

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET ASSETS - DISTRICT WIDE
AS OF JUNE 30, 2007**

ASSETS	Governmental Activities	Business-type Activities	Total
Current			
Cash and cash equivalents	\$ 4,777,668	\$ 149,296	\$ 4,926,964
Accounts receivable	767,112	592	767,704
Inventory	-	23,110	23,110
Prepaid expenses	4,037	-	4,037
Total current	<u>5,548,817</u>	<u>172,998</u>	<u>5,721,815</u>
Noncurrent			
Bond origination costs - net	76,392	-	76,392
Construction in process	11,083,333	-	11,083,333
Land	465,820	-	465,820
Land improvements	229,786	-	229,786
Buildings and improvements	18,101,439	-	18,101,439
Furniture and equipment	2,312,621	276,246	2,588,867
Less: accumulated depreciation	<u>(5,657,838)</u>	<u>(220,278)</u>	<u>(5,878,116)</u>
Total noncurrent	<u>26,611,553</u>	<u>55,968</u>	<u>26,667,521</u>
Total assets	<u>\$ 32,160,370</u>	<u>\$ 228,966</u>	<u>\$ 32,389,336</u>
LIABILITIES			
Current			
Accounts payable	\$ 1,336,051	\$ 1,184	\$ 1,337,235
Accrued interest	221,004	-	221,004
Accrued payroll and withholding obligations	5,315	-	5,315
Deferred revenue	122,573	-	122,573
Accrued sick leave	63,579	-	63,579
Current portion of bonds payable	<u>920,875</u>	<u>-</u>	<u>920,875</u>
Total current	<u>2,669,397</u>	<u>1,184</u>	<u>2,670,581</u>
Noncurrent			
Accrued sick leave	572,206	-	572,206
Long term bonds payable	<u>22,391,418</u>	<u>-</u>	<u>22,391,418</u>
Total noncurrent	<u>22,963,624</u>	<u>-</u>	<u>22,963,624</u>
Total liabilities	<u>25,633,021</u>	<u>1,184</u>	<u>25,634,205</u>
NET ASSETS			
Invested in capital assets, net of related debt	3,299,260	55,968	3,355,228
Restricted for:			
Accrued sick leave	55,467	-	55,467
Capital projects	3,040,969	-	3,040,969
Unrestricted	<u>131,653</u>	<u>171,814</u>	<u>303,467</u>
Total net assets	<u>6,527,349</u>	<u>227,782</u>	<u>6,755,131</u>
Total liabilities and net assets	<u>\$ 32,160,370</u>	<u>\$ 228,966</u>	<u>\$ 32,389,336</u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES - DISTRICT WIDE
FOR THE YEAR ENDED JUNE 30, 2007**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities							
Instruction	\$ 12,597,819	\$ 368,768	\$ 952,616	\$ -	\$ (11,276,435)	\$ -	\$ (11,276,435)
Support services:							
Student	876,418	-	43,768	-	(832,650)	-	(832,650)
Instruction staff	1,337,777	-	243,265	-	(1,094,512)	-	(1,094,512)
District administration	911,205	-	-	-	(911,205)	-	(911,205)
School administration	1,211,323	-	-	-	(1,211,323)	-	(1,211,323)
Business	345,009	-	-	-	(345,009)	-	(345,009)
Plant operation and maintenance	1,973,164	20,850	-	-	(1,952,314)	-	(1,952,314)
Indirect cost transfer	-	-	-	-	-	-	-
Student transportation	96,029	-	89,192	-	(6,837)	-	(6,837)
Central office	3,753	-	-	-	(3,753)	-	(3,753)
Facilities acquisition and construction	70,255	-	-	2,838,144	2,767,889	-	2,767,889
Community service activities	-	34,684	-	-	34,684	-	34,684
Other	4,062	6,833	-	-	2,771	-	2,771
Interest on long-term debt	885,095	-	-	-	(885,095)	-	(885,095)
Total governmental activities	20,311,909	431,135	1,328,841	2,838,144	(15,713,789)	-	(15,713,789)
Business-Type Activities							
Food service	824,051	630,514	176,147	-	-	(17,390)	(17,390)
Indirect cost transfer	-	-	-	-	-	-	-
Other business activities	14,030	20,574	-	-	-	6,544	6,544
Total business-type activities	838,081	651,088	176,147	-	-	(10,846)	(10,846)
Total school district	\$ 21,149,990	\$ 1,082,223	\$ 1,504,988	\$ 2,838,144	\$ (15,713,789)	\$ (10,846)	\$ (15,724,635)
			General Revenues				
			Property taxes		\$ 8,248,371	\$ -	\$ 8,248,371
			Delinquent property taxes		38,583	-	38,583
			Motor vehicle taxes		899,164	-	899,164
			Utility taxes		844,426	-	844,426
			Other taxes		16,121	-	16,121
			Investment earnings		485,245	9,889	495,134
			Bond payments made by KSFCC		310,358	-	310,358
			State aid formula grants		8,132,786	-	8,132,786
			Bond discount		(23,200)	-	(23,200)
			Loss on sale of fixed assets		14,794	(121)	14,673
			Miscellaneous		80,048	-	80,048
			Total general revenues		19,046,696	9,768	19,056,464
			Change in net assets		3,332,907	(1,078)	3,331,829
			Net assets - beginning		3,194,442	228,860	3,423,302
			Net assets - ending		\$ 6,527,349	\$ 227,782	\$ 6,755,131

FORT THOMAS INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
AS OF JUNE 30, 2007

ASSETS	General Fund	Special Revenue Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
Cash and cash equivalents	\$ 617,161	\$ 30,994	\$ 3,282,551	\$ 846,962	\$ 4,777,668
Accounts receivable	203,546	94,919	465,000	3,647	767,112
Prepaid expenses	4,037	-	-	-	4,037
Total assets	\$ 824,744	\$ 125,913	\$ 3,747,551	\$ 850,609	\$ 5,548,817
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 67,539	\$ 3,340	\$ 1,265,172	\$ -	\$ 1,336,051
Accrued payroll and withholding obligations	5,315	-	-	-	5,315
Deferred revenue	-	122,573	-	-	122,573
Total liabilities	72,854	125,913	1,265,172	-	1,463,939
Fund Balances					
Restricted					
Accrued sick leave	55,467	-	-	-	55,467
Capital projects	-	-	2,482,379	558,590	3,040,969
Unrestricted	696,423	-	-	292,019	988,442
Total fund balances	751,890	-	2,482,379	850,609	4,084,878
Total liabilities and fund balances	\$ 824,744	\$ 125,913	\$ 3,747,551	\$ 850,609	\$ 5,548,817

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
AS OF JUNE 30, 2007**

Total fund balance per fund financial statements		\$ 4,084,878
Amounts reported for governmental activities in the statement of net assets are different because:		
Unamortized bond issuance costs		76,392
Capital assets are not reported in this fund financial statement because they are not current financial resources, but they are reported in the statement of net assets.		
Cost of construction in process	11,083,333	
Cost of capital assets	21,109,666	
Accumulated depreciation	<u>(5,657,838)</u>	
		26,535,161
Certain liabilities (such as bonds payable, the long-term portion of accrued sick leave, and accrued interest) are not reported in this fund financial statement because they are not due and payable, but they are presented in the statement of net assets.		
Bonds payable	(23,312,293)	
Accrued interest	(221,004)	
Accrued sick leave	<u>(635,785)</u>	
		<u>(24,169,082)</u>
Net assets for governmental activities		<u><u>\$ 6,527,349</u></u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

Revenues	General Fund	Special Revenue Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
From local sources					
Property taxes	\$ 7,072,747	\$ -	\$ -	\$ 1,214,207	\$ 8,286,954
Motor vehicle taxes	899,164	-	-	-	899,164
Utility taxes	844,426	-	-	-	844,426
Other taxes	16,121	-	-	-	16,121
Tuition and fees	323,082	-	-	-	323,082
Earnings on investments	217,520	-	267,725	-	485,245
Other local revenues	65,625	85,973	1,380,000	-	1,531,598
State sources					
SEEK	5,428,561	-	-	533,144	5,961,705
Other	2,704,225	542,328	925,000	109,487	4,281,040
Federal - indirect	-	700,540	-	-	700,540
Other revenues	-	-	-	-	-
Total revenues	17,571,471	1,328,841	2,572,725	1,856,838	23,329,875
Expenditures					
Instruction	11,190,044	985,152	-	-	12,175,196
Support services					
Student	831,435	43,768	-	-	875,203
Instruction staff	1,093,667	243,265	-	-	1,336,932
District administration	902,333	-	-	-	902,333
School administration	1,207,862	-	-	-	1,207,862
Business	345,009	-	-	-	345,009
Plant operation and maintenance	1,983,071	-	-	-	1,983,071
Site improvement	5,300	-	-	-	5,300
Architectural and engineering	-	-	-	-	-
Student transportation	(1,366)	89,192	-	-	87,826
Central office	-	-	-	-	-
Food service operation	-	-	-	-	-
Facilities acquisition and construction	-	-	11,148,288	-	11,148,288
Debt service	7,747	-	-	1,508,792	1,516,539
Total expenditures	17,565,102	1,361,377	11,148,288	1,508,792	31,583,559
Excess (deficit) of revenues over expenditures	6,369	(32,536)	(8,575,563)	348,046	(8,253,684)
Other Financing Sources (Uses)					
Proceeds from sale of fixed assets and bond sale	23,000	-	1,136,800	-	1,159,800
Operating transfers in	12,989	32,536	1,016,425	-	1,061,950
Operating transfers out	(32,536)	-	-	(1,016,425)	(1,048,961)
Total other financing sources (uses)	3,453	32,536	2,153,225	(1,016,425)	1,172,789
Excess (deficit) of revenues and other financing sources over expenditures and other financing uses - net change in fund balances	9,822	-	(6,422,338)	(668,379)	(7,080,895)
Fund balance, July 1, 2006	742,068	-	8,904,717	1,518,988	11,165,773
Fund balance, June 30, 2007	\$ 751,890	\$ -	\$ 2,482,379	\$ 850,609	\$ 4,084,878

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2007**

Net change in total fund balances per fund financial statements	\$	(7,080,895)
Amounts reported for governmental activities in the statement of activities are different because:		
Proceeds from bond sale less bond issuance costs		(1,160,000)
Capital outlays are reported as expenditures in this fund financial statement because they use current financial resources, but they are presented as assets in the statement of activities and depreciated over their estimated economic lives. The difference is the amount by which depreciation exceeds capital outlays and retirements.		
Depreciation expense	(529,987)	
Capital outlays	347,765	
Construction in progress	11,083,333	
Retirement of capital assets	<u>(8,206)</u>	
		10,892,905
Bond and capital lease payments are recognized as expenditures of current financial resources in the fund financial statement but are reductions of liabilities in the statement of net assets.		
Principal paid		959,871
Generally, expenditures recognized in this fund financial statement are limited to only those that use current financial resources, but expenses are recognized in the statement of activities when they are incurred.		
		<u>(278,974)</u>
Change in net assets of governmental activities	\$	<u><u>3,332,907</u></u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
From local sources				
Property taxes	\$ 6,997,605	\$ 7,028,348	\$ 7,072,747	\$ 44,399
Motor vehicle taxes	750,000	800,000	899,164	99,164
Utility taxes	700,000	800,000	844,426	44,426
Other taxes	-	-	16,121	16,121
Tuition and fees	180,000	275,897	323,082	47,185
Earnings on investments	80,000	227,019	217,520	(9,499)
Other local revenue	80,720	61,023	65,625	4,602
State sources				
SEEK	5,530,713	5,428,561	5,428,561	-
Other	31,700	500	2,704,225	2,703,725
Federal - indirect	-	-	-	-
Other revenues	-	-	-	-
Total revenues	<u>14,350,738</u>	<u>14,621,348</u>	<u>17,571,471</u>	<u>2,950,123</u>
Expenditures				
Instruction	8,701,361	8,842,591	11,190,044	(2,347,453)
Support services				
Student	778,593	782,687	831,435	(48,748)
Instruction staff	1,082,492	1,063,670	1,093,667	(29,997)
District administration	897,512	1,030,922	902,333	128,589
School administration	1,109,657	1,111,884	1,207,862	(95,978)
Business	264,861	319,277	345,009	(25,732)
Plant operation and maintenance	1,425,199	1,510,654	1,983,071	(472,417)
Site improvement	2,000	-	5,300	(5,300)
Architectural and engineering	10,000	10,000	-	10,000
Student transportation	15,233	21,178	(1,366)	22,544
Central office	-	-	-	-
Contingency	522,917	426,250	-	426,250
Educational specific	10,000	10,000	-	10,000
Facilities acquisition and construction	150,000	150,000	-	150,000
Debt service	5,945	8,300	7,747	553
Total expenditures	<u>14,975,770</u>	<u>15,287,413</u>	<u>17,565,102</u>	<u>(2,277,689)</u>
Excess (deficit) of revenues over expenditures	<u>(625,032)</u>	<u>(666,065)</u>	<u>6,369</u>	<u>672,434</u>
Other Financing Sources (Uses)				
Sale of fixed assets	-	-	23,000	23,000
Operating transfers in	7,000	12,000	12,989	989
Operating transfers out	(25,850)	(32,536)	(32,536)	-
Total other financing sources (uses)	<u>(18,850)</u>	<u>(20,536)</u>	<u>3,453</u>	<u>23,989</u>
Excess (deficit) of revenues and other financing sources over expenditures and other financing uses	<u>(643,882)</u>	<u>(686,601)</u>	<u>9,822</u>	<u>696,423</u>
Fund balance, July 1, 2006	<u>643,882</u>	<u>686,601</u>	<u>742,068</u>	<u>55,467</u>
Fund balance, June 30, 2007	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 751,890</u>	<u>\$ 751,890</u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET ASSETS - PROPRIETARY FUNDS
AS OF JUNE 30, 2007**

ASSETS	Food Service Fund	Adult Education Fund	Other Enterprise Funds	Total
Current				
Cash and cash equivalents	\$ 129,013	\$ 110	\$ 20,173	\$ 149,296
Accounts receivable	242	-	350	592
Inventory	23,110	-	-	23,110
Total current	<u>152,365</u>	<u>110</u>	<u>20,523</u>	<u>172,998</u>
Noncurrent				
Land	-	-	-	-
Furniture and equipment	276,246	-	-	276,246
Less: accumulated depreciation	<u>(220,278)</u>	<u>-</u>	<u>-</u>	<u>(220,278)</u>
Total noncurrent	<u>55,968</u>	<u>-</u>	<u>-</u>	<u>55,968</u>
Total assets	<u><u>\$ 208,333</u></u>	<u><u>\$ 110</u></u>	<u><u>\$ 20,523</u></u>	<u><u>\$ 228,966</u></u>
LIABILITIES				
Current				
Accounts payable	\$ 350	\$ -	\$ 834	\$ 1,184
Total current	<u>350</u>	<u>-</u>	<u>834</u>	<u>1,184</u>
Noncurrent				
Total noncurrent	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>350</u>	<u>-</u>	<u>834</u>	<u>1,184</u>
NET ASSETS				
Invested in capital assets, net of related	55,968	-	-	55,968
Unrestricted	<u>152,015</u>	<u>110</u>	<u>19,689</u>	<u>171,814</u>
Total net assets	<u>207,983</u>	<u>110</u>	<u>19,689</u>	<u>227,782</u>
Total liabilities and net assets	<u><u>\$ 208,333</u></u>	<u><u>\$ 110</u></u>	<u><u>\$ 20,523</u></u>	<u><u>\$ 228,966</u></u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

	Food Service Fund	Adult Education Fund	Other Enterprise Funds	Total
Operating Revenues				
Food service sales	\$ 630,514	\$ -	\$ -	\$ 630,514
Other operating revenues	-	-	20,574	20,574
Total operating revenues	<u>630,514</u>	<u>-</u>	<u>20,574</u>	<u>651,088</u>
Operating Expenses				
Salaries and wages	475,673	-	9,831	485,504
Professional and contract services	7,745	-	1,114	8,859
Supplies and materials	314,108	-	3,085	317,193
Depreciation	13,335	-	-	13,335
Other operating expenses	201	-	-	201
Total operating expenses	<u>811,062</u>	<u>-</u>	<u>14,030</u>	<u>825,092</u>
Operating income (loss)	<u>(180,548)</u>	<u>-</u>	<u>6,544</u>	<u>(174,004)</u>
Nonoperating revenues (expenses)				
Federal grants	125,953	-	-	125,953
State grants	50,194	-	-	50,194
Transfers	(12,989)	-	-	(12,989)
Loss on fixed assets	(121)	-	-	(121)
Interest income	9,889	-	-	9,889
Total nonoperating revenues (expenses)	<u>172,926</u>	<u>-</u>	<u>-</u>	<u>172,926</u>
Net income	(7,622)	-	6,544	(1,078)
Total net assets, July 1, 2006	<u>215,605</u>	<u>110</u>	<u>13,145</u>	<u>228,860</u>
Total net assets, June 30, 2007	<u>\$ 207,983</u>	<u>\$ 110</u>	<u>\$ 19,689</u>	<u>\$ 227,782</u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Food Service Fund</u>	<u>Adult Education Fund</u>	<u>Other Enterprise Funds</u>	<u>Total</u>
Cash Flows Used In Operating Activities				
Cash received from lunchroom sales	\$ 630,508	\$ -	\$ -	\$ 630,508
Cash received from other activities	-	-	20,224	20,224
Cash payments to employees for services	(475,673)	-	(9,831)	(485,504)
Cash payments to suppliers for goods and services	(321,503)	-	(3,365)	(324,868)
Cash payments for other operating activities	(201)	-	-	(201)
Cash transfers	(12,989)	-	-	(12,989)
Net cash used in operating activities	<u>(179,858)</u>	<u>-</u>	<u>7,028</u>	<u>(172,830)</u>
Cash Flows from Capital Financing Activities				
Capital contributions	-	-	-	-
Acquisition of capital assets	-	-	-	-
Net cash from capital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash Flows from Noncapital Financing Activities				
Nonoperating grants received	175,911	-	-	175,911
Net cash from noncapital financing activities	<u>175,911</u>	<u>-</u>	<u>-</u>	<u>175,911</u>
Cash Flows from Investing Activities				
Interest on investments	9,889	-	-	9,889
Net cash flows from investing activities	<u>9,889</u>	<u>-</u>	<u>-</u>	<u>9,889</u>
Net increase in cash and cash equivalents	5,942	-	7,028	12,970
Cash and cash equivalents - beginning	123,071	110	13,145	136,326
Cash and cash equivalents - ending	<u>\$ 129,013</u>	<u>\$ 110</u>	<u>\$ 20,173</u>	<u>\$ 149,296</u>
Reconciliation of Operating Loss to Net Cash Used in Operating Activities				
Operating loss	\$ (180,548)	\$ -	\$ 6,544	\$ (174,004)
Adjustments to Reconcile Operating Loss to Net Cash Used in Operating Activities				
Depreciation	13,335	-	-	13,335
Change in accounts receivable	(6)	-	(350)	(356)
Change in accounts payable	350	-	834	1,184
Interfund transfers	(12,989)	-	-	(12,989)
Net cash used in operating activities	<u>\$ (179,858)</u>	<u>\$ -</u>	<u>\$ 7,028</u>	<u>\$ (172,830)</u>
Schedule of non-cash transactions:				
Donated commodities received from federal government	<u>\$ 36,187</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,187</u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED JUNE 30, 2007**

NOTE E - CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2007 was as follows:

<u>Governmental Activities</u>	<u>Balance July 1, 2006</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2007</u>
Land	\$ 465,820	\$ -	\$ -	\$ 465,820
Land improvements	229,786	-	-	229,786
Buildings and improvements	18,101,439	-	-	18,101,439
Technology equipment	1,225,437	335,782	73,990	1,487,229
Vehicles	173,275	-	-	173,275
General equipment	657,515	11,983	17,381	652,117
	<u>20,853,272</u>	<u>347,765</u>	<u>91,371</u>	<u>21,109,666</u>
Totals at historical cost				
Less: accumulated depreciation				
Land improvements	209,757	3,539	-	213,296
Buildings and improvements	3,573,664	331,346	-	3,905,010
Technology equipment	849,575	179,083	70,483	958,175
Vehicles	126,025	8,203	-	134,228
General equipment	451,995	7,816	12,682	447,129
	<u>5,211,016</u>	<u>529,987</u>	<u>83,165</u>	<u>5,657,838</u>
Total accumulated depreciation				
Governmental activities capital assets - net	<u>\$ 15,642,256</u>	<u>\$ (182,222)</u>	<u>\$ 8,206</u>	<u>\$ 15,451,828</u>
<u>Business - Type Activities</u>				
General equipment	\$ 326,634	\$ -	\$ 51,003	\$ 275,631
Technology equipment	615	-	-	615
	<u>327,249</u>	<u>-</u>	<u>51,003</u>	<u>276,246</u>
Totals at historical cost				
Less: accumulated depreciation				
General equipment	257,210	13,335	50,882	219,663
Technology equipment	615	-	-	615
	<u>257,825</u>	<u>13,335</u>	<u>50,882</u>	<u>220,278</u>
Total accumulated depreciation				
Business - type activities capital assets - net	<u>\$ 69,424</u>	<u>\$ (13,335)</u>	<u>\$ 121</u>	<u>\$ 55,968</u>

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED JUNE 30, 2007**

NOTE P - DEBT SERVICE OBLIGATIONS

1992, 1998R, 1998BR, 2000, KISTA 2004, 2006 and 2006B Issues

<u>Fiscal Year</u>	<u>Fort Thomas School District</u>		<u>Ky. School Facilities Construction Commission</u>		<u>Total Requirements</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2007-2008	\$ 663,096	\$ 887,118	\$ 257,779	\$ 216,055	\$ 2,024,048
2008-2009	702,625	854,008	268,406	204,431	2,029,470
2009-2010	734,086	819,020	277,101	192,457	2,022,664
2010-2011	769,731	782,286	291,611	179,906	2,023,534
2011-2012	808,405	743,955	288,145	166,701	2,007,206
2012-2013	844,363	703,603	246,200	155,088	1,949,254
2013-2014	886,478	661,206	249,267	143,866	1,940,817
2014-2015	923,801	616,617	261,199	132,281	1,933,898
2015-2016	971,272	570,022	273,728	120,104	1,935,126
2016-2017	1,015,207	521,025	284,793	107,332	1,928,357
2017-2018	1,069,667	469,753	295,333	93,991	1,928,744
2018-2019	1,120,521	415,769	309,479	80,162	1,925,931
2019-2020	1,180,518	358,871	324,482	65,474	1,929,345
2020-2021	1,036,250	298,945	173,750	50,066	1,559,011
2021-2022	1,083,761	253,609	181,239	42,579	1,561,188
2022-2023	1,125,949	206,201	189,051	34,766	1,555,967
2023-2024	1,182,799	156,940	197,201	26,618	1,563,558
2024-2025	1,234,299	105,197	205,701	18,117	1,563,314
2025-2026	1,170,431	51,204	214,569	9,250	1,445,454
	<u>\$ 18,523,259</u>	<u>\$ 9,475,349</u>	<u>\$ 4,789,034</u>	<u>\$ 2,039,244</u>	<u>\$ 34,826,886</u>

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
 AS OF JUNE 30, 2007**

	Capital Outlay Fund	Building Fund	Total Nonmajor Govt. Funds
ASSETS			
Current			
Cash and cash equivalents	\$ -	\$ 846,962	\$ 846,962
Other receivables	-	3,647	3,647
	-	3,647	3,647
Total assets	\$ -	\$ 850,609	\$ 850,609
 LIABILITIES AND FUND BALANCES			
Liabilities			
Total liabilities	\$ -	\$ -	\$ -
 Fund Balances			
Restricted			
Capital projects	-	558,590	558,590
Unrestricted	-	292,019	292,019
	-	292,019	292,019
Total fund balances	-	850,609	850,609
Total liabilities and fund balances	\$ -	\$ 850,609	\$ 850,609

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Capital Outlay Fund</u>	<u>Building Fund</u>	<u>Total Nonmajor Govt. Funds</u>
Revenues			
From local sources			
Property taxes	\$ -	\$ 1,214,207	\$ 1,214,207
State sources			
SEEK	219,710	313,434	533,144
Earnings on investments	-	109,487	109,487
	<hr/>	<hr/>	<hr/>
Total revenues	219,710	1,637,128	1,856,838
	<hr/>	<hr/>	<hr/>
Expenditures			
Support services	-	-	-
Debt service	219,710	1,289,082	1,508,792
	<hr/>	<hr/>	<hr/>
Total expenditures	219,710	1,289,082	1,508,792
	<hr/>	<hr/>	<hr/>
Excess of revenues over expenditures	-	348,046	348,046
	<hr/>	<hr/>	<hr/>
Other Financing Sources (Uses)			
Operating transfers out	-	(1,016,425)	(1,016,425)
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	-	(1,016,425)	(1,016,425)
	<hr/>	<hr/>	<hr/>
Excess of revenues and other financing sources over expenditures and other financing (uses) sources	-	(668,379)	(668,379)
	<hr/>	<hr/>	<hr/>
Fund balance, July 1, 2006	-	1,518,988	1,518,988
	<hr/>	<hr/>	<hr/>
Fund balance, June 30, 2007	<u>\$ -</u>	<u>\$ 850,609</u>	<u>\$ 850,609</u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCES
BOND AND INTEREST REDEMPTION FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

	ISSUE OF 1992	REFUNDING ISSUE OF 1998	ISSUE OF 1998B	ISSUE OF 2000	KISTA ISSUE OF 2004	ISSUE OF 2006	ISSUE OF 2006B	Total
Cash at July 1, 2006	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:								
Transfers and miscellaneous deposits	10,047	22,938	261	975,677	7,127	495,405	4,463	1,515,918
Disbursements:								
Bonds paid	8,407	22,013	-	467,066	5,771	143,420	2,836	649,513
Interest coupons	1,640	925	261	508,611	1,356	351,985	1,627	866,405
Transfers and miscellaneous	-	-	-	-	-	-	-	-
Call fee	-	-	-	-	-	-	-	-
Total disbursements	10,047	22,938	261	975,677	7,127	495,405	4,463	1,515,918
Excess or (deficiency) of receipts over disbursements	-	-	-	-	-	-	-	-
Cash at June 30, 2007	-	-	-	-	-	-	-	-
Accounts receivable and payable								
Matured interest and bonds outstanding	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Total accounts receivable and payable	-	-	-	-	-	-	-	-
Fund balance at June 30, 2007	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCES
HIGHLANDS HIGH SCHOOL ACTIVITY FUNDS
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Fund Balance July 1, 2006</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Fund Balance June 30, 2007</u>
9th Football Championship	\$ 30	\$ 537	\$ 567	\$ -
AP English III	97	23,558	23,070	585
Art Club	96	929	979	46
Art Fees	-	5,298	5,069	229
Band Fees	546	10,221	10,177	590
Baseball	10,984	15,576	18,718	7,842
Baseball District Tournament	-	1,306	1,306	-
Bluebird Tournament	4,718	14,152	13,235	5,635
Bookstore	38,949	44,005	36,888	46,066
Boys' Basketball	2,348	14,055	14,812	1,591
Boys' Golf	359	-	25	334
Boys' Gym Fund	771	-	-	771
Boys' Soccer	3,199	12,979	15,801	377
Boys' Sub-Sectional Soccer	-	2,303	2,303	-
Boys' Track	1,475	4,037	3,257	2,255
Cheerleaders	5,903	12,398	14,078	4,223
Class of 2006	848	-	848	-
Class of 2007	-	9,661	8,699	962
Class of 2008	6,650	26,119	25,485	7,284
Class of 2009	133	-	-	133
Coke Scoreboards	6,491	736	-	7,227
Counselor's Office	4,164	42,645	41,001	5,808
Courtesy Club	147	248	160	235
Creative Writing	386	-	88	298
Cross Country	1,607	1,863	1,975	1,495
Dance Team	-	11,087	10,625	462
District SB Tourney	-	1,248	1,248	-
Dramatics	3,960	17,929	16,689	5,200
English Department	3,138	174	1,757	1,555
FBLA	572	6,175	6,038	709
FCCLA	9,910	9,226	6,966	12,170
Football Bowl	339	-	-	339
French Club	1,855	2,295	3,036	1,114
Freshman Orientation	-	1,875	-	1,875
German Club	50	2,819	2,685	184
Girls/Boys Tennis Regionals	-	636	636	-
Girls' Physical Education Department	45	1,709	1,703	51
Girls' Regional Soccer Tour	-	4,316	4,316	-
Girls' Soccer	187	19,526	19,593	120
Girls' Soccer Sub-Sectionals	-	1,792	1,792	-
Girls' Track	459	2,577	2,831	205

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCES
HIGHLANDS HIGH SCHOOL ACTIVITY FUNDS
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Fund Balance July 1, 2006</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Fund Balance June 30, 2007</u>
Highland Aires	\$ 21,176	\$ 188,512	\$ 209,018	\$ 670
Highlander	21,407	56,902	63,587	14,722
History Club	1,559	-	-	1,559
Home Economics Department	71	2,945	2,885	131
Hospitality Class	183	1,500	1,389	294
Industrial Arts Club	266	-	-	266
Industrial Arts Department	2,664	565	1,535	1,694
Instructional Fees	26,164	38,413	32,460	32,117
Interest Earned for Clubs	22,681	18,920	8,836	32,765
Key Club	360	-	129	231
KMEA - All State	-	928	926	2
Lift-A-Thon	12,239	27,133	37,829	1,543
Marching Band	-	7,300	11	7,289
Math Department	125	178	172	131
Math Honor Society	-	125	125	-
Miscellaneous	5,132	4,500	4,535	5,097
Music Fees	2,114	3	418	1,699
Musical	1,115	-	-	1,115
National Honor Society	1,530	1,120	1,459	1,191
NEHS	179	440	115	504
Prep Classic FB Game	-	23,784	23,784	-
Principal	11,257	7,950	3,058	16,149
PTA Donations	76	-	-	76
Resource Center	2,112	88	233	1,967
Robotics Team	8,128	7,120	13,726	1,522
Scholarships	2,204	8,750	1,000	9,954
Science Boosters	78	-	-	78
Science Club - Senior	1,285	521	550	1,256
Science Fees	11,114	5,190	12,674	3,630
Ski Club	368	-	-	368
Softball	2,997	1,997	3,064	1,930
South Oldham Football 1st Round	-	4,127	4,127	-
Spanish Club	2,118	-	952	1,166
Speech Club	-	3,911	3,911	-
Student Coke Commissions	22	1,761	1,443	340
Student Council - Senior	6,954	8,843	12,003	3,794
Swimming	273	3,450	3,577	146
Textbook Rental	1,745	52,661	52,778	1,628
Volleyball	6,682	12,489	15,758	3,413
Volleyball District Tournament	-	1,195	1,195	-
We The People	263	12,354	12,297	320

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCES
HIGHLANDS HIGH SCHOOL ACTIVITY FUNDS
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Fund Balance July 1, 2006</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Fund Balance June 30, 2007</u>
ATHLETIC DEPARTMENT				
Athletic Department	\$ 33,892	\$ 109,312	\$ 143,204	\$ -
Band	(1,009)	1,040	31	-
Baseball	(14,263)	25,008	10,745	-
Boys' Basketball	(2,768)	15,995	12,339	888
Boys' Cross Country	(3,114)	4,836	1,722	-
Boys' Golf	(2,465)	7,955	5,490	-
Boys' Soccer	3,091	9,185	12,227	49
Boys' Swimming	(1,858)	3,809	1,951	-
Boys' Tennis	(1,497)	1,894	397	-
Boys' Track	(8,374)	16,848	8,474	-
Cheer	(2,189)	2,997	582	226
Football	(20,198)	105,373	85,175	-
Girls' Basketball	(5,295)	22,850	17,555	-
Girls' Cross Country	(3,583)	5,304	1,721	-
Girls' Golf	(2,725)	8,062	5,337	-
Girls' Soccer	(3,029)	17,511	14,482	-
Girls' Swimming	(1,610)	4,084	2,474	-
Girls' Tennis	(1,504)	3,856	2,352	-
Girls' Track	(9,718)	21,848	12,130	-
Softball	(9,868)	15,704	5,836	-
Volleyball	917	9,688	10,605	-
Total	<u>\$ 229,890</u>	<u>\$ 1,244,844</u>	<u>\$ 1,204,844</u>	<u>\$ 269,890</u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

FORT THOMAS INDEPENDENT SCHOOL DISTRICT
STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCES
SCHOOL ACTIVITY FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Robert Johnson Elementary School</u>	<u>Ruth Moyer Elementary School</u>	<u>Samuel Woodfill Elementary School</u>	<u>Highlands Middle School</u>	<u>Total</u>
Fund balance at July 1, 2006	\$ 8,226	\$ 19,163	\$ 24,442	\$ 53,294	\$ 105,125
Add: receipts	87,827	57,397	74,368	96,015	315,607
Less: disbursements	<u>(83,098)</u>	<u>(51,056)</u>	<u>(83,304)</u>	<u>(101,114)</u>	<u>(318,572)</u>
Fund balance at June 30, 2007	<u>\$ 12,955</u>	<u>\$ 25,504</u>	<u>\$ 15,506</u>	<u>\$ 48,195</u>	<u>\$ 102,160</u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)

**FORT THOMAS INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>CFDA Number</u>	<u>Pass- Through Grantor's Number</u>	<u>Expenditures</u>	<u>Program / Cluster Totals</u>
U.S. DEPARTMENT OF EDUCATION				
<i>Passed through the Kentucky Department of Education:</i>				
Title I - Grants to Local Educational Agencies	84.010	35 106 01	\$ 30,472	
Title I - Grants to Local Educational Agencies	84.010	35 107 01	136,194	\$ 166,666
Title I - Vocational Education Grants to States	84.048	46 206 32	16,749	16,749
Grants for State Assessments and Related Activities	84.369	N/A	1,001	1,001
Title II - Improving Teacher Quality State Grant	84.367	71 006 02	22,805	
Title II - Improving Teacher Quality State Grant	84.367	71 007 02	41,810	64,615
Title II - Education Technology State Grant	84.318	73 606 02	1,924	
Title II - Education Technology State Grant	84.318	73 676 02	1,004	2,928
Tech-Prep Education	84.243	N/A	12,650	12,650
Rehabilitation Services-Vocational Rehabilitation Grants to States	84.126	N/A	2,400	2,400
Hurricane Education Recovery	84.938	40 006 02	2,430	2,430
Title IV - Safe & Drug-Free Schools State Grant	84.186	59 006 02	9,021	
Title IV - Safe & Drug-Free Schools State Grant	84.186	59 007 02	7,526	16,547
Title V - State Grants for Innovative Programs- Nonprofit Catholic	84.298	53 306 02	2	
Title V - State Grants for Innovative Programs	84.298	53 307 02	3,772	3,774
Special Education Cluster:				
Special Education Grants to States	84.027	58 106 02	118,716	
Special Education Grants to States	84.027	58 107 02	270,233	
Special Education Preschool Grants	84.173	58 706 02	6,239	
Special Education Preschool Grants	84.173	58 707 02	11,274	406,462
Total U.S. Department of Education			<u>696,222</u>	<u>696,222</u>
U.S. DEPARTMENT OF AGRICULTURE				
<i>Passed through the Kentucky Department of Education</i>				
Child Nutrition Cluster:				
National School Lunch Program	10.555	57 506 02	19,373	
National School Lunch Program	10.555	57 507 02	110,389	
School Breakfast Program	10.553	57 606 02	935	
School Breakfast Program	10.553	57 607 02	4,826	135,523
<i>Passed through the Kentucky Department of Agriculture</i>				
Food Donation	10.550	N/A	36,187	36,187
Total U.S. Department of Agriculture			<u>171,710</u>	<u>171,710</u>
Total Expenditures of Federal Awards			<u>\$ 867,932</u>	<u>\$ 867,932</u>

(See Auditors' Report and Accompanying Notes to the Financial Statements)