



**BUTLER COUNTY JOINT VOCATIONAL
SCHOOL DISTRICT
BUTLER COUNTY**

SINGLE AUDIT

FOR THE FISCAL YEAR ENDED JUNE 30, 1999



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

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**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
JUNE 30, 1999**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Disbursements
U.S. DEPARTMENT OF LABOR				
<i>Passed Through Ohio Department of Education:</i>				
School to Work	WKBE	17.249	\$5,000	\$0
Total U.S. Department of Labor			5,000	0
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
<i>Passed Through Ohio Department of Education:</i>				
Job Opportunity & Basic Skills - Adult Education	JOB2	93.561	6,066	122,139
Total U.S. Department of Health and Human Services			6,066	122,139
U.S. DEPARTMENT OF EDUCATION				
<i>Passed Through Ohio Department of Education:</i>				
Vocational Education/Basic Grants to States	20C1/C2	84.048	584,752	627,226
Eisenhower Math/Science	MSS1	84.281	4,271	4,271
Chapter II	C2S1	84.298	6,682	6,682
Subtotal Pass-through			595,705	638,179
<i>Direct:</i>				
Pell Grants		84.063	223,201	223,201
Total U.S. Department of Education			818,906	861,380
Totals			\$829,972	\$983,519

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

**NOTE TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES
JUNE 30, 1999**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

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



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OFFICE OF THE AUDITOR

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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE AND ON
INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS**

Butler County Joint Vocational School District
Butler County
3603 Hamilton-Middletown Road
Hamilton, Ohio 45011

To the Board of Education:

We have audited the financial statements of the Butler County Joint Vocational School District, Butler County, Ohio (the District), as of and for the fiscal year ended June 30, 1999, and have issued our report thereon dated December 20, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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

However, we noted certain immaterial instances of noncompliance that we have reported to the management of the District in a separate letter dated December 20, 1999.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to the management of the District in a separate letter dated December 20, 1999.

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

A handwritten signature in black ink, appearing to read "Jim Petro", with a large, stylized flourish at the end.

Jim Petro
Auditor of State

December 20, 1999



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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Butler County Joint Vocational School District
Butler County
3603 Hamilton-Middletown Road
Hamilton, Ohio 45011

To the Board of Education:

Compliance

We have audited the compliance of the Butler County Joint Vocational School District, Butler 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 are applicable to its major federal program for the fiscal year ended June 30, 1999. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, Butler County Joint Vocational School District, complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the fiscal year ended June 30, 1999.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with 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 have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Federal Awards Expenditures

We have audited the general purpose financial statements of the District as of and for the fiscal year ended June 30, 1999 and have issued our report thereon dated December 20, 1999. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

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



Jim Petro
Auditor of State

December 20, 1999

SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 1999

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Vocational Education – CFDA #84.048
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: all other programs
(d)(1)(ix)	Low Risk Auditee?	Yes

SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 1999
(Continued)

**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

SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
1998-10409-001	Revised Code 5705.38 – Failure to adopt final appropriations	Yes	Current Treasurer submitted final appropriation to Board for their approval.
1998-10409-002	Revised Code 5705.39 – Appropriations exceeded total estimated revenue	Yes	Current Treasurer amended estimated revenue in relation to appropriations when necessary.
1998-10409-003	Revised Code 5705.41(B) – Disbursements exceeded appropriations	Yes	Current Treasurer amended appropriations when necessary.
1998-10409-004	Revised Code 5705.412 – Failure to issue “412” certificates	Yes	Current Treasurer attached “412” certificates to appropriate documents.

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

***BUTLER COUNTY JOINT VOCATIONAL
SCHOOL DISTRICT
BUTLER COUNTY, OHIO***

For the Year Ended June 30, 1999

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT

BUTLER COUNTY, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 1999

Prepared by:
Office of the Treasurer

Wayne D. Bethel

*Butler County Joint Vocational
School District, Ohio*

INTRODUCTORY SECTION

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Year Ended June 30, 1999**

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**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
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BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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Butler County Joint Vocational School District
3603 Hamilton-Middletown Road Hamilton, OH 45011
Phone (513) 868-1911 Fax (513) 868-9348 www.butlercountyjvs.com

Joseph L. Lupo
Superintendent

Wayne D. Bethel
Treasurer

December 20, 1999

**TO THE CITIZENS AND BOARD OF EDUCATION OF THE BUTLER COUNTY
JOINT VOCATIONAL SCHOOL DISTRICT:**

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Butler County Joint Vocational School District (District) for the year ended June 30, 1999. The report contains financial statements, supplemental statements, and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the District for the 1998-99 fiscal year.

Responsibility for the accuracy, completeness and fairness of this report rests with the District and more specifically, the Office of the Treasurer. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position, results of operations, and cash flows of the various funds and account groups of the District.

This report was prepared in accordance with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and is representative of the District's continuing commitment to provide meaningful financial information to the citizens of the District.

This report has been divided into three sections:

The Introductory Section includes a table of contents, this transmittal letter, a list of principal officials and the District's organizational chart.

The Financial Section includes the unqualified opinion of our independent auditors, Jim Petro, Auditor of State of Ohio, the general purpose financial statements, and the combining and individual fund and account group financial statements and schedules.

The Statistical Section includes selective financial, economic, and demographic information generally presented on a multi-year basis for comparative purposes.

This report includes all funds and account groups of the District.

DESCRIPTION OF THE DISTRICT

As a joint vocational school (JVS) district organized under Section 3311.18 of the Ohio Revised Code, the Vocational Education Planning District (VEPD) provides vocational education programs to eight member school districts. Member school districts are Edgewood, Fairfield, Lakota, Madison, Middletown/Monroe, New Miami, Ross, and Talawanda.

The District is comprised of three major vocational divisions: secondary education, adult education, and the Workforce Development Center.

D. Russel Lee Career-Technology Center (formerly D. Russel Lee Career Center), Manchester Technical Center, and satellite programs offer a variety of training programs designed to give high school students the technical skills needed in today's global economy. Programs provide quality career training for the students of Butler County by incorporating the latest technology with exemplary classroom instruction.

As part of their programs, students are involved in vocational student organizations that allow students to participate in both skill events and leadership activities.

In addition to middle school and high school programs, the District offers a wide variety of part-time and full-time training programs to adults. Over 4,000 adults enroll in these programs yearly.

As a state designated Adult Education Full Service Center, Adult Education offers both full-time and part-time options, including Public Safety Service and Law Enforcement Training. Full-time programs include applied academics and basic skills enhancement as well as employability skills updates.

Part-time programs provide adult students with opportunities to receive training in specific skill areas in a brief 4-6 week period. These courses can be used to enhance current skills or generate new skills that are useful in the workplace.

Located in the Educational Resource Center, the Workforce Development Center focuses on customized training for business and industry and is comprised of four programs which deliver a variety of workforce training solutions, including: Customized Office Skills Training, Diversified Industrial Training, Human Resource Development, ISO/QS 9000, and Small Business Management.

During the 1998-99 year, Workforce Development Center programs served a total of 61 businesses in the Butler County area and trained a total of 1,369 students in 206 classes customized to meet needs of individual businesses.

The mission of the Workforce Development Center is to assess the workforce training needs of a company; create customized, cost-effective training programs to address those needs; and then deliver the training at the company's location or at the state-of-the-art the District's training facilities.

FISCAL AGENT ACTIVITIES

The District serves as fiscal agent for the Southwest Ohio Computer Association (SWOCA) which is a legally separate jointly governed organization. While this entity is included in the District's financial statements as an agency fund, the District is not financially accountable. Because of its independent nature, SWOCA's financial statements are not included in this report.

SWOCA is responsible for the provision of comprehensive educational computer services to participating school districts located in Butler, Hamilton, Preble, and Warren County areas. The Association serves as a link between the school districts and the Ohio Department of Education, enabling the districts to meet the requirements of the Uniform School Accounting System and other administrative mandates.

COMMUNITY INVOLVEMENT

The District endeavors to foster cooperative relationships with business and industry, professional organizations, associate school districts, and other interested, concerned groups and organizations to consider, plan, and implement educational programs designed to meet the common needs and interests of students.

BUSINESS-SCHOOL PARTNERSHIPS

The business-school partnerships are formal, voluntary relationships between the District and businesses. This partnership brings together businesses and the District in order to address specific educational goals and objectives. Partnerships also give the District insight into the educational and training needs of business and industry.

One way in which the District involves the business community is through program advisory committees. These committees are comprised of individuals who agree to serve as advisors for one or more vocational programs. Membership may include former students; parents of current students; and representatives of business, industry, labor, and community agencies. These members can provide valuable advice, guidance, and assistance in providing opportunities for students to understand and learn the basic skills necessary to succeed.

ECONOMIC CONDITION AND OUTLOOK

The District is located in Butler County. Established in 1803, Butler County is located in Southwestern Ohio between Hamilton and Montgomery Counties, and shares boundaries with Preble County to the north, Warren County to the east, and the State of Indiana to the west.

The economic outlook for Butler County continues to be optimistic and favorable. Through its Enterprise Zone program, Butler County initiated tax incentives to a number of companies that are expanding within or relocating to Butler County.

Economic development efforts have substantially increased real estate and personal property investments and employment opportunities. The average unemployment rate in Butler County is 3.3 percent.

As one of the fastest growing counties in Ohio, Butler County has experienced an expanding residential population that requires more housing and services. The number of residents has increased over the past twenty years by approximately 40%. Housing starts within unincorporated parts of the County have escalated, including areas such as Union, Liberty and Fairfield Townships. This growth is largely attributable to a combination of available land for development, new housing, and a favorable per capita income growth.

The completion of the new Interstate 75 interchange and the Butler County Regional Highway will help Butler County to continue to attract new business and industry. It will also eliminate the unique situation of the City of Hamilton being the largest city in the United States to not have direct access to an interstate highway. Real and personal property investment, as well as new employment opportunities, are expected to grow at an incredible pace as a direct result of roadway infrastructure improvements.

The favorable economic outlook for Butler County will increase the stability and retention of long standing Butler County companies, including but not limited to AK Steel, Cincinnati Financial Corporation and the Ohio Casualty Insurance Company, which employ 4,250, 2,000 and 1,500 people respectively. Financial services, paper manufacturing, retail stores, and medical companies complete the list of top employers. All of these larger companies create the need for a variety of smaller businesses to service their corporate and employee needs.

As a result of Butler County's economic growth, the District's total assessed property values for the 1999 collection year rose \$136,444,636 to a total of \$4,577,361,209 for a 3.1 per cent increase. As a result of increasing property values and financial accountability initiatives begun on January 1, 1996, the District continues to operate on it's original voted millage of 1.43, approved in 1972, and .50 millage, approved in 1977, for a total millage of 1.93.

ORGANIZATION OF THE DISTRICT

The District is governed by a nine (9) member board of directors representing the eight participating Butler County school districts. Each of the eight (8) member school districts has direct representation through board members (elected to their local school district board) and appointed to serve on the JVS board for a two-year term. One JVS board representative is appointed for a one-year term on a rotating basis by the member districts (alphabetical order by district). Many members of the JVS Board serve multiple terms

The JVS Board holds power and authority for the management and control of the joint vocational school district (Section 3311.19(A) of the Ohio Revised Code). Section 3311.19 (D) vests in the joint vocational school district board of education the same powers, duties, and authorities as granted by law to a board of education of a city school district and all provisions of law that apply to a city school district (excluding jurisdiction by a city civil service commission).

The Board serves as the taxing authority, contracting body and policy initiator for the operation of the District and is also responsible for the tax budget and the annual operating budget. The Board has only those powers and authority conferred upon it by the Ohio Revised Code.

The current Board members, their terms, and years on the Board as of June 30, 1999 are:

<u>Board Member</u>	<u>Term</u>	<u>Years on Board</u>
Donna Dolan	1/1/98 - 12/31/99	9.5
Ed Derickson	1/1/98 - 12/31/99	7.5
Alberta Derrough	1/1/98 - 12/31/99	7.5
Mike Oler	1/1/97 - 12/31/00	7.5
Sharon Anderson	1/1/97 - 12/31/00	2.5
Sue Price	1/1/97 - 12/31/00	2.5
Richard Emery	1/1/98 - 12/31/99	1.5
A.C. Mitchell	1/1/98 - 12/31/99	1.5
Dr. Kay Crain	1/1/99 - 12/31/99	.5

The Superintendent is the chief executive officer of the District and is responsible directly to the Board for all educational and support operations of the District. Mr. Joseph L. Lupo was initially employed by the Board as Superintendent effective November 27, 1995 and received a three-year and eight month contract through July 31, 1999. The Board approved a new three-year contract on February 18, 1998 effective August 1, 1999 through July 31, 2002. Mr. Lupo has been in the education profession for 33 years; 13 years as a teacher, 4 years as a central office district director, and 15 as a vocational superintendent of schools. Mr. Lupo holds a B.S. Degree from Miami University of Ohio and a M.Ed. Degree from Youngstown State University. He has completed post-masters work at Kent State University, Walsh University and Youngstown State University.

The Treasurer is the chief financial officer of the District and is responsible directly to the Board for all financial operations, investments, custody of all District funds and serves as Secretary to the Board. Mr. Wayne D. Bethel was initially hired by the District as interim Treasurer effective December 1, 1997 through December 31, 1997 and appointed as Treasurer January 1, 1998. Mr. Bethel was awarded a four-year contract as Treasurer which will expire at the Board's Organizational meeting in January 2004. Mr. Bethel has served as a school Treasurer since 1975 and holds a B.B.A. from Wheeling Jesuit College, an associates degree in accounting from Belmont Technical College, and is recognized by the Ohio Association of School Business Officials as a registered School Business Fiscal Officer.

All other District employees are responsible to the Superintendent and are employed by the Board upon the recommendation of the Superintendent.

THE DISTRICT'S FACILITIES

The District serves an area of approximately 450 square miles, encompassing a geographic area consistent with the boundaries of its eight member school districts.

The District provides vocational education for eight school districts serving an eligible student population of approximately 4,800 middle school and high school students at the D. Russel Lee Career-Technology Center, Manchester Technical Center, and seventy-five satellite vocational training programs located in twenty-two school buildings of its member districts.

The District also operates a central administration building (Educational Resource Center) and fire training facilities located on the campus of D. Russel Lee CTC.

EMPLOYEE RELATIONS

The District has approximately 223 full-time and 98 part-time teachers and support service staff as recognized by the collective bargaining agreement and who are represented by the Butler Vocational Education Association (BVEA). This number represents a decrease from January 1, 1996-January 2000 based on the right-sizing (reorganizing) of District operations on an ongoing basis to more effectively and efficiently utilize available human and fiscal resources.

The District has a three-year agreement with its bargaining unit members which expires June 30, 2001.

The District also employs central office leadership staff; central office exempted employees; and part-time, casual, and seasonal employees who are not represented by the bargaining unit.

DEPARTMENT FOCUS

Ohio Association of Joint Vocational Schools (OAJVS)

On July 1, 1997 at the Summer Conference of the Ohio Association of Joint Vocational Schools (OAJVS), Mr. Joseph L. Lupo became the twenty-eighth President to lead this state association which represents forty-nine JVS's across the State of Ohio. Previous to serving as President, Mr. Lupo served on the Board of Directors, as Secretary-Treasurer, and as President-elect.

During his term as President, the official name of the organization was changed from the Ohio Association of Joint Vocational School Superintendents (OAJVSS) to its current name. A web site (www.oajvs.org) was developed on the Internet to improve communications among the JVS districts. This website allowed the association membership to be more informed on legislative activities.

Mr. Lupo remains active in the association.

Management Council of the Ohio Education Computer Network (MCOECN) Board of Trustees

Mr. Lupo was elected to serve a two-year term on the Board of Trustees by the MCOECN Southwest Ohio region membership and is currently serving as vice-chair. MCOECN is the recognized entity for providing leadership for technology in the K-12 education community in Ohio.

The MCOECN serves as the oversight committee the Ohio Education Computer Network (OECN). The OECN consists of 23 Data Acquisition Sites (computer consortia) which provide on-line computerized services to the member school districts in their region and serve as Designated Data Acquisition Sites (DDAS) to collect and aggregate EMIS report data for the districts in their region.

Although all Data Acquisition Sites offer a menu of basic services (i.e. fiscal & student support applications, career guidance, etc), additional services are provided as determined locally by each consortium's governing board.

Utilizing gateways to established regional and worldwide networks, capabilities exist for administrators, teachers and students in participating OECN districts to communicate with their counterparts across the state, nation, and the world.

Professional Representation

Many of the District's instructors serve as members and officers on state level educational committees and professional education associations. The Board of Education encourages and supports their professional participation.

MAJOR INITIATIVES

New Academic Courses

In response to state legislation (Senate Bill 55), associate school district graduation requirements, apprenticeship council standards, and post-secondary institution entrance qualifications, the District implemented educational pathways that included a wide variety of academic offerings. This allowed students to be scheduled in academic classes according to their ability and their specific program. This change has provided program completers with flexibility regarding future job and educational opportunities.

New Vocational Programs

In order to provide a career training programs which meet the needs of all students, the Butler County Joint Vocational School District institute two new secondary programs at the D. Russel Lee Career~Technology Center.

The Tech Prep Allied Health program prepares students with rigorous academic and technical curriculum. Clinical and lab experiences include: anatomy, physiology, medical terminology, and chemistry. Tech Prep curricula provides advanced competencies in math, science, communication, and technologies and integrates academic, occupational, and employability competencies at all educational levels.

The Power Equipment Technology program gives special needs students the opportunity to receive the skills needed to succeed in automotive maintenance. Students learn to balance and rotate tires; change oil and oil filters; re-pack wheel bearings; lube chassis; detail automobiles and much more.

Renovation/Addition to D. Russel Lee Career~Technology Center

The Butler County Joint Vocational School District Board of Education approved building renovations for D. Russel Lee Career~Technology Center and the construction of a new 60,000 square foot addition for the facility.

The renovation of a building wing included the replacement of water lines, renovation of restrooms to meet ADA requirements, the conversion of four existing rooms to new vocational labs, new lighting, and flooring replacement at a cost of \$1.1 million.

The construction phase of the project consist of a new addition which will house classrooms and labs for the district's public safety services department, including the Police Basic Training Academy, Paramedic Training, Practical Nursing, and Firefighter Training programs.

The State Department of Education approved the project and authorized the District to issue unvoted bonds in the amount of \$4,500,000. The bonds were issued on July 1, 1999 at 3.5%.

The Governing Board in conjunction with the State Department of Education also approved \$2.6 million in interest free loans from the Division of Career-Technical and Adult Education Building/Equipment Assistance fund.

The new addition will also include offices for the Adult Education department; state-of-the-art high school science labs; two computer labs; an auditorium; and a proposed lab for SEMAA, NASA's Science Engineering Math Aerospace Academy.

Installation of Security Cameras

New security cameras were installed in 14 locations throughout D. Russel Lee Career-Technology Center. The system features pivot and stationary cameras with zoom lenses, 35 inch color monitor, and 16 track recorder which simultaneously records data from all cameras.

Student Fees

The Board of Education approved program specific student fees for the 1998-99 school year. These fees are based on consumable items that the students will use during the course of the school year.

Courses of Study Updates

During the 1998-99 school year, the District continued to update the courses of study for both career center and satellite programs. Included in this year's updates was Work and Family Life course of study.

Job Description Reviews/Modifications

During the 1998-99 school year, over 12 job descriptions were created or revised in order to correspond accurately with the duties which are/should be performed under the job classification.

Establishment of the Butler County Joint Vocational School District Employee Memorial Scholarship

Upon the recommendation of Superintendent Joseph L. Lupo, the Board of Education approved the establishment of the Butler County Joint Vocational School District Employee Memorial Student Scholarship Fund to assist deserving students with their program fees.

To assure that deserving students receive the scholarship backing, the fund has been established in a reimbursement format. This will require that the fees be initially paid by the student, with a refund being issued upon the successful completion of the year.

The scholarships will be awarded based on four criteria: financial need, attendance, grades, and citizenship performance. The financial need criteria will be determined using the Federal income guidelines for the free and reduced lunch program.

Funding for the scholarship is generated through interest accrued on \$50,000 in monies received by the District in a vending agreement.

Interactive Video Distance Learning Grant

The District received \$57,000 in funds through an Interactive Video Distance Learning (IVDL) Grant. This grant will allow JVS students to access a variety of academic courses which have not been traditionally available and will provide expanded remediation opportunities.

Accounting Procedures

A five-year plan was developed and presented to the Board with the permanent appropriations in September. This plan documented that since January 1996, salaries and benefits dropped from eighty-four per cent of the total annual operating budget to sixty-three per cent. By following the five-year spending plan, the District can develop a strategic plan supported by a spending plan to meet future needs of the District. Although the District is not in financial difficulty, the five-year plan will serve as a guide in providing the financial data and documentation in making decisions affecting the annual budget and future financial integrity of the District.

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund and account group is a distinct, self-balancing entity. Records for general governmental operations are maintained on a cash basis system of accounting as prescribed by the Ohio Auditor of State. Cash basis differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). GAAP, as more fully described in the notes to the financial statements, provides for a modified accrual basis of accounting for the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Fund, Expendable Trust Fund, and Agency Funds and for full accrual basis of accounting for all other funds. The District began a conversion to GAAP for financial reporting for the fiscal year ended June 30, 1992.

Internal Controls

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

Budgetary Controls

The District maintains its accounts, appropriations and other financial records in accordance with the procedures established and prescribed by the Ohio Auditor of State. The objective of these budgetary 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 (the level at which expenditures cannot legally exceed the appropriated amount) is established by function and object of expenditure within an individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to succeeding years and are not reappropriated. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility of sound financial management.

General Fund

The following schedule presents a summary of revenues for the fiscal year ended June 30, 1999 and the amount and percentage of increases and decreases in relation to the 1998 fiscal year:

<u>Revenues by Source</u>	<u>1999 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease)</u>	<u>Percent of Increase (Decrease)</u>
Taxes	\$ 8,974,891	52.89%	\$ 1,196,349	15.38%
Earnings on investments	554,556	3.27%	104,024	23.09%
Other local revenue	158,274	0.93%	(115,035)	-42.09%
Intergovernmental - state	<u>7,282,256</u>	<u>42.91%</u>	<u>(195,442)</u>	<u>-2.61%</u>
Total	<u>\$ 16,969,977</u>	<u>100.00%</u>	<u>\$ 989,896</u>	<u>10.96%</u>

- The District is eligible to receive an advance on property tax collections as of June 30. The amount available for advance was higher at June 30, 1999 than at June 30, 1998 which caused the increase in tax revenue.
- Rising interest rates and higher cash balances as well as improved cash management resulted in the nearly 23% increase in earnings on investments.
- Other local revenue decreased due to a one-time workers compensation rebate of approximately \$180,000 which was received in 1998.

The following schedule presents a summary of expenditures for the General Fund for the fiscal year ended June 30, 1999 and the amount and percentage of increases or decreases in relation to the 1998 fiscal year:

Expenditures by function	1999 Amount	Percent of Total	Increase (Decrease)	Percent of Increase (Decrease)
Instruction:				
Regular	\$ 17,123	0.13%	\$(932,674)	-98.20%
Special		0.00%	(7,504)	-100.00%
Vocational education	8,491,804	64.73%	1,364,351	19.14%
Other		0.00%	(8,896)	-100.00%
Support services:				
Pupil	371,863	2.83%	(8,054)	-2.12%
Instructional staff	478,941	3.65%	98,288	25.82%
General administration	80,269	0.61%	(9,767)	-10.85%
School administration	777,147	5.92%	(177,808)	-18.62%
Fiscal	524,852	4.00%	(33,241)	-5.96%
Business	65,862	0.50%	(89,776)	-57.68%
Operations and maintenance	951,797	7.25%	(85,147)	-8.21%
Pupil transportation	33,322	0.25%	4,581	15.94%
Central	201,085	1.53%	(20,425)	-9.22%
Extracurricular activities	21,503	0.16%	2,763	14.74%
Facilities acquisition and construction	1,035,387	7.89%	911,283	734.29%
Capital outlay		0.00%	(172,612)	-100.00%
Debt Service:				
Principal	51,853	0.40%	16,887	48.30%
Interest	<u>16,981</u>	<u>0.13%</u>	<u>4,083</u>	<u>31.66%</u>
Total	<u>\$ 13,119,789</u>	<u>100.00%</u>	<u>\$ 856,332</u>	<u>6.74%</u>

The District's major expenditure is for wages and benefits. While individual line items expenses changed between years due to changes in District goals and initiatives, expenditures were held flat by management's attention to maintaining current costs.

Nearly all instruction costs were charged to the vocational function which was a major change from prior years. In addition, the District undertook significant renovations to its facilities which contributed significantly to the increased expenditures.

Special Revenue Funds

Special Revenue Funds account for certain revenues restricted by law or other formal actions to be expended for a specific purpose. The sources are primarily grants and entitlements. All Special Revenue Funds on a combined basis operated with \$2,669,891 in revenues and \$2,451,925 in expenditures in 1999.

Capital Projects Fund

The Permanent Improvement Fund was used to fund improvements to facilities. \$750,000 was transferred to this fund from the General Fund to pay for various facility improvements. In addition, the District sold bonds in the amount of \$995,000 and borrowed \$2,586,891 from the State of Ohio for facility renovations and construction. All debt proceeds were recorded in the Building Fund which was created to account for the projects started by the District. The District's Capital Projects Funds ended the 1999 fiscal year with a balance of \$4,877,024.

Fiduciary Funds

Trust and Agency Funds require a fiduciary relationship in their management by the District. The Trust Fund currently carried on the records of the District is an Expendable Trust which may be used for scholarships and other student incentives. Agency funds utilized by the District include a Student Activities Fund and the Southwest Ohio Computer Association Fund. Agency fund liabilities totaled \$1,233,917.

Enterprise Funds

The District's enterprise funds are the Uniform School Supplies Fund, Rotary Fund, and Adult Education Fund. These funds are similar in nature to profit making activities found in the private sector and are managed accordingly. District Enterprise Funds operated in 1999 with \$2,649,480 in revenues and recorded net income of \$278,846.

Debt Administration

District debt is maintained at realistic levels in relation to the overall financial condition and to the projected needs for public facilities and improvements. During the fiscal year ended June 30, 1999, the District issued bonds totaling \$995,000 and borrowed nearly \$2.6 million from the State of Ohio. All debt proceeds will be used for the renovation of existing facilities as well as new construction of a building.

Cash Management

The District's cash management program addresses the issues of safety, liquidity and yield while maximizing returns. The District utilizes U.S. Treasury notes, certificates of deposit, commercial paper and repurchase agreements for long-term investments for cash which is not readily needed. Interest earned for all funds during the fiscal year was \$655,709.

Risk Management

The District continues to protect its assets through its participation with other school districts in Butler County in the Butler County Health Plan (BCHP), a public entity risk pool currently operating as a common risk management and insurance program. The School District pays an annual premium to the pool for its general insurance coverage. The risk of loss transfers entirely from the School District to BCHP. The Agreement for Formation of BCHP provides that BCHP will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$125,000 pooling level each year.

Independent Audit

The general purpose financial statements of the District were audited by the Auditor of State's (Ohio) Office in compliance with State statutes. The auditors' unqualified opinion rendered on the District general purpose financial statements, and their report on the combining and individual fund statements and schedules, is included in the financial section of this Comprehensive Annual Financial Report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Butler County Joint Vocational School District for its comprehensive annual financial report for the fiscal year ended June 30, 1998. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report 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 comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

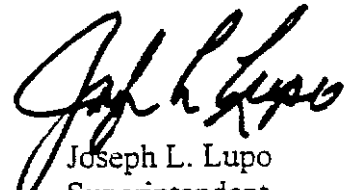
Acknowledgments

The preparation of this report was made possible by the dedicated service of the entire Treasurer's staff and Central Office Leadership staff.

Finally, a word of thanks is necessary to recognize the commitment to excellence in financial management and reporting by all the members of the Butler County Joint Vocational School District Board of Education.

Respectfully,


Wayne D. Bethel
Treasurer


Joseph L. Lupo
Superintendent

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT

LIST OF PRINCIPAL OFFICIALS

JUNE 30, 1999

BOARD OF EDUCATION

President	Michael Oler	Fairfield City School District
Vice President	Donna Dolan	Lakota Local School District
Board Member	Sharon Anderson	Edgewood City School District
Board Member	Ed Derickson	Talawanda City School District
Board Member	Alberta Derrough	Madison Local School District
Board Member	Richard Emery	Ross Local School District
Board Member	Kay Crain	Fairfield City School District
Board Member	A.C. Mitchell	Middletown/Monroe City Schools
Board Member	Sue Price	New Miami Local School District

ADMINISTRATIVE OFFICIALS

Superintendent	Joseph L. Lupo
Treasurer	Wayne D. Bethel
Director, Secondary Education	Sandra L. Shellenberger
Director, Adult Education	Rodney L. Glover

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Butler County Joint
Vocational School District,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1998

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.



Cary Brubaker
President

Jeffrey L. Eselle
Executive Director

Butler County Joint Vocational School District

Board of Education

Members - Sharon Anderson, Dr. Marilyn K. Crain, Ed Derickson, Alberta Derrrough, Richard Emery, A.C. Mitchell, Sue Price
 Mike Oler, President, Donna Dolan, Vice President

Superintendent (Joseph E. Lupo)

Treasurer (Wayne Behel)

Assistant Treasurer
(Gloria Mical)

Financial Secretary/
Data Entry
(Cheryl Sakky)

Accounting Specialist
(Accounts Receivable)
(Charlene Helton)

Accounting Specialist
(Payroll/Benefits)
(Kelly Steete)

Accounting Specialist
(Accounts Payable)
(Lesli Thacker)

Secretary
(Karen Barber)

Director Secondary Education (Sandy Stollenberger)

Technology Coordinator
(Nancy Gerb)

Technology Assistant

Marketing Coordinator
(Jason Champagne)

Property Services Manager
(Ron Klapper)

Custodial/Maintenance

Central Receiving
(Tammv. Lewis)

Transportation Services
(Pat Fleminne)

Director Adult Education (Rod Glover)

Supervisor of Program & Resource Development
(Denise K. Jmus)

Secretary
(Kris Vaughn)

Personnel Functions

Workforce Development Center
(Bibi Solazzo - Business & Industry Liaison)

Supervisor of Student Support Services
(Monica Marsh)

Director (DRL)
(Ron Webber)

Building Supervisor (MTC)
(Nary Jane Perry)

Superv. Satellite Programs
(Heb Dietz)

Guidance Counselors
(George Martin - DRL, Bonnie Thompson - MTC)

Instructional Supervisors
(Harvey Prof/Joyce Harris)

Instructional Staff

VOSE Coordinators
(Garey Carson, Jayne Roth - DRL, Elmon Prier - MTC)

Basic Skills Instructor(s)
(Brenda Kionan)

Instructional Staff

Secretarial Staff

Consultative Unit Staff
(Barb Hefflin - COST, Greg Pace - DIT, Ellen Epstein - HRD, Kristi Hewitt - SBM)

Social Worker
(Michelle Swanz)

Instructional Staff

Secretarial Staff

Adult Continuing Education Coordinators (DRL/MTC)
(Wayne Miles & Remy Dynes)

District Nurse
(Amy Schweter)

Instructional Staff

Secretarial Staff

Health Occupations
(Joyce Harris)

Placement
(Randy Dynes)

Instructional Staff

Secretarial Staff

Law Enforcement
(Steve Isigno)

Vocational Evaluation Staff
(Andrea Crain, Joyce Lane, Robin Frederick, Penny Miller)

Instructional Staff

Secretarial Staff

Public Safety Services
(Shelby Loudon)

Job Club
(Donna Baldwin, Rebecca Davies, Marlene Moss)

Instructional Staff

Secretarial Staff

Adult School-To-Work
(Melinda Kelly)

ONOW
(Judy Suding)

Instructional Staff

Secretarial Staff

Full-Time Program Staff

Part-Time Program Staff

Instructional Staff

Secretarial Staff

Part-Time Program Staff

Health Occupations
(Joyce Harris)

Instructional Staff

Secretarial Staff

Law Enforcement
(Steve Isigno)

Public Safety Services
(Shelby Loudon)

Instructional Staff

Secretarial Staff

Secretarial Staff



*Butler County Joint Vocational
School District, Ohio*

FINANCIAL SECTION



STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

250 West Court Street
Suite 150 E
Cincinnati, Ohio 45202
Telephone 513-361-8550
800-368-7419
Facsimile 513-361-8577
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Butler County Joint Vocational School District
Butler County
3603 Hamilton-Middletown Road
Hamilton, OH 45011

To the Board of Education:

We have audited the accompanying general purpose financial statements of the Butler County Joint Vocational School District, Butler County, Ohio (the District), as of and for the fiscal year ended June 30, 1999, as listed in the table of contents. These general purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Butler County Joint Vocational School District, Butler County, Ohio, as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we will issue a report 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 grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the District, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general purpose financial statements taken as a whole.

Butler County Joint Vocational School District
Butler County
Report of Independent Accountants
Page 2

We did not audit the data included in the introductory and statistical sections of this report and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro", written in a cursive style.

Jim Petro
Auditor of State

December 20, 1999

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BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO

Combined Balance Sheet - All Fund Types and Account Groups

June 30, 1999

	Governmental Fund Types				Proprietary Fund Type			Fiduciary Fund Types			Account Groups			Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Trust & Agency	General Fixed Asset	Long-Term Debt	General					
									General	Debt				
ASSETS AND OTHER DEBITS														
ASSETS:														
Equity in pooled cash and cash equivalents	\$ 6,694,995	186,537	-	2,456,391	832,624	1,307,226	-	-	-	-	-	-	-	11,477,773
Investments	1,963,167	-	-	2,437,883	-	-	-	-	-	-	-	-	-	4,401,050
Net receivables:														
Taxes	7,488,727	-	733,007	-	-	-	-	-	-	-	-	-	-	8,221,734
Accounts	1,943	274	-	-	39,666	-	-	-	-	-	-	-	-	41,883
Accrued interest	5,894	-	-	-	-	-	-	-	-	-	-	-	-	5,894
Intergovernmental	-	149,913	-	-	3,318	-	-	-	-	-	-	-	-	153,231
Due from other funds	-	-	-	15,894	-	238	-	-	-	-	-	-	-	16,132
Interfund loan receivable	3,623	-	-	-	-	-	-	-	-	-	-	-	-	3,623
Restricted assets:														
Cash and cash equivalents	398,354	-	-	-	-	-	-	-	-	-	-	-	-	398,354
Property, plant and equipment (net of accumulated depreciation where applicable)	-	-	-	-	150,125	-	18,097,514	-	-	-	-	-	-	18,247,639
OTHER DEBITS:														
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	-	-	4,502,114	-	-	-	-	-	4,502,114
Total assets and other debits	\$ 16,556,703	336,724	733,007	4,910,168	1,025,733	1,307,464	18,097,514	4,502,114	-	-	-	-	-	47,469,427

The notes to the financial statements are an integral part of this statement.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO

Combined Balance Sheet - All Fund Types and Account Groups

June 30, 1999

	Governmental Fund Types				Proprietary Fund Types			Fiduciary Fund Types			Account Groups			Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Trust & Agency		General Fixed Asset	Long-Term Debt	General	Fixed Asset	Debt		
						Fund Types	Fund Types							
LIABILITIES, EQUITY AND OTHER CREDITS														
LIABILITIES:														
Accounts payable	\$ 83,147	29,696	-	33,144	28,489	52	-	-	-	-	-	-	-	174,528
Accrued wages and benefits	951,626	68,127	-	-	126,969	-	-	-	-	-	-	-	-	1,146,722
Interfund loans payable	-	3,623	-	-	-	-	-	-	-	-	-	-	-	3,623
Due to other funds	16,132	-	-	-	-	-	-	-	-	-	-	-	-	16,132
Due to student groups	-	-	-	-	-	112,587	-	-	-	-	-	-	-	112,587
Due to other governments	-	-	-	-	-	1,121,330	-	-	-	-	-	-	-	1,121,330
Deferred revenue	5,463,727	-	733,007	-	-	-	-	-	-	-	-	-	-	6,196,734
Capital leases payable	-	-	-	-	-	-	-	-	178,581	-	-	-	-	178,581
General obligation bonds payable	-	-	-	-	-	-	-	-	895,000	-	-	-	-	895,000
General obligation notes payable	-	-	-	-	-	-	-	-	2,586,891	-	-	-	-	2,586,891
Compensated absences payable	355,746	35,027	-	-	83,794	-	-	-	841,642	-	-	-	-	1,316,209
Total liabilities	6,870,378	136,473	733,007	33,144	239,252	1,233,969	-	-	4,502,114	-	-	-	-	13,748,337
EQUITY AND OTHER CREDITS:														
Investments in general fixed assets	-	-	-	-	-	-	-	18,097,514	-	-	-	-	-	18,097,514
Retained earnings: unreserved	-	-	-	-	786,481	-	-	-	-	-	-	-	-	786,481
Fund balances:														
Reserved for:														
Encumbrances	808,622	63,912	-	1,112,733	-	196	-	-	-	-	-	-	-	1,985,463
Budget set-asides	398,354	-	-	-	-	-	-	-	-	-	-	-	-	398,354
Property tax advances	2,025,000	-	-	-	-	-	-	-	-	-	-	-	-	2,025,000
Unreserved - undesignated	6,454,349	136,339	-	3,764,291	-	73,299	-	-	841,642	-	-	-	-	10,428,278
Total equity and other credits	9,686,325	200,251	-	4,877,024	786,481	73,495	-	18,097,514	4,502,114	-	-	-	-	33,721,090
Total liabilities, equity and other credits	\$ 16,556,703	336,724	733,007	4,910,168	1,025,733	1,307,464	-	18,097,514	4,502,114	-	-	-	-	47,469,427

The notes to the financial statements are an integral part of this statement.

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BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO

Combined Statement of Revenues, Expenditures, and Changes in Fund
Balances - All Governmental Fund Types and Similar Trust Funds

For the Year Ended June 30, 1999

	GOVERNMENTAL FUND TYPES				FIDUCIARY	TOTALS (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	
Revenues:						
Taxes	\$ 8,974,891	-	130,279	-	-	9,105,170
Tuition	-	286,352	-	-	-	286,352
Earnings on investments	554,556	-	1,287	97,696	2,170	655,709
Other local revenue	158,274	29,496	-	74,761	52,241	314,772
Intergovernmental - state	7,282,256	1,747,206	-	10,540	-	9,040,002
Intergovernmental - federal	-	606,837	-	-	-	606,837
Total revenues	<u>16,969,977</u>	<u>2,669,891</u>	<u>131,566</u>	<u>182,997</u>	<u>54,411</u>	<u>20,008,842</u>
Expenditures:						
Current:						
Instruction:						
Regular	17,123	12,365	-	-	-	29,488
Special	-	-	-	-	5,239	5,239
Vocational education	8,491,804	110,564	-	3,509	-	8,605,877
Other	-	409,936	-	-	-	409,936
Support services:						
Pupil	371,863	1,120,551	-	-	848	1,493,262
Instructional staff	478,941	89,442	-	-	-	568,383
General administration	80,269	-	-	-	-	80,269
School administration	777,147	248,426	-	-	-	1,025,573
Fiscal	524,852	-	-	-	-	524,852
Business	65,862	-	-	-	-	65,862
Operations and maintenance	951,797	-	-	-	-	951,797
Pupil transportation	33,322	-	-	-	-	33,322
Central	201,085	457,568	-	-	-	658,653
Community services	-	-	-	-	9,920	9,920
Extracurricular activities	21,503	3,073	-	-	-	24,576
Capital outlay:						
Facilities acquisition and construction	1,035,387	-	-	779,771	-	1,815,158
Debt Service:						
Principal	51,853	-	100,000	-	-	151,853
Interest	16,981	-	31,566	-	-	48,547
Total expenditures	<u>13,119,789</u>	<u>2,451,925</u>	<u>131,566</u>	<u>783,280</u>	<u>16,007</u>	<u>16,502,567</u>
Excess (deficit) revenues over (under) expenditures	3,850,188	217,966	-	(600,283)	38,404	3,506,275
Other financing sources (uses):						
Sale of bonds	-	-	-	995,000	-	995,000
Sale/loss of assets	12,658	-	-	-	-	12,658
Proceeds of notes	-	-	-	2,586,891	-	2,586,891
Operating transfers in	160,785	99,098	-	754,000	20,546	1,034,429
Operating transfers out	(1,029,469)	(230,654)	-	-	(2,045)	(1,262,168)
Total other financing sources (uses)	<u>(856,026)</u>	<u>(131,556)</u>	<u>-</u>	<u>4,335,891</u>	<u>18,501</u>	<u>3,366,810</u>
Excess (deficit) revenues and other sources over (under) expenditures and other (uses)	2,994,162	86,410	-	3,735,608	56,905	6,873,085
Fund balance, beginning of year	6,692,163	113,841	-	1,141,416	16,590	7,964,010
Fund balance, end of year	\$ <u>9,686,325</u>	<u>200,251</u>	<u>-</u>	<u>4,877,024</u>	<u>73,495</u>	<u>14,837,095</u>

The notes to the financial statements are an integral part of this statement.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget-Actual (Budget Basis) - All Governmental Fund Types and Similar Trust Funds
For the Year Ended June 30, 1999

	General Fund			Special Revenue Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Taxes	\$ 7,691,391	7,691,391	-	-	-	-
Tuition	-	-	-	371,845	292,048	(79,797)
Earnings on investments	584,100	597,844	13,744	-	-	-
Extracurricular activities	-	-	-	-	-	-
Intergovernmental - state and local	7,807,662	7,316,116	(491,546)	1,757,243	1,594,462	(162,781)
Intergovernmental - federal	-	-	-	786,128	622,171	(163,957)
Other revenue	111,655	111,636	(19)	77,258	24,542	(52,716)
Total revenues	<u>16,194,808</u>	<u>15,716,987</u>	<u>(477,821)</u>	<u>2,992,474</u>	<u>2,533,223</u>	<u>(459,251)</u>
Expenditures:						
Current:						
Instruction:						
Regular	124,260	124,260	-	13,088	12,365	723
Vocational	9,792,419	8,153,059	1,639,360	133,756	108,870	24,886
Other	-	-	-	469,319	383,444	85,875
Support services:						
Pupil	479,745	397,539	82,206	1,301,804	1,149,752	152,052
Instructional staff	769,506	469,730	299,776	119,839	107,505	12,334
General administration	109,797	87,644	22,153	-	-	-
School administration	846,585	800,690	45,895	271,219	249,241	21,978
Fiscal and business	787,578	645,250	142,328	15,367	-	15,367
Operations and maintenance	1,710,078	1,253,770	456,308	-	-	-
Pupil transportation	56,577	44,354	12,223	-	-	-
Central	328,682	299,697	28,985	496,281	476,334	19,947
Community services	-	-	-	-	-	-
Extracurricular activities	31,351	24,877	6,474	11,200	3,888	7,312
Capital outlay:						
Facilities acquisition and construction	1,648,448	1,529,648	118,800	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	<u>16,685,026</u>	<u>13,830,518</u>	<u>2,854,508</u>	<u>2,831,873</u>	<u>2,491,399</u>	<u>340,474</u>
Excess (deficit) revenues over (under) expenditures	(490,218)	1,886,469	2,376,687	160,601	41,824	(118,777)
Other financing sources (uses):						
Operating transfers in	-	-	-	88,492	88,492	-
Operating transfers out	(858,606)	(858,606)	-	(69,869)	(69,869)	-
Sale of bonds	-	-	-	-	-	-
Proceeds of notes	-	-	-	-	-	-
Sale of assets	12,658	12,658	-	-	-	-
Other financing uses	-	-	-	(15,564)	(15,564)	-
Other financing sources	10,835	10,835	-	-	-	-
Total other financing sources (uses)	<u>(835,113)</u>	<u>(835,113)</u>	<u>-</u>	<u>3,059</u>	<u>3,059</u>	<u>-</u>
Excess (deficit) revenues and other sources over (under) expenditures and other (uses)	(1,325,331)	1,051,356	2,376,687	163,660	44,883	(118,777)
Fund balance, beginning of year	5,794,850	5,794,850	-	(151,062)	(151,062)	-
Prior year encumbrances appropriated	1,325,484	1,325,484	-	208,594	208,594	-
Fund balance, end of year	<u>\$ 5,795,003</u>	<u>8,171,690</u>	<u>-</u>	<u>221,192</u>	<u>102,415</u>	<u>-</u>

The notes to the financial statements are an integral part of this statement.

Debt Service Fund			Capital Projects Funds			Expendable Trust Fund		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
130,279	130,279	-	-	-	-	-	-	-
1,287	1,287	-	97,094	81,802	(15,292)	2,501	1,933	(568)
-	-	-	10,540	10,540	-	-	-	-
-	-	-	74,761	74,761	-	51,645	51,645	-
131,566	131,566	-	182,395	167,103	(15,292)	54,146	53,578	(568)
-	-	-	-	-	-	-	-	-
-	-	-	122,631	97,631	25,000	15,520	5,439	10,081
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	848	848	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	11,563	10,363	1,200
-	-	-	-	-	-	-	-	-
-	-	-	5,122,921	2,004,922	3,117,999	-	-	-
100,000	100,000	-	-	-	-	-	-	-
31,566	31,566	-	-	-	-	-	-	-
131,566	131,566	-	5,245,552	2,102,553	3,142,999	27,931	16,650	11,281
-	-	-	(5,063,157)	(1,935,450)	(3,158,291)	26,215	36,928	(11,849)
-	-	-	754,000	754,000	-	21,142	21,142	-
-	-	-	-	-	-	(2,045)	(2,045)	-
-	-	-	995,000	995,000	-	-	-	-
-	-	-	2,586,891	2,586,891	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	4,335,891	4,335,891	-	19,097	19,097	-
-	-	-	-	-	-	-	-	-
-	-	-	(727,266)	2,400,441	3,127,707	45,312	56,025	10,713
-	-	-	1,344,447	1,344,447	-	15,811	15,811	-
-	-	-	3,509	3,509	-	1,029	1,029	-
-	-	-	620,690	3,748,397	-	62,152	72,865	-

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO

**Combined Statement of Revenues, Expenses and Changes in Retained Earnings
Proprietary Fund Type**

For the Year Ended June 30, 1999

	<u>Enterprise</u>
Operating revenues:	
Tuition and fees	\$ 1,359,223
Other operating revenues	<u>492,471</u>
Total operating revenues	1,851,694
Operating expenses:	
Personnel services	1,909,416
Contractual services	332,944
Materials and supplies	315,775
Depreciation	19,425
Other expenses	<u>20,813</u>
Total operating expenses	2,598,373
Operating loss	(746,679)
Non-operating revenues:	
Operating grants	<u>797,786</u>
Total non-operating revenues	<u>797,786</u>
Net income before operating transfers	51,107
Operating transfers in	238,285
Operating transfers out	<u>(10,546)</u>
Net income	278,846
Retained earnings, beginning of year	<u>507,635</u>
Retained earnings, end of year	\$ <u><u>786,481</u></u>

The notes to the financial statements are an integral part of this statement.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO

Combined Statement of Cash Flows - Proprietary Fund Type

For the Year Ended June 30, 1999

	<u>Enterprise</u>
Cash flows from operating activities:	
Cash received from tuition and fees	\$ 1,381,523
Cash received from other operations	508,260
Cash payments for personal services	(1,897,549)
Cash payments for contract services	(332,944)
Cash payments for supplies and materials	(313,031)
Cash payments for other expenses	<u>(20,813)</u>
Net cash used by operating activities	(674,554)
Cash flows from noncapital financing activities:	
Transfers from other funds	78,000
Transfers to other funds	(10,546)
Cash received from operating grants	<u>802,833</u>
Net cash provided by noncapital financing activities	870,287
Cash flows from capital and related financing activities:	
Acquisition of capital assets	<u>(65,636)</u>
Net cash used by capital and related financing activities	(65,636)
Net increase in cash	130,097
Cash, beginning of year	<u>702,527</u>
Cash, end of year	<u>832,624</u>
Reconciliation of operating loss to net cash used by operating activities:	
Operating loss	(746,679)
Adjustments to reconcile operating loss to net cash used by operating activities:	
Depreciation	19,425
Changes in assets and liabilities:	
Decrease in accounts receivable	38,089
Increase in accounts payable	2,744
Increase in accrued wages and benefits	39,968
Decrease in compensated absences payable	<u>(28,101)</u>
Net cash used by operating activities	\$ <u>(674,554)</u>

The notes to the financial statements are an integral part of this statement.

Butler County Joint Vocational School District, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended June 30, 1999

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Butler County Joint Vocational School District (the "School District") is a joint vocational school district organized under Section 3311.18 of the Ohio Revised Code. The School District provides vocational education for seven school districts serving an eligible student population of approximately 4,800 throughout southwestern Ohio. The District fosters cooperative relationships with business and industry, professional organizations, participating school districts, and other interested, concerned groups and organizations to consider, plan and implement educational programs designed to meet the common needs and interests of students.

The reporting entity is comprised of the primary government. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the School District. Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes. The School District has no component units.

The School District serves as fiscal agent for legally separate Southwest Ohio Computer Association (SWOCA) but is not financially accountable. Therefore, SWOCA has been included in the School District's financial statements as an agency fund. See Note 13 for additional discussion.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

The financial statements of the Butler County Joint Vocational School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its proprietary activities provided they do not conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described below.

Basis Of Presentation - Fund Accounting

The School District uses funds and account groups to report on its financial position and the results of its operations. Fund Accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain School District functions or activities.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities not recorded in the funds because they do not directly affect net available expendable resources.

For financial statement presentation purposes, the various funds of the School District are grouped into the following generic fund types under the broad fund categories: governmental, proprietary, and fiduciary.

Governmental Fund Types:

Governmental funds are those through which most governmental functions of the School District are financed. The acquisition, use, and balances of the School District's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The following are the School District's governmental fund types:

General Fund - The General Fund is the operating fund of the School District and is used to account for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the School District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

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

Capital Projects Fund - The 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 or trust funds).

Proprietary Fund Type:

Proprietary funds are used to account for the School District's ongoing activities, which are similar to those found in the private sector. The following is the School District's proprietary fund type:

Enterprise Funds - The enterprise funds are used to account for School District activities that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where it has been decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Fund Types:

Fiduciary 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 governmental units, and/or other funds. The School District's fiduciary funds include expendable trust and agency funds. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups:

To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the School District, other than those accounted for in the proprietary or trust funds.

General Long-Term Obligations Account Group - This account group is established to account for all long-term obligations of the School District except those accounted for in the proprietary or trust funds.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types and expendable trust funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

The modified accrual basis of accounting is followed for the governmental, expendable trust, and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the School District is sixty days after fiscal year end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, interest, tuition, student fees, and grants.

The School District reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria recognition in the current period. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 1999, and delinquent property taxes, whose availability is indeterminable, which are intended to finance fiscal year 2000 operations, have been recorded as deferred revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund types. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred.

Budgetary Process

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 primary level of budgetary control is at the object level within each function. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Tax Budget:

Prior to January 15, the Superintendent and 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. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates. By no later than January 20, the Board-adopted budget is filed with the Butler County Budget Commission for rate determination.

Estimated Resources:

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will 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 any 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 School District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 1999.

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund, function, and object level of expenditures, which are the legal levels 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 School District. The appropriate resolutions, 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, or alter total function appropriations within a fund, or alter object appropriations within functions, 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. 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 other than agency funds, 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 fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds and reported in the notes to the financial statements for proprietary funds.

Lapsing of Appropriations:

At the close of each fiscal 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.

Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled in a central bank account. Monies for all funds, including proprietary funds, are maintained in this account or temporarily used to purchase short term investments. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the balance sheet. During fiscal year 1999, investments were limited to treasury notes, commercial paper notes, and federal agency securities.

The Governmental Accounting Standards Board Statement No. 31 (GASB 31), "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", requires that investments be recorded at their fair value and that changes in the fair value be reported in the operating statement. The School District recorded investments held at June 30, 1999, at the fair value, which approximates cost.

Under existing Ohio statutes, all investment earnings accrue to the general fund except those specifically related to agency funds, certain trust funds, and those other funds individually authorized by Board resolution. Interest earnings are allocated to these funds based on average monthly cash balance.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents.

Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the proprietary funds are capitalized in the fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Improvements are capitalized and improvements to fund fixed assets are depreciated over the remaining useful lives of the related fixed assets.

Assets in the general fixed assets account group are not depreciated. Depreciation of equipment in the enterprise funds is computed using the straight-line method over an estimated useful life of ten years.

Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as entitlements and grants awarded on a non-reimbursement basis, are recorded as receivables and revenues when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

The School District currently participates in several State and Federal programs, categorized as follows:

Entitlements

General Fund

- State Foundation Program
- State Property Tax Relief

Non-Reimbursable Grants

Special Revenue Funds

- Venture Capital
- Entry Year Programs
- Teacher Development
- Career Development
- Post Secondary Vocational Education
- Management Information Systems
- Classroom of the Future
- Education for Economic Security Act
- Job Training Partnership Act
- Vocational Education
- Title VI

Reimbursable Grants

General Fund

- Vocational Education Travel/Salary
- Vocational Education Equipment

Proprietary Funds

- Adult Education

Grants and entitlements amounted to approximately forty-eight percent of the School District's operating revenue during the 1999 fiscal year.

Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District 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 includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy.

For governmental funds, the School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service. For purposes of establishing a liability for this future severance eligibility, all employees at least fifty years of age, with at least ten years of services, or twenty years of service at any age were included. The current portion of unpaid compensated absences is the amount expected to be paid using available expendable resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

Accrued Liabilities and Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, compensated absences that will be paid from governmental funds are reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current available expendable financial resources. Payments made more than sixty days after fiscal year-end are considered not to have used current available financial resources.

Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.

Interfund Transactions

Quasi-external transactions are accounted for as revenues and expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Short-term interfund loans are reflected as interfund loans payable/receivable, while long-term interfund loans (greater than one year in length) are recorded as advances to/from other funds.

Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents set aside to establish reserves for the purchase of textbooks, capital improvements and budget stabilization. These reserves are required by State statute. The restricted assets can be used to purchase textbooks and supplies and for capital improvements. The budget stabilization set aside can be used only after receiving approval from the State Superintendent of Public Instruction. A corresponding fund balance reserve has also been established.

Estimates

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

Fund Balance Reserves

The School District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balances indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for encumbrances, property taxes, interfund advances and budget reserve set-asides. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statutes.

Total Columns on General Purpose Financial Statements

Total columns on the general purpose financial statements are captioned "Total - (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. BUDGETARY BASIS OF ACCOUNTING

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).

2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements by fund type.

**Excess of Revenues and Other Financing Sources
Over (Under) Expenditures and Other Financing Uses
All Governmental Fund Types and Expendable Trust Funds**

	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust
GAAP Basis	\$ 2,994,162	86,410	-	3,735,608	56,905
Revenue Accruals	(1,252,990)	(136,668)	-	(15,894)	(237)
Expenditure Accruals	177,720	53,524	-	(173,396)	(197)
Other Sources	20,913	134,615	-	-	-
Encumbrances	(888,449)	(92,998)	-	(1,145,877)	(446)
Budget Basis	<u>\$ 1,051,356</u>	<u>44,883</u>	<u>-</u>	<u>2,400,441</u>	<u>56,025</u>

3. ACCOUNTABILITY

Fund balance deficits

At June 30, 1999, the Vocational Education and Miscellaneous State Grants special revenue funds had deficit fund balances of \$20,186 and \$3,961 respectively, which were created by 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.

4. DEPOSITS AND INVESTMENTS

State statutes classify monies held by the School District into three categories.

Active deposits are public deposits necessary to meet current demands on the Treasury. Such monies must be maintained either as cash in the School District Treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the Board has identified as not required for use within the current two year period of designation of depositories. Inactive deposits must either be evidenced

by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including pass book accounts.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Interim monies may be deposited or invested in the following securities:

1. United States Treasury notes, bills, bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by the federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

Deposits: At year-end, the carrying amount of the School District's deposits was \$(96,252) and the bank balance was \$56,543. Of the bank balance, \$53,652 was covered by federal depository insurance and \$2,891 was uninsured and uncollateralized as defined by GASB. Although State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the School District to a successful claim by the Federal Deposit Insurance Corporation.

Investments: The School District's investments are categorized below to give an indication of the level of risk assumed by the School District at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments, which are held by the counter party's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counter party, or by its trust department or agent but not in the School District's name.

	Category 2	Category 3	Fair Value
Commercial Paper	\$ 2,934,831	-	2,934,831
Repurchase Agreement	-	11,472,540	11,472,540
U.S. Government Securities	<u>1,966,058</u>	<u>-</u>	<u>1,966,058</u>
	<u>\$ 4,900,899</u>	<u>11,472,540</u>	<u>16,373,429</u>

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. A reconciliation between the classifications of cash and investments on the combined financial statements and the classification per GASB Statement No. 3 is as follows:

	<u>Cash and Cash Equivalents/ Deposits</u>	<u>Investments</u>
GASB Statement No. 9	\$ 11,876,127	4,401,050
Investments:		
Repurchase Agreement	(11,472,540)	11,472,540
Commercial Paper	(499,839)	<u>499,839</u>
GASB Statement No. 3	\$ <u>(96,252)</u>	<u>16,373,429</u>

5. PROPERTY TAXES

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

Public utility property taxes are assessed on tangible personal property at 88 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25 percent of true value.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20.

The School District receives property taxes from Butler County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 1999, are available to finance fiscal year 1999 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes that became measurable as of June 30, 1999. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance

current year operations. The amount available as an advance at June 30, 1999, was \$2,025,000 in the General Fund.

The assessed values upon which fiscal year 1999 taxes were collected are:

	1998 Second-Half Collections		1999 First-Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$ 3,378,138,710	78.85%	3,658,755,860	79.93%
Public Utility	989,770	.02%	1,058,740	.02%
Tangible Personal Property	904,939,255	21.13%	917,546,609	20.05%
Total Assessed Value	<u>\$ 4,284,067,735</u>	<u>100.00%</u>	<u>4,577,361,209</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$ 1.93		\$ 1.93	

6. FIXED ASSETS

A summary of the enterprise funds' fixed assets at June 30, 1999, follows:

Furniture and Equipment	\$ 305,032
Less Accumulated Depreciation	<u>(154,907)</u>
Net Fixed Assets	<u>\$ 150,125</u>

A summary of the changes in general fixed assets during fiscal year 1999 follows:

Asset Category	Balance at 6/30/98	Additions	Deletions	Balance at 6/30/99
Land and Improvements	\$ 182,936	-	-	182,936
Buildings	9,336,212	1,688,706	-	11,024,918
Furniture and equipment	6,123,683	579,740	-	6,703,423
Vehicles	93,439	92,798	-	186,237
Total General Fixed Assets	<u>\$15,736,270</u>	<u>2,361,244</u>	<u>-</u>	<u>18,097,514</u>

7. INTERFUND TRANSACTIONS

Interfund balances at June 30, 1999, consist of an interfund loan of \$3,623 due to the General Fund from the Miscellaneous State Grant Fund

Operating transfers during the year ended June 30, 1999 consisted of the following:

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
General Fund	\$ 160,785	(1,029,469)
Special Revenue Funds:		
Public School Support Fund	6,619	-
Other Grant Fund	2,045	(166,904)
Career Development Fund	48,809	-
Post Secondary Vocational Ed. Fund	10,250	(53,000)
EESA Fund	2,135	-
Vocational Education Fund	29,240	(10,250)
Chapter 2 Fund	-	(500)
Capital Projects Fund:		
Permanent Improvement Fund	750,000	-
Interactive Video Learning Fund	4,000	-
Enterprise Funds:		
Rotary Fund	25,000	(10,546)
Vocational Adult Education Fund	213,285	-
Expendable Trust Fund:		
Special Trust Fund	<u>20,546</u>	<u>(2,045)</u>
	\$ <u>1,272,714</u>	<u>(1,272,714)</u>

8. RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In August 1985, the School District joined together with ten other school districts in Butler County to form the Butler County Health Plan (BCHP), a public entity risk pool currently operating as a common risk management and insurance program. The School District pays an annual premium to the pool for its general insurance coverage. The risk of loss transfers entirely from the School District to BCHP. The Agreement for Formation of BCHP provides that BCHP will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$125,000 pooling level each year.

Settled claims have not exceeded this commercial coverage in any of the past three years.

For fiscal year 1999, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 13). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

For fiscal year 1999, the School District participated in the Butler County Health Trust (the Trust), a group insurance purchasing pool, in order to provide dental, life, medical, and disability benefits to employees, their dependents and designated beneficiaries and to set aside funds for such purposes. The Trustee provides insurance policies in whole or in part through one or more group insurance policies.

9. DEFINED BENEFIT PENSION PLANS

School Employees Retirement System

The Butler County Joint Vocational School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit retirement system administered by the School Employees Retirement Board. SERS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available financial report that includes financial statements and required supplementary information for SERS. The report may be obtained by writing to the School Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3634.

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current rate is 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts by the SERS's Retirement Board. The School District's required contributions to SERS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$271,351, \$270,006, and \$319,088 respectively. 100% of the required contributions have been made for all three years.

State Teachers Retirement System

The Butler Joint Vocational School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer defined benefit retirement system administered by the State Teachers Retirement Board. STRS provides basis retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are

established by Chapter 3307 of the Ohio Revised Code. STRS issued a publicly available financial report that includes financial statements and required supplementary information for STRS. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9.3 percent of their annual covered salary and the School District is required to contribute 14 percent. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions to STRS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$1,313,758, \$1,327,140, and \$1,405,182 respectively. 100% of the required contributions have been made for all three years.

Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 1999, some members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages paid.

10. POSTEMPLOYMENT BENEFITS

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement Systems (STRS), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs, and reimbursement of monthly Medicare premiums. Benefit provisions and the obligations to contribute are established by the Systems based on authority granted by State statute. Both systems are funded on a pay-as-you-go basis.

For STRS, most benefit recipients are required to pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For the year ended June 30, 1999, the Retirement Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund for which payments for health care benefits are paid. For the School District, this amount equaled \$750,719 during the 1999 fiscal year. For the year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000 and there were 91,999 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, disability, and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

For this fiscal year, employer contributions to fund health care benefits were 4.98 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 1999, the minimum pay has been established at \$12,400. The surcharge rate added to the unallocated portion of the 14 percent employer contribution rate provides for maintenance of the asset target level for the health care fund. For the School District, this amount equaled \$96,523 during the 1999 fiscal year. The number of participants currently receiving health care benefits is approximately 50,000. For the fiscal year ended June 30, 1998, net health care costs paid by SERS were \$111,900,575.

11. EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time. Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to maximum of 240 days for teachers, 225 days for classified staff and unlimited days for administrators. Upon retirement, payment is made for twenty-five percent of the employee's accumulated sick leave up to a maximum of 60 days for teachers and administrators, and 45 for classified employees. During fiscal year 1999, the District offered a one-time opportunity for a "superseverance" fifty percent pay-out of sick leave for those eligible to retire.

12. LONG-TERM OBLIGATIONS

The changes in the School District's long-term obligations during fiscal year 1999 were as follows:

	Principal Outstanding 6/30/98	Additions	Deletions	Principal Outstanding 6/30/99
Capital Leases	\$ 230,434	-	51,853	178,581
Serial Bonds 1998 4.34%	-	995,000	100,000	895,000
Notes Payable	-	2,586,891	-	2,586,891
Compensated Absences	874,445	-	32,803	841,642
Total General Long-Term Obligations	<u>\$ 1,104,879</u>	<u>3,581,891</u>	<u>184,656</u>	<u>4,502,114</u>

Energy Conservation Bonds Payable - In August of 1998, the School District issued unvoted bonds in the amount of \$995,000 at an interest rate of 4.34% and a maturity of December 1, 2007. The proceeds of the bonds were used to implement building, equipment repair and improvements that provide energy savings. This project was approved by the Ohio Department of Education in accordance with House Bill 264.

Notes Payable – The School District borrowed \$2,586,891 from the Ohio Department of Education Division of Vocational Education for construction and renovation of facilities. The interest-free loan will be repaid in thirty equal semi-annual payments of \$86,230 with a maturity of January 1, 2014.

The School District's voted legal debt margin was \$411,962,510 with an unvoted debt margin of \$4,577,361 at June 30, 1999.

Principal and interest requirements to retire long-term debt, including notes outstanding at June 30, 1999, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2000	\$ 272,460	38,325	210,785
2001	272,460	34,325	206,785
2002	272,460	30,225	202,685
2003	272,460	26,025	198,485
2004	277,460	21,775	194,235
2005-2009	1,257,300	43,600	1,300,900
2010-2014	862,291	-	862,291
Total	<u>\$ 3,481,891</u>	<u>194,275</u>	<u>3,676,166</u>

13. JOINTLY GOVERNED ORGANIZATION

Southwestern Ohio Computer Association

The Southwestern Ohio Computer Association (SWOCA), a jointly governed organization, was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. Each of the member schools of the three county consortium supports SWOCA based upon per pupil charge dependent upon the software package utilized. SWOCA is governed by a board of directors consisting of the superintendents and treasurers of member school districts. The degree of control exercised by any participating School District is limited to its representation on the Board. To obtain financial information, write to the Southwestern Ohio Computer Association, at 3603 Hamilton-Middletown, Hamilton, Ohio 45011.

14. CAPITALIZED LEASES

The School District is obligated under certain leases accounted for as capital leases. The leased assets and related obligations are accounted for in the General Fixed Asset Account Group and the General Long-Term Debt Account Group, respectively. Equipment under capital leases totaled \$283,230 at June 30, 1999. The following is a schedule of future minimum lease payments under capital leases, with the net present value of the minimum lease payments as of June 30, 1999.

Year Ending		
June 30		
2000	\$	68,834
2001		68,834
2002		45,230
2003		<u>20,988</u>
Minimum lease payments		203,886
Less: Amount representing interest		<u>(25,305)</u>
Present value of minimum lease payments	\$	<u>178,581</u>

15. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains three enterprise funds to account for the operations of uniform school supplies, rotary and adult education. The table below reflects in a summarized format the more significant financial data relating to the enterprise funds of the School District as of and for the fiscal year ended June 30, 1999.

	School Supplies	Rotary	Adult Education	Total
Operating revenues	\$ 45,455	244,884	1,561,355	1,851,694
Operating expenses				
before depreciation	40,417	252,739	2,285,792	2,578,948
Depreciation	-	1,185	18,240	19,425
Operating income (loss)	5,038	(9,040)	(742,677)	(746,679)
Operating grants	-	-	797,786	797,786
Net operating transfers	-	14,454	213,285	227,739
Net income	5,038	5,414	268,394	278,846
Net working capital	37,606	56,183	542,567	636,356
Total assets	41,527	85,363	898,843	1,025,733
Total equity	37,606	68,168	680,707	786,481
Fixed asset additions	-	13,170	52,466	65,636
Encumbrances at June 30, 1999	\$ 4,246	30,983	67,378	102,607

16. CONTINGENCIES

Grants

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 1999.

17. REQUIRED SET-ASIDES

The School 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 School District is also required to set aside money for budget stabilization. The following table reflects the set-aside activity during the year ended June 30, 1999:

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Stabilization</u>	<u>Totals</u>
Set-aside cash balance as of June 30, 1998	\$ -	-	180,988	180,988
Current year set-aside requirement	335,000	311,600	145,000	791,600
Less qualifying disbursements	<u>309,135</u>	<u>265,099</u>	-	<u>574,234</u>
Total	<u>25,865</u>	<u>46,501</u>	<u>325,988</u>	
Cash balance carried forward to FY 2000	\$ <u>25,865</u>	<u>46,501</u>	<u>325,988</u>	

A schedule of the restricted assets at June 30, 1999 follows:

Amount restricted for budget stabilization	\$ 25,865
Amount restricted for textbooks	46,501
Amount restricted for capital acquisition	<u>325,988</u>
Total restricted assets	\$ <u>398,354</u>

18. SCHOOL FUNDING DECISION

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's legislature to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program", which provides significant

amounts of monetary support to this School District. During the fiscal year ended June 30, 1999, the School District received \$6,374,800 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the Ohio General Assembly in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. At this time, the Ohio Supreme Court has not rendered an opinion on this issue. The decision of the Court of Common Pleas in Perry County has been stayed by the Ohio Supreme Court, and, as such, school districts are still operating under the laws that the Common Pleas Court declared unconstitutional.

As of the date of these financial statements, the School District is unable to determine what effect, if any, this ongoing litigation will have on its future State funding under this program and on its financial operations.

19. YEAR 2000 ISSUE

The year 2000 issue is the result of shortcomings in many electronic data processing systems and other equipment that may adversely affect the government's operations as early as 1999. School District management has completed an inventory of computer systems and other equipment necessary to conducting School District operations and has identified such systems as being financial reporting, payroll and employee benefits.

The School District utilizes an external service organization for its financial reporting, payroll and employee benefit system. The service organization is responsible for remediating these systems.

Butler County collects property taxes for distribution to the School District. Butler County is responsible for remediating its tax collection system.

The State of Ohio distributes a substantial sum of money to the School District in the form of "Foundation" and federal and state grant payments. Further the State processes a significant amount of financial and non-financial information about the School District through EMIS. The State is responsible for remediating these systems.

Because of the unprecedented nature of the Year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that the School District is or will be Year 2000 ready, that the School District's remediation efforts will be successful in whole or in part, or that parties with whom the School District does business will be Year 2000 ready.

20. SUBSEQUENT EVENT

In July 1999, the School District issued unvoted bonds in the amount of \$4,500,000 at an interest rate of 3.5% for the purpose renovations of the existing building and the construction of a new 60,000 square foot addition to the facility.

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COMBINING AND INDIVIDUAL FUND
AND ACCOUNT GROUP FINANCIAL
STATEMENTS AND SCHEDULES

Butler County Joint Vocational School District, Ohio

GENERAL FUND

The General Fund is the operating fund of the School District and is used to account for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the School District for any purpose provided it is expended or transferred according to the general laws of Ohio.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL (BUDGET BASIS)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Expenditures:			
Current:			
Instruction:			
Regular			
Salaries and wages	98,591	98,591	-
Fringe benefits	24,793	24,793	-
Materials and supplies	876	876	-
Total regular	<u>124,260</u>	<u>124,260</u>	<u>-</u>
Vocational			
Salaries and wages	6,523,980	5,724,819	799,161
Fringe benefits	1,753,956	1,425,343	328,613
Purchased services	314,626	138,567	176,059
Materials and supplies	621,799	303,195	318,604
Capital outlay	414,988	404,692	10,296
Capital outlay-replacement	163,070	156,443	6,627
Total vocational	<u>9,792,419</u>	<u>8,153,059</u>	<u>1,639,360</u>
Support services:			
Pupil			
Salaries and wages	302,448	248,273	54,175
Fringe benefits	70,663	59,880	10,783
Purchased services	89,482	78,502	10,980
Materials and supplies	11,372	7,265	4,107
Capital outlay-replacement	4,580	3,436	1,144
Miscellaneous objects	1,200	183	1,017
Total pupil	<u>479,745</u>	<u>397,539</u>	<u>82,206</u>
Instructional staff			
Salaries and wages	422,269	336,544	85,725
Fringe benefits	93,910	77,599	16,311
Purchased services	47,053	22,101	24,952
Materials and supplies	201,704	29,690	172,014
Capital outlay	3,590	2,984	606
Capital outlay-replacement	980	812	168
Total instructional staff	<u>769,506</u>	<u>469,730</u>	<u>299,776</u>

Continued

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL (BUDGET BASIS)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
General administration			
Salaries and wages	8,640	7,520	1,120
Fringe benefits	3,738	2,906	832
Purchased services	79,239	62,439	16,800
Materials and supplies	4,335	1,862	2,473
Capital outlay	455	455	-
Capital outlay-replacement	7,952	7,952	-
Miscellaneous objects	5,438	4,510	928
Total general administration	<u>109,797</u>	<u>87,644</u>	<u>22,153</u>
School administration			
Salaries and wages	573,725	571,477	2,248
Fringe benefits	151,122	149,407	1,715
Purchased services	78,319	52,599	25,720
Materials and supplies	25,296	14,377	10,919
Capital outlay	11,170	7,808	3,362
Capital outlay-replacement	3,303	3,174	129
Miscellaneous objects	3,650	1,848	1,802
Total school administration	<u>846,585</u>	<u>800,690</u>	<u>45,895</u>
Fiscal			
Salaries and wages	200,101	196,603	3,498
Fringe benefits	69,291	65,860	3,431
Purchased services	112,365	94,840	17,525
Materials and supplies	14,140	12,076	2,064
Capital outlay	6,394	183	6,211
Capital outlay-replacement	2,522	2,247	275
Miscellaneous objects	201,941	196,260	5,681
Total fiscal	<u>606,754</u>	<u>568,069</u>	<u>38,685</u>
Business			
Salaries and wages	31,271	28,550	2,721
Fringe benefits	14,319	11,898	2,421
Purchased services	31,872	5,365	26,507
Materials and supplies	35,355	3,920	31,435
Capital outlay	68,007	27,448	40,559
Total business	<u>180,824</u>	<u>77,181</u>	<u>103,643</u>

Continued

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL (BUDGET BASIS)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operations and maintenance			
Salaries and wages	314,883	259,098	55,785
Fringe benefits	96,877	90,512	6,365
Purchased services	1,099,453	719,862	379,591
Materials and supplies	66,128	51,561	14,567
Capital outlay	125,756	125,756	-
Capital outlay-replacement	6,981	6,981	-
Total operations and maintenance	<u>1,710,078</u>	<u>1,253,770</u>	456,308
Pupil transportation			
Salaries and wages	2,339	2,339	-
Fringe benefits	836	836	-
Purchased services	35,446	34,294	1,152
Materials and supplies	17,956	6,885	11,071
Total pupil transportation	<u>56,577</u>	<u>44,354</u>	12,223
Central			
Salaries and wages	88,294	88,152	142
Fringe benefits	19,337	17,056	2,281
Purchased services	84,938	66,354	18,584
Materials and supplies	22,256	20,493	1,763
Capital outlay	6,873	6,269	604
Capital outlay-replacement	106,984	101,373	5,611
Total Central	<u>328,682</u>	<u>299,697</u>	28,985
Extracurricular activities			
Purchased services	31,351	24,877	6,474
Facilities acquisition and construction			
Capital outlay	<u>1,648,448</u>	<u>1,529,648</u>	118,800
Total expenditures	<u><u>16,685,026</u></u>	<u><u>13,830,518</u></u>	<u><u>2,854,508</u></u>

Butler County Joint Vocational School District, Ohio

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes. The following are descriptions of each Special Revenue Fund:

The **Public School Support Fund** accounts for specific local revenue sources (other than taxes) generated by the individual school buildings. Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

The **Other Grant Fund** accounts for various state and local grants.

The **Career Development Fund** accounts for state and federal grants which are provided to introduce various career opportunities to students.

The **Post Secondary Vocational Education Fund** accounts for revenue and expenditures incurred in providing opportunities for adults to acquire adequate employment skills.

The **Teacher Development Fund** accounts for state funded revenue and expenditures necessary for providing assistance to local school districts for the development of in-service programs.

The **Management Information Systems Fund** accounts for state funds provided to assist the District in implementing a staff, student, and financial reporting system as mandated by the Omnibus Education Reform Act of 1989.

The **Miscellaneous State Grants Fund** accounts for various monies received from state agencies which are not classified elsewhere.

The **Telecomm (E-Rate) Fund** accounts for federal funds received from the Telecommunications Act Grant.

The **Education for Economic Security Act (EESA) Fund** accounts for federal funds used for strengthening instruction in science, mathematics, modern foreign languages, English, the arts and computer learning.

The **Vocational Education Fund** accounts for federal funds used in the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, cooperative education, advisory committees, and work-study projects.

The **Chapter 2 Fund** accounts for federal funds to be used in accordance with the educational needs and priorities of the District.

The **Miscellaneous Federal Grants Fund** accounts for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 JUNE 30, 1999**

	<u>Public School Support</u>	<u>Other Grant</u>	<u>Career Develop- ment</u>	<u>Post Secondary Vocational Education</u>
ASSETS:				
Equity in pooled cash and cash equivalents	\$ 21,689	26,690	37,866	29,185
Net receivables:				
Accounts	274	-	-	-
Intergovernmental	<u>-</u>	<u>70,459</u>	<u>-</u>	<u>78,014</u>
Total assets	<u>21,963</u>	<u>97,149</u>	<u>37,866</u>	<u>107,199</u>
 LIABILITIES AND EQUITY:				
LIABILITIES:				
Accounts payable	-	1,213	16,981	7,433
Accrued wages and benefits	-	27,898	5,094	1,919
Interfund loans payable	-	-	-	-
Compensated absences payable	<u>-</u>	<u>3,264</u>	<u>438</u>	<u>30,535</u>
Total liabilities	-	32,375	22,513	39,887
 EQUITY:				
Fund Balances				
Reserved for:				
Encumbrances	434	14,306	13,825	15,938
Advances	-	-	-	-
Unreserved-undesignated	<u>21,529</u>	<u>50,468</u>	<u>1,528</u>	<u>51,374</u>
Total equity	<u>21,963</u>	<u>64,774</u>	<u>15,353</u>	<u>67,312</u>
Total liabilities and equity	\$ <u>21,963</u>	<u>97,149</u>	<u>37,866</u>	<u>107,199</u>

<u>Teacher Develop- ment</u>	<u>Management Information Systems</u>	<u>Misc. State Grants</u>	<u>E-Rate</u>	<u>EESA</u>	<u>Vocational Education</u>	<u>Chapter 2</u>	<u>Misc. Federal Grants</u>	<u>TOTAL</u>
2,004	45,829	-	-	723	17,551	-	5,000	186,537
-	-	-	-	-	-	-	-	274
-	-	-	1,440	-	-	-	-	149,913
<u>2,004</u>	<u>45,829</u>	<u>-</u>	<u>1,440</u>	<u>723</u>	<u>17,551</u>	<u>-</u>	<u>5,000</u>	<u>336,724</u>
-	-	338	-	-	3,731	-	-	29,696
-	-	-	-	-	33,216	-	-	68,127
-	-	3,623	-	-	-	-	-	3,623
-	-	-	-	-	790	-	-	35,027
-	-	3,961	-	-	37,737	-	-	136,473
-	-	341	-	-	19,068	-	-	63,912
-	-	-	-	-	-	-	-	-
<u>2,004</u>	<u>45,829</u>	<u>(4,302)</u>	<u>1,440</u>	<u>723</u>	<u>(39,254)</u>	<u>-</u>	<u>5,000</u>	<u>136,339</u>
<u>2,004</u>	<u>45,829</u>	<u>(3,961)</u>	<u>1,440</u>	<u>723</u>	<u>(20,186)</u>	<u>-</u>	<u>5,000</u>	<u>200,251</u>
<u>2,004</u>	<u>45,829</u>	<u>-</u>	<u>1,440</u>	<u>723</u>	<u>17,551</u>	<u>-</u>	<u>5,000</u>	<u>336,724</u>

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 1999**

	Public School Support	Other Grant	Career Develop- ment	Post Secondary Vocational Education	Teacher Develop- ment
Revenues:					
Tuition	\$ -	-	-	286,352	-
Other local revenues	25,618	3,878	-	-	-
Intergovernmental - state	-	1,362,763	164,150	148,214	10,985
Intergovernmental - federal	-	-	-	-	-
Total revenues	25,618	1,366,641	164,150	434,566	10,985
Expenditures:					
Current:					
Instruction:					
Regular	-	-	-	-	-
Vocational Education	7,947	6,286	-	-	-
Other	-	-	-	353,019	-
Support services					
Pupil	-	616,914	172,023	-	-
Instructional staff	-	66,674	-	-	8,981
School administration	-	228,035	-	-	-
Central	-	305,210	-	16,545	-
Extracurricular activities	2,925	148	-	-	-
Total expenditures	10,872	1,223,267	172,023	369,564	8,981
Excess of revenues over (under) expenditures	14,746	143,374	(7,873)	65,002	2,004
Other financing sources (uses)					
Operating transfers in	6,619	2,045	48,809	10,250	-
Operating transfers out	-	(166,904)	-	(53,000)	-
Total other financing sources (uses)	6,619	(164,859)	48,809	(42,750)	-
Excess of revenues and other sources over (under) expenditures and other uses	21,365	(21,485)	40,936	22,252	2,004
Fund balance, beginning of year	598	86,259	(25,583)	45,060	-
Fund balance, end of year	\$ 21,963	64,774	15,353	67,312	2,004

<u>Management Information Systems</u>	<u>Misc. State Grants</u>	<u>E-Rate</u>	<u>EESA</u>	<u>Vocational Education</u>	<u>Chapter 2</u>	<u>Misc. Federal Grants</u>	<u>TOTAL</u>
-	-	-	-	-	-	-	286,352
-	-	-	-	-	-	-	29,496
36,372	20,451	-	4,271	-	-	-	1,747,206
-	-	1,440	-	593,715	6,682	5,000	606,837
<u>36,372</u>	<u>20,451</u>	<u>1,440</u>	<u>4,271</u>	<u>593,715</u>	<u>6,682</u>	<u>5,000</u>	<u>2,669,891</u>
-	-	-	5,683	-	6,682	-	12,365
-	8,883	-	-	87,448	-	-	110,564
-	2,871	-	-	54,046	-	-	409,936
-	3,022	-	-	328,592	-	-	1,120,551
-	-	-	-	13,787	-	-	89,442
-	-	-	-	20,391	-	-	248,426
-	-	-	-	135,813	-	-	457,568
-	-	-	-	-	-	-	3,073
-	14,776	-	5,683	640,077	6,682	-	2,451,925
36,372	5,675	1,440	(1,412)	(46,362)	-	5,000	217,966
-	-	-	2,135	29,240	-	-	99,098
-	-	-	-	(10,250)	(500)	-	(230,654)
-	-	-	2,135	18,990	(500)	-	(131,556)
36,372	5,675	1,440	723	(27,372)	(500)	5,000	86,410
9,457	(9,636)	-	-	7,186	500	-	113,841
<u>45,829</u>	<u>(3,961)</u>	<u>1,440</u>	<u>723</u>	<u>(20,186)</u>	<u>-</u>	<u>5,000</u>	<u>200,251</u>

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
PUBLIC SCHOOL SUPPORT FUND
FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues:			
From local sources:			
Tuition	\$ 14,298	5,596	(8,702)
Other local revenues	<u>19,748</u>	<u>19,748</u>	<u>-</u>
Total revenues	34,046	25,344	(8,702)
Expenditures:			
Current:			
Instruction:			
Vocational			
Salaries and wages	7,605	7,605	-
Purchased services	5,790	167	5,623
Supplies and materials	<u>1,002</u>	<u>175</u>	<u>827</u>
Total vocational	14,397	7,947	6,450
Extracurricular activities			
Purchased services	300	300	-
Supplies and materials	8,021	1,197	6,824
Miscellaneous objects	<u>2,350</u>	<u>1,862</u>	<u>488</u>
Total extracurricular activities	10,671	3,359	7,312
Total expenditures	<u>25,068</u>	<u>11,306</u>	<u>13,762</u>
Excess of revenues over expenditures	<u>8,978</u>	<u>14,038</u>	<u>5,060</u>
Other financing sources:			
Operating transfers in	<u>6,619</u>	<u>6,619</u>	<u>-</u>
Excess of revenues and other sources over expenditures	15,597	20,657	5,060
Fund balance, beginning of year	598	598	
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	
Fund balance, end of year	<u>\$ 16,195</u>	<u>21,255</u>	

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
OTHER GRANT FUND
FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Tuition	\$ 1,250	100	(1,150)
Other local revenues	57,510	4,794	(52,716)
Intergovernmental - state and local	<u>1,369,630</u>	<u>1,292,304</u>	<u>(77,326)</u>
Total revenues	1,428,390	1,297,198	(131,192)
Expenditures:			
Current:			
Instruction:			
Vocational			
Supplies and materials	<u>7,113</u>	<u>7,127</u>	<u>(14)</u>
Total vocational	7,113	7,127	(14)
Support Services:			
Pupil			
Salaries and wages	486,024	430,710	55,314
Fringe benefits	138,590	121,693	16,897
Purchased services	66,784	61,604	5,180
Supplies and materials	1,500	667	833
Capital outlay	<u>6,820</u>	<u>1,975</u>	<u>4,845</u>
Total pupil	699,718	616,649	83,069
Instructional staff			
Salaries and wages	59,432	56,933	2,499
Fringe benefits	11,574	11,353	221
Purchased services	2,159	1,659	500
Miscellaneous objects	<u>30</u>	<u>-</u>	<u>30</u>
Total instructional staff	73,195	69,945	3,250
School administration			
Salaries and wages	185,085	172,652	12,433
Fringe benefits	48,943	45,049	3,894
Purchased services	15,293	10,036	5,257
Supplies and materials	90	90	-
Capital outlay	<u>1,142</u>	<u>1,023</u>	<u>119</u>
Total school administration	250,553	228,850	21,703

Continued

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
OTHER GRANT FUND
FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Fiscal			
Purchased services	15,367	-	15,367
Total fiscal	15,367	-	15,367
Central			
Salaries and wages	65,000	65,000	-
Fringe benefits	20,338	20,538	(200)
Purchased services	221,740	220,867	873
Total central	307,078	306,405	673
Extracurricular activities			
Miscellaneous objects	529	529	-
Total expenditures	1,353,553	1,229,505	108,777
Excess of revenues over expenditures	74,837	67,693	(7,144)
Other financing sources (uses):	1,353,553		
Other financing uses	(7,696)	(7,696)	-
Operating transfers (out)	(6,619)	(6,619)	-
Operating transfers in	2,045	2,045	-
Total other financing sources (uses)	(12,270)	(12,270)	-
Excess of revenues and other sources over expenditures and other (uses)	62,567	55,423	(7,144)
Fund balance, beginning of year	(83,644)	(83,644)	
Prior year encumbrances appropriated	39,392	39,392	
Fund balance, end of year	\$ 18,315	11,171	

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL (BUDGET BASIS)
 CAREER DEVELOPMENT FUND
 FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - state and local	\$ 188,867	164,150	(24,717)
Total revenues	<u>188,867</u>	<u>164,150</u>	<u>(24,717)</u>
Expenditures:			
Current:			
Support services:			
Pupil			
Salaries and wages	101,762	82,346	19,416
Fringe benefits	24,311	19,039	5,272
Purchased services	27,447	20,471	6,976
Materials and supplies	77,139	77,026	113
Capital outlay	2,475	2,475	-
Total pupil	<u>233,134</u>	<u>201,357</u>	<u>31,777</u>
Total expenditures	<u>233,134</u>	<u>201,357</u>	<u>31,777</u>
Excess of revenues over (under) expenditures	<u>(44,267)</u>	<u>(37,207)</u>	<u>7,060</u>
Other financing sources:			
Operating transfers in	48,809	48,809	-
Other financing sources	127	127	-
Total other financing sources	<u>48,936</u>	<u>48,936</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures	4,669	11,729	7,060
Fund balance, beginning of year	(51,599)	(51,599)	
Prior year encumbrances appropriated	<u>46,930</u>	<u>46,930</u>	
Fund balance, end of year	\$ <u>-</u>	<u>7,060</u>	

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
POST SECONDARY VOCATIONAL EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Tuition	\$ 356,297	286,352	(69,945)
Intergovernmental - state and local	<u>125,916</u>	<u>70,200</u>	<u>(55,716)</u>
Total revenues	482,213	356,552	(125,661)
Expenditures:			
Current:			
Instruction:			
Adult/continuing education			
Salaries and wages	202,734	179,792	22,942
Fringe benefits	51,107	42,310	8,797
Purchased services	96,755	87,851	8,904
Materials and supplies	43,217	7,413	35,804
Capital outlay	<u>10,167</u>	<u>8,951</u>	<u>1,216</u>
Total adult/continuing education	403,980	326,317	77,663
Central			
Purchased services	<u>30,251</u>	<u>28,545</u>	<u>1,706</u>
Total expenditures	434,231	354,862	79,369
Excess of revenues over (under) expenditures	47,982	1,690	(46,292)
Other financing sources (uses):			
Operating transfers in	10,250	10,250	-
Operating transfers (out)	<u>(53,000)</u>	<u>(53,000)</u>	<u>-</u>
Total other financing sources (uses)	(42,750)	(42,750)	-
Excess of revenues and other sources over (under) expenditures and other (uses)	5,232	(41,060)	(46,292)
Fund balance, beginning of year	44,788	44,788	
Prior year encumbrances appropriated	<u>2,692</u>	<u>2,692</u>	
Fund balance, end of year	\$ <u>52,712</u>	<u>6,420</u>	

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
TEACHER DEVELOPMENT FUND
FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - state and local	<u>10,985</u>	<u>10,985</u>	<u>-</u>
Total revenues	<u>10,985</u>	<u>10,985</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Instructional staff			
Salaries and wages	1,210	518	692
Fringe benefits	200	122	78
Purchased services	1,574	501	1,073
Supplies and materials	<u>8,001</u>	<u>7,840</u>	<u>161</u>
Total instructional staff	<u>10,985</u>	<u>8,981</u>	<u>2,004</u>
Total expenditures	<u>10,985</u>	<u>8,981</u>	<u>2,004</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>2,004</u>	<u>2,004</u>
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	
Fund balance, end of year	\$ <u>-</u>	<u>2,004</u>	

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
MANAGEMENT INFORMATION SYSTEMS FUND
FOR THE YEAR ENDED JUNE 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - state and local	\$ 36,372	36,372	-
Total revenues	<u>36,372</u>	<u>36,372</u>	<u>-</u>
Expenditures:			
Current:			
Support services:			
Pupil			
Capital outlay	578	-	578
Total pupil	<u>578</u>	<u>-</u>	<u>578</u>
Central			
Capital outlay	3,750	-	3,750
Total central	<u>3,750</u>	<u>-</u>	<u>3,750</u>
Total expenditures	<u>4,328</u>	<u>-</u>	<u>4,328</u>
Excess of revenues over (under) expenditures	<u>32,044</u>	<u>36,372</u>	<u>4,328</u>
Fund balance, beginning of year	9,457	9,457	
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	
Fund balance, end of year	\$ <u>41,501</u>	<u>45,829</u>	

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
MISCELLANEOUS STATE GRANTS FUND
FOR THE YEAR ENDED JUNE 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - state and local	\$ 25,473	20,451	(5,022)
Total revenues	25,473	20,451	(5,022)
Expenditures:			
Current:			
Instruction:			
Vocational			
Salaries and wages	1,950	1,950	-
Fringe benefits	42	267	(225)
Purchased services	3,476	3,226	250
Supplies and materials	4,339	4,339	-
Total vocational	9,807	9,782	25
Adult/continuing education			
Purchased services	346	346	-
Supplies and materials	2,874	2,874	-
Total adult/continuing education	3,220	3,220	-
Support services:			
Pupil			
Salaries and wages	1,700	1,700	-
Purchased services	6,402	6,402	-
Supplies and materials	1,700	1,708	(8)
Total pupil	9,802	9,810	(8)
Total expenditures	22,829	22,812	17
Excess of revenues over (under) expenditures	2,644	(2,361)	(5,005)
Other financing sources:			
Other financing sources	5,961	5,961	-
Total other financing sources	5,961	5,961	-
Excess of revenues and other sources over (under) expenditures	8,605	3,600	(5,005)
Fund balance, beginning of year	(10,091)	(10,091)	
Prior year encumbrances appropriated	2,190	2,190	
Fund balance, end of year	\$ 704	(4,301)	

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
EDUCATION FOR ECONOMIC SECURITY ACT FUND
FOR THE YEAR ENDED JUNE 30, 1999**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 4,271	4,271	-
Total revenues	4,271	4,271	-
Expenditures:			
Current:			
Instruction:			
Regular			
Salaries and wages	1,674	1,038	636
Supplies and materials	1,970	1,983	(13)
Capital outlay	2,762	2,662	100
Total regular	6,406	5,683	723
Total expenditures	6,406	5,683	723
Excess of revenues over (under) expenditures	(2,135)	(1,412)	723
Other financing sources:			
Operating transfers in	2,135	2,135	-
Excess of revenues and other sources over (under) expenditures	-	723	723
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	-	-	
Fund balance, end of year	\$ -	723	

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
BUDGET AND ACTUAL (BUDGET BASIS)
VOCATIONAL EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 678,410	593,715	(84,695)
Total revenues	678,410	593,715	(84,695)
Expenditures:			
Current:			
Instruction:			
Vocational			
Salaries and wages	83,091	68,735	14,356
Fringe benefits	19,348	15,279	4,069
Total vocational	102,439	84,014	18,425
Adult/continuing education			
Salaries and wages	46,105	39,438	6,667
Fringe benefits	9,851	8,840	1,011
Purchased services	4,440	4,440	-
Supplies and materials	1,723	1,189	534
Total adult/continuing education	62,119	53,907	8,212
Support services:			
Pupil			
Salaries and wages	186,465	155,273	31,192
Fringe benefits	37,966	32,769	5,197
Purchased services	38,777	38,863	(86)
Supplies and materials	95,364	95,031	333
Total pupil	358,572	321,936	36,636
Instructional staff			
Supplies and materials	30,639	28,579	2,080
School administration			
Salaries and wages	20,666	20,391	275
Central			
Salaries and wages	94,132	82,354	11,778
Fringe benefits	23,432	20,875	2,557
Purchased services	19,652	20,262	(610)
Supplies and materials	17,986	17,893	93
Total central	155,202	141,384	13,818
Total expenditures	729,657	650,211	79,446
Excess of revenues over (under) expenditures	(51,247)	(56,496)	(5,249)
Other financing sources (uses):			
Operating financing uses	(13,956)	(13,956)	-
Operating transfers in	18,634	18,634	-
Operating transfers (out)	(10,250)	(10,250)	-
Total other financing sources (uses)	(5,572)	(5,572)	-
Excess of revenues and other sources			
over (under) expenditures and other (uses)	(56,819)	(62,068)	(5,249)
Fund balance, beginning of year	(60,571)	(60,571)	
Prior year encumbrances appropriated	117,390	117,390	
Fund balance, end of year	\$ -	(5,249)	

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
CHAPTER 2 FUND
FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - federal	\$ 6,682	6,682	-
Total revenues	6,682	6,682	-
Expenditures:			
Current:			
Instruction:			
Regular			
Salaries and wages	5,900	5,900	-
Fringe benefits	782	782	-
Total regular	6,682	6,682	-
Total expenditures	6,682	6,682	-
Excess of revenues over (under) expenditures	-	-	-
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	-	-	
Fund balance, end of year	\$ -	-	

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL (BUDGET BASIS)
 TELECOM (E-RATE) FUND
 FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 91,765	12,505	(79,260)
Total revenues	91,765	12,505	(79,260)
Expenditures:			
Current:			
Total expenditures	-	-	-
Excess of revenues over (under) expenditures	91,765	12,505	(79,260)
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	-	-	
Fund balance, end of year	\$ 91,765	12,505	

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
MISCELLANEOUS FEDERAL GRANT FUND
FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - federal	\$ <u>5,000</u>	<u>5,000</u>	<u>-</u>
Total revenues	5,000	5,000	-
Expenditures:			
Current:			
Support Services:			
Instructional staff			
Purchased services	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total instructional staff	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total expenditures	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Excess of revenues over (under) expenditures	-	5,000	5,000
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	
Fund balance, end of year	\$ <u>-</u>	<u>5,000</u>	

Butler County Joint Vocational School District, Ohio

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 and interest.

Since there is only one debt service fund and the level of budgetary control is not greater than that presented in the combined financial statements, no additional financial statements are presented here.

Butler County Joint Vocational School District, Ohio

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings, additions to existing school buildings, or for major renovation projects, including equipment purchases:

The **Permanent Improvement Fund** accounts for all transactions related to the acquiring, constructing, or improving of the infrastructure of buildings and grounds through permanent improvements.

The **Building Fund** accounts for all transactions related to the construction of the new building.

The **Interactive Video Learning Fund** accounts for all transactions related to state grants for upgrading video learning technology.

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 ALL CAPITAL PROJECTS FUNDS
 JUNE 30, 1999**

	Permanent Improve- ment	Building	Interactive Video Learning	<i>TOTAL</i>
ASSETS:				
Equity in pooled cash and cash equivalents	\$ 2,218,220	223,631	14,540	2,456,391
Investments	-	2,437,883	-	2,437,883
Due from other funds	<u>7,312</u>	<u>8,582</u>	-	<u>15,894</u>
Total assets	<u>2,225,532</u>	<u>2,670,096</u>	<u>14,540</u>	<u>4,910,168</u>
 LIABILITIES AND EQUITY:				
LIABILITIES:				
Accounts payable	<u>33,144</u>	-	-	<u>33,144</u>
Total liabilities	33,144	-	-	33,144
 EQUITY:				
Fund Balances				
Reserved for:				
Encumbrances	1,054,870	57,863	-	1,112,733
Unreserved-undesignated	<u>1,137,518</u>	<u>2,612,233</u>	<u>14,540</u>	<u>3,764,291</u>
Total equity	<u>2,192,388</u>	<u>2,670,096</u>	<u>14,540</u>	<u>4,877,024</u>
Total liabilities and equity	<u>\$ 2,225,532</u>	<u>2,670,096</u>	<u>14,540</u>	<u>4,910,168</u>

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 ALL CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED JUNE 30, 1999**

	Permanent Improve- ment	Building	Interactive Video Learning	<i>TOTAL</i>
Revenues:				
Earnings on investments	\$ 72,354	25,342	-	97,696
Other local revenues	74,761	-	-	74,761
Intergovernmental - state	-	-	10,540	10,540
Total revenues	147,115	25,342	10,540	182,997
Expenditures:				
Current:				
Instruction:				
Vocational Education	3,509	-	-	3,509
Facilities acquisition and construction	(157,366)	937,137	-	779,771
Total expenditures	(153,857)	937,137	-	783,280
Excess of revenues over (under) expenditures	300,972	(911,795)	10,540	(600,283)
Other financing sources				
Operating transfers in	750,000	-	4,000	754,000
Sale of bonds	-	995,000	-	995,000
Proceeds from sale of notes	-	2,586,891	-	2,586,891
Total other financing sources	750,000	3,581,891	4,000	4,335,891
Excess of revenues and other sources over (under) expenditures	1,050,972	2,670,096	14,540	3,735,608
Fund balance, beginning of year	1,141,416	-	-	1,141,416
Fund balance, end of year	\$ 2,192,388	2,670,096	14,540	4,877,024

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
PERMANENT IMPROVEMENT FUND
FOR THE YEAR ENDED JUNE 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Earnings on investments	\$ 74,094	65,042	(9,052)
Other local revenues	<u>74,761</u>	<u>74,761</u>	<u>-</u>
Total revenues	148,855	139,803	(9,052)
Expenditures:			
Current:			
Instruction:			
Vocational			
Capital outlay	122,631	97,631	25,000
Facilities acquisition and construction			
Capital outlay	<u>1,541,030</u>	<u>1,009,922</u>	<u>531,108</u>
Total facilities acquisition and construction	<u>1,541,030</u>	<u>1,009,922</u>	<u>531,108</u>
Total expenditures	<u>1,663,661</u>	<u>1,107,553</u>	<u>556,108</u>
Excess of revenues over expenditures	<u>(1,514,806)</u>	<u>(967,750)</u>	<u>547,056</u>
Other financing sources:			
Operating transfers in	<u>750,000</u>	<u>750,000</u>	<u>-</u>
Excess of revenues and other sources over expenditures	(764,806)	(217,750)	547,056
Fund balance, beginning of year	1,344,447	1,344,447	
Prior year encumbrances appropriated	<u>3,509</u>	<u>3,509</u>	
Fund balance, end of year	\$ <u>583,150</u>	<u>1,130,206</u>	

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
BUILDING FUND
FOR THE YEAR ENDED JUNE 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Earnings on investments	\$ 23,000	16,760	(6,240)
Total revenues	23,000	16,760	(6,240)
Expenditures:			
Facilities acquisition and construction			
Purchased services	3,581,891	995,000	2,586,891
Total facilities acquisition and construction	3,581,891	995,000	2,586,891
Total expenditures	3,581,891	995,000	2,586,891
Excess of revenues over expenditures	(3,558,891)	(978,240)	2,580,651
Other financing sources:			
Sale of bonds	995,000	995,000	-
Proceeds of notes	2,586,891	2,586,891	-
Total financing sources	3,581,891	3,581,891	-
Excess of revenues and other sources over expenditures	23,000	2,603,651	2,580,651
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	-	-	
Fund balance, end of year	\$ 23,000	2,603,651	

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGET BASIS)
INTERACTIVE VIDEO LEARNING FUND
FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - state and local	\$ 10,540	10,540	-
Total revenues	10,540	10,540	-
Expenditures:			
Total expenditures	-	-	-
Excess of revenues over expenditures	10,540	10,540	-
Other financing sources:			
Operating transfers in	4,000	4,000	-
Excess of revenues and other sources over expenditures	14,540	14,540	-
Fund balance, beginning of year	-	-	
Prior year encumbrances appropriated	-	-	
Fund balance, end of year	\$ 14,540	14,540	

Butler County Joint Vocational School District, Ohio

ENTERPRISE FUNDS

Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private sector business where the intent is that the expense (including depreciation) of providing goods or services primarily or solely to the general public be financed or recovered primarily through user charges. The following are descriptions of each of the District's Enterprise Funds:

The **Uniform School Supply Fund** accounts for the purchase and sale of school supplies as adopted by the Board of Education for use in the District.

The **Rotary Fund** accounts for income and expenses made in connection with goods and services provided by the District.

The **Vocational Adult Education Fund** accounts for revenue and expenditures involved in upgrading and retraining out-of-school youth and adults for the purpose of improving their skills and knowledge in their current or planned occupation.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
JUNE 30, 1999

	Uniform School Supply	Rotary	Vocational Adult Education	<i>TOTAL</i>
ASSETS:				
Equity in pooled cash and cash equivalents \$	41,004	72,709	718,911	832,624
Net receivables:				
Accounts	523	669	38,474	39,666
Intergovernmental - state	-	-	3,318	3,318
Property, plant and equipment	-	13,170	213,915	227,085
Accumulated depreciation	-	(1,185)	(75,775)	(76,960)
Total assets	<u>41,527</u>	<u>85,363</u>	<u>898,843</u>	<u>1,025,733</u>
 LIABILITIES AND EQUITY:				
LIABILITIES:				
Accounts payable	3,921	5,365	19,203	28,489
Accrued wages and benefits	-	11,830	115,139	126,969
Compensated absences payable	-	-	83,794	83,794
Total liabilities	3,921	17,195	218,136	239,252
 EQUITY:				
Retained earnings:				
Unreserved	37,606	68,168	680,707	786,481
Total equity	<u>37,606</u>	<u>68,168</u>	<u>680,707</u>	<u>786,481</u>
Total liabilities and equity	<u>\$ 41,527</u>	<u>85,363</u>	<u>898,843</u>	<u>1,025,733</u>

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
COMBINING STATEMENT OF REVENUES,
EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 1999

	Uniform School Supply	Rotary	Vocational Adult Education	<i>TOTAL</i>
Operating revenues:				
Tuition and fees	\$ 45,455	-	1,313,768	1,359,223
Other operating revenues	-	244,884	247,587	492,471
Total operating revenues	45,455	244,884	1,561,355	1,851,694
Operating expenses:				
Personnel services	-	92,697	1,816,719	1,909,416
Contractual services	-	91,042	241,902	332,944
Materials and supplies	40,417	69,000	206,358	315,775
Depreciation	-	1,185	18,240	19,425
Other operating expenses	-	-	20,813	20,813
Total operating expenses	40,417	253,924	2,304,032	2,598,373
Operating income (loss)	5,038	(9,040)	(742,677)	(746,679)
Nonoperating revenues				
Operating grants	-	-	797,786	797,786
Total nonoperating revenue	-	-	797,786	797,786
Net income before transfers	5,038	(9,040)	55,109	51,107
Operating transfers in	-	25,000	213,285	238,285
Operating transfers out	-	(10,546)	-	(10,546)
Net income	5,038	5,414	268,394	278,846
Retained earnings, beginning of year	32,568	62,754	412,313	507,635
Retained earnings, end of year	\$ 37,606	68,168	680,707	786,481

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 1999

	Uniform School Supply	Rotary	Vocational Adult Education	TOTAL
Cash flows from operating activities:				
Cash received from tuition and fees	\$ 44,932	-	1,336,591	1,381,523
Cash received from other operations	-	244,704	263,556	508,260
Cash payments for personal services	-	(92,705)	(1,804,844)	(1,897,549)
Cash payments for contract services	-	(91,042)	(241,902)	(332,944)
Cash payments for supplies and materials	(36,496)	(65,362)	(211,173)	(313,031)
Cash payments for other expenses	-	-	(20,813)	(20,813)
Net cash provided (used) by operating activities	8,436	(4,405)	(678,585)	(674,554)
Cash flows from noncapital financing activities:				
Transfers from other funds	-	25,000	53,000	78,000
Transfers to other funds	-	(10,546)	-	(10,546)
Cash received from operating grants	-	-	802,833	802,833
Net cash provided by noncapital financing activities	-	14,454	855,833	870,287
Cash flows from capital and related financing activities:				
Acquisition of capital assets	-	(13,170)	(52,466)	(65,636)
Net cash used by capital and related financing activities	-	(13,170)	(52,466)	(65,636)
Net increase (decrease) in cash	8,436	(3,121)	124,782	130,097
Cash, beginning of year	32,568	75,830	594,129	702,527
Cash, end of year	41,004	72,709	718,911	832,624
Reconciliation of operating income (loss)				
<i>to net cash provided (used) by operating activities:</i>				
Operating income (loss)	5,038	(9,040)	(742,677)	(746,679)
<i>Adjustments to reconcile operating income (loss)</i>				
<i>to net cash used by operating activities:</i>				
Depreciation	-	1,185	18,240	19,425
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	(523)	(180)	38,792	38,089
Increase (decrease) in accounts payable	3,921	3,638	(4,815)	2,744
Increase (decrease) in accrued wages and benefits	-	(8)	39,976	39,968
Decrease in compensated absences payable	-	-	(28,101)	(28,101)
Net cash provided (used) by operating activities	\$ 8,436	(4,405)	(678,585)	(674,554)

Butler County Joint Vocational School District, Ohio

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These funds include the Expendable Trust Fund and Agency Funds. The following are descriptions of each of the District's Fiduciary Funds:

Expendable Trust Fund

The Special Trust Fund accounts for donations that are received to provide scholarships and awards to students. Since there is only one Expendable Trust Fund no additional statement of revenues, expenditures and changes in fund balance is presented here.

Agency Funds

The Southwest Ohio Computer Association accounts for the activity and resources of the Southwest Ohio Computer Association (SWOCA). The District serves as the fiscal agent for SWOCA.

The Student Activities Funds account for the resources that belong to various student groups in the District. The funds account for sales and other revenue generating activities by student groups which have students involved in the management of the program.

The District Agency Fund accounts for assets held by the District as an agent for individuals, private organizations, other governmental units, and/or other funds.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL FIDUCIARY FUND TYPES
JUNE 30, 1999

	Expendable Trust Fund	Agency Funds			<i>TOTAL</i>
		Special	Student	District	
		Trust	SWOCA	Activities	
ASSETS:					
Equity in pooled cash and cash equivalents	\$ 73,309	1,113,380	112,587	7,950	1,307,226
Due from other funds	238	-	-	-	238
Total assets	73,547	1,113,380	112,587	7,950	1,307,464
LIABILITIES AND EQUITY:					
LIABILITIES:					
Accounts payable	52	-	-	-	52
Due to other governments	-	1,113,380	-	7,950	1,121,330
Due to student groups	-	-	112,587	-	112,587
Total liabilities	52	1,113,380	112,587	7,950	1,233,969
EQUITY:					
Fund Balances					
Reserved for:					
Encumbrances	196	-	-	-	196
Unreserved-undesignated	73,299	-	-	-	73,299
Total equity	73,495	-	-	-	73,495
Total liabilities and equity	\$ 73,547	1,113,380	112,587	7,950	1,307,464

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED JUNE 30, 1999**

	Beginning Balance July 1, 1998	Additions	Deductions	Ending Balance June 30, 1999
SWOCA:				
Assets:				
Equity in pooled cash and cash equivalents	\$ 831,046	2,146,441	1,864,107	1,113,380
Liabilities:				
Due to other governments	831,046	2,146,441	1,864,107	1,113,380
<hr/>				
STUDENT ACTIVITIES:				
Assets:				
Equity in pooled cash and cash equivalents	107,471	255,805	250,689	112,587
Liabilities:				
Due to student groups	107,471	255,805	250,689	112,587
<hr/>				
DISTRICT AGENCY:				
Assets:				
Equity in pooled cash and cash equivalents	8,050	-	100	7,950
Liabilities:				
Due to other governments	8,050	-	100	7,950
<hr/>				
TOTAL:				
Assets:				
Equity in pooled cash and cash equivalents	946,567	2,402,246	2,114,896	1,233,917
Liabilities:				
Due to other governments	839,096	2,146,441	1,864,207	1,121,330
Due to student groups	107,471	255,805	250,689	112,587
	\$ 946,567	2,402,246	2,114,896	1,233,917

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 SCHEDULE OF EXPENDITURES
 BUDGET AND ACTUAL (BUDGET BASIS)
 SPECIAL TRUST FUND
 FOR THE YEAR ENDED JUNE 30, 1999**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures:			
Current:			
Instruction:			
Vocational			
Miscellaneous	\$ 15,520	5,439	10,081
Support services:			
Pupils			
Miscellaneous	848	848	-
Community services			
Miscellaneous	<u>11,563</u>	<u>10,363</u>	<u>1,200</u>
	<u>11,563</u>	<u>10,363</u>	<u>1,200</u>
 Total expenditures	 \$ <u>27,931</u>	 <u>16,650</u>	 <u>11,281</u>

Butler County Joint Vocational School District, Ohio

GENERAL FIXED ASSETS ACCOUNT GROUP

This account group is used to account for all sites, buildings, equipment and vehicles not used in the operations of the Proprietary Funds. The majority of the District's assets are reflected in the General Fixed Assets Account Group.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE
JUNE 30, 1999

GENERAL FIXED ASSETS:

Land and improvements	\$ 182,936
Buildings	11,024,918
Furniture and equipment	6,703,423
Vehicles	<u>186,237</u>

TOTAL GENERAL FIXED ASSETS	<u>18,097,514</u>
-----------------------------------	--------------------------

INVESTMENT IN GENERAL FIXED ASSETS FROM:

General Fund	1,519,710
Special Revenue Funds	7,570
Capital Projects Funds	833,964
Acquired before July 1, 1998*	<u>15,736,270</u>

TOTAL INVESTMENT IN GENERAL FIXED ASSETS	<u>\$ 18,097,514</u>
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* Represents assets for which fund source cannot practically be obtained.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
JUNE 30, 1999

	<u>Land and Improvements</u>	<u>Buildings</u>	<u>Furniture and Equipment</u>	<u>Vehicles</u>	<u>Total</u>
Instruction:					
Vocational	\$ -	-	387,302	63,208	450,510
Support Services:					
School administration	-	-	7,580	-	7,580
Fiscal and business	-	-	18,945	-	18,945
Operations and maintenance	-	-	91,617	29,590	121,207
Central	-	-	74,296	-	74,296
Capital outlay	-	1,688,706	-	-	1,688,706
Other - pre July 1, 1998 items	182,936	9,336,212	6,123,683	93,439	15,736,270
	<u>\$ 182,936</u>	<u>11,024,918</u>	<u>6,703,423</u>	<u>186,237</u>	<u>18,097,514</u>

* Represents assets for which fund source cannot practically be obtained.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION
JUNE 30, 1999

	Balance July 1, 1998	Additions	Deletions	Balance June 30, 1999
Instruction:				
Vocational	\$ -	450,510	-	450,510
Support Services:				
School administration	-	7,580	-	7,580
Fiscal and business	-	18,945	-	18,945
Operations and maintenance	-	121,207	-	121,207
Central	-	74,296	-	74,296
Capital outlay	-	1,688,706	-	1,688,706
Other - pre July 1, 1998 items*	<u>15,736,270</u>	<u>-</u>	<u>-</u>	<u>15,736,270</u>
	<u>\$ 15,736,270</u>	<u>2,361,244</u>	<u>-</u>	<u>18,097,514</u>

* Represents assets for which fund source cannot practically be obtained.

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*Butler County Joint Vocational
School District, Ohio*

STATISTICAL SECTION

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
GENERAL FUND EXPENDITURES BY FUNCTION
LAST TEN YEARS (1)

Year	Instruction	Support Services	Extra-Curricular Activities	Facilities and Capital Outlay	Debt Service	Total
Fiscal 1999	\$ 8,508,927	3,485,138	21,503	1,035,387	68,834	13,119,789
Fiscal 1998	8,093,650	3,806,487	18,740	296,716	47,864	12,263,457
Fiscal 1997	8,549,132	3,949,107	14,912	165,452	23,586	12,702,189
Fiscal 1996	9,032,257	4,283,682	12,103	-	27,980	13,356,022
Fiscal 1995	5,672,205	3,085,606	9,207	-	287,980	9,054,998
Fiscal 1994	5,805,357	3,063,899	6,123	-	-	8,875,379
Fiscal 1993	5,022,445	2,548,010	2,795	-	51,900	7,625,150
Fiscal 1992	4,464,717	2,212,543	1,545	-	59,682	6,738,487
Fiscal 1991	3,495,406	2,220,357	-	-	194,344	5,910,107
Fiscal 1990	3,190,079	1,945,291	-	679,680	-	5,815,050

Source: District records.

- (1) Fiscal years 1992 through 1999 are reported on a GAAP basis. All other years are reported on a cash basis.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
GENERAL FUND REVENUES BY SOURCE
LAST TEN YEARS (1)

Year	Taxes	Tuition	Earnings on Investments	Inter- governmental	Other	Total
Fiscal 1999	\$ 8,974,891	-	554,556	7,282,256	158,274	16,969,977
Fiscal 1998	7,778,542	-	450,532	7,477,698	273,309	15,980,081
Fiscal 1997	6,910,796	1,535	245,026	6,943,825	137,805	14,238,987
Fiscal 1996	6,105,779	17,139	213,916	6,961,086	184,480	13,482,400
Fiscal 1995	4,830,344	7,304	182,078	4,486,736	103,272	9,609,734
Fiscal 1994	4,404,024	46,315	155,773	4,305,068	74,802	8,985,982
Fiscal 1993	3,972,826	11,527	166,052	3,981,460	26,286	8,158,151
Fiscal 1992	3,820,974	26,254	238,794	3,807,854	36,284	7,930,160
Fiscal 1991	3,447,905	37,600	286,352	3,359,608	96,726	7,228,191
Fiscal 1990	2,846,633	50,041	233,037	2,874,250	52,134	6,056,095

Source: District records.

- (1) Fiscal years 1992 through 1999 are reported on a GAAP basis. All other years are reported on a cash basis.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS - REAL AND PUBLIC UTILITY PROPERTY
LAST TEN COLLECTION (CALENDAR) YEARS

Year	Tax Levied (1)	Current Collection (2)	Percent Collected	Delinquent Collection	Total Tax Collection	Percent of Total Collections to Levy	Outstanding Delinquent Taxes (3)	Percent of Outstanding Delinquent Taxes to Tax Levied
1998	\$ 7,233,754	7,032,333	97.22%	164,771	7,197,104	99.49%	343,332	4.75%
1997	7,324,499	7,129,780	97.34%	171,723	7,301,503	99.69%	306,682	4.19%
1996	7,277,902	7,083,440	97.33%	180,013	7,263,453	99.80%	269,112	3.70%
1995	5,374,193	5,208,595	96.92%	131,498	5,340,093	99.37%	228,613	4.25%
1994	5,158,512	4,983,497	96.61%	116,257	5,099,754	98.86%	194,513	3.77%
1993	4,586,094	4,446,893	96.96%	135,135	4,582,028	99.91%	129,744	2.83%
1992	4,170,642	4,044,544	96.98%	116,458	4,161,002	99.77%	125,678	3.01%
1991	3,714,415	3,625,856	97.62%	82,594	3,708,450	99.84%	116,038	3.12%
1990	3,402,915	3,300,128	96.98%	68,952	3,369,080	99.01%	139,413	4.10%
1989	2,792,965	2,705,176	96.86%	61,587	2,766,763	99.06%	28,954	1.04%

Source: Butler County Auditor.

- (1) Taxes levied and collected are presented on a cash basis.
- (2) State reimbursements of rollback and homestead exemptions are included.
- (3) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN CALENDAR YEARS (1)**

Year	Agricultural and Residential Real Estate	Other Real Estate	Public Utility Personal	Tangible Personal	Total Assessed Value	Estimated Actual Value	Ratio
1999	\$ 2,770,306,620	889,507,980	354,744,010	562,802,599	4,577,361,209	13,110,941,732	34.91%
1998	2,731,088,120	800,522,700	349,975,010	559,330,743	4,440,916,573	12,725,338,476	34.90%
1997	2,666,270,800	812,857,680	345,421,730	559,517,525	4,384,067,735	12,570,961,879	34.87%
1996	2,561,278,490	788,158,160	350,233,540	505,719,158	4,205,389,348	11,990,688,291	35.07%
1995	2,261,437,670	680,148,017	346,051,253	435,912,213	3,723,549,153	10,541,419,447	35.32%
1994	1,797,541,600	451,187,630	266,518,400	218,303,116	2,733,550,746	7,601,014,939	35.96%
1993	1,704,082,190	457,439,260	246,340,060	199,395,607	2,607,257,117	7,253,289,886	35.95%
1992	1,502,441,740	419,773,410	183,296,820	197,474,582	2,302,986,552	6,459,852,750	35.65%
1991	1,392,723,340	415,617,490	184,401,450	146,306,860	2,139,049,140	5,918,112,447	36.14%
1990	1,131,804,980	312,461,300	139,689,080	160,193,141	1,744,148,501	4,857,331,037	35.91%

Source: Butler County Auditor.

- (1) Butler County Auditor property tax records are maintained on a calendar year basis.
- (2) Middletown City School District became a member of the District in 1996.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
PROPERTY TAX RATES (PER \$1,000 OF ASSESSED VALUATION)
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN COLLECTION (CALENDAR YEARS)

	1998	1997	1996	1995	1994	1993	1992	1991	1990	1989
BCJVSD	1.93	1.93	1.93	1.93	1.93	1.94	1.97	1.97	1.97	2.01
Butler County	8.44	8.45	8.44	7.44	7.45	7.44	7.45	7.45	7.45	7.45
<u>Cities and Villages:</u>										
Fairfield	4.54	4.54	4.54	4.54	4.54	4.25	4.25	4.25	4.25	4.25
Millville	2.30	2.30	2.30	2.30	2.30	2.30	2.30	2.30	2.30	2.30
Monroe										
Lakota LSD	7.85	7.85	7.85	7.85	7.85	7.85	7.85	7.85	7.85	9.60
Middletown CSD	9.17	9.17	9.17	9.17	-	-	-	-	-	-
Somerville	3.09	3.09	3.09	3.09	3.09	3.09	3.09	3.09	3.09	3.09
Oxford	3.65	3.65	3.65	3.65	3.65	3.65	3.65	3.65	3.65	3.65
New Miami	4.30	4.30	4.30	4.30	4.30	4.30	3.30	2.30	2.30	2.30
Sevenmile	8.82	7.32	9.22	7.92	8.42	8.42	8.42	8.32	5.42	5.42
Hamilton										
Talawanda LSD	5.06	5.06	5.06	5.11	5.11	5.11	5.11	5.11	5.11	5.11
Ross LSD	3.97	3.97	3.97	4.02	4.02	4.02	4.02	4.02	4.02	4.02
Fairfield CSD	2.54	2.54	2.54	2.59	2.59	2.59	2.59	2.59	2.59	2.59
New Miami LSD	4.06	4.06	4.06	4.11	4.11	4.11	4.11	4.11	4.11	4.11
Edgewood CSD	4.49	4.49	5.06	3.24	-	-	-	-	-	-
Middletown	6.36	6.31	6.31	6.38	-	-	-	-	-	-
Trenton	4.99	4.99	4.99	4.99	4.99	3.24	3.24	3.24	3.24	3.24
Indian Springs	7.19	7.19	7.19	7.19	7.19	-	-	-	-	-
Fairfield F.D.	5.00	5.00	5.00	5.00	5.00	-	-	-	-	-
<u>School Districts:</u>										
Edgewood City Schools	37.55	33.61	34.11	34.61	35.36	35.61	37.61	37.61	31.46	31.56
Fairfield City Schools	54.16	53.56	55.16	55.16	55.16	50.76	50.76	45.86	45.96	46.06
Lakota Local Schools	56.14	56.14	56.24	50.14	51.74	48.14	49.24	47.84	42.99	42.64
Madison Local Schools	30.94	30.94	31.09	31.84	31.94	32.14	32.64	32.84	32.94	33.89
Middletown City Schools	36.56	36.63	37.03	38.20	-	-	-	-	-	-
New Miami Local Schools	25.09	25.09	25.09	25.09	25.84	25.84	25.84	25.84	25.89	34.89
Ross Local Schools	45.73	45.73	45.84	46.43	47.73	42.18	42.18	42.18	42.18	42.18
Talawanda Local Schools	43.80	43.80	46.30	51.80	51.80	51.80	51.80	51.80	51.80	51.80

Source: Butler County Auditor

- (1) Middletown City Schools became a member of the District in 1996.
- (2) Fairfield Township was incorporated as Indian Springs in 1993.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
PROPERTY TAX RATES (PER \$1,000 OF ASSESSED VALUATION)
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN COLLECTION (CALENDAR YEARS)

	1998	1997	1996	1995	1994	1993	1992	1991	1990	1989
<u>Townships:</u>										
Fairfield Township	-	-	-	-	-	7.19	7.19	7.19	7.19	7.19
Fairfield F.D.	-	-	-	-	-	5.00	5.00	5.00	3.00	3.00
Fairfield Corp.	-	-	-	-	-	0.29	0.29	0.29	0.29	0.29
Hanover Township	2.72	2.72	2.72	2.72	2.72	2.72	2.72	2.72	2.72	2.72
Millville Corp.	0.42	0.42	0.42	0.42	0.42	0.42	0.42	0.42	0.42	0.42
Lemon Township	-	-	-	2.92	-	-	-	-	-	-
Monroe Corp.	-	-	-	0.60	-	-	-	-	-	-
Liberty Township	7.59	7.59	5.59	5.59	4.92	4.09	3.09	3.09	3.09	3.09
Monroe Corp.	0.59	0.59	0.59	0.59	0.59	2.09	2.09	2.09	2.09	2.09
Madison Township	2.26	2.26	2.26	2.26	2.26	2.26	2.26	2.26	2.26	2.26
Milford Township	5.74	5.74	5.74	5.74	5.74	5.74	5.74	5.74	5.74	5.74
Somerville Corp.	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80
Morgan Township	6.22	5.22	5.22	5.22	5.22	5.22	5.22	5.22	4.22	4.22
Oxford Township	7.84	7.84	7.84	5.84	5.84	5.84	5.84	5.84	5.84	5.84
Oxford Corp.	0.24	0.24	0.24	0.24	0.24	0.24	0.24	0.24	0.24	0.24
Reily Township	7.39	5.39	5.39	5.39	5.39	5.39	5.39	5.39	5.39	4.89
Ross Township	5.72	5.72	5.72	3.72	5.72	4.72	4.72	4.72	4.72	4.72
Millville Corp.	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92	0.92
St. Clair Township	4.47	4.47	4.47	4.47	4.47	4.47	4.47	4.47	4.47	4.47
New Miami Corp.	1.01	1.01	1.01	1.01	1.01	1.01	1.01	1.01	1.01	1.01
Seven Mile Corp.	0.51	0.51	0.51	0.51	0.51	0.51	1.01	1.01	1.01	1.01
Union Township	9.59	9.59	9.59	9.59	9.59	9.59	9.59	9.59	9.59	9.59
Fairfield Corp.	-	-	-	-	-	0.59	0.59	0.59	0.59	0.59
Wayne Township	3.58	4.58	4.58	4.58	3.58	5.08	5.08	5.08	5.08	3.58
Seven Mile Corp.	0.51	0.51	0.51	0.51	0.51	0.51	0.51	0.51	0.51	0.51

Source: Butler County Auditor

- (1) Middletown City Schools became a member of the District in 1996.
- (2) Fairfield Township was incorporated as Indian Springs in 1993.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND
NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN CALENDAR YEARS (1)

Year	Net General Bonded Debt	Assessed Value	Population	Ratio of Debt to Assessed Value	Net Debt Per Capita
1999	\$ 895,000	4,577,361,209	332,623	0.02%	2.69
1998	-	4,440,916,573	330,411	0.00%	-
1997	-	4,384,067,735	326,749	0.00%	-
1996	140,000	4,205,389,348	323,358	0.00%	0.43
1995	350,000	3,723,549,153	319,458	0.01%	1.10
1994	200,000	2,733,550,746	315,763	0.01%	0.63
1993	300,000	2,607,257,117	311,776	0.01%	0.96
1992	400,000	2,302,986,552	305,631	0.02%	1.31
1991	500,000	1,392,723,340	299,773	0.04%	1.67
1990	600,000	1,744,148,501	291,479	0.03%	2.06

Source: Butler County Auditor and District records.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
COMPUTATION OF OVERLAPPING DEBT
JUNE 30, 1999

Governmental Unit	General Obligation Debt Outstanding	Percent Applicable to District	Amount Applicable to District
Butler County	\$ 16,820,000	100.00%	16,820,000
City of Middletown	7,250,000	100.00%	7,250,000
City of Fairfield	49,139,814	100.00%	49,139,814
City of Oxford	1,350,000	100.00%	1,350,000
City of Trenton	1,641,902	100.00%	1,641,902
Middletown City School District	<u>105,000</u>	92.79%	<u>97,430</u>
Total Overlapping Debt	\$ <u>76,306,716</u>		<u>76,299,146</u>

Source: Butler County Auditor.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 1999

Assessed valuation of District	\$	<u>4,577,361,209</u>
Voted Debt Limit - 9% of Assessed Value		411,962,509
Amount of Debt Applicable to Debt Limit:		
Net Bonded Debt		<u>-</u>
Voted Debt Margin		<u>411,962,509</u>
Unvoted Debt Limit - .01% of Assessed Value		4,577,361
Amount of Debt Applicable to Debt Limit:		<u>-</u>
Unvoted Debt Margin	\$	<u>4,577,361</u>

Source: County Auditor and School District Records

Note: Ohio Bond Law sets a limit of 9% for voted debt and 0.1% for unvoted debt.

Note: Bonds issued for Energy Conservation Projects are excludable when calculating legal debt margin.

BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL
OBLIGATION BONDED DEBT TO TOTAL GENERAL FUND EXPENDITURES
LAST TEN YEARS (1)

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures
1999	\$ 100,000	31,566	131,566	13,119,789	1.00%
1998	-	-	-	12,207,807	0.00%
1997	140,000	5,436	145,436	12,702,189	1.14%
1996	120,000	10,355	130,355	13,356,022	0.98%
1995	120,000	15,070	135,070	9,054,998	1.49%
1994	100,000	9,500	109,500	8,875,379	1.23%
1993	100,000	14,250	114,250	7,625,150	1.50%
1992	100,000	19,000	119,000	6,738,487	1.77%
1991	100,000	23,750	123,750	5,910,107	2.09%
1990	100,000	28,500	128,500	5,815,050	2.21%

Source: School District Records.

- (1) Fiscal years 1992 through 1998 are reported on a GAAP basis. All other years are reported on a cash basis.

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 CONSTRUCTION, BANK DEPOSITS AND PROPERTY VALUES
 LAST TEN YEARS**

Year	Property Values (1)	Construction Values (2)	Bank Deposits (3)
1999	\$ 4,577,361,209	123,319,530	864,105,000
1998	4,440,916,573	120,230,050	815,435,000
1997	4,384,067,735	126,282,560	783,398,000
1996	4,205,389,348	116,248,200	800,556,000
1995	3,723,549,153	118,963,340	737,683,000
1994	2,733,550,746	84,376,290	711,686,000
1993	2,607,257,117	76,694,870	724,213,000
1992	2,302,986,552	45,740,462	904,381,000
1991	1,392,723,340	44,658,744	2,104,239,000
1990	1,744,148,501	50,677,268	2,057,264,000

(1) Middletown City School District was added to the Tax Values effective January 1, 1996. Source: Butler County Auditor.

(2) Source: Butler County Auditor.

(3) Includes all Butler County deposits. Source: Department of Data Service, Federal Reserve Bank of Cleveland.

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 PRINCIPAL TAXPAYERS - REAL AND TANGIBLE PERSONAL PROPERTY
 JUNE 30, 1999**

Name of Taxpayer	Assessed Value	Percent of Assessed Value
Cincinnati Gas & Electric	\$ 280,876,950	6.32%
AK Steel	111,706,350	2.52%
Miller Brewing Company	67,492,792	1.52%
Cincinnati Bell Telephone	49,447,000	1.11%
CFC Investments	16,985,710	0.38%
Ohio Bell Telephone	15,998,470	0.36%
Duke Realty	14,146,990	0.32%
Southwest Ohio Steel	11,411,940	0.26%
Security Capital	10,684,849	0.24%
1994 N1 Ohio Association I.P.	6,410,778	0.14%

Source: Butler County Auditor.

**BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT, OHIO
 DEMOGRAPHIC STATISTICS
 LAST TEN YEARS**

Year	Population	Per Capita Income	School Enrollment	Annual Average Unemployment Percentage	
				Butler County	State of Ohio
1999	332,623	\$ 24,896	4,457	3.30%	4.30%
1998	330,411	23,876	4,571	3.40%	4.40%
1997	326,749	23,093	4,685	3.50%	4.60%
1996	323,358	22,310	4,368	4.10%	4.90%
1995	319,458	21,527	2,443	4.00%	4.80%
1994	315,763	20,377	2,802	5.30%	5.50%
1993	311,776	19,679	2,457	6.60%	6.50%
1992	305,631	19,117	905	6.70%	7.30%
1991	299,773	18,062	835	5.90%	6.40%
1990	291,479	17,624	809	5.80%	5.70%

Source: Ohio State University Extension Office, Ohio Bureau of Employment Services

- (1) In 1993, satellite operations were assumed from Fairfield and Edgewood City Schools
- (2) In 1996, Middletown City School District became a member of the District.

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STATE OF OHIO
OFFICE OF THE AUDITOR

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BUTLER COUNTY JOINT VOCATIONAL SCHOOL DISTRICT

BUTLER COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 8, 2000**