districts And The State Average?

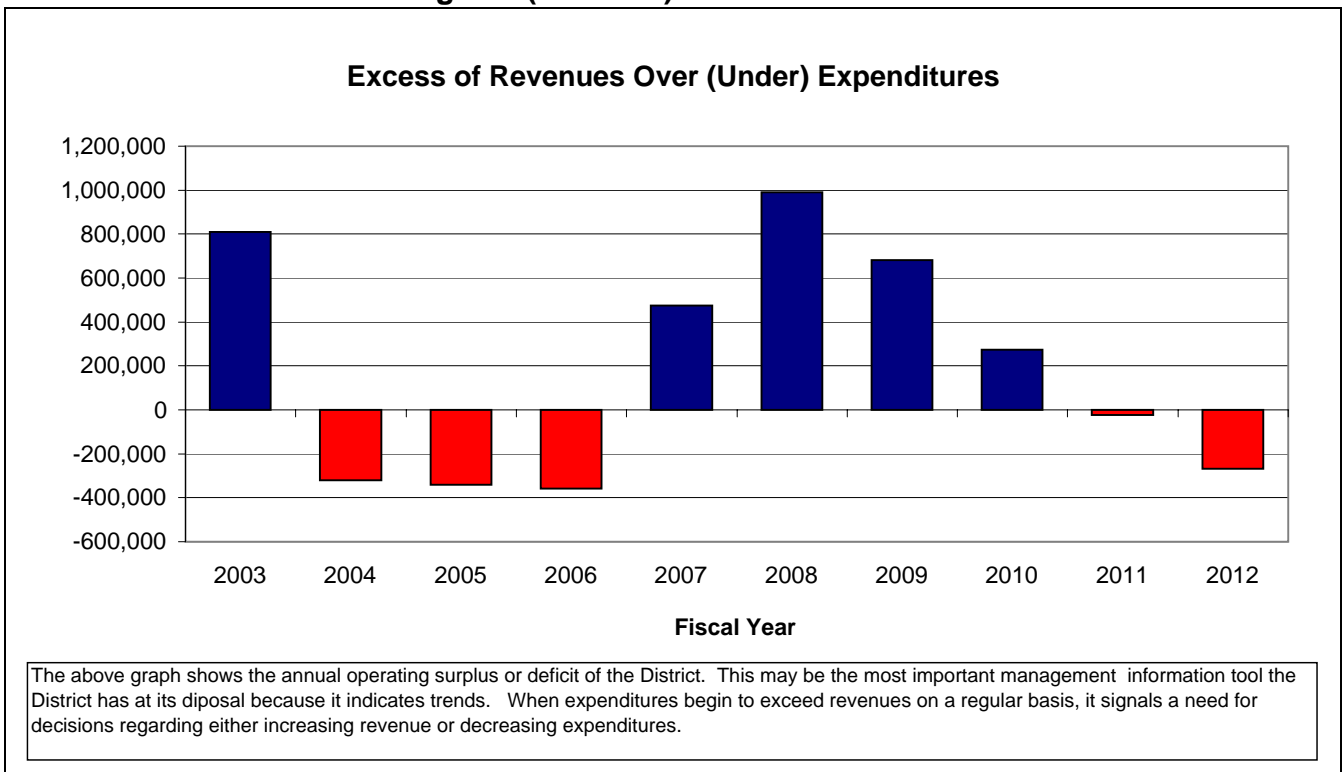


ALEXANDER LOCAL SCHOOL DISTRICT - - ATHENS COUNTY

How Do Revenues Compare To Expenditures?



What Is The Annual Net Overage Or (Shortfall)?



ALEXANDER LOCAL SCHOOL DISTRICT - - ATHENS COUNTY

What Is The Effect On The Cash Balance?

