

# Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 1999



**CHILlicothe CITY SCHOOL DISTRICT**

**235 Cherry Street • Chillicothe, Ohio 45601**

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**Comprehensive Annual Financial Report**  
of the  
**Chillicothe City School District**  
**Chillicothe, Ohio**

For the fiscal year ended  
June 30, 1999

**Board of Education**

J. Troy Gray.....President  
Monte Weaver.....Vice-President  
Ron W. Bettin.....Member  
Gus Comstock.....Member  
Richard Vollmar.....Member

**Superintendent of Schools**

Dr. Dennis A. Leone

**Issued by the Treasurer's Office**

Stacy L. Overly  
Treasurer



# CHILlicothe CITY SCHOOL DISTRICT



## INTRODUCTORY SECTION

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*Comprehensive Annual Financial Report*  
*For the Fiscal Year Ended June 30, 1999*  
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# Chillicothe City Schools

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November 9, 1999.

## **To the Board of Education and the Citizens of the Chillicothe City School District:**

As the Superintendent and Treasurer of the Chillicothe City School District (the District), we are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) issued by the District. This CAFR for the year ended June 30, 1999 is prepared in accordance with generally accepted accounting principles (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

This CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes the table of contents, this transmittal letter, the District's organizational chart and a list of principal officers. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the independent auditors' report on the financial statements and schedules. The statistical section provides pertinent financial, economic and demographic information indicating historical trends.

The Office of the Treasurer is responsible for the accuracy of the data presented and the completeness and fairness of this presentation. We believe the data presented are accurate in all material aspects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the District's financial activity are included herein.

Copies of this report will be widely distributed throughout the District. A copy will be sent to all school buildings, the Chamber of Commerce, major taxpayers, the Chillicothe Public Library, banks, and any other interested parties.

### ***THE DISTRICT AND ITS FACILITIES***

Chillicothe is the county seat of Ross County with a population of 22,726 residents. The city was the capital city of the Northwest Territory in 1787, then became Ohio's first capital in 1803. The name Chillicothe comes from the Shawnee Indians and means "hometown." Located 45 miles south of Columbus, Chillicothe is home for a branch campus of Ohio University and the Tecumseh outdoor drama production.

The Chillicothe City School District is one of seven school districts in Ross County. With 3,663 pupils, it has the largest enrollment in the county. It also is by far the smallest school district in the county geographically, encompassing just 22 square miles. The District operates 10 school facilities, which includes one high school for grades 9-12, two middle schools for grades 6-8, six elementary schools for grades K-5, plus a central administration building which also houses a county-wide preschool program for approximately 100 pupils as well as a young fives half-day kindergarten class.

Slightly more than 34% of the District's student body qualify for free or reduced-priced lunches. McArthur and Hopewell Schools provide free lunches to more than 67% of their students. The District serves lunches to 81% of the student population daily. All 10 school facilities offer breakfast programs. However, only 16% of the student population participates in the program. Approximately 21% of the students in Chillicothe are participants of the Ohio Works First (OWF) program.

### ***ORGANIZATION OF THE DISTRICT***

The Board of Education of the Chillicothe City School District (the Board) is a five member body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general laws of the State of Ohio are followed in the expenditure of the District's tax dollars, and approves the annual appropriation resolution and tax budget.

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>
J. Troy Gray	- 1/1/96 - 12/31/99	8 Years
Mr. Monte Weaver	1/1/98 - 12/31/01	1 ½ Year
Mr. Ron W. Bettin	1/1/96 - 12/31/99	11 ½ Years
Mr. Gus Comstock	1/1/98 - 12/31/01	1 ½ Year
Mr. Richard Vollmar	1/1/98 - 12/31/01	1 ½ Year

The Superintendent is the chief executive officer of the District and is responsible directly to the Board for all operations of the District. Dr. Dennis A. Leone was initially appointed as Superintendent effective September 2, 1997. In March 1999, the Board voted to extend Dr. Leone's contract through July, 2005.

The Treasurer is the chief financial officer of the District and is directly responsible to the Board for all financial operations, investments, custody of all District funds and assets and serves as Secretary to the Board. Mr. Stacy L. Overly was appointed Treasurer effective January 8, 1997. The Board has extended his contract through the date of the organizational meeting in January 2003.

### ***ECONOMIC CONDITION AND OUTLOOK***

The city's largest employer is the Mead Paper Company, which employs over 2,000 area residents. The Mead Company is the District's largest taxpayer and provides a foundation of stability for the District. The company has completed a number of large expansions in recent history, including a \$35 million project to build a 127,000 square-foot addition to an existing warehouse demonstrating the company's commitment to the community. In addition, a strong mix of commercial and residential property also provides further stability to the District's tax base. In 1996 Lowe's, Wal-Mart and KMart all built stores within District boundaries which added to the District's revenue collections on both real estate and personal tangible collections beginning in fiscal 1998.

The District, along with many other public school systems in the state, continues to face a number of challenges in the future though, since the primary source of funds is property tax revenues. Ohio law limits the growth in real estate tax revenues by reducing millage as assessed values increase following re-appraisals. Consequently, revenues generated from each levy remain relatively constant. As a result, the District must periodically seek additional funding from its taxpaying constituents. Statewide, voters have proved reluctant to increase their property taxes. The District's management is aware of this fact and is constantly looking for alternate sources of income, as well as searching for ways to provide a more efficient means of doing business while at the same time continuing to provide excellent educational services. Evidence of this is supported by the fact the District operates over 40 grants generating over \$4 million in funding. These grants have provided funds to implement entry-year teacher programs, school-to-work programs, Family Literacy efforts, Service Learning, and prevention programs for drugs, alcohol and violence, as well as Professional Development Grants which have increased the competency of staff and provided research based models for instructional change.

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding system 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 the District.

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 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 district are still operating under the laws that the Common Pleas Court declared unconstitutional. We remain hopeful that action taken through the Coalition for Equity and Adequacy will reduce the negative impact the recent legislation has had on District finances.

### ***EMPLOYEE RELATIONS***

The District has 419 employees of which 262 are certificated and 157 are classified. There are two organizations representing District employees. Certificated employees, including teachers and educational specialists, are represented for collective bargaining purposes by the Chillicothe Education Association (CEA), an affiliate of the Ohio Education Association (OEA). Classified employees, including bus drivers, cooks, and clerical staff, are represented for collective bargaining purposes by the Ohio Association of Public School Employees (OAPSE) Local #14, an affiliate of the American Federation of State, County, and Municipal Employees (AFSCME).

During the summer of 1998, the Board successfully concluded negotiations with the CEA on a two year agreement for wages and fringe benefits. Wage agreements reached for the two year period August 1998, through July 2000, included a 2% wage increase plus a 1% lump sum payment in December of 1998 effective August 1, 1998 and a 3% increase effective August 1, 1999.

During the summer of 1999, the Board successfully concluded negotiations with the OAPSE employees on a two year agreement for wages and fringe benefits. Wage agreements for that bargaining unit for the two year period July 1999, through June 2001, included wage increases of \$.40 per hour effective July 1, 1999, and another \$.40 per hour increase effective July 1, 2000.

### ***SERVICES PROVIDED***

The Chillicothe City Schools exist to provide an educational program which equips students to be lifelong learners and responsible citizens who can function in and contribute to the world in which they live. Students attain competency in core subjects, develop positive self esteem, have an appreciation of the arts, and develop positive social relationships. The District strives to prepare students for a world of work driven by new technology.

Residents of the Chillicothe City School District have the opportunity to enroll their children in a public preschool program that fosters learning through developmental literacy activities and prepares students with skills necessary to successfully enter kindergarten. The program includes five four-day per week, half-day sessions.

All children entering kindergarten are assessed to determine their developmental learning level. Results of assessments are used to make recommendations to parents regarding proper placement in kindergarten programs: all day kindergarten or half-day early five's kindergarten. All of the District's elementary schools operate full-day kindergarten programs. Both kindergarten programs include readiness skills in mathematics, reading, and language arts. Handwriting, science, and social studies concepts are also an integral part of daily activities.

In the primary grades, K-2, attention is focused upon each child mastering the basic skills necessary for sustained progress in reading, written composition, math, writing, science, social studies, health and handwriting. Each child is also introduced to music, art, physical education, and computer technology. The District has five schools that receive Title I services. The teacher to student ratio in these grades average approximately 1:18.

Children in grades 3 through 5, the intermediate level, continue to build upon the basic core academic areas and expand their higher order thinking skills. Written composition, problem solving, critical thinking skills and analytical processes are stressed. Physical education, health, art, and music including band and strings are also an integral part of the intermediate elementary curriculum. Each elementary building has a library with a full-time aide. Students are scheduled weekly in the library to learn how to use the library efficiently, acquire research skills, and to borrow books.

In addition to extending basic academic knowledge, life skills of the everyday world are stressed at the two middle schools which house grades 6 through 8. Developing a positive self-image, a concern for good health, safety and physical activity, as well as opportunities to explore introductory activities relating to careers and the world of work are part of the middle school program. Career Awareness programs help middle school students develop an awareness of interest, ability, and personality and how these characteristics affect job choices. Students gain a greater understanding of the diversity of careers available, develop exploratory and decision-making skills, and realize the need to prepare for an ever-changing work environment. Career guidance helps students develop an economic understanding: A person is both a worker earning income and a consumer dispersing income. All eighth-grade students participate in a shadowing day in a career of interest. This shadowing experience provides a sense of direction to prepare Individual Career Plans that guide students' course selections for their four-year high school experience. Staff members strive to help students develop the virtues of integrity, courage, discipline, and the pursuit of lifelong learning.

Chillicothe High School is an unique four-year comprehensive high school accredited by the North Central Association of Secondary Schools and Colleges and the Ohio Department of Education. Chillicothe High School requires 21 units of credits to graduate. The school offers an impressive list of curricula and co-curricular programs. Over 210 courses are available including 13 advanced placement courses. Students are eligible to take courses at the local Ohio University branch campus and receive both high school credit and college credit for said courses. Articulation agreements with Ohio University-Chillicothe and Lancaster branch campuses, as well as the Columbus State Community College allow students in the Tech Prep Program to enter these institutions with a stronger academic background and earn an enhanced associate degree or continue in baccalaureate programs. Students who want to enter the work force directly from high school can attend

Pickaway-Ross Joint Vocational School or stay at Chillicothe High School and work with vocational instructors. Chillicothe High School also has Distance Learning Programming available. This program is designed to permit students from different school districts to receive classroom instruction through interactive video transmissions. The CHS drama productions, choirs, instrumental music groups, marching band, flag corps, and competition cheerleaders have received many state and national awards. The CHS football team entered its 100th year of organized competition in fiscal year 1999. The Language Arts Department's Journalism class produces a local news show over the community's Cablevision station. The students, under the supervision of the language arts teacher and a technology coordinator, write the script and then deliver the show each evening. Special events are covered as well as newsworthy stories. Two local radio stations and the local newspaper, the Chillicothe Gazette, are in partnership with the school and provide news services to the student producers.

The District's special education programs are broad and comprehensive. Approximately 12% of the student population have Individualized Education Plans. A Talented and Gifted program is available to qualified students from grade 2 through high school. Special programs for the multi-handicapped, developmentally handicapped, learning disabled, speech, and hearing impaired are provided for students who meet the requirements.

### ***MAJOR INITIATIVES AND EVENTS - FISCAL YEAR 1999***

#### ***HB 264 Energy Conservation Project***

The District recently completed a \$2.39 million energy conservation project encompassing all facilities. This project was approved by the Ohio School Facilities Commission and included energy system upgrades which will pay for themselves over a 15 year period. The result for the District is improved facilities with efficient energy systems.

#### ***Technology Upgrades***

The District initiated a review of its technology plan utilizing a group of community leaders, teachers, and administrators. As a result, the District's technology plan was revised. It included recommendations for an additional technology specialist to be employed to work with staff to develop instructional strategies which apply technology. A special technology line item was also included in the District budget. Each year, an additional \$50,000 is planned for technology spending.

#### ***School Safety Audit***

The school system conducted a district-wide school safety audit during the summer of 1999. A committee utilizing the expertise of community members, parents, business leaders, and administrators provided an enormous amount of feedback, and these recommendations were considered in finalizing a plan. In addition, the District entered into a partnership with Horizon Personal Communications. As a component of this partnership, each administrator in the District is granted access to a wireless personal telephone which includes 100 free minutes per month to use in emergency situations.

### ***Continuous Improvement Plan (CIP)***

The District adopted a three-year school improvement plan after studying the data that clearly showed the educational needs of the District. The CIP serves as the District's decision-making document to plan a course of action for the next three years. The document also serves as a planning tool for teachers' continuing professional development.

### ***Local Professional Development Committee***

The Local Professional Development Committee began its first full year of operation. During the summer of 1998, the committee developed procedures and guidelines for approving professional development credit to renew licenses. All certified staff now must complete an Individualized Professional Development Plan prior to taking classes. Each Individualized Professional Development Plan must integrate building and /or District continuous improvement plans.

### ***Five-Year Forecasting***

Although the District has engaged in long-range financial forecasting for quite some time, legislation has now mandated this for all schools in the State. The requirement specified the format of the forecast, which has helped develop a consistency in reporting between districts. Each district must submit its five-year forecast at least annually to the Ohio Department of Education for monitoring purposes. In addition, the forecast serves as the basis for determining whether a district has the financial capacity to enter into significant contracts having multi-year implications. Chillicothe has been pro-active in this area by taking the approach of review and updating (if warranted) its five-year forecast monthly. This process insures that the District's leadership is well-informed of its financial status before making any critical decisions.

### ***Summer School***

Over 850 students enrolled in the 1999 summer programming. Courses in College Prep Keyboarding, Physical Education, and Health were offered for credit at the high school level. Remedial courses or repeat sessions for credit were offered to middle and high school students who had failed a course in the 1998-99 school year. Proficiency preparation for students who had failed portions on the Fourth, Sixth, and Ninth Grade Proficiency tests was provided with students retaking the Ninth-Grade Tests. A special one-week third-grade proficiency preparation session funded by the Ohio Department of Education provided training through coaching for teachers who completed a one-week intense training session on strategies to improve reading. Twenty-five teachers, K-4 participated in the Summer Institute for Improving Instruction in Reading. A three-week Jump Start Program was offered to students entering kindergarten and first grade.

Students who did not meet exit standards for the elementary grades had Specialized Summer Intervention Plans developed collaboratively between the teacher and the parent. Many of these students at the elementary level attended a three-week summer intervention program with an intense curriculum in place to increase reading/mathematics performance.

## ***MAJOR INITIATIVES FOR THE FUTURE***

### ***Technology Upgrades***

The District activated its SchoolNet wiring at the high school in 1998 and connected all ten buildings during the 1999 year which made available Internet access to both staff and students. Chillicothe City Schools received a 60% District and 40% State match competitive grant to upgrade the wiring at Smith Middle School, Mt. Logan Middle School and Chillicothe High School. These buildings will have dedicated lines in each classroom for technology.

### ***Curriculum Development***

This is an ongoing activity in the District. Every five years each curricular area is reviewed and revisions are made to ensure that state-of-the-art practices and programs are available for students. The District closely follows the Ohio Department of Education's model curriculums. Additionally, the curriculum development process model mandates a Five-Year Professional Development Plan, the integration of technology and multiculturalism, and student assessment practices accompanying the received curricula. During the 1999-2000 school year, the Curriculum Director and staff will review and revise the District's Social Studies Program, Health and Physical Education courses, and Fine Arts Program (music and visual art). Revisions will be based upon current performance indicators and State and National Model recommendations.

### ***Report Cards***

The first official Report Card will be released by the State of Ohio in February 2000. Ohio law calls for each Ohio District to receive a performance accountability rating based upon 27 performance standards. These 27 standards are minimum performance goals set by the Ohio Department of Education. Preliminary results indicate Chillicothe City Schools have met 14 of the State's 27 performance standards for the 1998-99 school year. Based upon the State's current ranking system, this score would classify the District in the Continuous Improvement category. The District continues to work with staff to increase student performance and thus increase the number of standards met. Staff development is centered on strategies to increase student performance.

### ***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 fiscal 1999.

In March 1999, the District adopted a five-phase plan to address Y2K concerns. Also in March, the District contracted with Business System Solutions, Inc., a firm specializing in Y2K issues, to conduct an assessment of all the electronic systems within the District that have the potential of interfering with the operations in the Year 2000. Currently the District is in the final phases of its plan (remediation and contingency planning phases).



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.

## ***FINANCIAL INFORMATION***

### ***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 are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). 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. Management believes the internal controls adequately meet the above objectives.

### ***Single Audit Act***

As a recipient of federal and state financial assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the District.

### ***Budgetary Controls***

The District maintains its accounts, appropriations, and other financial record in accordance with the procedures established and prescribed by the Auditor of State. The objective of these budgetary controls is to ensure compliance with the 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. Budget deadlines may be established to allow for budget amendments prior to year end. These final amendments allow actual amounts on the budgetary basis to agree with the adopted budget. 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 re-appropriated. As demonstrated by the statements and schedules included in the financial section of this report the District continues to meet its responsibility for sound financial management.

### ***General Government Functions***

The following schedule presents a summary of the General Fund revenues for the fiscal years ended June 30, 1999 and 1998 with percentage increases (decreases).

	<u>1998</u>	<u>1999</u>	<u>Percent of Total</u>	<u>Difference from 1998</u>	<u>Percent of Change</u>
Revenues by Source					
Property Taxes	\$11,651,603	\$11,828,886	62.17%	\$177,283	1.52%
Intergovernmental	6,220,287	5,938,062	31.21%	(282,225)	-4.54%
Interest	544,981	606,400	3.19%	61,419	11.27%
Tuition and Fees	73,112	475,860	2.50%	402,748	550.86%
Rent	4,495	5,442	0.03%	947	21.07%
Gifts and Donations	1,125	9,475	0.05%	8,350	742.22%
Customer Services	96,259	72,369	0.38%	(23,890)	-24.82%
Miscellaneous	178,197	88,911	0.47%	(89,286)	-50.11%
Total Revenues	<u>\$18,770,059</u>	<u>\$19,025,405</u>	<u>100.00%</u>	<u>\$255,346</u>	<u>1.36%</u>

The primary source of revenue for the District is property tax. The District receives over 62% of its total revenue from this source. In 1999, property tax revenue increased 1.52% from Fiscal 1998. This increase is slightly below what historical trends would indicate.

Intergovernmental revenue represents the next highest portion of total District revenue. The largest component of this revenue source is the State's Foundation Program. This program allocates state dollars to all Ohio school districts based upon a basic aid formula calculation. Revenue from this source reflects a decrease from the previous year, however, this reduction is somewhat misleading. The reduction was actually the product of the reclassification of open enrollment revenue (state revenue forwarded from the district of residence to the educating district). Open enrollment revenue is now reflected in the "Tuition and Fees" category, which explains the increase noted in that category. Absent this reclassification, "Intergovernmental" revenue actually remained stagnant, which is in line with what historic trends would indicate. In addition, only very small increases are projected for the District in the State's most recent biennium budget. As previously mentioned, the State's funding system has been found unconstitutional by the Ohio Supreme Court. The Legislature presented its initial response to the Supreme Court's mandate (that it must enact an entirely new funding system) through a number of legislative enactments (including but not limited to the biennium budget). The State's response is now being re-considered by the Supreme Court after it was ruled inadequate by the trial court who originally declared the system unconstitutional. The District is unable to determine what effect, if any, this decision will have on future funding from the State.

Interest was bolstered by a new investment program the District instituted in fiscal year 1999. Miscellaneous income, on the other hand, noted a substantial decrease from fiscal 1998 to fiscal 1999 due to the fact the District received a one-time rebate from the Bureau of Workers Compensation granted to all Ohio employers in Fiscal 1998. This rebate was required by legislation to be set-aside into a Budgetary Reserve account which can only be used in the case of extreme

financial difficulty. The following schedule presents a summary of General Fund expenditures for the fiscal years ended June 30, 1999 and 1998 with percentage increases (decreases).

	<u>1998</u>	<u>1999</u>	<u>Percent of Total</u>	<u>Difference from 1998</u>	<u>Percent of Change</u>
Expenditures by Function					
Instruction					
Regular	\$8,730,724	8,683,842	46.41%	(46,882)	-0.54%
Special	1,363,107	1,528,399	8.17%	165,292	12.13%
Vocational	5,876	5,111	0.03%	(765)	-13.02%
Adult/Continuing	2,868	0	0.00%	(2,868)	-100.00%
Other	92,667	70,928	0.38%	(21,739)	-23.46%
Total Instruction	<u>10,195,242</u>	<u>10,288,280</u>	<u>54.99%</u>	<u>93,038</u>	<u>0.91%</u>
Support Services					
Pupils	902,351	1,089,152	5.82%	186,801	20.70%
Instructional Staff	1,056,206	993,070	5.31%	(63,136)	-5.98%
Board of Education	76,794	43,399	0.23%	(33,395)	-43.49%
Administration	1,753,473	1,672,713	8.94%	(80,760)	-4.61%
Fiscal	624,127	635,402	3.40%	11,275	1.81%
Business	178,025	178,512	0.95%	487	0.27%
Maintenance	2,092,128	2,151,676	11.50%	59,548	2.85%
Transportation	720,777	725,528	3.88%	4,751	0.66%
Central	14,693	12,215	0.07%	(2,478)	-16.87%
Total Support Services	<u>7,418,574</u>	<u>7,501,667</u>	<u>40.10%</u>	<u>83,093</u>	<u>-44.65%</u>
Community Services	4,989	2,937	0.02%	(2,052)	-41.13%
Extracurricular Activities	436,096	470,919	2.52%	34,823	7.99%
Capital Outlay	576,631	80,542	0.43%	(496,089)	-86.03%
Debt Service	<u>135,700</u>	<u>367,066</u>	<u>1.94%</u>	<u>231,366</u>	<u>170.50%</u>
	<u>18,767,232</u>	<u>18,711,411</u>	<u>100.00%</u>	<u>(55,821)</u>	<u>-0.30%</u>

Total expenditures in fiscal 1999 reflect an artificial 0.30% reduction from fiscal 1998. The reduction is termed "artificial" because expenditures in fiscal 1998 were inflated by approximately \$500,000 due to copying machines leases renewed in that fiscal year (See Total Capital Outlay category). Absent this situation expenditures actually increased by approximately 2.4%. That increase is explained by salary increases for both certified and classified employees which were granted according to their respective negotiated agreements. Salaries and associated fringe benefits represent over \$.80 of every dollar spent by the District. As such, total District expenditures are driven by increases in these two categories. Certified employees received a 2% increase to their base salaries, as well as a 1% lump-sum payment. Classified employees received a 1% increase to their base. In addition, step increases were also granted to employees who were not at the top of their respective salary schedules.

A larger overall increase in expenditures was abated by successful cost-saving measures instituted by the District in fiscal 1999. The two measures that had the most significant impact were: (1) energy savings realized through the previously mentioned \$2.39 million HB264 energy conservation project the District embarked on in fiscal 1999. (2) four health insurance premium holidays exercised by the District to eliminate excess reserve balances held in the District's self-insurance fund. Three more premium holidays are planned for FY00.

Significant activity in the major funds of each of the other fund types is highlighted below:

#### ***Special Revenue Funds***

Special Revenue Funds account for certain revenue sources restricted by law or other formal actions to be expended for a specific purpose. The sources are primarily grants and entitlements, although the District's lunchroom, Latchkey, and Uniform Supply funds activity is also reflected here (as opposed to the Proprietary Fund) due to the fact that these funds are not operated to make a profit. The fund balance of total Special Revenue funds increased \$57,716 from fiscal 1998 to fiscal 1999.

#### ***Capital Projects Funds***

The Capital Projects Funds are used to account for the purchase of equipment and the financing of major improvement projects. During fiscal year 1999, expenditures totaled \$2,826,387. A majority of these expenditures were primarily related to system upgrades completed through the HB264 energy conservation project. The fund balance of the total Capital Projects Funds decreased by \$174,236 in fiscal 1999.

#### ***Fiduciary Funds***

Trust and Agency Funds require a fiduciary relationship in their management by the District. The District maintains agency funds, as well as a non-expendable trust fund. In the non-expendable trust fund, only the interest earned on the principal amount on deposit is eligible for expenditure. Due to the implementation of GASB Statement No. 32 (Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation) the amount for funds on deposit with deferred compensation was eliminated, which reduced the assets held in those funds to \$638,594 as of June 30, 1999.

### ***Internal Service Funds***

The Internal Service Fund is used to account for the accumulation of resources for, and the payment of employee medical and dental insurance claims through the District's self-insurance program. The retained earnings in the Internal Service Fund decreased by \$501,008 from fiscal 1998 to fiscal 1999. This decreased the retained earnings in that fund at June 30, 1999 (held for the payment of future claims) to \$1,447,496. The decrease noted was due to the fact the District initiated four premium holidays in fiscal 1999 to eliminate excess reserves used to pay claims.

### ***Debt Administration***

In 1985, the District issued bond anticipation notes in the amount of \$2,275,000 for the purpose of asbestos removal and roof repairs. The School District retires \$151,000 in fiscal year 2000 and the remaining \$161,000 in fiscal year 2001. These notes are retired from the Capital Projects Fund. At June 30, 1999, the balance was \$312,000. In 1999, the District issued \$2.39 million in notes through a HB264 energy conservation program. The District retired \$125,000 of the outstanding principal on that issue in fiscal 1999. At June 30, 1999, the remaining principal balance on the issue was \$2,265,000. Under current state statutes, the District's general obligation bonded debt issuances are subject to a legal limitation based on 9% of the total value of real and personal property. The school District's overall legal debt margin was \$39,612,013 with an unvoted debt margin of \$443,600 at June 30, 1999. The District's energy conservation debt margin was \$1,727,401 at June 30, 1999.

### ***Risk Management***

The District continues to protect its assets through a comprehensive insurance program. A schedule of insurance in force at June 30, 1999 is included in the Notes to the Financial Statements Section of this report.

### ***Cash Management***

The District believes that appropriate cash management activities are integral to the District's overall financial well-being. Forecasting of receipts and expenditures, cash budgeting and on-going variance analysis allow prudent optimization of investment maturities and interest income. Total interest earned during the fiscal year 1999 was \$639,417.

The program's efficiency is enhanced using direct deposits and wire transfers to accelerate the availability of investable balances; cash budgeting and the use of controlled disbursements to control expenditures; and the use of appropriate portfolio management techniques to maximize earnings.

This portfolio program, which aggregates the excess cash of substantially all funds for investment purchases, adheres to the following priorities: assuring the safety of all invested principal, providing needed liquidity to meet the District's obligations on a timely basis, and earning a market rate of return over budgetary and economic cycles.

The securities and maturities utilized are authorized by the Ohio Revised Code, Section 135.14, 135.42 and 135.45 as amended. The District approaches investment selection in two ways: (1) it purchases eligible securities which mature at specific times to pay known obligations of the District (maturity matching); and (2) it diversifies other maturities over the permissible investment horizon,

given cash flow forecasts and market conditions, by constructing a “laddered” configuration. The District purchases Certificates of Deposit with eligible depositories, and Treasury and Agency/Instrumentality securities permitted by the Ohio Revised Code. It also uses the State Treasurer’s Star Ohio account for short-term investments. The District does not invest in derivative securities nor engage in leverage. It utilizes yield curve analysis and relative value approaches for investment selection. All investments are transacted competitively, using three bids/offers from eligible banks and dealer firms.

The District follows the procedures permitted by Ohio law regarding the safekeeping of deposits and investments. Deposits are generally secured by a pool of eligible investments, not in the District’s name, held by depository institutions or at their Federal Reserve Bank account for the District. The Governmental Accounting Standards Board, using strict standards of deposit segregation, refers to these deposits as “uncollateralized.” The State of Ohio does not require that these criteria be met.

## ***OTHER INFORMATION***

### ***Independent Audit***

State statutes require an annual audit by independent accountants. The Jones-Cochenour accounting firm based in Lancaster, Ohio conducted the District’s 1999 fiscal year audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The auditor’s report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

### ***Awards***

#### **GFOA Certificate of Achievement**

The Government Finance Officers’ Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Chillicothe City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1998. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports 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 our current report will conform to the high standards required by the Certificate of Achievement program.

### ASBO Certificate of Excellence

The District also received the Association of School Business Officials International (ASBO) Certificate of Excellence on Financial Reporting award for the fiscal year ended June 30, 1998. This award certifies that the Comprehensive Annual Financial Report conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Receiving this award is recognition that a school system has met the highest standards of excellence in school financial reporting.

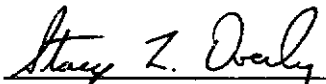
Chillicothe City School District staff members are proud of the fact that the GFOA and ASBO have awarded these certificates for the first Comprehensive Annual Financial Report prepared by the District. It is the District's belief that the current report continues to conform to the standards set by GFOA and ASBO and it will be submitted for review to determine its eligibility for a certificate.


### *Acknowledgments*

The preparation and publication of this Comprehensive Annual Financial Report on a timely basis could not have been possible without the cooperation of the entire Treasurer's Department. A special note of appreciation is extended to the Local Government Services Division of the Auditor of State's Office for their aid in preparing this report.

Finally, this report would not have been possible without the continued support of the Board of Education who values quality financial information which help to make quality decisions. Without their leadership and commitment to excellence this report would not be possible.

Respectfully Submitted,

  
\_\_\_\_\_  
Stacy L. Overly, Treasurer

  
\_\_\_\_\_  
Dr. Dennis A. Leone, Superintendent

**CHILlicothe CITY SCHOOL DISTRICT, OHIO**  
**LIST OF PRINCIPAL OFFICIALS**  
*June 30, 1999*

**BOARD OF EDUCATION**

---

President.....	J. Troy Gray
Vice-President.....	Monte Weaver
Board Member.....	Ron W. Bettin
Board Member.....	Gus Comstock
Board Member.....	Richard Vollmar

**CENTRAL OFFICE ADMINISTRATIVE STAFF**

---

Superintendent.....	Dr. Dennis A. Leone
Treasurer.....	Stacy L. Overly
Assistant Superintendent.....	Joyce Atwood
Personnel Director.....	Lawrence Butler





# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Chillicothe City 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. Esall*  
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**CHILLICOTHE CITY SCHOOL DISTRICT**

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 1998

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

*Ellen A. Zamboni*  
President

*Ann T. Kegan*  
Executive Director

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**CHILlicothe CITY SCHOOL DISTRICT**



**FINANCIAL SECTION**

**FINANCIAL SECTION**



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

35 North Fourth Street, 1<sup>st</sup> Floor  
Columbus, Ohio 43215


Telephone 614-466-4514  
800-282-0370

Facsimile 614-728-7398

Board of Education  
Chillicothe City School District  
Chillicothe, Ohio

We have reviewed the Independent Auditor's Report of the Chillicothe City School District, Ross County, prepared by Jones, Cochenour & Co., for the audit period July 1, 1998 through June 30, 1999. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Chillicothe City School District is responsible for compliance with these laws and regulations.



JIM PETRO  
Auditor of State

January 5, 2000



## INDEPENDENT AUDITORS' REPORT

Board of Education  
Chillicothe City School District  
Chillicothe, Ohio

We have audited the accompanying general purpose financial statements of the Chillicothe City School District as of and for the year ended June 30, 1999, as listed in the table of contents. These general purpose financial statements are the responsibility of the school 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 general purpose 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 general purpose 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 school district, as of June 30, 1999, and the results of its operations and the cash flows of its propriety fund types and nonexpendable trust funds for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 9, 1999 on our consideration of the school 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 school 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.

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

  
Jones, Cochenour & Co.  
November 9, 1999

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## ***GENERAL PURPOSE FINANCIAL STATEMENTS***

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The following general purpose financial statements, along with notes to the general purpose financial statements, present an overview of the School District's financial position at June 30, 1999, and the results of operations and cash flows of its internal service and nonexpendable trust funds for the year then ended.

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Combined Balance Sheet - All Fund Types And Account Groups**

As Of June 30, 1999

	<b>Governmental Fund Types</b>			
	<b>General</b>	<b>Special Revenue</b>	<b>Debt Service</b>	<b>Capital Projects</b>
<b><u>Assets and Other Debits</u></b>				
<b><u>Assets</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$2,613,248	\$1,007,528	\$0	\$1,551,069
Cash and Cash Equivalents with Fiscal Agents	0	0	7,625	0
Receivables:				
Taxes	11,771,466	0	0	41,676
Accounts	12,848	40,348	0	0
Intergovernmental	8,390	42,151	0	0
Accrued Interest	85,681	0	0	0
Interfund	100,975	0	0	0
Due From Other Funds	278	2,610	0	0
Prepaid Items	36,164	0	0	0
Materials and Supplies Inventory	67,708	30,556	0	0
Restricted Assets:				
Equity In Pooled Cash And Cash Equivalents	294,510	0	0	0
Fixed Assets (net, where applicable, of accumulated depreciation)	0	0	0	0
<b><u>Other Debits</u></b>				
Amount to be Provided from General Government Resources	0	0	0	0
<b>Total Assets and Other Debits</b>	<b>\$14,991,268</b>	<b>\$1,123,193</b>	<b>\$7,625</b>	<b>\$1,592,745</b>

continued

<i>Proprietary Fund Type</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		<i>Totals (Memorandum Only)</i>
		<i>General Fixed Assets</i>	<i>General Long-Term Obligations</i>	
\$1,741,091	\$554,993	\$0	\$0	\$7,467,929
0	0	0	0	7,625
0	0	0	0	11,813,142
0	0	0	0	53,196
0	0	0	0	50,541
0	4,591	0	0	90,272
0	0	0	0	100,975
0	0	0	0	2,888
0	0	0	0	36,164
0	0	0	0	98,264
0	0	0	0	294,510
0	79,010	23,211,309	0	23,290,319
0	0	0	4,455,879	4,455,879
<u>\$1,741,091</u>	<u>\$638,594</u>	<u>\$23,211,309</u>	<u>\$4,455,879</u>	<u>\$47,761,704</u>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Combined Balance Sheet - All Fund Types And Account Groups**

*(Continued)*

As Of June 30, 1999

	<i>Governmental Fund Types</i>			
	<i>General</i>	<i>Special Revenue</i>	<i>Debt Service</i>	<i>Capital Projects</i>
<b><i>Liabilities,</i></b>				
<b><i>Fund Equity and Other Credits:</i></b>				
<b><i>Liabilities:</i></b>				
Accounts Payable	\$67,195	\$33,331	\$0	\$4,900
Contracts Payable	0	0	0	34,140
Accrued Wages and Benefits	1,707,100	274,519	0	0
Compensated Absences Payable	65,007	1,237	0	0
Interfund Payable	0	100,975	0	0
Due to Other Funds	0	2,888	0	0
Intergovernmental Payable	464,942	79,523	0	39
Deferred Revenue	11,252,933	36,987	0	39,303
Undistributed Monies	0	0	0	0
Accrued Interest Payable	0	0	0	8,013
Notes Payable	0	0	0	312,000
Energy Conservation Notes Payable	0	0	0	0
Matured Interest Payable	0	0	5,000	0
Matured Bonds Payable	0	0	2,625	0
Claims Payable	0	0	0	0
Capital Leases Payable	0	0	0	0
Early Retirement Incentive Payable	0	0	0	0
<b><i>Total Liabilities</i></b>	<b><u>13,557,177</u></b>	<b><u>529,460</u></b>	<b><u>7,625</u></b>	<b><u>398,395</u></b>
<b><i>Fund Equity and Other Credits:</i></b>				
Investment in General Fixed Assets	0	0	0	0
Retained Earnings:				
Unreserved	0	0	0	0
Fund Balance:				
Reserved for Encumbrances	510,997	195,847	0	258,941
Reserved for Inventory	67,708	30,556	0	0
Reserved for Bus Purchases	19,918	0	0	0
Reserved for Budget Stabilization	274,592	0	0	0
Reserved for Property Taxes	529,714	0	0	2,373
Unreserved:				
Undesignated	31,162	367,330	0	933,036
<b><i>Total Fund Equity and Other Credits</i></b>	<b><u>1,434,091</u></b>	<b><u>593,733</u></b>	<b><u>0</u></b>	<b><u>1,194,350</u></b>
<b><i>Total Liabilities, Fund Equity and Other Credits</i></b>	<b><u>\$14,991,268</u></b>	<b><u>\$1,123,193</u></b>	<b><u>\$7,625</u></b>	<b><u>\$1,592,745</u></b>

See accompanying notes to the general purpose financial statements

<i>Proprietary Fund Type</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		<i>Totals (Memorandum Only)</i>
		<i>General Fixed Assets</i>	<i>General Long-Term Obligations</i>	
\$0	\$3,201	\$0	\$0	\$108,627
0	0	0	0	34,140
0	0	0	0	1,981,619
0	0	0	1,498,297	1,564,541
0	0	0	0	100,975
0	0	0	0	2,888
0	26	0	210,377	754,907
0	0	0	0	11,329,223
0	86,195	0	0	86,195
0	0	0	0	8,013
0	0	0	0	312,000
0	0	0	2,265,000	2,265,000
0	0	0	0	5,000
0	0	0	0	2,625
263,595	0	0	0	263,595
0	41,504	0	413,590	455,094
0	0	0	68,615	68,615
<u>263,595</u>	<u>130,926</u>	<u>0</u>	<u>4,455,879</u>	<u>19,343,057</u>
0	0	23,211,309	0	23,211,309
1,477,496	0	0	0	1,477,496
0	0	0	0	965,785
0	0	0	0	98,264
0	0	0	0	19,918
0	0	0	0	274,592
0	0	0	0	532,087
0	507,668	0	0	1,839,196
<u>1,477,496</u>	<u>507,668</u>	<u>23,211,309</u>	<u>0</u>	<u>28,418,647</u>
<u>\$1,741,091</u>	<u>\$638,594</u>	<u>\$23,211,309</u>	<u>\$4,455,879</u>	<u>\$47,761,704</u>

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**CHILLICOTHE CITY SCHOOL DISTRICT**

**Combined Statement Of Revenues, Expenditures, And Changes In Fund Balances -  
All Governmental Fund Types  
For The Fiscal Year Ended June 30, 1999**

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Totals (Memorandum Only)</u>
<b><u>Revenues:</u></b>					
Property Taxes	\$11,828,886	\$0	\$0	\$62,650	\$11,891,536
Intergovernmental	5,938,062	4,021,906	0	186,271	10,146,239
Interest	606,400	2,054	0	0	608,454
Tuition and Fees	475,860	364,438	0	0	840,298
Rent	5,442	3,000	0	0	8,442
Extracurricular Activities	0	125,397	0	0	125,397
Gifts and Donations	9,475	40,312	0	0	49,787
Customer Services	72,369	616,602	0	0	688,971
Miscellaneous	88,911	113,663	0	511	203,085
<b>Total Revenues</b>	<b>19,025,405</b>	<b>5,287,372</b>	<b>0</b>	<b>249,432</b>	<b>24,562,209</b>
<b><u>Expenditures:</u></b>					
<b>Current:</b>					
<b>Instruction:</b>					
Regular	8,683,842	1,076,535	0	206,946	9,967,323
Special	1,528,399	1,046,269	0	0	2,574,668
Vocational	5,111	0	0	0	5,111
Adult/Continuing	0	701,900	0	0	701,900
Other	70,928	0	0	0	70,928
<b>Support Services:</b>					
Pupils	1,089,152	288,255	0	0	1,377,407
Instructional Staff	993,070	584,435	0	2,119	1,579,624
Board of Education	43,399	0	0	0	43,399
Administration	1,672,713	150,560	0	0	1,823,273
Fiscal	635,402	50,284	0	0	685,686
Business	178,512	0	0	0	178,512
Operation and Maintenance of Plant	2,151,676	0	0	17,161	2,168,837
Pupil Transportation	725,528	168	0	0	725,696
Central	12,215	7,341	0	0	19,556
<b>Operation of Non-Instructional Services</b>					
	2,937	1,076,151	0	20,381	1,099,469
Extracurricular Activities	470,919	130,446	0	0	601,365
Capital Outlay	80,542	0	0	2,565,404	2,645,946
<b>Debt Service:</b>					
Principal Retirement	230,286	0	0	0	230,286
Interest and Fiscal Charges	136,780	0	0	14,376	151,156
Intergovernmental	0	106,312	0	0	106,312
<b>Total Expenditures</b>	<b>18,711,411</b>	<b>5,218,656</b>	<b>0</b>	<b>2,826,387</b>	<b>26,756,454</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>313,994</b>	<b>68,716</b>	<b>0</b>	<b>(2,576,955)</b>	<b>(2,194,245)</b>
<b><u>Other Financing Sources (Uses):</u></b>					
Inception of Capital Lease	57,622	0	0	0	57,622
Proceeds from Sale of Energy Conservation Notes	0	0	0	2,390,000	2,390,000
Operating Transfers - In	11,000	0	0	12,719	23,719
Operating Transfers - Out	0	(11,000)	(12,719)	0	(23,719)
<b>Total Other Financing Sources (Uses)</b>	<b>68,622</b>	<b>(11,000)</b>	<b>(12,719)</b>	<b>2,402,719</b>	<b>2,447,622</b>
<b>Excess of Revenues And Other Financing Sources Over (Under) Expenditures And Other Financing Uses</b>	<b>382,616</b>	<b>57,716</b>	<b>(12,719)</b>	<b>(174,236)</b>	<b>253,377</b>
<b>Fund Balances At Beginning Of Year</b>	<b>1,052,855</b>	<b>534,065</b>	<b>12,719</b>	<b>1,368,586</b>	<b>2,968,225</b>
<b>Increase (Decrease) In Reserve For Inventory</b>	<b>(1,380)</b>	<b>1,952</b>	<b>0</b>	<b>0</b>	<b>572</b>
<b>Fund Balances At End Of Year</b>	<b>\$1,434,091</b>	<b>\$593,733</b>	<b>\$0</b>	<b>\$1,194,350</b>	<b>\$3,222,174</b>

See accompanying notes to the general purpose financial statements

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Combined Statement Of Revenues, Expenditures, And Changes In Fund Balances -  
Budget And Actual - All Governmental Fund Types  
(Non-GAAP Budgetary Basis)  
For The Fiscal Year Ended June 30, 1999**

	GENERAL FUND			SPECIAL REVENUE FUNDS		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>						
Property Taxes	\$11,801,251	\$11,801,251	\$0	\$0	\$0	\$0
Intergovernmental	5,851,336	5,851,336	0	4,105,293	4,105,293	0
Interest	604,853	604,853	0	2,054	2,054	0
Tuition and Fees	505,091	505,091	0	370,575	370,575	0
Rent	5,442	5,442	0	3,000	3,000	0
Extracurricular Activities	0	0	0	125,397	125,397	0
Gifts and Donations	9,475	9,475	0	40,311	40,311	0
Customer Services	72,369	72,369	0	5,550	5,550	0
Miscellaneous	21,635	21,635	0	55,848	55,848	0
<b>Total Revenues</b>	<b>18,871,452</b>	<b>18,871,452</b>	<b>0</b>	<b>4,708,028</b>	<b>4,708,028</b>	<b>0</b>
<b>Expenditures:</b>						
Current:						
Instruction:						
Regular	8,767,084	8,767,084	0	1,108,609	1,108,609	0
Special	1,625,654	1,625,654	0	1,070,686	1,070,686	0
Vocational	5,156	5,156	0	0	0	0
Adult/Continuing	225	225	0	701,900	701,900	0
Other	70,628	70,628	0	0	0	0
Support Services:						
Pupils	1,085,608	1,085,608	0	288,255	288,255	0
Instructional Staff	1,015,798	1,015,798	0	620,329	620,329	0
Board of Education	66,785	66,785	0	0	0	0
Administration	1,827,061	1,827,061	0	156,124	156,124	0
Fiscal	704,301	704,301	0	50,298	50,298	0
Business	205,533	205,533	0	214	214	0
Operation and Maintenance of Plant	2,261,742	2,261,742	0	0	0	0
Pupil Transportation	770,912	770,912	0	198	198	0
Central	12,827	12,827	0	8,601	8,601	0
Operation of Non-Instructional Services	2,794	2,794	0	1,229,994	1,229,994	0
Extracurricular Activities	467,006	467,006	0	142,783	142,783	0
Capital Outlay	34,060	34,060	0	64,289	64,289	0
Debt Service:						
Principal Retirement	125,000	125,000	0	0	0	0
Interest and Fiscal Charges	102,239	102,239	0	0	0	0
<b>Total Expenditures</b>	<b>19,150,413</b>	<b>19,150,413</b>	<b>0</b>	<b>5,442,280</b>	<b>5,442,280</b>	<b>0</b>
Excess of Revenues Under Expenditures	(278,961)	(278,961)	0	(734,252)	(734,252)	0
<b>Other Financing Sources (Uses):</b>						
Proceeds from Sale of Notes	0	0	0	0	0	0
Proceeds from Sale of Energy Conservation Notes	0	0	0	0	0	0
Refund of Prior Year Expenditures	58,965	58,965	0	2,341	2,341	0
Refund of Prior Year Receipts	(134)	(134)	0	(90,547)	(90,547)	0
Advances - In	443,346	443,346	0	300,975	300,975	0
Advances - Out	(300,975)	(300,975)	0	(443,346)	(443,346)	0
Operating Transfers - In	11,000	11,000	0	0	0	0
Operating Transfers - Out	0	0	0	(11,000)	(11,000)	0
Other Financing Sources	112,665	112,665	0	672,693	672,693	0
<b>Total Other Financing Sources (Uses)</b>	<b>324,867</b>	<b>324,867</b>	<b>0</b>	<b>431,116</b>	<b>431,116</b>	<b>0</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	45,906	45,906	0	(303,136)	(303,136)	0
Fund Balances at Beginning of Year	1,825,201	1,825,201	0	951,026	951,026	0
Prior Year Encumbrances Appropriated	433,345	433,345	0	112,889	112,889	0
<b>Fund Balances at End of Year</b>	<b>\$2,304,452</b>	<b>\$2,304,452</b>	<b>\$0</b>	<b>\$760,779</b>	<b>\$760,779</b>	<b>\$0</b>

See accompanying notes to the general purpose financial statements



DEBT SERVICE FUND			CAPITAL PROJECTS FUNDS			TOTALS (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$64,383	\$64,383	\$0	\$11,865,634	\$11,865,634	0
0	0	0	186,271	186,271	0	10,142,900	10,142,900	0
0	0	0	0	0	0	606,907	606,907	0
0	0	0	0	0	0	875,666	875,666	0
0	0	0	0	0	0	8,442	8,442	0
0	0	0	0	0	0	125,397	125,397	0
0	0	0	0	0	0	49,786	49,786	0
0	0	0	0	0	0	77,919	77,919	0
0	0	0	0	0	0	77,483	77,483	0
0	0	0	250,654	250,654	0	23,830,134	23,830,134	0
0	0	0	292,264	292,264	0	10,167,957	10,167,957	0
0	0	0	0	0	0	2,696,340	2,696,340	0
0	0	0	0	0	0	5,156	5,156	0
0	0	0	0	0	0	702,125	702,125	0
0	0	0	0	0	0	70,628	70,628	0
0	0	0	0	0	0	1,373,863	1,373,863	0
0	0	0	3,361	3,361	0	1,639,488	1,639,488	0
0	0	0	0	0	0	66,785	66,785	0
0	0	0	0	0	0	1,983,185	1,983,185	0
0	0	0	0	0	0	754,599	754,599	0
0	0	0	0	0	0	205,747	205,747	0
0	0	0	48,596	48,596	0	2,310,338	2,310,338	0
0	0	0	0	0	0	771,110	771,110	0
0	0	0	0	0	0	21,428	21,428	0
0	0	0	31,076	31,076	0	1,263,864	1,263,864	0
0	0	0	0	0	0	609,789	609,789	0
0	0	0	2,686,341	2,686,341	0	2,784,690	2,784,690	0
0	0	0	463,000	463,000	0	588,000	588,000	0
0	0	0	20,372	20,372	0	122,611	122,611	0
0	0	0	3,545,010	3,545,010	0	28,137,703	28,137,703	0
0	0	0	(3,294,356)	(3,294,356)	0	(4,307,569)	(4,307,569)	0
0	0	0	312,000	312,000	0	312,000	312,000	0
0	0	0	2,390,000	2,390,000	0	2,390,000	2,390,000	0
0	0	0	0	0	0	61,306	61,306	0
0	0	0	0	0	0	(90,681)	(90,681)	0
0	0	0	0	0	0	744,321	744,321	0
0	0	0	0	0	0	(744,321)	(744,321)	0
0	0	0	12,719	12,719	0	23,719	23,719	0
(12,719)	(12,719)	0	0	0	0	(23,719)	(23,719)	0
0	0	0	511	511	0	785,869	785,869	0
(12,719)	(12,719)	0	2,715,230	2,715,230	0	3,458,494	3,458,494	0
(12,719)	(12,719)	0	(579,126)	(579,126)	0	(849,075)	(849,075)	0
12,719	12,719	0	1,740,354	1,740,354	0	4,529,300	4,529,300	0
0	0	0	125,960	125,960	0	672,194	672,194	0
\$0	\$0	\$0	\$1,287,188	\$1,287,188	\$0	\$4,352,419	\$4,352,419	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Statement Of Revenues, Expenses, And Changes In Retained Earnings/Fund Balance  
Internal Service Fund And Nonexpendable Trust Fund**

*For The Fiscal Year Ended June 30, 1999*

	<u>Internal Service</u>	<u>Nonexpendable Trust</u>	<u>Totals (Memorandum Only)</u>
<b><u>Operating Revenues:</u></b>			
Charges for Services	\$1,248,749	\$0	\$1,248,749
Other Operating Revenues	28,141	0	28,141
Interest	0	30,963	30,963
<b>Total Operating Revenues</b>	<b>1,276,890</b>	<b>30,963</b>	<b>1,307,853</b>
<b><u>Operating Expenses:</u></b>			
Purchased Services	207,287	0	207,287
Materials and Supplies	0	12	12
Depreciation	0	18,889	18,889
Claims	1,570,611	0	1,570,611
<b>Total Operating Expenses</b>	<b>1,777,898</b>	<b>18,901</b>	<b>1,796,799</b>
Operating Income (Loss)	(501,008)	12,062	(488,946)
<b><u>Non-Operating Expenses:</u></b>			
Interest and Fiscal Charges	0	(2,870)	(2,870)
Net Income (Loss)	(501,008)	9,192	(491,816)
Retained Earnings/Fund Balance at Beginning of Year	1,978,504	498,476	2,476,980
Retained Earnings/Fund Balance at End of Year	<b>\$1,477,496</b>	<b>\$507,668</b>	<b>1,985,164</b>

See accompanying notes to the general purpose financial statements

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Statement Of Revenues, Expenses, And Changes In Fund Equity -**  
**Budget And Actual - Internal Service Fund and Nonexpendable Trust Fund**  
*(Non-GAAP Budgetary Basis)*

For The Fiscal Year Ended June 30, 1999

	INTERNAL SERVICE FUND			NONEXPENDABLE TRUST FUND		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>						
Charges for Services	\$1,248,749	\$1,248,749	\$0	\$0	\$0	\$0
Interest	0	0	0	24,236	24,236	0
Refund of Prior Year Expenses	28,141	28,141	0	0	0	0
<b>Total Revenues</b>	<b>1,276,890</b>	<b>1,276,890</b>	<b>0</b>	<b>24,236</b>	<b>24,236</b>	<b>0</b>
<b>Expenses:</b>						
Purchased Services	1,796,390	1,796,390	0	19,690	19,690	0
Materials and Supplies	0	0	0	12	12	0
Capital Outlay	0	0	0	3,117	3,117	0
<b>Total Expenses</b>	<b>1,796,390</b>	<b>1,796,390</b>	<b>0</b>	<b>22,819</b>	<b>22,819</b>	<b>0</b>
Excess of Revenues Over (Under) Expenses	(519,500)	(519,500)	0	1,417	1,417	0
Fund Equity at Beginning of Year	2,245,206	2,245,206	0	458,490	458,490	0
Prior Year Encumbrances Appropriated	0	0	0	3,100	3,100	0
<b>Fund Equity at End of Year</b>	<b>\$1,725,706</b>	<b>\$1,725,706</b>	<b>\$0</b>	<b>\$463,007</b>	<b>\$463,007</b>	<b>\$0</b>

See accompanying notes to the general purpose financial statements

**CHILLICOTHE CITY SCHOOL DISTRICT**

*Statement of Cash Flows  
Internal Service Fund and Nonexpendable Trust Fund*

*For the Fiscal Year Ended June 30, 1999*

	<u>Internal Service</u>	<u>Nonexpendable Trust</u>	<u>Totals (Memorandum Only)</u>
<b><i>Increase (Decrease) in Cash and Cash Equivalents:</i></b>			
<b><i>Cash Flows from Operating Activities:</i></b>			
Cash Received from Quasi-External Transactions with Other Funds	\$1,248,749	\$0	\$1,248,749
Cash Received from Other Operating Sources	28,141	0	28,141
Cash Payments to Suppliers for Goods and Services	(207,287)	(3,129)	(210,416)
Cash Payments for Claims	(1,573,718)	0	(1,573,718)
Net Cash Used for Operating Activities	<u>(504,115)</u>	<u>(3,129)</u>	<u>(507,244)</u>
<b><i>Cash Flows from Capital and Related Financing Activities:</i></b>			
Principal Paid on Capital Lease	0	(16,820)	(16,820)
Interest Paid on Capital Lease	0	(2,870)	(2,870)
Net Cash Used for Capital and Related Financing Activities	<u>0</u>	<u>(19,690)</u>	<u>(19,690)</u>
<b><i>Cash Flows from Investing Activities:</i></b>			
Interest	0	26,582	26,582
Net Increase (Decrease) in Cash and Cash Equivalents	(504,115)	3,763	(500,352)
Cash and Cash Equivalents at Beginning of Year	2,245,206	461,808	2,707,014
Cash and Cash Equivalents at End of Year	<u>\$1,741,091</u>	<u>\$465,571</u>	<u>\$2,206,662</u>
<b><i>Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities:</i></b>			
Operating Income (Loss)	(\$501,008)	\$12,062	(\$488,946)
<b><i>Adjustments to Reconcile Operating Income (Loss) to Net Cash Used for Operating Activities:</i></b>			
Depreciation	0	18,889	18,889
Interest reported as operating income	0	(30,963)	(30,963)
Changes in Assets and Liabilities:			
Decrease in Accounts Payable	0	(3,117)	(3,117)
Decrease in Claims Payable	(3,107)	0	(3,107)
Total Adjustments	<u>(3,107)</u>	<u>(15,191)</u>	<u>(18,298)</u>
Net Cash Used for Operating Activities	<u>(\$504,115)</u>	<u>(\$3,129)</u>	<u>(\$507,244)</u>
<b><i>Reconciliation of Cash and Cash Equivalents of Nonexpendable Trust Fund to Balance Sheet</i></b>			
Cash and Cash Equivalents - All Fiduciary Funds		\$554,993	
Cash and Cash Equivalents - Agency Funds		89,422	
Cash and Cash Equivalents - Nonexpendable Trust Fund		<u>\$465,571</u>	

See accompanying notes to the general purpose financial statements

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY**

Chillicothe City School District (the "School District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms. The School District provides educational services as authorized by State statute and/or federal guidelines.

The School District was established in 1849 through the consolidation of existing land areas and school districts. The School District serves an area of approximately 22 square miles. It is located in Ross County, and includes all of the Village of Massieville, the City of Chillicothe and a portion of Scioto Township. It is staffed by 158 non-certificated employees, 245 certificated full-time teaching personnel and 17 administrative employees who provide services to 3,663 students and other community members. The School District currently operates nine instructional buildings, one administrative building, one maintenance building and one bus garage.

*Reporting Entity:*

A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure that the financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For Chillicothe City School District, this includes general operations, food service and student related activities of 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 following entities which perform activities within the School District's boundaries for the benefit of its residents are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District.

- ▶ Parent Teacher Organizations
- ▶ Ross County Educational Service Center
- ▶ City of Chillicothe

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY**  
(continued)

The following activities are included within the reporting entity:

*Bishop Flaget Parochial School* - Within the School District boundaries, the Bishop Flaget Parochial School, a school that provides classes for kindergarten through eighth grade, is operated through the Columbus Catholic Diocese. Current State legislation provides funding to this parochial school. Monies are received and disbursed on behalf of the parochial school by the Treasurer of the School District, as directed by the parochial school. The activity of these State monies is reflected in a special revenue fund for financial reporting purposes.

The School District is associated with four organizations, three of which are defined as jointly governed organizations, and one as an insurance purchasing pool. These organizations are the South Central Ohio Computer Association, Pickaway-Ross County Joint Vocational School, Great Seal Education Network of Tomorrow, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. These organizations are presented in Notes 18 and 19 to the general purpose financial statements.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Chillicothe City 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.

**A. 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.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

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 the proprietary fund and nonexpendable trust fund) 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 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 Funds* - 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 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:

*Internal Service Fund* - The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

*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 are nonexpendable trust and agency funds. The nonexpendable trust fund is accounted for in essentially the same manner as proprietary 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.

**B. 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 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 and nonexpendable trust 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. The School District has no contributed capital. The proprietary and nonexpendable trust 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 or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.



Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

The modified accrual basis of accounting is followed for the governmental 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 as an advance, interest, tuition, grants, rent, and student fees.

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 for 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 and 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 and the nonexpendable trust fund. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred.

**C. 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 fund and function. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

*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 Ross 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. At year-end, the School District requested and received an amended certificate of estimated resources that reflected actual revenue for the fiscal year.

*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 is 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 appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation, 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. During the year, supplemental appropriations were legally enacted; however, none of these amendments were significant.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

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. Prior to year-end, the School District passed a supplemental appropriation that reflected actual expenditures for the fiscal year.

*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.

**D. Cash and Cash Equivalents**

To improve cash management, all cash received by the School District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. 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 combined balance sheet. The School District utilizes a financial institution to service bonded debt as principal and interest payments come due. The balance in this account is presented on the combined balance sheet as "Cash and Cash Equivalents with Fiscal Agents".

During fiscal year 1999, investments were limited to STAROhio, federal agency securities, and certificates of deposit. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposit are reported at cost.

The School District has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio) during fiscal year 1999. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 1999.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 1999 amounted to \$606,400 which includes \$350,850 assigned from other School District funds. Special revenue funds and the nonexpendable trust fund earned interest revenue of \$2,054 and \$30,963, respectively.

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

**E. Inventory**

Inventories of governmental funds are stated at cost. Cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets.

**F. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond June 30, 1999, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure is reported in the year in which services are consumed.

**G. Fixed Assets**

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. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District maintains a capitalization threshold of five hundred dollars.

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.

Assets in the general fixed assets account group are not depreciated.

Fixed assets associated with the Alumni Library Nonexpendable Trust Fund are accounted for in that fund. Depreciation is calculated using the straight line method over the estimated useful life of each asset. The fixed assets of the Alumni Library Nonexpendable Trust Fund consist of furniture and equipment and are depreciated over a five year period.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

**H. 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.

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

*Entitlements*

*General Fund*

State Foundation Program  
State Property Tax Relief  
School Bus Purchase Reimbursement

*Non-Reimbursable Grants*

*Special Revenue Funds*

Venture Capital  
Tech Prep  
Martha Holden Jennings  
Auxiliary Services  
Education Management Information Systems  
Public School Preschool  
Disadvantaged Pupil Impact Aid  
Textbook Subsidy  
Title I  
Title VI-Innovative Education  
Title VI-B  
Drug-Free Schools  
Goals 2000 Venture Partner  
Goals 2000 Networking  
Professional Development Block Grant  
Regional Community of Practice  
Jobs for Ohio Graduates  
Dropout Recovery-School to Apprenticeship  
School Age Children-Latchkey  
Entry Year Program  
Eisenhower Math and Science  
Parent Mentor  
School to Work Partnerships  
Learn and Serve America  
Security Equipment Grant

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

Peer Assistance  
SchoolNet Training  
Telecommunications Act

*Capital Projects Funds*  
SchoolNet  
SchoolNet Plus  
Ohio SchoolNet Power Up

*Reimbursable Grants*  
*General Fund*  
Driver Education  
*Special Revenue Funds*  
National School Lunch Program  
National School Breakfast Program  
Government Donated Commodities

Grants and entitlements received in governmental funds amounted to 41.31 percent of governmental fund revenue during the 1999 fiscal year.

**I. Interfund Assets/Liabilities**

Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables" and "interfund payables".

**J. 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 termination payment method. An accrual for earned sick leave is made to the extent it is probable that benefits will result in termination payments. The liability is an estimate based on the School District's past experience of making termination payments.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available 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.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

**K. 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, contractually required pension contributions, and special termination benefits 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 year-end are considered not to have used current available financial resources. Long-term notes and capital leases are reported as a liability of the general long-term obligations account group until due.

**L. 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.

**M. Restricted Assets**

Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets include unexpended revenues restricted for the purchase of buses, and amounts required by statute to be set-aside by the School District to create a reserve for budget stabilization. See Note 21 for the calculation of the year-end restricted asset balance and the corresponding fund balance reserves.

**N. Fund Balance Reserves**

The School District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, inventories of supplies and materials, school bus purchases, budget stabilization, and property taxes .

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for budget stabilization represents money required to be set-aside by statute to protect against cyclical changes in revenues and expenditures.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

**O. Estimates**

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

**P. Total Columns on General Purpose Financial Statements**

Total columns on the general purpose financial statements are captioned "Totals - (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.

**NOTE 3 - CHANGE IN ACCOUNTING PRINCIPLE**

For fiscal year 1999, the School District implemented *GASB Statement No. 32, "Deferred Compensation Plans"*. This statement eliminates the requirement that the School District report plan assets in an agency fund if the plan has established a trust fund whose assets are not held by the School District in a fiduciary capacity. The Ohio Public Employees Deferred Compensation Plan has established a trust fund and the amounts are no longer reported on the School District's balance sheet as of June 30, 1999.

**NOTE 4 - ACCOUNTABILITY**

At June 30, 1999, the Uniform School Supplies, Teacher Development, Entry Year Program, Disadvantaged Pupil Impact Aid, and Drug Free Schools Grant Special Revenue Funds had deficit fund balances of \$5,431, \$120, \$391, \$3,976 and \$65, 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.

**NOTE 5 - BUDGETARY BASIS OF ACCOUNTING**

While the School District is reporting financial position, results of operations, and changes in fund balances/retained earnings 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 - All Governmental Fund Types (Non-GAAP Budgetary Basis) and the Statement of Revenues, Expenses, and Changes in Fund Equity - Budget and Actual - Internal Service Fund and Nonexpendable Trust Fund (Non-GAAP Budgetary Basis) are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.



Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 5 - BUDGETARY BASIS OF ACCOUNTING** (continued)

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/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and as note disclosure in the proprietary fund type (GAAP basis).
4. Proceeds from and principal payments on bond anticipation notes are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
5. Advances in and advances out are operating transaction (budget basis) as opposed to balance sheet transactions (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

	General	Special Revenue	Debt Service	Capital Projects
GAAP Basis	\$382,616	\$57,716	(\$12,719)	(\$174,236)
Revenue Accruals	(39,944)	95,689	0	1,733
Expenditure Accruals	178,660	(67,422)	0	8,258
Note Proceeds	0	0	0	312,000
Note Retirement	0	0	0	(463,000)
Advances	142,370	(142,370)	0	0
Encumbrances	(617,796)	(246,749)	0	(263,881)
Budget Basis	<u>\$45,906</u>	<u>(\$303,136)</u>	<u>(\$12,719)</u>	<u>(\$579,126)</u>

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 5 - BUDGETARY BASIS OF ACCOUNTING** (continued)

Net Income (Loss)/Excess of Revenues Over (Under) Expenses  
Internal Service Fund and Nonexpendable Trust Fund

	Internal Service	Nonexpendable Trust
GAAP Basis	(\$501,008)	\$9,192
Revenue Accruals	0	(6,727)
Expense Accruals	(3,107)	(3,117)
Principal Payments	0	(16,820)
Depreciation	0	18,889
Encumbrances	(15,385)	0
Budget Basis	(\$519,500)	\$1,417

**NOTE 6 - 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 of Education 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 accounts, including passbook accounts.

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), 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 money deposited with the institution.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 6 - DEPOSITS AND INVESTMENTS** (continued)

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 and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any 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. Bond 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) 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 (STAROhio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days from the date of purchase in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 6 - DEPOSITS AND INVESTMENTS** (continued)

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 qualified trustee 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 No. 3, "Deposits With Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements."*

**Deposits** At fiscal year end, the carrying amount of the School District's deposits was \$1,394,890 and the bank balance was \$1,995,352. Of the bank balance:

1. \$222,801 was covered by federal depository insurance; and
2. \$1,772,551 was uninsured and uncollateralized. Although all 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 FDIC.

**Investments** The School District's investments are required to be categorized to give an indication of the level of risk assumed by the School District at fiscal 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 counterparty'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 counterparty, or by its trust department or agent but not in the School District's name. The School District's investments in STAR Ohio, an investment pool operated by the Ohio State Treasurer, are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

	Category 2	Fair Value
STAR Ohio	\$0	\$1,924,773
U. S. Government Securities	4,450,401	4,450,401
Totals	\$4,450,401	\$6,375,174

The federal agency securities have maturities ranging from July 1999 to February 2001.

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, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting."*

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 6 - DEPOSITS AND INVESTMENTS** (continued)

A reconciliation between the classifications of cash and cash equivalents and investments on the combined financial statements and the classifications of deposits and investments presented above per *GASB Statement No. 3* is as follows:

	Cash and Cash Equivalents/ Deposits	Investments
GASB Statement No. 9	\$7,770,064	\$0
Investments:		
STAR Ohio	(1,924,773)	1,924,773
U. S. Government Securities	(4,450,401)	4,450,401
GASB Statement No. 3	\$1,394,890	\$6,375,174

**NOTE 7 - PROPERTY TAXES**

Property taxes are levied and assessed on a calendar year basis while the School District fiscal year runs from July through June. First half tax collections are received by the School District in the second half of the fiscal year. Second half tax distributions occur in the first half of the following fiscal year.

Property taxes include amounts levied against all real, public utility and tangible personal property located in the School District. Property tax revenue received during calendar 1999 for real and public utility property taxes represents collections of calendar 1998 taxes. Property tax payments received during calendar 1999 for tangible personal property (other than public utility property) is for calendar 1999 taxes.

1999 real property taxes are levied after April 1, 1999, on the assessed value as of January 1, 1999, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at thirty-five percent of true value. 1999 public utility property taxes became a lien December 31, 1998, are levied after April 1, 1999 and are collected in 2000 with real property taxes.

1999 tangible personal property taxes are levied after April 1, 1998, on the value as of December 31, 1998. Collections are made in 1999. Tangible personal property assessments are twenty-five percent of true value.

Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, 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.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

**NOTE 7 - PROPERTY TAXES** (continued)

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

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes which 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 \$529,714 in the General Fund and \$2,373 in the Capital Projects 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	\$253,203,920	60.78%	\$283,825,300	63.98%
Public Utility	28,225,730	6.77	29,991,920	6.77
Tangible Personal Property	135,195,900	32.45	129,782,920	29.25
<b>Total Assessed Value</b>	<b>\$416,625,550</b>	<b>100.00%</b>	<b>\$443,600,140</b>	<b>100.00%</b>
Tax rate per \$1,000 of assessed valuation		\$37.90		\$37.80

**NOTE 8 - RECEIVABLES**

Receivables at June 30, 1999, consisted of property taxes, accounts (rent, tuition and student fees) interfund, accrued interest and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables is as follows:

General Fund:	
Ross-Pike Educational Service District Reimbursement	\$4,738
Driver's education reimbursement	350
Community Alternative Funding reimbursement	212
Montgomery County Educational Service Center	
Refund	3,090
<b>Total General Fund</b>	<b>8,390</b>

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 8 - RECEIVABLES** (continued)

Special Revenue Funds:	
Food Service	
Child Care Meal Reimbursement	185
Breakfast Reimbursement	1,963
Summer Lunch Program	5,312
Rotary Funds	
Multi-District Special Education Reimbursement	34,691
Total Special Revenue Funds	42,151
Total Intergovernmental Receivables	\$50,541

**NOTE 9 - FIXED ASSETS**

A summary of the Nonexpendable Trust fund fixed assets at June 30, 1999 follows:

Furniture and Equipment	\$112,568
Less accumulated depreciation	(33,558)
Net Fixed Assets	\$79,010

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	\$1,395,500	\$12,800	\$0	\$1,408,300
Buildings and Improvements	12,881,343	146,284	0	13,027,627
Furniture, Fixtures and Equipment	4,951,936	721,281	191,966	5,481,251
Vehicles	990,365	0	34,002	956,363
Construction In Progress	0	2,337,768	0	2,337,768
Totals	\$20,219,144	\$3,218,133	\$225,968	\$23,211,309

**NOTE 10 - RISK MANAGEMENT**

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 1999, the School District contracted with Nationwide Insurance for property and fleet insurance, liability insurance, and inland marine coverage.

Coverages provided by Nationwide Insurance are as follows:

Building and Contents-replacement cost (\$500 deductible)	\$54,366,600
Inland Marine Coverage (\$100 deductible)	91,105

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 10 - RISK MANAGEMENT** (continued)

Automobile Liability (\$250 deductible)	
Bodily Injury	
Per Person	2,000,000
Per Accident	2,000,000
Property Damage (each accident)	1,000,000
Medical Payments (per person)	3,000
Uninsured Motorists	
Per Person	2,000,000
Per Accident	2,000,000
General Liability	
Per occurrence	1,000,000
Total per year	5,000,000
Employee Benefits Coverage	1,000,000
Umbrella Liability Coverage	2,000,000
Defense Costs Coverage (per law suit)	500,000

Settled claims have not exceeded this commercial coverage in any of the past three years. There have been no significant reduction of coverage from the prior year.

For fiscal year 1999, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 19). 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.

Medical/surgical and dental insurance is offered to employees through a self-insurance internal service fund. Monthly premiums are paid to the School District's self-insurance fund. Klais and Company, Inc., the School District's third party administrator, informs the School District of claim payments needed each week, who in turn pays the claims on the School District's behalf. An administrative charge is paid monthly to Klais and Company, Inc. The claims liability of \$263,595 reported in the internal service fund at June 30, 1999 is based on an estimate provided by the third party administrator and the requirements of *GASB Statement No. 10 "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues"*, which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in claims activity for the fiscal year follows:



Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 10 - RISK MANAGEMENT** (continued)

	Balance at Beginning of Year	Current Year Claims	Claims Payments	Balance at End of Year
1998	\$257,488	\$1,474,456	\$1,465,242	\$266,702
1999	266,702	1,570,611	1,573,718	263,595

**NOTE 11 - DEFINED BENEFIT PENSION PLANS**

**A. School Employees Retirement System**

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 45 N. 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 School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 1999, 7.7 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 1998, 9.02 percent was used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$242,163, \$347,351 and \$314,765, respectively; 43.37 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. \$132,282 representing the unpaid contribution for fiscal year 1999, is recorded as a liability within the respective funds and the general long-term obligations account group.

**B. State Teachers Retirement System**

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 11 - DEFINED BENEFIT PENSION PLANS** (continued)

For the fiscal year ended June 30, 1999, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. For fiscal year 1998, the portion used to fund pension obligations was 10.5 percent. Contribution rates are established by STRS, upon recommendations 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 for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$652,485, \$1,183,072 and \$1,200,375 respectively; 80.13 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. \$116,593 represents the unpaid contribution for fiscal year 1999 and is recorded as a liability within the respective funds.

**C. Social Security System**

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

**NOTE 12 - POSTEMPLOYMENT BENEFITS**

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (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 on a pay-as-you-go basis.

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 1999, the STRS Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund, an increase from 3.5 percent for fiscal year 1998. For the School District, this amount equaled \$869,981 for fiscal year 1999.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 1998, (the latest information available) the balance in the Fund was \$2,156 million. For the year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000 and STRS had 91,999 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to 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.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 12 - POSTEMPLOYMENT BENEFITS** (continued)

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 1999, employer contributions to fund health care benefits were 6.30 percent of covered payroll, an increase from 4.98 percent for fiscal year 1998. 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 was established at \$12,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 1999 fiscal year equaled \$50,035.

The surcharge, 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. The target level for the health care reserve is 125 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 1998 (the latest information available), were \$111,900,575 and the target level was \$139.9 million. At June 30, 1998, SERS had net assets available for payment of health care benefits of \$160.3 million. SERS has approximately 50,000 participants currently receiving health care benefits.

**NOTE 13 - EMPLOYEE BENEFITS**

**A. Compensated Absences**

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees and administrators earn seven to twenty-five 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 a maximum of 275 days for administrators, 265 days for certificated personnel, and 245 day for classified personnel. Upon retirement, payment is made for 28 percent of accrued, but unused sick leave credit to a maximum of 70 days for administrators, and 57.96 days for certificated employees. Payment to classified employees is 40 percent of accrued, but unused sick leave credit to a maximum of 68.8 days.

**B. Life and Accident Insurance**

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Fortis Benefits.

**C. Deferred Compensation**

School District employees may participate in the Ohio Public Employees Deferred Compensation Plan. This plan was created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plan, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 13 - EMPLOYEE BENEFITS** (continued)

*GASB Statement No. 32, "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans"* provides accounting guidelines for deferred compensation plans. The School District participates in the Ohio Public Employees Deferred Compensation Program. During 1998, the Ohio Public Employees Deferred Compensation Program created a trust for the assets of the plan for which the School District has no fiduciary responsibility. Therefore, plan assets are no longer presented on the balance sheet.

**D. Early Retirement Incentive**

The School District has an Early Retirement Incentive program. Participation is open to certified employees and administrators who have at least ten years of consecutive service with the Chillicothe City School District and have at least thirty years of service credit in one of the State Retirement Systems. The employee must submit a written notice of retirement by June 1, with the effective date of retirement no later than August 1. The incentive payment is a percentage of the employee's final salary (excluding supplemental contracts) based on total service credit as follows:

<u>Years of Service</u>	<u>Percent of Final Salary</u>
30 years	40%
31 years	25%
32 years	20%
33 years	15%
34 years	10%
35 years	0%

Upon proof of retirement, an employee may choose to receive the early retirement payment within 120 days after the effective date of retirement, or may elect to receive this payment on January 15 of the following calendar year. Retirement incentive payments made within the available period have been classified as "Instructional Staff" expenditures in the General Fund. Those payments to be made after the available period have been classified as "Early Retirement Incentive Payable" in the General Long-Term Obligations Account Group.

**NOTE 14 - CAPITAL LEASES - LESSEE DISCLOSURE**

During fiscal year 1999, and in prior years, the School District entered into capitalized leases for equipment and furniture and fixtures. On a GAAP basis the new leases are classified as a capital outlay expenditure in the general fund with an offsetting amount reported as an other financing source and as a capital lease payable liability in the Alumni Library Nonexpendable Trust Fund with an offsetting amount reported as a fixed asset.

These leases meets the criteria of a capital lease as defined by *Statement of Financial Accounting Standards No. 13, "Accounting for Leases,"* which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the combined financial statements for the governmental funds. In the Alumni Library Nonexpendable Trust Fund, capital lease principal payments have been reclassified to reduce the liability and the interest payments have been reclassified as interest and fiscal charges expense. These expenditures are reported as function expenditures on the budgetary statements.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

**NOTE 14 - CAPITAL LEASES - LESSEE DISCLOSURE** (continued)

Fixed assets acquired by lease have been capitalized in the general fixed assets account group and in the Alumni Library Nonexpendable Trust Fund in the amount \$612,975 and \$70,000, respectively. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the general long-term obligations account group and the Alumni Library Nonexpendable Trust Fund. The carrying value of the Alumni Library Nonexpendable Trust Fund capital lease fixed asset was \$48,300 at June 30, 1999. The accumulated depreciation for the Alumni Library Nonexpendable Trust Fund capital lease fixed asset was \$21,700 at June 30, 1999. Principal payments in fiscal year 1999 totaled \$105,286 in the governmental funds and \$16,820 in the Alumni Library Nonexpendable Trust Fund.

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of June 30, 1999.

Fiscal Year Ending June 30,	GLTDAG	Alumni Library
2000	\$149,750	\$19,690
2001	149,750	19,690
2002	148,279	4,922
2003	12,913	0
2004	9,685	0
Total	• 470,377	44,302
Less: Amount Representing Interest	(56,787)	(2,798)
Present Value of Net Minimum Lease Payments	<u>\$413,590</u>	<u>\$41,504</u>

**NOTE 15 - SHORT-TERM OBLIGATIONS**

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

	Principal Outstanding 6/30/98	Additions	Deductions	Principal Outstanding 6/30/99
Bond Anticipation Notes - 1997 - 4.40%, 1998 - 3.72%	\$463,000	\$312,000	\$463,000	\$312,000

In 1985, the School District issued bond anticipation notes in the amount of \$2,275,000 for the purpose of asbestos removal and roof repairs. The School District will retire \$151,000 in fiscal year 2000 and the remaining \$161,000 in fiscal year 2001. These notes are retired from the capital projects fund.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

**NOTE 16 - 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	Deductions	Principal Outstanding 6/30/99
<b>Nonexpendable Trust Fund Obligations</b>				
Capital Leases	\$58,324	\$0	\$16,820	\$41,504
<b>General Long-term Obligations</b>				
Energy Conservation Notes				
1998-2013 5.00%	\$0	\$2,390,000	\$125,000	\$2,265,000
Capital Leases	461,254	57,622	105,286	413,590
Pension Obligation	194,573	210,377	194,573	210,377
Compensated Absences	1,576,446	0	78,149	1,498,297
Early Retirement Incentive	60,906	7,709	0	68,615
<b>Total General Long-Term Obligations</b>	<b>\$2,293,179</b>	<b>\$2,665,708</b>	<b>\$503,008</b>	<b>\$4,455,879</b>

In fiscal year 1999, the School District issued \$2,390,000 in unvoted general obligation notes for the purpose of providing energy conservation measures for the School District, under the authority of Ohio Revised Code Sections 133.06(G) and 3313.372. The notes were issued for a 15 year period with a final maturity date of 2013.

Capital leases will be paid from the General Fund and Alumni Library Nonexpendable Trust Fund. The pension obligation, compensated absences and early retirement incentive will be paid from the fund from which the employees' salaries are paid.

The School District's overall legal debt margin was \$39,612,013, the energy conservation debt margin was \$1,727,401 and the unvoted debt margin was \$443,600 at June 30, 1999.

Principal and interest requirements to retire general obligation debt at June 30, 1999 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2000	\$115,000	\$113,250	\$228,250
2001	120,000	107,500	227,500
2002	130,000	101,500	231,500
2003	135,000	95,000	230,000
2004	140,000	88,250	228,250
2005-2009	820,000	328,000	1,148,000
2010-2013	805,000	102,750	907,750
<b>Totals</b>	<b>\$2,265,000</b>	<b>\$936,250</b>	<b>\$3,201,250</b>

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

**NOTE 17 - INTERFUND ACTIVITY**

As of June 30, 1999, receivables and payables that resulted from various interfund transactions were as follows:

Fund Type/Fund	Receivables		Payables	
	Interfund	Due from	Interfund	Due to
General Fund	\$100,975	\$278	\$0	\$0
Special Revenue Funds:				
Food Services	0	2,610	0	0
Uniform School Supplies	0	0	25,975	0
Rotary	0	0	75,000	0
Public School Support	0	0	0	145
Other Local Grants	0	0	0	492
Public School Preschool	0	0	0	2,251
Total Special Revenue Funds	0	2,610	100,975	2,888
Total All Funds	\$100,975	\$2,888	\$100,975	\$2,888

**NOTE 18 - JOINTLY GOVERNED ORGANIZATIONS**

*South Central Ohio Computer Association* - The School District is a participant in the South Central Ohio Computer Association (SCOCA) which is a computer consortium. SCOCA is an association of public school districts within the boundaries of Highland, Adams, Pike, Scioto, Brown, Ross, Vinton and Lawrence Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The governing board of SCOCA consists of two representatives from each of the eight participating counties, two school treasurers, and one representative from the fiscal agent. The School District paid SCOCA \$16,112 for services provided during the year. Financial information can be obtained from their fiscal agent, the Pike County Joint Vocational School District, Tonya Cooper, who serves as Treasurer, at P. O. Box 577, 175 Beaver creek Rd., Piketon, Ohio 45661.

*Pickaway-Ross County Joint Vocational School* - The Pickaway-Ross County Joint Vocational School is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of eleven representatives from the various elected City and County Boards within Pickaway and Ross Counties. To obtain financial information write to the Pickaway-Ross County Joint Vocational School, Ben Van Horn, who serves as Treasurer, at 895 Crouse Chapel Road, Chillicothe, Ohio 45601.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 18 - JOINTLY GOVERNED ORGANIZATIONS** (continued)

*Great Seal Education Network of Tomorrow* - The Great Seal Education Network of Tomorrow is a regional council of governments (the "Council") consisting of twelve city, local, and joint vocational school districts, two educational service centers and the Ohio University-Chillicothe Campus for the purpose of promoting the use of advanced telecommunications and technology to provide enhanced educational opportunities to the communities of Ross and Pickaway Counties. The Council is operated under the direction of a Board of Directors consisting of one representative (the superintendent or another person appointed by the board of education) of each of the members, each of which possess its own budgeting and taxing authority. To obtain financial information, write to the Ohio University-Chillicothe Campus, who acts as fiscal agent, at 571 West Fifth Street, Chillicothe, Ohio 45601.

**NOTE 19 - INSURANCE PURCHASING POOL**

*Ohio School Boards Association Workers' Compensation Group Rating Plan* - The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of directors consisting of the President, the President-Elect and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

**NOTE 20 - SCHOOL FUNDING COURT 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 Ohio General Assembly 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 the School District. During the fiscal year ended June 30, 1999, the School District received \$4,847,382 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State legislature 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.



Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

**NOTE 21 - SET-ASIDE CALCULATIONS AND FUND RESERVES**

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 School District also receives grant monies for school bus purchases. The balance of the grant at year-end is shown as a reserve for bus purchases.

The following cash basis information describes the change in the year-end set-aside amounts for textbooks and instructional materials, capital acquisition, and budget stabilization. Disclosure of this information is required by State statute.

	Textbooks	Capital Acquisition	Budget Stabilization	Totals
Set-aside Cash Balance as of June 30, 1998	\$0	\$0	\$127,973	-----
Current Year Set-aside Requirement	293,238	239,238	146,619	-----
Current Year Offsets	(50,849)	0	0	-----
Qualifying Disbursements	(433,059)	(2,982,168)	0	-----
Total	<u>(190,670)</u>	<u>(2,742,930)</u>	<u>274,592</u>	-----
Cash Balance Carried Forward to FY'99	\$0	\$0	\$274,592	274,592
Amount restricted for bus purchases				19,918
Total Restricted Assets				<u>\$294,510</u>

Although the School District had offsets and qualifying disbursements during the year that reduced the set-aside amounts to below zero, these extra amounts may not be used to reduce the set-aside requirements of future years. Negative amounts are therefore not presented as being carried forward to the next fiscal year.

**NOTE 22 - 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 fiscal 1999.

In March 1999, the District adopted a five-phase plan to address Y2K concerns. Also in March, the District contracted with Business System Solutions, Inc., a firm specializing in Y2K issues, to conduct an assessment of all the electronic systems within the District that have the potential of interfering with the operations in the Year 2000. Currently the District is in the final phases of its plan (remediation and contingency planning phases).

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 22 - YEAR 2000 ISSUE** (continued)

Chillicothe City School District has completed an inventory of computer systems and other equipment necessary to conducting District operations and has identified such systems as being financial reporting, payroll and employee benefits, and educational statistics reporting (through the State's Education Management and Information System (EMIS)).

The School District uses the State of Ohio Uniform School Accounting System software for its financial reporting, and the State of Ohio Uniform Staff Payroll System software for its payroll and employee benefits. The State is responsible for remediating these systems. The School District has contacted and received documentation regarding its year 2000 status.

An assessment of hardware and software systems, building systems, bus and transportation systems, and food service systems have been completed. The manufactures/vendors have been contacted in order to obtain year 2000 compliance information. To the best of the School District's knowledge, all mission critical systems have been fully remediated.

Ross County collects property taxes for distribution to the School District. Ross County is responsible for remediating the 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.

**NOTE 23 - CONTRACTUAL COMMITMENTS**

As of June 30, 1999, the School District had a contractual purchase commitment with Sabo-Limbach Energy Service Inc. for the amount of \$263,881.

Chillicothe City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 1999

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**NOTE 24 - CONTINGENCIES**

**A. 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.

**B. Litigation**

The School District is not party to legal proceedings.

**NOTE 25 - SUBSEQUENT EVENTS**

On October 21, 1999, the School District retired a bond anticipation note in the amount of \$312,000, and issued a \$161,000 bond anticipation note at an interest rate of 4.40%.

COMBINING, INDIVIDUAL FUND  
AND ACCOUNT GROUP STATEMENTS  
AND SCHEDULES

## GENERAL FUND

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The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

**CHILLCOTHE CITY SCHOOL DISTRICT**

**General Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

*For The Fiscal Year Ended June 30, 1999*

*continued*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Property Taxes	\$11,801,251	\$11,801,251	\$0
Intergovernmental	5,851,336	5,851,336	0
Interest	604,853	604,853	0
Tuition and Fees	505,091	505,091	0
Rent	5,442	5,442	0
Gifts and Donations	9,475	9,475	0
Customer Services	72,369	72,369	0
Miscellaneous	21,635	21,635	0
<b>Total Revenues</b>	<b>18,871,452</b>	<b>18,871,452</b>	<b>0</b>
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	6,713,117	6,713,117	0
Fringe Benefits	1,558,544	1,558,544	0
Purchased Services	83,926	83,926	0
Materials And Supplies	274,089	274,089	0
Other Operating Charges	14,672	14,672	0
Capital Outlay - New	64,291	64,291	0
Capital Outlay - Replacement	58,445	58,445	0
<b>Total Regular Instruction</b>	<b>8,767,084</b>	<b>8,767,084</b>	<b>0</b>
Special			
Salaries	1,034,716	1,034,716	0
Fringe Benefits	228,916	228,916	0
Purchased Services	328,483	328,483	0
Materials And Supplies	33,539	33,539	0
<b>Total Special Instruction</b>	<b>1,625,654</b>	<b>1,625,654</b>	<b>0</b>
Vocational			
Salaries	4,388	4,388	0
Fringe Benefits	768	768	0
<b>Total Vocational Instruction</b>	<b>5,156</b>	<b>5,156</b>	<b>0</b>
Adult/Continuing			
Purchased Services	\$225	\$225	\$0

**CHILlicothe City School District**

**General Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
(Non-GAAP Budgetary Basis)

(Continued)

For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued Variance Favorable (Unfavorable)</i>
Other			
Fringe Benefits	\$100	\$100	\$0
Purchased Services	70,528	70,528	0
<b>Total Other Instruction</b>	<b>70,628</b>	<b>70,628</b>	<b>0</b>
<b>Total Instruction</b>	<b>10,468,747</b>	<b>10,468,747</b>	<b>0</b>
Support Services:			
Pupils			
Salaries	808,047	808,047	0
Fringe Benefits	185,498	185,498	0
Purchased Services	39,946	39,946	0
Materials And Supplies	46,081	46,081	0
Capital Outlay - New	6,036	6,036	0
<b>Total Pupils</b>	<b>1,085,608</b>	<b>1,085,608</b>	<b>0</b>
Instructional Staff			
Salaries	709,802	709,802	0
Fringe Benefits	207,241	207,241	0
Purchased Services	29,286	29,286	0
Materials And Supplies	39,941	39,941	0
Other Operating Charges	6,909	6,909	0
Capital Outlay - New	22,619	22,619	0
<b>Total Instructional Staff</b>	<b>1,015,798</b>	<b>1,015,798</b>	<b>0</b>
Board of Education			
Salaries	4,800	4,800	0
Fringe Benefits	521	521	0
Purchased Services	59,135	59,135	0
Materials And Supplies	2,329	2,329	0
<b>Total Board of Education</b>	<b>66,785</b>	<b>66,785</b>	<b>0</b>
Administration			
Salaries	1,183,888	1,183,888	0
Fringe Benefits	292,699	292,699	0
Purchased Services	220,639	220,639	0
Materials And Supplies	17,567	17,567	0
Other Operating Charges	106,525	106,525	0
Capital Outlay - New	2,402	2,402	0
Capital Outlay - Replacement	3,341	3,341	0
<b>Total Administration</b>	<b>\$1,827,061</b>	<b>\$1,827,061</b>	<b>\$0</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**General Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)  
 (Continued)  
 For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued</i> Variance Favorable (Unfavorable)
<b>Fiscal</b>			
Salaries	\$229,225	\$229,225	\$0
Fringe Benefits	63,047	63,047	0
Purchased Services	25,283	25,283	0
Materials And Supplies	11,984	11,984	0
Other Operating Charges	368,187	368,187	0
Capital Outlay - New	396	396	0
Capital Outlay - Replacement	6,179	6,179	0
<b>Total Fiscal</b>	<b>704,301</b>	<b>704,301</b>	<b>0</b>
<b>Business</b>			
Salaries	92,401	92,401	0
Fringe Benefits	26,072	26,072	0
Purchased Services	71,407	71,407	0
Materials And Supplies	9,650	9,650	0
Other Operating Charges	706	706	0
Capital Outlay - New	4,256	4,256	0
Capital Outlay - Replacement	1,041	1,041	0
<b>Total Business</b>	<b>205,533</b>	<b>205,533</b>	<b>0</b>
<b>Operations and Maintenance of Plant</b>			
Salaries	941,175	941,175	0
Fringe Benefits	278,675	278,675	0
Purchased Services	774,280	774,280	0
Materials And Supplies	222,741	222,741	0
Other Operating Charges	19,208	19,208	0
Capital Outlay - New	11,453	11,453	0
Capital Outlay - Replacement	14,210	14,210	0
<b>Total Operations and Maintenance of Plant</b>	<b>2,261,742</b>	<b>2,261,742</b>	<b>0</b>
<b>Pupil Transportation</b>			
Salaries	357,578	357,578	0
Fringe Benefits	132,018	132,018	0
Purchased Services	136,482	136,482	0
Materials And Supplies	71,991	71,991	0
Other Operating Charges	4,228	4,228	0
Capital Outlay - New	1,549	1,549	0
Capital Outlay - Replacement	67,066	67,066	0
<b>Total Pupil Transportation</b>	<b>\$770,912</b>	<b>\$770,912</b>	<b>\$0</b>



**CHILLICOTHE CITY SCHOOL DISTRICT**

**General Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
Central			
Fringe Benefits	\$23	\$23	\$0
Purchased Services	11,377	11,377	0
Materials And Supplies	1,427	1,427	0
<b>Total Central</b>	<b>12,827</b>	<b>12,827</b>	<b>0</b>
<b>Total Support Services</b>	<b>7,950,567</b>	<b>7,950,567</b>	<b>0</b>
Operation of Non-Instructional Services:			
Community Services			
Salaries	1,245	1,245	0
Fringe Benefits	174	174	0
Materials And Supplies	1,375	1,375	0
<b>Total Operation of Non-Instructional Services</b>	<b>2,794</b>	<b>2,794</b>	<b>0</b>
Extracurricular Services			
Academic Oriented Activities			
Salaries	48,706	48,706	0
Fringe Benefits	7,538	7,538	0
Other Operating Charges	500	500	0
<b>Total Academic Oriented Activities</b>	<b>56,744</b>	<b>56,744</b>	<b>0</b>
Sport Oriented Activities			
Salaries	332,102	332,102	0
Fringe Benefits	53,047	53,047	0
Purchased Services	864	864	0
Materials And Supplies	132	132	0
Other Operating Charges	35	35	0
Capital Outlay - New	774	774	0
<b>Total Sport Oriented Activities</b>	<b>386,954</b>	<b>386,954</b>	<b>0</b>
School & Public Service			
Co-Curricular Activities			
Salaries	20,157	20,157	0
Fringe Benefits	3,151	3,151	0
<b>Total School &amp; Public Service Co-Curricular Activities</b>	<b>23,308</b>	<b>23,308</b>	<b>0</b>
<b>Total Extracurricular Activities</b>	<b>\$467,006</b>	<b>\$467,006</b>	<b>\$0</b>

*continued*

**CHILLICOTHE CITY SCHOOL DISTRICT**

**General Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
*(Non-GAAP Budgetary Basis)*  
*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
Capital Outlay:			
Capital Outlay - New	\$18,725	\$18,725	\$0
Capital Outlay - Replacement	8,400	8,400	0
<b>Total Site Improvement Services</b>	<b>27,125</b>	<b>27,125</b>	<b>0</b>
Building Improvement Services			
Capital Outlay - New	2,159	2,159	0
Capital Outlay - Replacement	4,776	4,776	0
<b>Total Building Improvement Services</b>	<b>6,935</b>	<b>6,935</b>	<b>0</b>
<b>Total Capital Outlay</b>	<b>34,060</b>	<b>34,060</b>	<b>0</b>
Debt Service:			
Principal Retirement	125,000	125,000	0
Interest and Fiscal Charges	102,239	102,239	0
<b>Total Debt Service</b>	<b>227,239</b>	<b>227,239</b>	<b>0</b>
<b>Total Expenditures</b>	<b>19,150,413</b>	<b>19,150,413</b>	<b>0</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(278,961)</b>	<b>(278,961)</b>	<b>0</b>
<b><u>Other Financing Sources (Uses):</u></b>			
Refund of Prior Year Expenditures	58,965	58,965	0
Refund of Prior Year Receipts	(134)	(134)	0
Advances-In	443,346	443,346	0
Advances-Out	(300,975)	(300,975)	0
Operating Transfers-In	11,000	11,000	0
Other Financing Sources	112,665	112,665	0
<b>Total Other Financing Sources (Uses)</b>	<b>324,867</b>	<b>324,867</b>	<b>0</b>
<b>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	<b>45,906</b>	<b>45,906</b>	<b>0</b>
<b>Fund Balance at Beginning of Year</b>	<b>1,825,201</b>	<b>1,825,201</b>	<b>0</b>
<b>Prior Year Encumbrances Appropriated</b>	<b>433,345</b>	<b>433,345</b>	<b>0</b>
<b>Fund Balance at End of Year</b>	<b>\$2,304,452</b>	<b>\$2,304,452</b>	<b>\$0</b>

## SPECIAL REVENUE FUNDS

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Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than amounts related to major capital projects) that are legally restricted by law and administrative action to expenditures for specified purposes.

### Food Services

A fund used to account for the financial transactions related to the food service operations of the School District.

### Uniform School Supplies

A fund used to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the School District. Profits derived from sales are used for school purposes or activities in connection with the school.

### Rotary

A fund used to account for multi-district handicap programs.

### Public School Support

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

### Other Local Grants

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants, that are legally restricted to expenditures for specified purposes.

### Underground Tank

A fund used to account for underground storage tank money.

### Venture Capital

To account for monies received per Section 3307.02 of the Ohio Revised Code. The revenue is used to implement educational programs.

### District Managed Student Activities

To account for student activity programs which have student participation in the activity, but do not have student management of the programs.

### Auxiliary Services

A fund used to account for monies which provide services and materials to pupils attending non-public schools within the School District.

Continued

Special Revenue Funds  
(Continued)

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Post Secondary Vocational Education

A fund used to account for receipts and expenditures incurred in providing opportunities for adults to acquire adequate employment skills.

Teacher Development

A fund used to account for monies which provide assistance in developing in-service programs.

Peer Assistance

A fund used to account for monies which provide for the development of a comprehensive peer assistance program.

Education Management Information Systems

A fund used to account for hardware and software development, or other costs associated with the requirements of the management information system.

Public School Preschool

A fund to assist school districts in paying the cost of preschool programs for three- and four-year olds.

Entry Year Program

A fund used to implement entry-year programs pursuant to division (T) of Section 3317.024 of the Ohio Revised Code.

Disadvantaged Pupil Impact Aid

A fund used to account for monies received for disadvantaged pupil impact aid.

SchoolNet Training

A fund provided to account for a limited number of professional development subsidy grants.

Textbook Subsidy

A fund used to account for grants monies that are used for instructional materials, including textbooks.

Continued

Special Revenue Funds  
(Continued)

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Miscellaneous State Grants

A fund used to account for various restricted monies received from State agencies which are not classified elsewhere.

Dwight D. Eisenhower Grant

Provision of funds for strengthening instruction in science, mathematics, modern foreign languages, English, the arts and computer learning. These funds are also used for staff development and the purchase of material and supplies.

Title VI-B

A fund used to account for programs to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

Title I

A fund used to account for financial assistance provided to State and local educational agencies to meet the special needs of educationally deprived children.

Title VI

To account for federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, in service and staff development.

Drug Free Schools Grant

A fund used to account for revenues provided to assist in prevention, intervention and support components for reducing abuse of alcohol and other drugs.

Telecommunications Act Grant

A fund used to account for a federal grant which is paid directly to the telecommunications service provider.

Miscellaneous Federal Grants

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

**CHILlicothe City School District**

**Combining Balance Sheet  
All Special Revenue Funds**

As Of June 30, 1999

	<u>Food Services</u>	<u>Uniform School Supplies</u>	<u>Rotary</u>
<b><u>Assets</u></b>			
Equity In Pooled Cash And Cash Equivalents	\$154,501	\$20,215	\$88,486
Receivables:			
Accounts	191	8,481	0
Intergovernmental	7,460	0	34,691
Due From Other Funds	2,610	0	0
Materials And Supplies Inventory	30,556	0	0
<b>Total Assets</b>	<b>\$195,318</b>	<b>\$28,696</b>	<b>\$123,177</b>
<b><u>Liabilities</u></b>			
Accounts Payable	\$242	\$0	\$0
Accrued Wages and Benefits	77,368	0	22,272
Compensated Absences Payable	1,020	0	0
Interfund Payable	0	25,975	75,000
Due To Other Funds	0	0	0
Intergovernmental Payable	15,657	0	4,270
Deferred Revenue	153	8,152	0
<b>Total Liabilities</b>	<b>94,440</b>	<b>34,127</b>	<b>101,542</b>
<b><u>Fund Equity</u></b>			
Fund Balance:			
Reserved For Encumbrances	2,662	14,865	0
Reserved For Inventory	30,556	0	0
Unreserved:			
Undesignated (Deficit)	67,660	(20,296)	21,635
<b>Total Fund Equity (Deficit)</b>	<b>100,878</b>	<b>(5,431)</b>	<b>21,635</b>
<b>Total Liabilities And Fund Equity</b>	<b>\$195,318</b>	<b>\$28,696</b>	<b>\$123,177</b>

continued

<i>Public School Support</i>	<i>Other Local Grants</i>	<i>Venture Capital</i>	<i>District Managed Student Activities</i>	<i>Auxiliary Services</i>
\$82,940	\$89,272	\$35,313	\$22,292	\$56,943
3,044	18,529	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$85,984</u>	<u>\$107,801</u>	<u>\$35,313</u>	<u>\$22,292</u>	<u>\$56,943</u>
\$384	\$160	\$0	\$2,911	\$7,590
2,170	5,956	188	0	5,897
0	0	0	0	0
0	0	0	0	0
145	492	0	0	0
1,005	3,771	563	127	1,601
2,865	16,434	0	0	0
<u>6,569</u>	<u>26,813</u>	<u>751</u>	<u>3,038</u>	<u>15,088</u>
8,760	2,700	17,703	8,499	41,603
0	0	0	0	0
<u>70,655</u>	<u>78,288</u>	<u>16,859</u>	<u>10,755</u>	<u>252</u>
<u>79,415</u>	<u>80,988</u>	<u>34,562</u>	<u>19,254</u>	<u>41,855</u>
<u>\$85,984</u>	<u>\$107,801</u>	<u>\$35,313</u>	<u>\$22,292</u>	<u>\$56,943</u>

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Combining Balance Sheet  
All Special Revenue Funds**

*(Continued)*

As Of June 30, 1999

	<i>Teacher Development</i>	<i>Peer Assistance</i>	<i>Education Management Information Systems</i>
<b><u>Assets</u></b>			
Equity In Pooled Cash And Cash Equivalents	\$17	\$20,385	\$5,720
Receivables:			
Accounts	0	0	0
Intergovernmental	0	0	0
Due From Other Funds	0	0	0
Materials And Supplies Inventory	0	0	0
<b>Total Assets</b>	<b>\$17</b>	<b>\$20,385</b>	<b>\$5,720</b>
<b><u>Liabilities</u></b>			
Accounts Payable	\$0	\$0	\$0
Accrued Wages and Benefits	0	1,200	0
Compensated Absences Payable	0	0	0
Interfund Payable	0	0	0
Due To Other Funds	0	0	0
Intergovernmental Payable	137	515	0
Deferred Revenue	0	0	0
<b>Total Liabilities</b>	<b>137</b>	<b>1,715</b>	<b>0</b>
<b><u>Fund Equity</u></b>			
Fund Balance:			
Reserved For Encumbrances	8	0	0
Reserved For Inventory	0	0	0
Unreserved:			
Undesignated (Deficit)	(128)	18,670	5,720
<b>Total Fund Equity (Deficit)</b>	<b>(120)</b>	<b>18,670</b>	<b>5,720</b>
<b>Total Liabilities And Fund Equity</b>	<b>\$17</b>	<b>\$20,385</b>	<b>\$5,720</b>



continued

<i>Public School Preschool</i>	<i>Entry Year Program</i>	<i>Disadvantaged Pupil Impact Aid</i>	<i>Textbook Subsidy</i>	<i>Miscellaneous State Grants</i>	<i>Dwight D. Eisenhower Grant</i>
\$64,857	\$1	\$1	\$36,187	\$6,228	\$8,692
10,103	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<b>\$74,960</b>	<b>\$1</b>	<b>\$1</b>	<b>\$36,187</b>	<b>\$6,228</b>	<b>\$8,692</b>
\$169	\$0	\$0	\$18,116	\$0	\$145
27,876	200	0	0	4,467	575
0	0	0	0	0	0
0	0	0	0	0	0
2,251	0	0	0	0	0
6,424	192	3,977	0	665	297
9,383	0	0	0	0	0
<b>46,103</b>	<b>392</b>	<b>3,977</b>	<b>18,116</b>	<b>5,132</b>	<b>1,017</b>
3,305	0	0	17,663	1,077	0
0	0	0	0	0	0
<b>25,552</b>	<b>(391)</b>	<b>(3,976)</b>	<b>408</b>	<b>19</b>	<b>7,675</b>
<b>28,857</b>	<b>(391)</b>	<b>(3,976)</b>	<b>18,071</b>	<b>1,096</b>	<b>7,675</b>
<b>\$74,960</b>	<b>\$1</b>	<b>\$1</b>	<b>\$36,187</b>	<b>\$6,228</b>	<b>\$8,692</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Combining Balance Sheet  
All Special Revenue Funds**

*(Continued)*

*As Of June 30, 1999*

	<u>Title VI-B</u>	<u>Title I</u>	<u>Title VI</u>
<b><u>Assets</u></b>			
Equity In Pooled Cash And Cash Equivalents	\$35,985	\$156,242	\$1,525
Receivables:			
Accounts	0	0	0
Intergovernmental	0	0	0
Due From Other Funds	0	0	0
Materials And Supplies Inventory	0	0	0
<b>Total Assets</b>	<b>\$35,985</b>	<b>\$156,242</b>	<b>\$1,525</b>
<b><u>Liabilities</u></b>			
Accounts Payable	\$0	\$2,431	\$691
Accrued Wages and Benefits	13,455	108,452	0
Compensated Absences Payable	217	0	0
Interfund Payable	0	0	0
Due To Other Funds	0	0	0
Intergovernmental Payable	15,117	23,894	88
Deferred Revenue	0	0	0
<b>Total Liabilities</b>	<b>28,789</b>	<b>134,777</b>	<b>779</b>
<b><u>Fund Equity</u></b>			
Fund Balance:			
Reserved For Encumbrances	302	7,370	765
Reserved For Inventory	0	0	0
Unreserved:			
Undesignated (Deficit)	6,894	14,095	(19)
<b>Total Fund Equity (Deficit)</b>	<b>7,196</b>	<b>21,465</b>	<b>746</b>
<b>Total Liabilities And Fund Equity</b>	<b>\$35,985</b>	<b>\$156,242</b>	<b>\$1,525</b>

<i>Drug Free Schools Grant</i>	<i>Telecommunications Act Grant</i>	<i>Miscellaneous Federal Grants</i>	<i>Totals</i>
\$5,419	\$64,290	\$52,017	\$1,007,528
0	0	0	40,348
0	0	0	42,151
0	0	0	2,610
0	0	0	30,556
<u>\$5,419</u>	<u>\$64,290</u>	<u>\$52,017</u>	<u>\$1,123,193</u>
\$0	\$0	\$492	\$33,331
4,443	0	0	274,519
0	0	0	1,237
0	0	0	100,975
0	0	0	2,888
1,041	0	182	79,523
0	0	0	36,987
<u>5,484</u>	<u>0</u>	<u>674</u>	<u>529,460</u>
0	64,290	4,275	195,847
0	0	0	30,556
<u>(65)</u>	<u>0</u>	<u>47,068</u>	<u>367,330</u>
<u>(65)</u>	<u>64,290</u>	<u>51,343</u>	<u>593,733</u>
<u>\$5,419</u>	<u>\$64,290</u>	<u>\$52,017</u>	<u>\$1,123,193</u>

**CHILLICOTHE CITY SCHOOLS**

**Combining Statement Of Revenues, Expenditures, And Changes In Fund Balances  
All Special Revenue Funds**

For The Fiscal Year Ended June 30, 1999

	<i>Food Services</i>	<i>Uniform School Supplies</i>	<i>Rotary</i>	<i>Public School Support</i>
<b><u>Revenues:</u></b>				
Intergovernmental	\$474,893	\$0	\$0	\$0
Interest	2,054	0	0	0
Tuition And Fees	0	41,456	174,770	15,474
Rent	0	0	0	3,000
Extracurricular Activities	0	0	0	25,177
Gifts And Donations	0	0	0	27,595
Customer Services	611,052	0	0	5,550
Miscellaneous	839	54	84	31,629
<b>Total Revenues</b>	<b>1,088,838</b>	<b>41,510</b>	<b>174,854</b>	<b>108,425</b>
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
Instruction:				
Regular	0	52,178	1,291	11,233
Special	0	0	102,815	0
Adult/Continuing	0	0	0	0
Support Services:				
Pupils	0	0	0	0
Instructional Staff	0	0	64,387	13,468
Administration	0	0	0	87,309
Fiscal	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	64
Operation Of Non-Instructional Services	1,024,727	0	0	6,109
Extracurricular Activities	0	0	0	72
Intergovernmental	0	0	0	0
<b>Total Expenditures</b>	<b>1,024,727</b>	<b>52,178</b>	<b>168,493</b>	<b>118,255</b>
Excess Of Revenues Over (under) Expenditures	64,111	(10,668)	6,361	(9,830)
<b><u>Other Financing Sources (Uses):</u></b>				
Operating Transfers - Out	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Excess Of Revenues And Other Financing Sources				
Over (Under) Expenditures And Other Financing Use	64,111	(10,668)	6,361	(9,830)
Fund Balances (Deficit) At Beginning Of Year	34,815	5,237	15,274	89,245
Increase In Reserve For Inventory	1,952	0	0	0
<b>Fund Balances (Deficit) At End Of Year</b>	<b>\$100,878</b>	<b>(\$5,431)</b>	<b>\$21,635</b>	<b>\$79,415</b>

continued

<i>Other Local Grants</i>	<i>Underground Tank</i>	<i>Venture Capital</i>	<i>District Managed Student Activities</i>	<i>Auxiliary Services</i>
\$0	\$0	\$125,000	\$0	\$129,016
0	0	0	0	0
95,297	0	0	2,988	0
0	0	0	0	0
0	0	0	100,220	0
3,681	0	0	9,036	0
0	0	0	0	0
63,725	0	861	15,490	0
<u>162,703</u>	<u>0</u>	<u>125,861</u>	<u>127,734</u>	<u>129,016</u>
92,335	0	0	0	0
529	0	0	0	0
0	0	0	0	0
0	0	0	0	0
42,654	0	133,076	0	0
0	0	0	0	0
0	0	0	0	0
168	0	0	0	0
7,277	0	0	0	0
20,849	0	0	0	7,590
0	0	0	130,374	0
0	0	0	0	106,312
<u>163,812</u>	<u>0</u>	<u>133,076</u>	<u>130,374</u>	<u>113,902</u>
<u>(1,109)</u>	<u>0</u>	<u>(7,215)</u>	<u>(2,640)</u>	<u>15,114</u>
<u>0</u>	<u>(11,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>(11,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(1,109)</u>	<u>(11,000)</u>	<u>(7,215)</u>	<u>(2,640)</u>	<u>15,114</u>
82,097	11,000	41,777	21,894	26,741
0	0	0	0	0
<u>\$80,988</u>	<u>\$0</u>	<u>\$34,562</u>	<u>\$19,254</u>	<u>\$41,855</u>

**CHILlicoTHE CITY SCHOOLS**

**Combining Statement Of Revenues, Expenditures, And Changes In Fund Balances  
All Special Revenue Funds**

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Post Secondary Vocational Education</i>	<i>Teacher Development</i>	<i>Peer Assistance</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$701,900	\$16,949	\$49,000
Interest	0	0	0
Tuition And Fees	0	0	0
Rent	0	0	0
Extracurricular Activities	0	0	0
Gifts And Donations	0	0	0
Customer Services	0	0	0
Miscellaneous	0	0	0
<b>Total Revenues</b>	<b>701,900</b>	<b>16,949</b>	<b>49,000</b>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Instruction:			
Regular	0	16,263	30,330
Special	0	0	0
Adult/Continuing	701,900	0	0
Support Services:			
Pupils	0	0	0
Instructional Staff	0	0	0
Administration	0	0	0
Fiscal	0	0	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation Of Non-Instructional Services	0	706	0
Extracurricular Activities	0	0	0
Intergovernmental	0	0	0
<b>Total Expenditures</b>	<b>701,900</b>	<b>16,969</b>	<b>30,330</b>
Excess Of Revenues Over (under) Expenditures	0	(20)	18,670
<b><u>Other Financing Sources (Uses):</u></b>			
Operating Transfers - Out	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>
Excess Of Revenues And Other Financing Sources Over (Under) Expenditures And Other Financin	0	(20)	18,670
Fund Balances (Deficit) At Beginning Of Year	0	(100)	0
Increase In Reserve For Inventory	0	0	0
<b>Fund Balances (Deficit) At End Of Year</b>	<b>\$0</b>	<b>(\$120)</b>	<b>\$18,670</b>

continued

<i>Education Management Information Systems</i>	<i>Public School Preschool</i>	<i>Entry Year Program</i>	<i>Disadvantaged Pupil Impact Aid</i>	<i>SchoolNet Training</i>	<i>Textbook Subsidy</i>
\$10,459	\$231,312	\$0	\$714,772	\$750	\$50,849
0	0	0	0	0	0
0	34,453	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	121	0	0	0	0
10,459	265,886	0	714,772	750	50,849
0	126,656	1,766	634,347	0	75,945
0	0	0	0	0	0
0	0	0	0	0	0
0	6,854	0	0	0	0
0	94,600	1,279	83,241	750	0
0	39,185	0	0	0	0
12,639	1,340	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	12,521	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
12,639	281,156	3,045	717,588	750	75,945
(2,180)	(15,270)	(3,045)	(2,816)	0	(25,096)
0	0	0	0	0	0
0	0	0	0	0	0
(2,180)	(15,270)	(3,045)	(2,816)	0	(25,096)
7,900	44,127	2,654	(1,160)	0	43,167
0	0	0	0	0	0
\$5,720	\$28,857	(\$391)	(\$3,976)	\$0	\$18,071

**CHILLICOTHE CITY SCHOOLS**

**Combining Statement Of Revenues, Expenditures, And Changes In Fund Balances  
All Special Revenue Funds**

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Miscellaneous State Grants</i>	<i>Dwight D. Eisenhower Grant</i>	<i>Title VI-B</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$25,000	\$24,377	\$170,488
Interest	0	0	0
Tuition And Fees	0	0	0
Rent	0	0	0
Extracurricular Activities	0	0	0
Gifts And Donations	0	0	0
Customer Services	0	0	0
Miscellaneous	0	0	0
<b>Total Revenues</b>	<b>25,000</b>	<b>24,377</b>	<b>170,488</b>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Instruction:			
Regular	0	21,410	0
Special	0	0	49,497
Adult/Continuing	0	0	0
Support Services:			
Pupils	0	0	115,708
Instructional Staff	23,904	3,796	6,472
Administration	0	0	2,613
Fiscal	0	0	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation Of Non-Instructional Services	0	0	0
Extracurricular Activities	0	0	0
Intergovernmental	0	0	0
<b>Total Expenditures</b>	<b>23,904</b>	<b>25,206</b>	<b>174,290</b>
Excess Of Revenues Over (under) Expenditures	1,096	(829)	(3,802)
<b><u>Other Financing Sources (Uses):</u></b>			
Operating Transfers - Out	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>
Excess Of Revenues And Other Financing Sources Over (Under) Expenditures And Other Financing Uses	1,096	(829)	(3,802)
Fund Balances (Deficit) At Beginning Of Year	0	8,504	10,998
Increase In Reserve For Inventory	0	0	0
<b>Fund Balances (Deficit) At End Of Year</b>	<b>\$1,096</b>	<b>\$7,675</b>	<b>\$7,196</b>



<i>Title I</i>	<i>Title VI</i>	<i>Drug Free Schools Grant</i>	<i>Telecommunications Act Grant</i>	<i>Miscellaneous Federal Grants</i>	<i>Totals</i>
\$1,085,075	\$18,764	\$20,412	\$64,290	\$108,600	\$4,021,906
0	0	0	0	0	2,054
0	0	0	0	0	364,438
0	0	0	0	0	3,000
0	0	0	0	0	125,397
0	0	0	0	0	40,312
0	0	0	0	0	616,602
0	0	0	0	860	113,663
<u>1,085,075</u>	<u>18,764</u>	<u>20,412</u>	<u>64,290</u>	<u>109,460</u>	<u>5,287,372</u>
0	0	0	0	12,781	1,076,535
885,720	0	0	0	7,708	1,046,269
0	0	0	0	0	701,900
115,404	22,383	19,763	0	8,143	288,255
97,491	88	0	0	19,229	584,435
21,453	0	0	0	0	150,560
36,305	0	0	0	0	50,284
0	0	0	0	0	168
0	0	0	0	0	7,341
0	691	2,958	0	0	1,076,151
0	0	0	0	0	130,446
0	0	0	0	0	106,312
<u>1,156,373</u>	<u>23,162</u>	<u>22,721</u>	<u>0</u>	<u>47,861</u>	<u>5,218,656</u>
<u>(71,298)</u>	<u>(4,398)</u>	<u>(2,309)</u>	<u>64,290</u>	<u>61,599</u>	<u>68,716</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(11,000)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(11,000)</u>
<u>(71,298)</u>	<u>(4,398)</u>	<u>(2,309)</u>	<u>64,290</u>	<u>61,599</u>	<u>57,716</u>
<u>92,763</u>	<u>5,144</u>	<u>2,244</u>	<u>0</u>	<u>(10,256)</u>	<u>534,065</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,952</u>
<u>\$21,465</u>	<u>\$746</u>	<u>(\$65)</u>	<u>\$64,290</u>	<u>\$51,343</u>	<u>\$593,733</u>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Food Services Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$467,747	\$467,747	\$0
Interest	2,054	2,054	0
Miscellaneous	2,721	2,721	0
<b>Total Revenues</b>	<b>472,522</b>	<b>472,522</b>	<b>0</b>
<b><u>Expenditures:</u></b>			
Current:			
Operation of Non-Instructional Services:			
Food Service Operations			
Salaries	465,832	465,832	0
Fringe Benefits	140,184	140,184	0
Purchased Services	9,298	9,298	0
Materials And Supplies	384,409	384,409	0
Other Operating Charges	1,316	1,316	0
Capital Outlay - New	1,799	1,799	0
Capital Outlay - Replacement	25,216	25,216	0
<b>Total Expenditures</b>	<b>1,028,054</b>	<b>1,028,054</b>	<b>0</b>
Excess of Revenues Under Expenditures	(555,532)	(555,532)	0
<b><u>Other Financing Sources (Uses):</u></b>			
Refund of Prior Year Expenditures	90	90	0
Advances-In	100,000	100,000	0
Advances-Out	(104,720)	(104,720)	0
Other Financing Sources	609,221	609,221	0
<b>Total Other Financing Sources (Uses)</b>	<b>604,591</b>	<b>604,591</b>	<b>0</b>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	49,059	49,059	0
Fund Balance at Beginning of Year	99,726	99,726	0
Prior Year Encumbrances Appropriated	1,272	1,272	0
<b>Fund Balance at End of Year</b>	<b>\$150,057</b>	<b>\$150,057</b>	<b>\$0</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Uniform School Supplies Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Tuition and Fees	\$41,275	\$41,275	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Materials And Supplies	67,114	67,114	0
Excess of Revenues Under Expenditures	(25,839)	(25,839)	0
<b><u>Other Financing Sources:</u></b>			
Refund of Prior Year Expenditures	53	53	0
Advances-In	25,975	25,975	0
<b>Total Other Financing Sources</b>	<b>26,028</b>	<b>26,028</b>	<b>0</b>
Excess of Revenues and Other Financing Sources Over Expenditures	189	189	0
Fund Balance at Beginning of Year	4,913	4,913	0
Prior Year Encumbrances Appropriated	250	250	0
Fund Balance at End of Year	<b>\$5,352</b>	<b>\$5,352</b>	<b>\$0</b>

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Rotary Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Tuition and Fees	\$179,797	\$179,797	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Purchased Services	1,291	1,291	0
Special			
Salaries	80,907	80,907	0
Fringe Benefits	19,734	19,734	0
Purchased Services	1,340	1,340	0
Materials And Supplies	3,995	3,995	0
Capital Outlay - New	4,151	4,151	0
Total Special Instruction	110,127	110,127	0
Total Instruction	111,418	111,418	0
Support Services:			
Instructional Staff			
Salaries	45,721	45,721	0
Fringe Benefits	18,249	18,249	0
Total Support Services	63,970	63,970	0
<b>Total Expenditures</b>	<b>175,388</b>	<b>175,388</b>	<b>0</b>
<b>Excess of Revenues Over Expenditures</b>	<b>\$4,409</b>	<b>\$4,409</b>	<b>\$0</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Rotary Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<b>Revised Budget</b>	<b>Budgetary Actual</b>	<b>Variance Favorable (Unfavorable)</b>
<b><u>Other Financing Sources (Uses):</u></b>			
Refund of Prior Year Expenditures	\$86	\$86	\$0
Advances-In	175,000	175,000	0
Advances-Out	(333,906)	(333,906)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(158,820)</b>	<b>(158,820)</b>	<b>0</b>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(154,411)	(154,411)	0
Fund Balance at Beginning of Year	241,782	241,782	0
Prior Year Encumbrances Appropriated	616	616	0
Fund Balance at End of Year	<b>\$87,987</b>	<b>\$87,987</b>	<b>\$0</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Public School Support Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Tuition and Fees	\$15,381	\$15,381	\$0
Rent	3,000	3,000	0
Extracurricular Activities	25,177	25,177	0
Gifts and Donations	27,595	27,595	0
Customer Services	5,550	5,550	0
Miscellaneous	35,293	35,293	0
<b>Total Revenues</b>	<b>111,996</b>	<b>111,996</b>	<b>0</b>
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	850	850	0
Fringe Benefits	149	149	0
Purchased Services	100	100	0
Materials And Supplies	12,165	12,165	0
Capital Outlay - New	2,318	2,318	0
<b>Total Instruction</b>	<b>15,582</b>	<b>15,582</b>	<b>0</b>
Support Services:			
Instructional Staff			
Salaries	200	200	0
Fringe Benefits	31	31	0
Materials And Supplies	10,080	10,080	0
Capital Outlay - New	3,156	3,156	0
<b>Total Instructional Staff</b>	<b>13,467</b>	<b>13,467</b>	<b>0</b>
Administration			
Purchased Services	10,963	10,963	0
Materials And Supplies	23,007	23,007	0
Other Operating Charges	41,198	41,198	0
Capital Outlay - New	8,285	8,285	0
Capital Outlay - Replacement	9,478	9,478	0
<b>Total Administration</b>	<b>92,931</b>	<b>92,931</b>	<b>0</b>
Fiscal			
Other Operating Charges	14	14	0
Central			
Materials And Supplies	\$64	\$64	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Public School Support Special Revenue Fund  
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
Total Support Services	\$106,476	\$106,476	\$0
Operation of Non-Instructional Services:			
Food Service Operations			
Salaries	5,167	5,167	0
Fringe Benefits	757	757	0
Materials And Supplies	165	165	0
Total Operation of Non-Instructional Services	6,089	6,089	0
Extracurricular Services			
Academic Oriented Activities			
Materials And Supplies	22	22	0
Other Operating Charges	50	50	0
Total Extracurricular Activities	72	72	0
<i>Total Expenditures</i>	128,219	128,219	0
Excess of Revenues Under Expenditures	(16,223)	(16,223)	0
<b><i>Other Financing Sources (Uses):</i></b>			
Refund of Prior Year Receipts	(3)	(3)	0
Other Financing Sources	1,972	1,972	0
<i>Total Other Financing Sources (Uses)</i>	1,969	1,969	0
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(14,254)	(14,254)	0
Fund Balance at Beginning of Year	73,362	73,362	0
Prior Year Encumbrances Appropriated	14,613	14,613	0
Fund Balance at End of Year	\$73,721	\$73,721	\$0

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Other Local Grants Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Tuition and Fees	\$95,244	\$95,244	\$0
Gifts and Donations	3,681	3,681	0
Miscellaneous	2,226	2,226	0
<b>Total Revenues</b>	<b>101,151</b>	<b>101,151</b>	<b>0</b>
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	42,910	42,910	0
Fringe Benefits	6,849	6,849	0
Purchased Services	3,302	3,302	0
Materials And Supplies	3,792	3,792	0
Capital Outlay - New	33,695	33,695	0
<b>Total Regular Instruction</b>	<b>90,548</b>	<b>90,548</b>	<b>0</b>
Special			
Purchased Services	529	529	0
<b>Total Instruction</b>	<b>91,077</b>	<b>91,077</b>	<b>0</b>
Support Services:			
Instructional Staff			
Salaries	30,547	30,547	0
Fringe Benefits	6,967	6,967	0
Purchased Services	2,925	2,925	0
Materials And Supplies	2,736	2,736	0
<b>Total Instructional Staff</b>	<b>43,175</b>	<b>43,175</b>	<b>0</b>
Pupil Transportation			
Salaries	29	29	0
Fringe Benefits	169	169	0
<b>Total Pupil Transportation</b>	<b>198</b>	<b>198</b>	<b>0</b>
Central			
Purchased Services	7,374	7,374	0
Materials And Supplies	1,163	1,163	0
<b>Total Central</b>	<b>8,537</b>	<b>8,537</b>	<b>0</b>
<b>Total Support Services</b>	<b>\$51,910</b>	<b>\$51,910</b>	<b>\$0</b>



**CHILlicothe City School District**

**Other Local Grants Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<b>Revised Budget</b>	<b>Budgetary Actual</b>	<b>Variance Favorable (Unfavorable)</b>
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	\$9,300	\$9,300	\$0
Materials And Supplies	9,988	9,988	0
Other Operating Charges	403	403	0
Capital Outlay - New	319	319	0
Total Operation of Non-Instructional Services	20,010	20,010	0
<i>Total Expenditures</i>	162,997	162,997	0
Excess of Revenues Under Expenditures	(61,846)	(61,846)	0
<b><u>Other Financing Sources (Uses):</u></b>			
Refund of Prior Year Receipts	(2)	(2)	0
Other Financing Sources	61,500	61,500	0
<i>Total Other Financing Sources (Uses)</i>	61,498	61,498	0
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(348)	(348)	0
Fund Balance at Beginning of Year	83,851	83,851	0
Prior Year Encumbrances Appropriated	2,870	2,870	0
Fund Balance at End of Year	<b>\$86,373</b>	<b>\$86,373</b>	<b>\$0</b>

**CHILlicothe City School District**

**Underground Tank Special Revenue Fund  
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>	\$0	\$0	\$0
<b><u>Expenditures:</u></b>	0	0	0
Excess of Revenues Over Expenditures	0	0	0
<b><u>Other Financing Uses:</u></b>			
Operating Transfers-Out	(11,000)	(11,000)	0
Excess of Revenues Under Expenditures and Other Financing Uses	(11,000)	(11,000)	0
Fund Balance at Beginning of Year	11,000	11,000	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Venture Capital Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$125,000	\$125,000	\$0
<b><u>Expenditures:</u></b>			
Support Services:			
Instructional Staff			
Salaries	62,454	62,454	0
Fringe Benefits	9,577	9,577	0
Purchased Services	70,181	70,181	0
Materials And Supplies	17,039	17,039	0
Capital Outlay - New	790	790	0
<b>Total Expenditures</b>	<b>160,041</b>	<b>160,041</b>	<b>0</b>
Excess of Revenues Under Expenditures	(35,041)	(35,041)	0
<b><u>Other Financing Sources:</u></b>			
Refund of Prior Year Expenditures	858	858	0
Excess of Revenues and Other Financing Sources Under Expenditures	(34,183)	(34,183)	0
Fund Balance at Beginning of Year	41,089	41,089	0
Prior Year Encumbrances Appropriated	10,530	10,530	0
Fund Balance at End of Year	<b>\$17,436</b>	<b>\$17,436</b>	<b>\$0</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**District Managed Student Activities Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Tuition and Fees	\$2,987	\$2,987	\$0
Extracurricular Activities	100,220	100,220	0
Gifts and Donations	9,036	9,036	0
Miscellaneous	15,488	15,488	0
<b>Total Revenues</b>	<b>127,731</b>	<b>127,731</b>	<b>0</b>
<b><u>Expenditures:</u></b>			
Current:			
Extracurricular Services			
Sport Oriented Activities			
Salaries	6,159	6,159	0
Fringe Benefits	1,278	1,278	0
Purchased Services	47,583	47,583	0
Materials And Supplies	76,964	76,964	0
Other Operating Charges	7,698	7,698	0
Capital Outlay - New	3,028	3,028	0
<b>Total Expenditures</b>	<b>142,710</b>	<b>142,710</b>	<b>0</b>
Excess of Revenues Under Expenditures	(14,979)	(14,979)	0
<b><u>Other Financing Sources (Uses):</u></b>			
Refund of Prior Year Expenditures	395	395	0
Advances-Out	(4,720)	(4,720)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(4,325)</b>	<b>(4,325)</b>	<b>0</b>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(19,304)	(19,304)	0
Fund Balance at Beginning of Year	11,406	11,406	0
Prior Year Encumbrances Appropriated	18,768	18,768	0
<b>Fund Balance at End of Year</b>	<b>\$10,870</b>	<b>\$10,870</b>	<b>\$0</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Auxiliary Services Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$155,499	\$155,499	\$0
<b><u>Expenditures:</u></b>			
Current:			
Operation of Non-Instructional Services:			
Community Services			
Salaries	64,631	64,631	0
Fringe Benefits	9,967	9,967	0
Purchased Services	14,287	14,287	0
Materials And Supplies	63,350	63,350	0
Other Operating Charges	511	511	0
Capital Outlay - New	5,474	5,474	0
<b>Total Expenditures</b>	<b>158,220</b>	<b>158,220</b>	<b>0</b>
Excess of Revenues Under Expenditures	(2,721)	(2,721)	0
<b><u>Other Financing Uses:</u></b>			
Refund of Prior Year Receipts	(26,485)	(26,485)	0
Excess of Revenues Under Expenditures and Other Financing Uses	(29,206)	(29,206)	0
Fund Balance at Beginning of Year	36,481	36,481	0
Prior Year Encumbrances Appropriated	244	244	0
<b>Fund Balance at End of Year</b>	<b>\$7,519</b>	<b>\$7,519</b>	<b>\$0</b>

**CHILlicothe City School District**

**Post Secondary Vocational Education Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$701,900	\$701,900	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Adult/Continuing			
Other Operating Charges	701,900	701,900	0
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Teacher Development Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$16,949	\$16,949	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	6,030	6,030	0
Fringe Benefits	973	973	0
Purchased Services	8,398	8,398	0
Materials And Supplies	842	842	0
Total Instruction	16,243	16,243	0
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	706	706	0
Total Expenditures	16,949	16,949	0
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Peer Assistance Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$49,000	\$49,000	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	13,087	13,087	0
Fringe Benefits	1,899	1,899	0
Purchased Services	13,629	13,629	0
<b>Total Expenditures</b>	<b>28,615</b>	<b>28,615</b>	<b>0</b>
Excess of Revenues Over Expenditures	20,385	20,385	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$20,385	\$20,385	\$0



**CHILlicoTHE CITY SCHOOL DISTRICT**

**Education Management Information Systems Special Revenue Fund  
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

*For The Fiscal Year Ended June 30, 1999*

	<b>Revised Budget</b>	<b>Budgetary Actual</b>	<b>Variance Favorable (Unfavorable)</b>
<b><u>Revenues:</u></b>			
Intergovernmental	\$10,459	\$10,459	\$0
<b><u>Expenditures:</u></b>			
Current:			
Support Services:			
Fiscal			
Purchased Services	201	201	0
Materials And Supplies	1,388	1,388	0
Capital Outlay - New	7,301	7,301	0
Capital Outlay - Replacement	3,749	3,749	0
<b>Total Expenditures</b>	<b>12,639</b>	<b>12,639</b>	<b>0</b>
Excess of Revenues Under Expenditures	(2,180)	(2,180)	0
Fund Balance at Beginning of Year	3,867	3,867	0
Prior Year Encumbrances Appropriated	4,034	4,034	0
<b>Fund Balance at End of Year</b>	<b>\$5,721</b>	<b>\$5,721</b>	<b>\$0</b>

**CHILlicothe City School District**

**Public School Preschool Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<i>continued</i>			
<b><u>Revenues:</u></b>			
Intergovernmental	\$231,312	\$231,312	\$0
Tuition and Fees	35,891	35,891	0
Miscellaneous	118	118	0
<b>Total Revenues</b>	<b>267,321</b>	<b>267,321</b>	<b>0</b>
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	92,688	92,688	0
Fringe Benefits	21,686	21,686	0
Purchased Services	452	452	0
Materials And Supplies	8,566	8,566	0
Capital Outlay - New	4,649	4,649	0
<b>Total Instruction</b>	<b>128,041</b>	<b>128,041</b>	<b>0</b>
Support Services:			
Pupils			
Salaries	5,941	5,941	0
Fringe Benefits	1,140	1,140	0
<b>Total Pupils</b>	<b>7,081</b>	<b>7,081</b>	<b>0</b>
Instructional Staff			
Salaries	70,004	70,004	0
Fringe Benefits	22,423	22,423	0
Purchased Services	1,546	1,546	0
<b>Total Instructional Staff</b>	<b>93,973</b>	<b>93,973</b>	<b>0</b>
Administration			
Salaries	30,701	30,701	0
Fringe Benefits	6,817	6,817	0
Purchased Services	930	930	0
<b>Total Administration</b>	<b>38,448</b>	<b>38,448</b>	<b>0</b>
Fiscal			
Purchased Services	1,340	1,340	0
Business			
Purchased Services	\$214	\$214	\$0

**CHILlicothe City School District**

**Public School Preschool Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
Total Support Services	\$141,056	\$141,056	\$0
Operation of Non-Instructional Services:			
Food Service Operations			
Purchased Services	11,965	11,965	0
<i>Total Expenditures</i>	<u>281,062</u>	<u>281,062</u>	<u>0</u>
Excess of Revenues Under Expenditures	(13,741)	(13,741)	0
Fund Balance at Beginning of Year	66,392	66,392	0
Prior Year Encumbrances Appropriated	7,987	7,987	0
Fund Balance at End of Year	<u>\$60,638</u>	<u>\$60,638</u>	<u>\$0</u>

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Entry Year Program Special Revenue Fund  
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>	\$0	\$0	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Purchased Services	1,765	1,765	0
Support Services:			
Instructional Staff			
Purchased Services	150	150	0
Materials And Supplies	737	737	0
Total Support Services	887	887	0
<b>Total Expenditures</b>	<b>2,652</b>	<b>2,652</b>	<b>0</b>
Excess of Revenues Under Expenditures	(2,652)	(2,652)	0
Fund Balance at Beginning of Year	2,652	2,652	0
Fund Balance at End of Year	\$0	\$0	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Disadvantaged Pupil Impact Aid Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$714,772	\$714,772	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	522,893	522,893	0
Fringe Benefits	109,127	109,127	0
Total Instruction	632,020	632,020	0
Support Services:			
Instructional Staff			
Salaries	62,297	62,297	0
Fringe Benefits	20,455	20,455	0
Total Support Services	82,752	82,752	0
<b>Total Expenditures</b>	<b>714,772</b>	<b>714,772</b>	<b>0</b>
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**SchoolNet Training Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$750	\$750	\$0
<b><u>Expenditures:</u></b>			
Current:			
Support Services:			
Instructional Staff			
Purchased Services	750	750	0
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Textbook Subsidy Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$50,849	\$50,849	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Materials And Supplies	93,608	93,608	0
Excess of Revenues Under Expenditures	(42,759)	(42,759)	0
Fund Balance at Beginning of Year	21,507	21,507	0
Prior Year Encumbrances Appropriated	21,661	21,661	0
Fund Balance at End of Year	<u>\$409</u>	<u>\$409</u>	<u>\$0</u>

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Miscellaneous State Grants Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$25,000	\$25,000	\$0
<b><u>Expenditures:</u></b>			
Current:			
Support Services:			
Instructional Staff			
Salaries	9,714	9,714	0
Fringe Benefits	1,519	1,519	0
Purchased Services	5,915	5,915	0
Materials And Supplies	2,711	2,711	0
<i>Total Expenditures</i>	<u>19,859</u>	<u>19,859</u>	<u>0</u>
Excess of Revenues Over Expenditures	5,141	5,141	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$5,141</u>	<u>\$5,141</u>	<u>\$0</u>



**CHILLICOTHE CITY SCHOOL DISTRICT**

**Dwight D. Eisenhower Grant Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<b>Revised Budget</b>	<b>Budgetary Actual</b>	<b>Variance Favorable (Unfavorable)</b>
<b><u>Revenues:</u></b>			
Intergovernmental	\$31,707	\$31,707	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	8,910	8,910	0
Fringe Benefits	1,397	1,397	0
Purchased Services	9,061	9,061	0
Capital Outlay - New	1,175	1,175	0
Total Instruction	20,543	20,543	0
Support Services:			
Instructional Staff			
Purchased Services	3,796	3,796	0
Total Expenditures	24,339	24,339	0
Excess of Revenues Over Expenditures	7,368	7,368	0
<b><u>Other Financing Uses:</u></b>			
Refund of Prior Year Receipts	(7,330)	(7,330)	0
Excess of Revenues Over Expenditures and Other Financing Uses	38	38	0
Fund Balance at Beginning of Year	8,505	8,505	0
Fund Balance at End of Year	\$8,543	\$8,543	\$0

**CHILlicothe City School District**

**Title VI-B Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<b>Revised Budget</b>	<b>Budgetary Actual</b>	<b>Variance Favorable (Unfavorable)</b>
<b><u>Revenues:</u></b>			
Intergovernmental	\$170,488	\$170,488	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Special			
Purchased Services	48,034	48,034	0
Materials And Supplies	1,866	1,866	0
Total Instruction	49,900	49,900	0
Support Services:			
Pupils			
Salaries	89,924	89,924	0
Fringe Benefits	19,861	19,861	0
Capital Outlay - New	4,471	4,471	0
Total Pupils	114,256	114,256	0
Instructional Staff			
Salaries	3,098	3,098	0
Fringe Benefits	567	567	0
Purchased Services	250	250	0
Materials And Supplies	964	964	0
Capital Outlay - New	2,082	2,082	0
Total Instructional Staff	6,961	6,961	0
Administration			
Salaries	2,703	2,703	0
Fringe Benefits	654	654	0
Total Administration	3,357	3,357	0
Total Support Services	124,574	124,574	0
<b>Total Expenditures</b>	<b>174,474</b>	<b>174,474</b>	<b>0</b>
Excess of Revenues Under Expenditures	(3,986)	(3,986)	0
Fund Balance at Beginning of Year	26,885	26,885	0
Prior Year Encumbrances Appropriated	521	521	0
<b>Fund Balance at End of Year</b>	<b>\$23,420</b>	<b>\$23,420</b>	<b>\$0</b>

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Title I Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

*continued*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$1,133,743	\$1,133,743	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Special			
Salaries	562,198	562,198	0
Fringe Benefits	114,412	114,412	0
Purchased Services	19,933	19,933	0
Materials And Supplies	44,991	44,991	0
Capital Outlay - New	158,666	158,666	0
Total Instruction	900,200	900,200	0
Support Services:			
Pupils			
Salaries	83,564	83,564	0
Fringe Benefits	22,590	22,590	0
Total Pupils	106,154	106,154	0
Instructional Staff			
Salaries	83,593	83,593	0
Fringe Benefits	23,719	23,719	0
Total Instructional Staff	107,312	107,312	0
Administration			
Salaries	13,577	13,577	0
Fringe Benefits	3,984	3,984	0
Purchased Services	37	37	0
Materials And Supplies	1,999	1,999	0
Capital Outlay - New	1,791	1,791	0
Total Administration	21,388	21,388	0
Fiscal			
Other Operating Charges	36,305	36,305	0
Total Support Services	271,159	271,159	0
<b>Total Expenditures</b>	<b>\$1,171,359</b>	<b>\$1,171,359</b>	<b>\$0</b>

**CHILlicothe City School District**

**Title I Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<b>Revised Budget</b>	<b>Budgetary Actual</b>	<b>Variance Favorable (Unfavorable)</b>
Excess of Revenues Under Expenditures	(\$37,616)	(\$37,616)	\$0
<b><u>Other Financing Uses:</u></b>			
Refund of Prior Year Receipts	(48,676)	(48,676)	0
Excess of Revenues Under Expenditures and Other Financing Uses	(86,292)	(86,292)	0
Fund Balance at Beginning of Year	202,240	202,240	0
Prior Year Encumbrances Appropriated	28,161	28,161	0
Fund Balance at End of Year	<u>\$144,109</u>	<u>\$144,109</u>	<u>\$0</u>

**CHILLICOTHE CITY SCHOOL DISTRICT**

***Title VI Special Revenue Fund***

***Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual***

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<b><i>Revised Budget</i></b>	<b><i>Budgetary Actual</i></b>	<b><i>Variance Favorable (Unfavorable)</i></b>
<b><u>Revenues:</u></b>			
Intergovernmental	\$24,786	\$24,786	\$0
<b><u>Expenditures:</u></b>			
Current:			
Support Services:			
Pupils			
Salaries	19,814	19,814	0
Fringe Benefits	3,516	3,516	0
Total Pupils	23,330	23,330	0
Instructional Staff			
Salaries	2,497	2,497	0
Total Support Services	25,827	25,827	0
Operation of Non-Instructional Services:			
Community Services			
Capital Outlay - New	1,456	1,456	0
<b>Total Expenditures</b>	<b>27,283</b>	<b>27,283</b>	<b>0</b>
Excess of Revenues Under Expenditures	(2,497)	(2,497)	0
<b><u>Other Financing Uses:</u></b>			
Refund of Prior Year Receipts	(6,023)	(6,023)	0
Excess of Revenues Under Expenditures and Other Financing Uses	(8,520)	(8,520)	0
Fund Balance at Beginning of Year	8,520	8,520	0
Fund Balance at End of Year	\$0	\$0	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Drug Free Schools Grant Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$22,440	\$22,440	\$0
<b><u>Expenditures:</u></b>			
Current:			
Support Services:			
Pupils			
Salaries	13,537	13,537	0
Fringe Benefits	3,897	3,897	0
Total Support Services	17,434	17,434	0
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	3,030	3,030	0
Materials And Supplies	463	463	0
Total Operation of Non-Instructional Services	3,493	3,493	0
<b>Total Expenditures</b>	<b>20,927</b>	<b>20,927</b>	<b>0</b>
Excess of Revenues Over Expenditures	1,513	1,513	0
<b><u>Other Financing Uses:</u></b>			
Refund of Prior Year Receipts	(2,028)	(2,028)	0
Excess of Revenues Under Expenditures and Other Financing Uses	(515)	(515)	0
Fund Balance at Beginning of Year	5,871	5,871	0
Prior Year Encumbrances Appropriated	10	10	0
Fund Balance at End of Year	\$5,366	\$5,366	\$0

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Telecommunications Act Grant Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$64,290	\$64,290	\$0
<b><u>Expenditures:</u></b>			
Capital Outlay:			
Building Improvement Services			
Capital Outlay - New	48,089	48,089	0
Capital Outlay - Replacement	16,201	16,201	0
<i>Total Expenditures</i>	<i>64,290</i>	<i>64,290</i>	<i>0</i>
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Miscellaneous Federal Grants Special Revenue Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$108,600	\$108,600	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	3,700	3,700	0
Fringe Benefits	573	573	0
Purchased Services	8,404	8,404	0
Materials And Supplies	561	561	0
Total Regular Instruction	13,238	13,238	0
Special			
Salaries	5,106	5,106	0
Fringe Benefits	836	836	0
Purchased Services	1,074	1,074	0
Materials And Supplies	2,914	2,914	0
Total Special Instruction	9,930	9,930	0
Total Instruction	23,168	23,168	0
Support Services:			
Pupils			
Salaries	10,400	10,400	0
Fringe Benefits	1,713	1,713	0
Purchased Services	4,280	4,280	0
Materials And Supplies	3,607	3,607	0
Total Pupils	20,000	20,000	0
Instructional Staff			
Salaries	4,702	4,702	0
Fringe Benefits	681	681	0
Purchased Services	12,681	12,681	0
Materials And Supplies	2,824	2,824	0
Total Instructional Staff	20,888	20,888	0
Total Support Services	40,888	40,888	0
<b>Total Expenditures</b>	<b>\$64,056</b>	<b>\$64,056</b>	<b>\$0</b>



**CHILlicoTHE CITY SCHOOL DISTRICT**

**Miscellaneous Federal Grants Special Revenue Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
Excess of Revenues Over Expenditures	\$44,544	\$44,544	\$0
<b><i>Other Financing Sources:</i></b>			
Refund of Prior Year Expenditures	858	858	0
Excess of Revenues and Other Financing Sources Over Expenditures	45,402	45,402	0
Fund Balance at Beginning of Year	978	978	0
Prior Year Encumbrances Appropriated	1,363	1,363	0
Fund Balance at End of Year	<u>\$47,743</u>	<u>\$47,743</u>	<u>\$0</u>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Totals - All Special Revenue Funds**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued Variance Favorable (Unfavorable)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$4,105,293	\$4,105,293	\$0
Interest	2,054	2,054	0
Tuition and Fees	370,575	370,575	0
Rent	3,000	3,000	0
Extracurricular Activities	125,397	125,397	0
Gifts and Donations	40,311	40,311	0
Customer Services	5,550	5,550	0
Miscellaneous	55,848	55,848	0
<b>Total Revenues</b>	<b>4,708,028</b>	<b>4,708,028</b>	<b>0</b>
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Salaries	691,068	691,068	0
Fringe Benefits	142,652	142,652	0
Purchased Services	46,404	46,404	0
Materials And Supplies	186,649	186,649	0
Capital Outlay - New	41,836	41,836	0
<b>Total Regular Instruction</b>	<b>1,108,609</b>	<b>1,108,609</b>	<b>0</b>
Special			
Salaries	648,211	648,211	0
Fringe Benefits	134,983	134,983	0
Purchased Services	70,909	70,909	0
Materials And Supplies	53,766	53,766	0
Capital Outlay - New	162,817	162,817	0
<b>Total Special Instruction</b>	<b>1,070,686</b>	<b>1,070,686</b>	<b>0</b>
Adult/Continuing			
Other Operating Charges	701,900	701,900	0
<b>Total Instruction</b>	<b>\$2,881,195</b>	<b>\$2,881,195</b>	<b>\$0</b>

**CHILlicothe City School District**

**Totals - All Special Revenue Funds**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)  
 (Continued)  
 For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued Variance Favorable (Unfavorable)</i>
Support Services:			
Pupils			
Salaries	\$223,180	\$223,180	\$0
Fringe Benefits	52,717	52,717	0
Purchased Services	4,280	4,280	0
Materials And Supplies	3,607	3,607	0
Capital Outlay - New	4,471	4,471	0
Total Pupils	<u>288,255</u>	<u>288,255</u>	<u>0</u>
Instructional Staff			
Salaries	374,828	374,828	0
Fringe Benefits	104,188	104,188	0
Purchased Services	98,194	98,194	0
Materials And Supplies	37,092	37,092	0
Capital Outlay - New	6,027	6,027	0
Total Instructional Staff	<u>620,329</u>	<u>620,329</u>	<u>0</u>
Administration			
Salaries	46,981	46,981	0
Fringe Benefits	11,455	11,455	0
Purchased Services	11,930	11,930	0
Materials And Supplies	25,006	25,006	0
Other Operating Charges	41,198	41,198	0
Capital Outlay - New	10,076	10,076	0
Capital Outlay - Replacement	9,478	9,478	0
Total Administration	<u>156,124</u>	<u>156,124</u>	<u>0</u>
Fiscal			
Purchased Services	1,541	1,541	0
Materials And Supplies	1,388	1,388	0
Other Operating Charges	36,319	36,319	0
Capital Outlay - New	7,301	7,301	0
Capital Outlay - Replacement	3,749	3,749	0
Total Fiscal	<u>50,298</u>	<u>50,298</u>	<u>0</u>
Business			
Purchased Services	<u>\$214</u>	<u>\$214</u>	<u>\$0</u>

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Totals - All Special Revenue Funds**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued Variance Favorable (Unfavorable)</i>
Operations and Maintenance of Plant			
Salaries	\$29	\$29	\$0
Fringe Benefits	169	169	0
<b>Total Operations and Maintenance of Plant</b>	<b>198</b>	<b>198</b>	<b>0</b>
Pupil Transportation			
Purchased Services	7,374	7,374	0
Materials And Supplies	1,227	1,227	0
<b>Total Pupil Transportation</b>	<b>8,601</b>	<b>8,601</b>	<b>0</b>
<b>Total Support Services</b>	<b>1,124,019</b>	<b>1,124,019</b>	<b>0</b>
Operation of Non-Instructional Services:			
Food Service Operations			
Salaries	535,630	535,630	0
Fringe Benefits	150,908	150,908	0
Purchased Services	48,586	48,586	0
Materials And Supplies	458,375	458,375	0
Other Operating Charges	2,231	2,231	0
Capital Outlay - New	9,048	9,048	0
Capital Outlay - Replacement	25,216	25,216	0
<b>Total Operation of Non-Instructional Services</b>	<b>1,229,994</b>	<b>1,229,994</b>	<b>0</b>
Extracurricular Services			
Academic Oriented Activities			
Materials And Supplies	22	22	0
Other Operating Charges	50	50	0
<b>Total Academic Oriented Activities</b>	<b>\$72</b>	<b>\$72</b>	<b>\$0</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Totals - All Special Revenue Funds**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
Sport Oriented Activities			
Salaries	\$6,159	\$6,159	\$0
Fringe Benefits	1,278	1,278	0
Purchased Services	47,583	47,583	0
Materials And Supplies	76,964	76,964	0
Other Operating Charges	7,699	7,699	0
Capital Outlay - New	3,028	3,028	0
<b>Total Sport Oriented Activities</b>	<b>142,711</b>	<b>142,711</b>	<b>0</b>
<b>Total Extracurricular Activities</b>	<b>142,783</b>	<b>142,783</b>	<b>0</b>
Building Improvement Services			
Capital Outlay - New	48,089	48,089	0
Capital Outlay - Replacement	16,200	16,200	0
<b>Total Building Improvement Services</b>	<b>64,289</b>	<b>64,289</b>	<b>0</b>
<b>Total Capital Outlay</b>	<b>64,289</b>	<b>64,289</b>	<b>0</b>
<b>Total Expenditures</b>	<b>5,442,280</b>	<b>5,442,280</b>	<b>0</b>
Excess of Revenues Under Expenditures	(734,252)	(734,252)	0
<b><u>Other Financing Sources (Uses):</u></b>			
Refund of Prior Year Expenditures	2,341	2,341	0
Refund of Prior Year Receipts	(90,547)	(90,547)	0
Advances-In	300,975	300,975	0
Advances-Out	(443,346)	(443,346)	0
Operating Transfers-Out	(11,000)	(11,000)	0
Other Financing Sources	672,693	672,693	0
<b>Total Other Financing Sources (Uses)</b>	<b>431,116</b>	<b>431,116</b>	<b>0</b>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(303,136)	(303,136)	0
Fund Balance at Beginning of Year	951,026	951,026	0
Prior Year Encumbrances Appropriated	112,889	112,889	0
<b>Fund Balance at End of Year</b>	<b>\$760,779</b>	<b>\$760,779</b>	<b>\$0</b>

## DEBT SERVICE FUND

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To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

### Bond Retirement Fund

To account for property taxes that had been collected for the payment of general obligation bonded debt. Since this is the only debt service fund and the level of budgetary control is not greater than that presented in the combined financial statements, no individual fund information is presented.

## CAPITAL PROJECTS FUNDS

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Capital Projects Funds are used to account for the financing and acquisition or construction of major capital assets or facilities, such as new school buildings or additions to existing buildings, or for major renovation projects, other than those financed by proprietary funds or trust funds.

### Permanent Improvement

To account for the acquisition, construction or improvement of capital facilities other than those financed by proprietary and trust funds.

### Energy Conservation

A fund used to account for monies which provide for removal of asbestos and roofing of existing school facilities.

### SchoolNet

A fund used to account for monies used to obtain computers and related educational technology equipment and/or the necessary infrastructure for educational technology.

### Ohio SchoolNet Power Up

A fund used to account for monies used on electrical upgrades.

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Combining Balance Sheet  
All Capital Projects Funds**

*As Of June 30, 1999*

	<i>Permanent Improvement</i>	<i>Energy Conservation</i>	<i>SchoolNet</i>	<i>Ohio SchoolNet Power Up</i>	<i>Totals</i>
<b><u>Assets</u></b>					
Equity In Pooled Cash And Cash Equivalents	\$1,395,577	\$86,372	\$9,475	\$59,645	\$1,551,069
Receivables:					
Taxes	41,676	0	0	0	41,676
<b>Total Assets</b>	<b>\$1,437,253</b>	<b>\$86,372</b>	<b>\$9,475</b>	<b>\$59,645</b>	<b>\$1,592,745</b>
<b><u>Liabilities</u></b>					
Accounts Payable	\$942	\$0	\$3,958	\$0	\$4,900
Contracts Payable	0	34,140	0	0	34,140
Intergovernmental Payable	0	0	39	0	39
Deferred Revenue	39,303	0	0	0	39,303
Accrued Interest Payable	8,013	0	0	0	8,013
Notes Payable	312,000	0	0	0	312,000
<b>Total Liabilities</b>	<b>360,258</b>	<b>34,140</b>	<b>3,997</b>	<b>0</b>	<b>398,395</b>
<b><u>Fund Equity</u></b>					
Fund Balance:					
Reserved For Encumbrances	170,817	86,372	1,752	0	258,941
Reserved For Property Taxes	2,373	0	0	0	2,373
Unreserved:					
Undesignated (Deficit)	903,805	(34,140)	3,726	59,645	933,036
<b>Total Fund Equity</b>	<b>1,076,995</b>	<b>52,232</b>	<b>5,478</b>	<b>59,645</b>	<b>1,194,350</b>
<b>Total Liabilities And Fund Equity</b>	<b>\$1,437,253</b>	<b>\$86,372</b>	<b>\$9,475</b>	<b>\$59,645</b>	<b>\$1,592,745</b>



**CHILLICOTHE CITY SCHOOLS**

**Combining Statement Of Revenues, Expenditures, And Changes In Fund Balances  
All Capital Projects Funds**

*For The Fiscal Year Ended June 30, 1999*

	<u>Permanent Improvement</u>	<u>Energy Conservation</u>	<u>SchoolNet</u>	<u>Ohio SchoolNet Power Up</u>	<u>Totals</u>
<b><u>Revenues:</u></b>					
Property Taxes	\$62,650	\$0	\$0	\$0	\$62,650
Intergovernmental	5,922	0	116,789	63,560	186,271
Miscellaneous	511	0	0	0	511
<b>Total Revenues</b>	<b>69,083</b>	<b>0</b>	<b>116,789</b>	<b>63,560</b>	<b>249,432</b>
<b><u>Expenditures:</u></b>					
Current:					
Instruction:					
Regular	90,484	0	116,462	0	206,946
Support Services:					
Instructional Staff	0	0	2,119	0	2,119
Operation And Maintenance Of Plant	17,161	0	0	0	17,161
Operation Of Non-Instructional Services	20,381	0	0	0	20,381
Capital Outlay	223,721	2,337,768	0	3,915	2,565,404
Debt Service:					
Interest And Fiscal Charges	14,376	0	0	0	14,376
<b>Total Expenditures</b>	<b>366,123</b>	<b>2,337,768</b>	<b>118,581</b>	<b>3,915</b>	<b>2,826,387</b>
Excess Of Revenues Under Expenditures	(297,040)	(2,337,768)	(1,792)	59,645	(2,576,955)
<b><u>Other Financing Sources:</u></b>					
Proceeds from Sale of Energy Conservation Notes	0	2,390,000	0	0	2,390,000
Operating Transfers - In	12,719	0	0	0	12,719
<b>Total Other Financing Sources</b>	<b>12,719</b>	<b>2,390,000</b>	<b>0</b>	<b>0</b>	<b>2,402,719</b>
Excess Of Revenues And Other Financing Sources Over (Under) Expenditures	(284,321)	52,232	(1,792)	59,645	(174,236)
Fund Balances At Beginning Of Year	1,361,316	0	7,270	0	1,368,586
<b>Fund Balances At End Of Year</b>	<b>\$1,076,995</b>	<b>\$52,232</b>	<b>\$5,478</b>	<b>\$59,645</b>	<b>\$1,194,350</b>

**CHILlicoTHE CITY SCHOOL DISTRICT**

**Permanent Improvement Capital Projects Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<i>continued</i>			
<b><u>Revenues:</u></b>			
Property Taxes	\$64,383	\$64,383	\$0
Intergovernmental	5,922	5,922	0
<b>Total Revenues</b>	<b>70,305</b>	<b>70,305</b>	<b>0</b>
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Capital Outlay - New	16,105	16,105	0
Capital Outlay - Replacement	157,927	157,927	0
<b>Total Instruction</b>	<b>174,032</b>	<b>174,032</b>	<b>0</b>
Support Services:			
Operations and Maintenance of Plant			
Capital Outlay - New	19,044	19,044	0
Capital Outlay - Replacement	29,552	29,552	0
<b>Total Support Services</b>	<b>48,596</b>	<b>48,596</b>	<b>0</b>
Operation of Non-Instructional Services:			
Food Service Operations			
Purchased Services	3,481	3,481	0
Capital Outlay - Replacement	27,595	27,595	0
<b>Total Operation of Non-Instructional Services</b>	<b>31,076</b>	<b>31,076</b>	<b>0</b>
Capital Outlay:			
Site Improvement Services			
Purchased Services	32,367	32,367	0
Capital Outlay - New	17,134	17,134	0
Capital Outlay - Replacement	87,490	87,490	0
<b>Total Site Improvement Services</b>	<b>136,991</b>	<b>136,991</b>	<b>0</b>
Building Improvement Services			
Purchased Services	4,785	4,785	0
Capital Outlay - New	29,403	29,403	0
Capital Outlay - Replacement	121,247	121,247	0
<b>Total Building Improvement Services</b>	<b>\$155,435</b>	<b>\$155,435</b>	<b>\$0</b>

**CHILICOTHE CITY SCHOOL DISTRICT**

**Permanent Improvement Capital Projects Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Fiscal Year Ended June 30, 1999*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
Total Capital Outlay	\$292,426	\$292,426	\$0
Debt Service:			
Principal	463,000	463,000	0
Interest and Fiscal Charges	20,372	20,372	0
Total Debt Service	483,372	483,372	0
<i>Total Expenditures</i>	1,029,502	1,029,502	0
Excess of Revenues Under Expenditures	(959,197)	(959,197)	0
<b><i>Other Financing Sources:</i></b>			
Proceeds from Sale of Long-Term Notes	312,000	312,000	0
Operating Transfers-In	12,719	12,719	0
Other Financing Sources	511	511	0
<i>Total Other Financing Sources</i>	325,230	325,230	0
Excess of Revenues and Other Financing Sources Under Expenditures	(633,967)	(633,967)	0
Fund Balance at Beginning of Year	1,736,858	1,736,858	0
Prior Year Encumbrances Appropriated	120,928	120,928	0
Fund Balance at End of Year	\$1,223,819	\$1,223,819	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Energy Conservation Capital Projects Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>	\$0	\$0	\$0
<b><u>Expenditures:</u></b>			
Capital Outlay:			
Building Improvement Services			
Capital Outlay - New	2,390,000	2,390,000	0
Excess of Revenues Under Expenditures	(2,390,000)	(2,390,000)	0
<b><u>Other Financing Sources:</u></b>			
Proceeds from Sale of Energy Conservation Notes	2,390,000	2,390,000	0
Excess of Revenues and Other Financing Sources Over Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**SchoolNet Capital Projects Fund**

**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Fiscal Year Ended June 30, 1999*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$116,790	\$116,790	\$0
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Fringe Benefits	21	21	0
Purchased Services	3,958	3,958	0
Materials And Supplies	14,051	14,051	0
Capital Outlay - New	100,202	100,202	0
Total Instruction	118,232	118,232	0
Support Services:			
Instructional Staff			
Salaries	890	890	0
Fringe Benefits	188	188	0
Purchased Services	2,283	2,283	0
Total Support Services	3,361	3,361	0
<b>Total Expenditures</b>	121,593	121,593	0
Excess of Revenues Under Expenditures	(4,803)	(4,803)	0
Fund Balance at Beginning of Year	3,496	3,496	0
Prior Year Encumbrances Appropriated	5,033	5,033	0
Fund Balance at End of Year	\$3,726	\$3,726	\$0

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Ohio SchoolNet Power Up Capital Projects Fund**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
*(Non-GAAP Budgetary Basis)*

For The Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$63,560	\$63,560	\$0
<b><u>Expenditures:</u></b>			
Capital Outlay:			
Building Improvement Services			
Purchased Services	3,915	3,915	0
Excess of Revenues Over Expenditures	59,645	59,645	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$59,645</u>	<u>\$59,645</u>	<u>\$0</u>

**CHILICOTHE CITY SCHOOL DISTRICT**

**Totals - All Capital Projects Funds**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

For The Fiscal Year Ended June 30, 1999

*continued*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>Revenues:</u></b>			
Property Taxes	\$64,383	\$64,383	\$0
Intergovernmental	186,271	186,271	0
<b>Total Revenues</b>	<b>250,654</b>	<b>250,654</b>	<b>0</b>
<b><u>Expenditures:</u></b>			
Current:			
Instruction			
Regular			
Fringe Benefits	21	21	0
Purchased Services	3,958	3,958	0
Materials And Supplies	14,051	14,051	0
Capital Outlay - New	116,307	116,307	0
Capital Outlay - Replacement	157,927	157,927	0
<b>Total Instruction</b>	<b>292,264</b>	<b>292,264</b>	<b>0</b>
Support Services:			
Pupils			
Salaries	890	890	0
Fringe Benefits	188	188	0
Purchased Services	2,283	2,283	0
<b>Total Pupils</b>	<b>3,361</b>	<b>3,361</b>	<b>0</b>
Operations and Maintenance of Plant			
Capital Outlay - New	19,044	19,044	0
Capital Outlay - Replacement	29,552	29,552	0
<b>Total Operations and Maintenance of Plant</b>	<b>48,596</b>	<b>48,596</b>	<b>0</b>
<b>Total Support Services</b>	<b>51,957</b>	<b>51,957</b>	<b>0</b>
Operation of Non-Instructional Services:			
Food Service Operations			
Purchased Services	3,481	3,481	0
Capital Outlay - Replacement	27,595	27,595	0
<b>Total Operation of Non-Instructional Services</b>	<b>\$31,076</b>	<b>\$31,076</b>	<b>\$0</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Totals - All Capital Projects Funds**  
**Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)  
 (Continued)

For The Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Capital Outlay:</b>			
<b>Site Improvement Services</b>			
Purchased Services	\$32,367	\$32,367	\$0
Capital Outlay - New	17,134	17,134	0
Capital Outlay - Replacement	87,490	87,490	0
<b>Total Site Improvement Services</b>	<b>136,991</b>	<b>136,991</b>	<b>0</b>
<b>Building Improvement Services</b>			
Purchased Services	8,700	8,700	0
Capital Outlay - New	2,419,403	2,419,403	0
Capital Outlay - Replacement	121,247	121,247	0
<b>Total Building Improvement Services</b>	<b>\$2,549,350</b>	<b>\$2,549,350</b>	<b>\$0</b>
<b>Total Capital Outlay</b>	<b>2,686,341</b>	<b>2,686,341</b>	<b>0</b>
<b>Debt Service:</b>			
Principal	463,000	463,000	0
Interest and Fiscal Charges	20,372	20,372	0
<b>Total Debt Service</b>	<b>483,372</b>	<b>483,372</b>	<b>0</b>
<b>Total Expenditures</b>	<b>3,545,010</b>	<b>3,545,010</b>	<b>0</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(3,294,356)</b>	<b>(3,294,356)</b>	<b>0</b>
<b><u>Other Financing Sources:</u></b>			
Proceeds from Sale of Long-Term Notes	312,000	312,000	0
Proceeds from Sale of Energy Conservation Notes	2,390,000	2,390,000	0
Operating Transfers-In	12,719	12,719	0
Other Financing Sources	511	511	0
<b>Total Other Financing Sources</b>	<b>2,715,230</b>	<b>2,715,230</b>	<b>0</b>
<b>Excess of Revenues and Other Financing Sources Under Expenditures</b>	<b>(579,126)</b>	<b>(579,126)</b>	<b>0</b>
<b>Fund Balance at Beginning of Year</b>	<b>1,740,354</b>	<b>1,740,354</b>	<b>0</b>
<b>Prior Year Encumbrances Appropriated</b>	<b>125,960</b>	<b>125,960</b>	<b>0</b>
<b>Fund Balance at End of Year</b>	<b>\$1,287,188</b>	<b>\$1,287,188</b>	<b>\$0</b>



## INTERNAL SERVICE FUND

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The *Internal Service Fund* is used to account for the financing of services provided by one department to other departments of the District on a cost-reimbursement basis.

### Employee Benefits Self-Insurance

A fund used to account for medical, hospitalization, life, and dental self-insurance revenues and expenses. Since this is the only internal service fund and the level of budgetary control is not greater than that presented in the combined financial statements, no individual fund information is presented.

## FIDUCIARY FUNDS

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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. These include nonexpendable trust and agency funds.

### NONEXPENDABLE TRUST FUND

#### Alumni Library

To account for monies which have been set aside to earn interest used by the alumni library. This fund also accounts for the fixed assets purchased by the interest revenue earned by the trust.

### AGENCY FUNDS

#### District Agency

A fund used to account for assets held by the district as agent for individuals, private organizations, other governmental units, and/or other funds.

#### Student Managed Activity

A fund used to account for those student activity programs which have student participation in the activity and have student involvement in the management of the program.

#### Deferred Compensation

The Deferred Compensation Fund accounts for funds collected from employees who choose to have a portion of their earnings deferred for use at a future time under a plan agreement.

**Combining Balance Sheet  
All Fiduciary Funds**

*As of June 30, 1999*

	<i>Nonexpendable Trust</i>	<i>Agency</i>		<i>Totals</i>
	<i>Alumni Library</i>	<i>District Agency</i>	<i>Student Managed Activity</i>	
<b><u>Assets</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$465,571	\$2,168	\$87,254	\$554,993
Receivables:				
Accrued Interest	4,591	0	0	4,591
Fixed Assets (net, of accumulated depreciation)	79,010	0	0	79,010
<b><i>Total Assets</i></b>	<b>\$549,172</b>	<b>\$2,168</b>	<b>\$87,254</b>	<b>\$638,594</b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$0	\$0	\$3,201	\$3,201
Intergovernmental Payable	0	0	26	26
Undistributed Monies	0	2,168	84,027	86,195
Capital Leases Payable	41,504	0	0	41,504
<b><i>Total Liabilities</i></b>	<b>41,504</b>	<b>2,168</b>	<b>87,254</b>	<b>130,926</b>
<b><u>Fund Equity</u></b>				
Fund Balance:				
Unreserved	507,668	0	0	507,668
<b><i>Total Liabilities and Fund Equity</i></b>	<b>\$549,172</b>	<b>\$2,168</b>	<b>\$87,254</b>	<b>\$638,594</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Combining Statement Of Changes In Assets and Liabilities  
All Agency Funds**

*For the Fiscal Year Ended June 30, 1999*

	<i>Balance July 1, 1998</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance June 30, 1999</i>
<b><u>District Agency</u></b>				
<b><u>Assets</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$1,938	\$237	\$7	\$2,168
<b><u>Liabilities</u></b>				
Undistributed Monies	\$1,938	\$237	\$7	\$2,168
<b><u>Student Managed Activity</u></b>				
<b><u>Assets</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$76,071	\$153,503	\$142,320	\$87,254
<b><u>Liabilities</u></b>				
Accounts Payable	\$1,939	\$3,201	\$1,939	\$3,201
Accrued Wages and Benefits	600	0	600	0
Intergovernmental Payable	676	26	676	26
Undistributed Monies	72,856	153,503	142,332	84,027
<b>Total Liabilities</b>	<b>\$76,071</b>	<b>\$156,730</b>	<b>\$145,547</b>	<b>\$87,254</b>
<b><u>Deferred Compensation</u></b>				
<b><u>Assets</u></b>				
Funds on Deposit with Deferred Compensation Boards	\$518,433	\$0	\$518,433	\$0
<b><u>Liabilities</u></b>				
Deferred Compensation Payable	\$518,433	\$0	\$518,433	\$0
<b><u>Total - All Agency Funds</u></b>				
<b><u>Assets</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$78,009	\$153,740	\$142,327	\$89,422
Funds on Deposit with Deferred Compensation Boards	518,433	0	518,433	0
<b>Total Assets</b>	<b>\$596,442</b>	<b>\$153,740</b>	<b>\$660,760</b>	<b>\$89,422</b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$1,939	\$3,201	\$1,939	\$3,201
Accrued Wages and Benefits	600	0	600	0
Intergovernmental Payable	676	26	676	26
Undistributed Monies	74,794	153,740	142,339	86,195
Deferred Compensation Payable	518,433	0	518,433	0
<b>Total Liabilities</b>	<b>\$596,442</b>	<b>\$156,967</b>	<b>\$663,987</b>	<b>\$89,422</b>

## GENERAL FIXED ASSETS ACCOUNT GROUP

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The general fixed assets account group is used to account for fixed assets other than those accounted for in the proprietary funds.

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Schedule Of General Fixed Assets - By Function And Type**

*As Of June 30, 1999*

<i>Function</i>	<i>Land and Improvements</i>	<i>Buildings and Improvements</i>	<i>Furniture, Fixtures, and Equipment</i>	<i>Vehicles</i>	<i>Construction In Progress</i>	<i>Totals</i>
Instruction						
Regular	\$0	\$17,749	\$1,351,318	\$0	\$0	\$1,369,067
Special	0	47,531	181,640	0	0	229,171
Vocational	0	0	94,965	0	0	94,965
Adult/Continuing	0	0	88,378	0	0	88,378
Other	0	0	1,820,916	0	0	1,820,916
<b>Total Instruction</b>	<b>0</b>	<b>65,280</b>	<b>3,537,217</b>	<b>0</b>	<b>0</b>	<b>3,602,497</b>
Support Services						
Pupils	0	0	135,065	0	0	135,065
Instructional Staff	0	0	57,125	0	0	57,125
Board Of Education	0	0	61,744	0	0	61,744
Administration	0	0	546,505	0	0	546,505
Fiscal	0	0	359,865	0	0	359,865
Business	0	0	148,431	843,978	0	992,409
Operation And Maintenance Of Plant	0	0	189,411	34,735	0	224,146
Pupil Transportation	0	0	168,422	54,181	0	222,603
Central	773,290	0	1,980	0	0	775,270
<b>Total Support Services</b>	<b>773,290</b>	<b>0</b>	<b>1,668,548</b>	<b>932,894</b>	<b>0</b>	<b>3,374,732</b>
Non-Instructional Services	0	11,601,770	121,269	0	0	11,723,039
Extracurricular Activities	0	0	26,000	23,469	0	49,469
Capital Outlay	635,010	1,360,577	128,217	0	2,337,768	4,461,572
<b>Total General Fixed Assets</b>	<b>\$1,408,300</b>	<b>\$13,027,627</b>	<b>\$5,481,251</b>	<b>\$956,363</b>	<b>\$2,337,768</b>	<b>\$23,211,309</b>

**CHILLICOTHE CITY SCHOOL DISTRICT**

**Schedule Of Changes In General Fixed Assets - By Function**

*For The Fiscal Year Ended June 30, 1999*

<i>Function</i>	<i>General Fixed Assets June 30, 1998</i>	<i>Increases</i>	<i>Decreases</i>	<i>General Fixed Assets June 30, 1999</i>
Instruction				
Regular	\$1,055,856	\$316,457	\$3,246	\$1,369,067
Special	102,887	128,344	2,060	229,171
Vocational	94,965	0	0	94,965
Adult/Continuing	97,224	0	8,846	88,378
Other	1,939,170	4,034	122,288	1,820,916
<b>Total Instruction</b>	<b>3,290,102</b>	<b>448,835</b>	<b>136,440</b>	<b>3,602,497</b>
Support Services				
Pupils	169,313	9,769	44,017	135,065
Instructional Staff	41,263	15,862	0	57,125
Board Of Education	61,744	0	0	61,744
Administration	535,893	10,612	0	546,505
Fiscal	347,509	12,356	0	359,865
Business	958,581	67,830	34,002	992,409
Operation And Maintenance Of Plant	193,372	30,774	0	224,146
Pupil Transportation	161,024	61,579	0	222,603
Central	775,270	0	0	775,270
<b>Total Support Services</b>	<b>3,243,969</b>	<b>208,782</b>	<b>78,019</b>	<b>3,374,732</b>
<b>Non-Instructional Services</b>	<b>11,663,133</b>	<b>59,906</b>	<b>0</b>	<b>11,723,039</b>
<b>Extracurricular Activities</b>	<b>43,123</b>	<b>6,346</b>	<b>0</b>	<b>49,469</b>
<b>Capital Outlay</b>	<b>1,978,817</b>	<b>2,494,264</b>	<b>11,509</b>	<b>4,461,572</b>
<b>Total General Fixed Assets</b>	<b>\$20,219,144</b>	<b>\$3,218,133</b>	<b>\$225,968</b>	<b>\$23,211,309</b>

*Schedule Of General Fixed Assets - By Source*

*As Of June 30, 1999*

**General Fixed Assets:**

Land and Improvements	\$1,408,300
Buildings and Improvements	13,027,627
Furniture, Fixtures, and Equipment	5,481,251
Vehicles	956,363
Construction in Progress	2,337,768
<b>Total General Fixed Assets</b>	<b><u>\$23,211,309</u></b>

**Investments in General Fixed Assets From:**

General Fund Revenues	\$17,394,839
Special Revenue Fund Revenues:	
Food Services	508,310
Rotary	29,558
Public School Support	46,216
Other Local Grants	30,743
Venture Capital	790
District Managed Activities	14,985
Disadvantaged Pupil Impact Aid	1,699
Early Childhood Education	7,205
Education Management Information Systems	44,045
Public School Preschool	20,959
Dwight D. Eisenhower Grant	4,001
Title VI-B	16,398
Title I	263,631
Title II	20,131
Capital Projects Fund Revenues:	
Permanent Improvement	2,124,563
Energy Conservation	2,337,768
SchoolNet	343,763
Fiduciary Funds:	
Student Managed Activity	1,705
<b>Total Investments in General Fixed Assets</b>	<b><u>\$23,211,309</u></b>



**CHILLICOTHE CITY SCHOOL DISTRICT**



**STATISTICAL SECTION**

**STATISTICAL SECTION**

**CHILLICOTHE CITY SCHOOL DISTRICT**  
*Summary of Expenditures by Function - General Fund*  
 Last Ten Fiscal Years

	1995 (a)	1998 (a)	1997 (a)	1996 (a)	1995 (b)	1994 (b)	1993 (b)	1992 (b)	1991 (b)	1990 (b)
<b>Instruction</b>										
Regular	\$8,683,842	\$8,730,724	\$8,236,049	\$8,032,520	\$8,299,193	\$8,455,699	\$7,956,614	\$7,579,483	\$6,979,465	\$6,756,807
Special	1,528,399	1,363,107	1,203,637	1,157,711	1,091,560	1,032,703	1,003,096	878,755	784,223	739,344
Vocational	5,111	5,876	7,192	15,200	508,074	476,594	470,670	444,171	418,596	456,292
Adult/Continuing	0	2,868	2,078	2,057	2,045	2,135	2,530	2,380	2,455	1,613
Other Instruction	70,928	92,667	60,818	57,377	61,297	129,380	77,972	109,281	76,456	32,207
<b>Total Instruction</b>	<b>10,288,280</b>	<b>10,195,242</b>	<b>9,509,774</b>	<b>9,264,865</b>	<b>9,962,169</b>	<b>10,096,511</b>	<b>9,510,882</b>	<b>9,014,970</b>	<b>8,261,195</b>	<b>7,976,263</b>
<b>Support Services</b>										
Pupils	1,089,152	902,351	773,619	823,389	1,026,181	943,142	907,258	824,807	753,763	713,607
Instructional Staff	993,070	1,056,206	1,237,503	1,064,207	1,199,559	735,420	719,440	656,075	606,568	590,040
Board of Education	43,399	76,794	43,639	56,204	30,083	90,749	39,043	20,340	25,844	38,191
Administration	1,672,713	1,733,473	1,733,707	1,674,349	1,562,462	1,519,201	1,438,135	1,413,657	1,211,620	1,170,940
Fiscal	635,402	694,127	681,111	691,736	461,915	548,565	603,330	583,839	460,100	353,485
Business	178,512	178,025	189,069	170,978	178,203	181,344	380,914	168,344	103,793	123,051
Operation of Maintenance of Plant	2,151,676	2,092,128	2,210,763	2,091,286	2,111,948	2,165,274	2,132,395	1,956,605	1,932,027	2,123,438
Pupil Transportation	725,528	720,777	656,062	591,031	577,691	627,878	602,278	587,866	531,522	629,962
Central	12,215	14,693	49,997	47,827	49,785	406,988	300,609	278,307	189,200	194,522
<b>Total Support Services</b>	<b>7,501,667</b>	<b>7,418,574</b>	<b>7,575,470</b>	<b>7,006,007</b>	<b>7,177,627</b>	<b>7,218,661</b>	<b>7,146,602</b>	<b>6,492,340</b>	<b>5,814,437</b>	<b>5,937,236</b>
Operation of Non-Instructional Services	2,937	4,989	90	86	0	0	0	0	0	0
Extra Curricular Activities	470,919	436,096	393,822	348,939	330,040	309,816	292,303	280,158	257,762	235,200
Capital Outlay (1)	80,542	576,631	16,933	104,330	0	0	0	0	0	0
Debt Service	367,066	135,700	23,201	15,688	0	0	0	0	0	0
<b>Total Expenditures and Other Uses</b>	<b>\$18,711,411</b>	<b>\$18,767,232</b>	<b>\$17,519,290</b>	<b>\$16,741,915</b>	<b>\$17,469,836</b>	<b>\$17,624,988</b>	<b>\$16,949,787</b>	<b>\$15,786,568</b>	<b>\$14,333,394</b>	<b>\$14,148,699</b>

Source: School District Financial Records

1. Prior to 1996, all capital outlay expenditures are reported as functional expenditures

a. GAAP Basis Data

b. Cash Basis Data

Table 2

**CHILLICOTHE CITY SCHOOL DISTRICT**  
*Summary of Revenues by Source - General Fund*  
*Last Ten Fiscal Years*

	1999 (a)	1998 (a)	1997 (a)	1996 (a)	1995 (b)	1994 (b)	1993 (b)	1992 (b)	1991 (b)	1990 (b)
Property Taxes	\$11,828,886	\$11,651,603	\$10,410,206	\$10,786,772	\$10,320,937	\$9,891,296	\$10,131,570	\$9,808,200	\$9,296,924	\$9,104,083
Intergovernmental	5,938,062	6,220,287	5,911,426	6,114,171	6,785,068	6,900,135	7,114,602	6,573,119	6,606,959	5,847,638
Interest	606,400	544,981	542,943	547,839	462,479	299,092	302,302	428,586	473,635	447,164
Tuition and Fees	475,860	73,112	30,563	24,288	17,838	19,467	13,085	10,184	9,920	11,610
Rent (1)	5,442	4,495	8,260	8,065	0	0	0	0	0	0
Gifts and Donations (1)	9,475	1,125	789	3,912	0	0	0	0	0	0
Customer Services (1)	72,369	96,259	40,375	77,107	0	0	0	0	0	0
Miscellaneous	88,911	178,197	33,377	48,343	70,330	46,748	51,887	43,334	86,914	78,170
<b>Total Revenues</b>	<b>\$19,025,405</b>	<b>\$18,770,059</b>	<b>\$16,977,939</b>	<b>\$17,610,497</b>	<b>\$17,656,672</b>	<b>\$17,156,738</b>	<b>\$17,613,446</b>	<b>\$16,863,423</b>	<b>\$16,474,352</b>	<b>\$15,488,665</b>

Source: School District Financial Records

1. Prior to 1996, Rent, Gifts and Donations, and Customer Service Revenues are included in other revenue categories.

a. GAAP Basis Data

b. Cash Basis Data

Table 3

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Property Tax Levies and Collections**  
*Last Ten Years*

Collection Years	Current Tax Levied (1)	Current Taxes Collected (1)	Percent of Current Levy Collected	Delinquent Tax Collections	Total Tax Collections (1)	Total Tax Collections to Taxes Levied	Outstanding Delinquent Taxes	Percent Of Delinquent Taxes to Current Levied
1990	\$10,317,579	\$10,113,353	98.02%	\$320,418	\$10,433,771	101.13%	\$666,571	6.46%
1991	10,686,388	10,477,423	98.04%	784,444	11,261,867	105.38%	526,319	4.93%
1992	11,111,168	10,948,671	98.54%	200,098	11,148,769	100.34%	524,267	4.72%
1993	10,982,597	10,805,404	98.39%	475,976	11,281,380	102.72%	459,863	4.19%
1994	11,345,692	11,154,472	98.31%	245,191	11,399,663	100.48%	469,553	4.14%
1995	11,600,156	11,469,912	98.88%	212,790	11,682,702	100.71%	404,972	3.49%
1996	11,904,465	11,690,690	98.20%	181,111	11,871,801	99.73%	430,370	3.62%
1997	12,325,308	12,083,548	98.04%	201,321	12,284,869	99.67%	501,418	4.07%
1998	12,166,414	11,949,768	98.22%	280,378	12,230,146	100.52%	474,602	3.90%
1999	13,067,744	12,889,906	98.64%	175,828	13,065,734	99.98%	527,391	4.04%

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

Source: Office of the County Auditor, Ross County, Ohio - Data is presented on a calendar year basis.

(1) Includes Homestead/Rollback on real estate and reimbursement on personal property taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.

Table 4

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Assessed and Estimated Actual Value of Taxable Property**  
**Last Ten Years**

Collection Years	Real Property			Personal Property			Public Utility			Total	
	%	Assessed Value	Estimated Actual Value	%	Assessed Value	Estimated Actual Value	%	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1990	35%	\$200,756,470	\$573,589,914	29%	\$97,738,596	\$337,029,641	88%	\$23,257,550	\$26,429,034	\$321,752,616	\$937,048,590
1991	35%	202,148,490	577,567,114	28%	93,232,479	332,973,139	88%	24,164,390	27,459,534	319,545,359	937,999,788
1992	35%	203,850,850	582,431,000	27%	99,619,614	368,961,533	88%	25,310,190	28,761,580	328,780,654	980,154,113
1993	35%	205,569,420	587,341,200	26%	112,372,566	432,202,177	88%	27,806,720	31,598,545	345,748,706	1,051,141,922
1994	35%	206,913,940	591,182,686	25%	110,588,710	442,354,840	88%	29,048,990	33,010,216	346,551,640	1,066,547,742
1995	35%	209,036,130	597,246,086	25%	117,831,469	471,325,876	88%	29,535,150	33,562,670	356,402,749	1,102,134,632
1996	35%	245,488,730	701,396,371	25%	120,842,390	483,369,560	88%	28,382,770	32,253,148	394,713,890	1,217,019,079
1997	35%	249,142,990	711,837,114	25%	123,131,670	492,526,680	88%	27,824,440	31,618,682	400,099,100	1,235,982,476
1998	35%	253,203,920	723,439,771	25%	135,193,900	540,783,600	88%	28,225,730	32,074,693	416,625,550	1,296,298,065
1999	35%	283,825,300	810,929,429	25%	129,782,920	519,131,680	88%	29,991,920	34,081,727	443,600,140	1,364,142,836

Source: Office of the County Auditor, Ross County, Ohio

Table 5-A

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Years**  
**Scioto Township (#240)**  
**(per \$1,000 of Assessed Valuation)**

Calendar Year	Chillicothe City School District	Ross County	Pickaway-Ross Joint Vocational School	Scioto Township	Total Rate	Total Residential/Agriculture Effective Rate	Total Commercial/Industrial Effective Rate
1990	\$39.30	\$9.10	\$3.30	\$5.50	\$57.20	\$44,178481	\$43,877560
1991	39.30	9.10	3.30	5.50	57.20	44,281516	44,114490
1992	38.80	9.10	3.20	5.50	56.60	43,621669	43,509701
1993	38.20	9.40	3.20	5.50	56.30	43,316727	43,321278
1994	38.20	9.40	3.20	5.50	56.30	43,190780	43,212389
1995	38.40	9.40	3.20	5.50	56.50	43,309129	43,245444
1996	38.40	10.90	3.20	5.50	58.00	40,568385	42,635527
1997	38.10	9.40	3.20	5.50	56.20	38,743310	41,148480
1998	37.90	9.40	3.20	5.50	56.00	38,438979	41,375275
1999	37.80	9.40	3.20	5.50	55.90	34,448716	40,649165

Note: The Chillicothe City School District consists of two taxing Districts:  
 - Scioto Township - Chillicothe City School District #240  
 - Scioto Township - Chillicothe City School District - City of Chillicothe #270

Source: Office of the County Auditor, Ross County, Ohio

Table 5-B

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Property Tax Rates - Direct and Overlapping Governments**  
*Last Ten Years*  
**Scioto Township - City of Chillicothe (#270)**  
*(per \$1,000 of Assessed Valuation)*

Calendar Year	Chillicothe City School District	City Of Chillicothe	Ross County	Pickaway-Ross Joint Vocational School		Scioto Township	Total Rate	Total Residential/Agriculture Effective Rate		Total Commercial/Industrial Effective Rate
				Vocational School	School			Residential/Agriculture Effective Rate	Commercial/Industrial Effective Rate	
1990	\$39.30	\$3.70	\$9.10	\$3.30	\$3.30	\$0.60	\$56.00	\$43.651689	\$43.360761	
1991	39.30	3.70	9.10	3.30	3.30	0.60	56.00	43.766323	43.598245	
1992	38.80	3.70	9.10	3.20	3.20	0.60	55.40	43.120802	42,993713	
1993	38.20	3.20	9.40	3.20	3.20	0.60	54.60	42.663474	42,548361	
1994	38.20	3.20	9.40	3.20	3.20	0.60	54.60	42.544844	42,440840	
1995	38.40	3.20	9.40	3.20	3.20	0.60	54.80	42.664796	42,537624	
1996	38.40	3.20	10.90	3.20	3.20	0.60	56.30	39.408810	41,554979	
1997	38.10	3.20	9.40	3.20	3.20	0.60	54.50	37.587836	39,879800	
1998	37.90	3.20	9.40	3.20	3.20	0.60	54.30	37.284261	39,944173	
1999	37.80	3.20	9.40	3.20	3.20	0.60	54.20	33.625485	39,311116	

Note: The Chillicothe City School District consists of two taxing Districts:  
 - Scioto Township - Chillicothe City School District #240  
 - Scioto Township - Chillicothe City School District - City of Chillicothe #270

Source: Office of the County Auditor, Ross County, Ohio

Table 6

**CHILlicothe CITY SCHOOL DISTRICT**  
**Principal Property Taxpayers**  
**1999 Collection Year**

	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
<u><b>Public Utilities</b></u>		
(1) Columbus Southern Power	\$14,587,430	3.29%
(2) Chillicothe Telephone	7,718,130	1.74%
(3) Columbia Gas of Ohio, Inc.	4,409,140	0.99%
(4) Horizon Personal Communication	1,697,120	0.38%
(5) Norfolk Southern Combined Railroad Subsidiaries	981,580	0.22%
<u><b>Real Estate</b></u>		
(1) Mead Corporation	25,810,410	5.82%
(2) Developers Diversified Realty Corp.	3,037,030	0.68%
(3) Chillicothe Mall Inc.	2,731,250	0.62%
(4) Real Estate Finance Trust	2,175,600	0.49%
(5) Shawnee Group LTD Partnership	2,115,170	0.48%
(6) Central Center LTD	1,798,500	0.41%
(7) RG Chillicothe Associates LTD	1,497,290	0.34%
(8) ABCO Land Development Corp & Beerman Corp	1,349,640	0.30%
(9) Rodney Winegardner	1,327,110	0.30%
(10) Hermanson Limited Partnership	1,060,710	0.24%
<u><b>Tangible Personal Property</b></u>		
(1) Mead Corporation	87,546,150	19.74%
(2) BLC Corporation	2,635,970	0.59%
(3) Lowe's Companies Inc.	1,791,250	0.40%
(4) Devon Tax Group LLC	1,500,540	0.34%
(5) Wal-Mart Stores East Inc.	1,419,020	0.32%
(6) Union Spring & Mfg Corporation	1,039,570	0.23%
(7) Sears Roebuck & Co.	991,970	0.22%
(8) Frontier Operating Partners	946,570	0.21%
(9) Specialty Mineral Inc	873,180	0.20%
(10) Kroger Co.	857,210	0.20%
ALL OTHERS	271,702,600	61.25%
TOTAL ASSESSED VALUATION	<u>\$443,600,140</u>	<u>100.00%</u>

Source: Office of the County Auditor, Ross County, Ohio



**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Legal Debt Margin**  
**June 30, 1999**

Total assessed valuation		\$443,600,140
Overall debt limitation - 9.0% of assessed valuation (1)		39,924,013
Gross indebtedness authorized by the School Board	\$2,577,000	
Less debt outside limitation:	<u>(2,265,000)</u>	
Debt within 9.0% limitation	312,000	
Less amount available in debt service fund	<u>0</u>	
Net debt within 9.0% limitation		<u>(312,000)</u>
Legal debt margin within 9.0% limitation		<u>\$39,612,013</u>
<hr/>		
Energy Conservation Debt Limit - .90% of Assessed Value (1)		\$3,992,401
Net debt within .90% limitation		<u>(2,265,000)</u>
Energy Conservation Debt Margin		<u>\$1,727,401</u>
<hr/>		
Unvoted debt limitation - .10% of assessed valuation (1)		\$443,600
Net debt within .10% limitation		<u>0</u>
Legal debt margin within .10% limitation		<u>\$443,600</u>
<hr/>		
(1) Ohio Bond Law sets a limit of 9% for voted debt, .90% for energy conservation measures and .10% for unvoted debt.		

Table 8

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Debt Per Capita**  
*Last Ten Years*

Fiscal Year	Estimated Population (1)	Assessed Value Real & Personal Property (2)	General Bonded Debt (3)	Less Debt Service (3)	Net Bonded Debt	Ratio Bonded Debt To		Net Bonded Debt Per Capita
						Assessed Value	Assessed Value	
1990 (b)	23,430	\$321,752,616	\$3,171,000	\$1,102,464	\$2,068,536	0.64%		\$88.29
1991 (b)	21,923	319,545,359	2,820,000	1,020,510	1,799,490	0.56%		82.08
1992 (b)	21,923	328,780,654	2,469,000	978,622	1,490,378	0.45%		67.98
1993 (b)	22,176	345,748,706	2,118,000	959,496	1,158,504	0.34%		52.24
1994 (b)	22,176	346,551,640	1,742,000	882,672	859,328	0.25%		38.75
1995 (b)	22,176	356,402,749	1,366,000	790,241	575,759	0.16%		25.96
1996 (a)	22,176	391,713,890	990,000	171,641	818,359	0.21%		36.90
1997 (a)	22,176	400,099,100	614,000	0	614,000	0.15%		27.69
1998 (a)	22,176	416,625,550	463,000	0	463,000	0.11%		20.88
1999 (a)	22,726	443,600,140	312,000	0	312,000	0.07%		13.73

Source:

(1) Office of the City Auditor, Chillicothe, Ohio

(2) Office of the County Auditor, Ross County, Ohio

(3) General Obligation Bonded Debt Including Bond Anticipation Notes

a. GAAP Basis Data

b. Cash Basis Data

Table 9

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Ratio of Annual General Obligation Bonded Debt Service Expenditures**  
**To Total General Governmental Expenditures**  
**Last Ten Fiscal Years**

<i>Fiscal Year</i>	<i>Principal (1)</i>	<i>Interest (1)</i>	<i>Total Debt Service</i>	<i>Total General Fund Expenditures</i>	<i>Percent of Debt Service to General Fund Expenditures</i>
1990 (b)	\$2,022,000	\$198,239	\$2,220,239	\$14,148,699	15.69%
1991 (b)	1,871,000	178,940	2,049,940	14,333,394	14.30%
1992 (b)	1,720,000	155,264	1,875,264	15,786,568	11.88%
1993 (b)	1,569,000	112,736	1,681,736	16,949,787	9.92%
1994 (b)	1,443,000	77,031	1,520,031	17,624,988	8.62%
1995 (b)	1,292,000	58,233	1,350,233	17,469,836	7.73%
1996 (a)	1,141,000	56,924	1,197,924	16,741,915	7.16%
1997 (a)	990,000	36,430	1,026,430	17,519,290	5.86%
1998 (a)	614,000	26,095	640,095	18,767,232	3.41%
1999 (a)	463,000	20,372	483,372	18,711,411	2.58%

Source: School District Financial Records

(1) General Obligation Bonded Debt Including Bond Anticipation Notes

a. GAAP Basis Data

b. Cash Basis Data

Table 10

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Computation of Direct and Overlapping Debt**  
**June 30, 1999**

	<u>General Obligation Debt (1)</u>	<u>Percent Overlapping</u>	<u>Applicable To Chillicothe City School District</u>
Ross County	\$10,840,000	50.20%	\$5,441,680
City of Chillicothe	5,395,000	96.35%	5,198,083
Chillicothe City School District	312,000	100.00%	312,000
Scioto Township	137,000	90.26%	123,656
		Total	<u>\$11,075,419</u>

Source: Office of the County Auditor, Ross County, Ohio

(1) General Obligation Bonded Debt Including Bond Anticipation Notes

Table 11

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**New Construction, Property Value and Bank Deposits**  
**Last Ten Fiscal Years**

Year	Residential		Commercial		Total Value New Construction	Real Property	Assessed Value Property Values (2)		Total	Bank Deposits (3)	
	Number of Permits (1)	Value (2)	Number of Permits (1)	Value (2)			Tangible	Public Utility			
								Personal			Personal
1990	27	\$1,000,940	89	\$575,420	\$1,576,360	\$200,756,470	\$97,738,596	\$23,257,550	\$321,752,616	\$116,323,000	
1991	29	581,850	91	1,005,350	1,587,200	202,148,490	93,232,479	24,164,390	319,545,359	122,799,000	
1992	25	1,010,920	134	1,318,100	2,329,020	203,850,850	99,619,614	25,310,190	328,780,654	129,526,000	
1993	26	1,424,800	112	1,154,280	2,579,080	205,569,420	112,372,566	27,806,720	345,748,706	143,312,000	
1994	41	1,298,950	121	797,990	2,096,940	206,913,940	110,588,710	29,048,990	346,551,640	155,241,000	
1995	25	1,145,700	119	590,190	1,735,890	209,036,130	117,831,469	29,535,150	356,402,749	156,118,000	
1996	18	2,805,670	119	2,681,680	5,487,350	245,488,730	120,842,390	28,382,770	394,713,890	165,364,000	
1997	20	1,881,030	109	3,454,220	5,335,250	249,142,990	123,131,670	27,824,440	400,099,100	172,794,000	
1998	14	1,359,320	94	2,959,150	4,318,470	253,203,920	135,195,900	28,225,730	416,625,550	185,378,000	
1999	21	1,482,980	94	2,245,760	3,728,740	283,825,300	129,782,920	29,991,920	443,600,140	198,526,000	

Note: Public Utility Real Estate values are included in Real Property Values

Source:

- (1) Office of the City Building Department, Chillicothe, Ohio
- (2) Office of the County Auditor, Ross County, Ohio
- (3) Federal Reserve Bank of Cleveland

Table 12

**CHILLICOTHE CITY SCHOOL DISTRICT**  
*Cost to Educate a 1998 Graduate*

<u>School Year Ended</u>	<u>Grade</u>	<u>Chillicothe Annual Per Pupil Cost</u>	<u>State Average</u>
1986	Kindergarten	\$1,490	\$1,619
1987	1st	3,043	3,328
1988	2nd	3,049	3,525
1989	3rd	3,270	3,837
1990	4th	3,533	4,159
1991	5th	3,667	4,373
1992	6th	3,482	4,619
1993	7th	4,728	4,815
1994	8th	5,292	5,010
1995	9th	5,171	5,151
1996	10th	5,324	5,328
1997	11th	5,373	5,557
1998	12th	5,718	5,673
Total Cost		<u>\$53,140</u>	<u>\$56,994</u>

Note: Annual per pupil cost for all years except Kindergarten where the amount is one-half of the annual per pupil cost.

Source: State of Ohio Department of Education - Total Current Expenditures Per Pupil - All Funds

Table 13

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Average Daily Membership (ADM) Data**  
**Last Ten Fiscal Years**

<i>School Year Ended</i>	<i>Number of Graduates (1)</i>	<i>Average Daily Membership (ADM) (2)</i>	<i>Percentage ADM Increase (Decrease)</i>
1990	257	4,247	0.28%
1991	271	4,272	0.59%
1992	221	4,250	(0.52%)
1993	244	4,043	(5.12%)
1994	270	3,993	(1.25%)
1995	273	3,924	(1.76%)
1996	273	3,870	(1.40%)
1997	280	3,727	(3.84%)
1998	236	3,714	(0.35%)
1999	275	3,663	(1.37%)

Source: State of Ohio Department of Education - EMIS

Table 14

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Staffing Statistics - Full Time Equivalents (FTE)**

	<u>1995-96</u> <i>Actual</i>	<u>1996-97</u> <i>Actual</i>	<u>1997-98</u> <i>Actual</i>	<u>1998-99</u> <i>Actual</i>	<u>1999-00</u> <i>Estimated</i>
Professional Staff:					
Teaching Staff:					
Elementary	78.6	79.1	80.8	83.3	86.3
Middle	46.2	46.5	44.4	44.6	44.6
High	46.6	47.8	49.3	51.6	52.1
Chapter I	17.5	16.0	17.0	16.0	16.0
Other Funds	8.5	9.5	8.5	7.5	10.0
Administrators:					
District	17.0	18.0	17.0	17.0	17.0
Auxiliary Positions:					
Psychologists	2.0	2.0	2.0	2.0	2.0
Nurses	2.0	2.0	2.0	2.0	2.0
Special Education	25.0	26.5	28.0	27.8	27.8
Librarians / Audio Visual	4.0	4.0	4.0	4.0	4.0
Guidance	6.0	6.0	6.0	6.0	6.0
Support Staff:					
Secretarial	22.0	20.5	22.5	22.5	23.0
Aides / Monitors	23.5	24.5	25.6	28.7	27.6
Technical	8.5	8.5	8.4	8.4	9.4
Custodial	28.5	27.5	28.5	28.5	27.5
Maintenance	7.0	8.0	9.0	9.0	10.0
Transportation	18.5	18.5	18.5	20.5	20.5
Lunchroom	28.8	28.0	27.4	27.4	28.7
Chapter I	4.5	5.0	4.1	3.1	3.1
Support Staff - Other Funds	10.5	12.5	11.4	9.4	7.4
Total	405.1	410.3	414.4	419.2	425.0

Source: School District Records



Table 15

**CHILLICOTHE CITY SCHOOL DISTRICT**  
**Educational Statistics**  
**Last Five School Years**

	<u>1994-95</u>	<u>1995-96</u>	<u>1996-97</u>	<u>1997-98</u>	<u>1998-99</u>
<b>4th Grade Proficiency Tests:</b>					
<b>(Tests Initiated March, 1995)</b>					
Writing	N/A	41	59	44	70
Reading	N/A	43	56	38	64
Mathematics	N/A	46	48	45	57
Citizenship	N/A	60	57	53	79
Science	N/A	36	43	45	59
All Parts	N/A	43	38	27	36
<b>6th Grade Proficiency Tests:</b>					
<b>(Tests Initiated March, 1996)</b>					
Writing	N/A	59	69	88	86
Reading	N/A	36	40	46	55
Mathematics	N/A	39	35	41	54
Citizenship	N/A	59	54	62	79
Science	N/A	34	36	47	47
All Parts	N/A	25	20	27	33
<b>9th Grade Proficiency Tests:</b>					
Writing	89	82	80	85	95
Reading	83	88	83	89	91
Mathematics	59	71	60	66	71
Citizenship	78	82	80	77	82
Science	N/A	N/A	N/A	78	77
All Parts	56	60	45	45	45
<b>12th Grade Proficiency Tests:</b>					
Writing	N/A	73	70	78	80
Reading	N/A	70	69	67	67
Mathematics	N/A	44	40	46	45
Citizenship	N/A	55	51	58	54
Science	N/A	46	50	57	52
All Parts	N/A	37	36	33	32
<b>ACT Scores (Composite Averages)</b>					
Chillicothe	20.5	21.3	21.1	21.6	21.4
State	21.2	21.3	21.3	21.4	21.4
National	20.8	20.9	21.0	21.0	21.0
<b>SAT Scores (Averages)</b>					
Chillicothe					
Verbal	439	572	543	564	547
Mathematics	489	553	560	558	563
State					
Verbal	460	536	535	536	534
Mathematics	515	535	536	540	538
National					
Verbal	428	506	505	505	505
Mathematics	482	508	511	512	511

Source: Ohio Department of Education - School District Report Card Data

N/A = Not Available / Not Applicable

(a) Grade 9 Proficiency Tests - 9th Grade Students.

(b) The 4th Grade Proficiency Test passing score was raised in 1996-97 for all tests except Science.

**CHILLICOTHE CITY SCHOOL DISTRICT**

**CENTRAL REGION, ROSS COUNTY**

**SINGLE AUDIT**

**JULY 1, 1998 THROUGH JUNE 30, 1999**

CHILlicothe CITY SCHOOL DISTRICT  
ROSS COUNTY

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**CHILlicothe CITY SCHOOL DISTRICT  
ROSS COUNTY  
SCHEDULE OF FEDERAL AWARD RECEIPTS AND EXPENDITURES  
- CASH BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Pass Through Entity Number</u>	<u>CFDA Number</u>	<u>1999 Receipts</u>	<u>1999 Expenditures</u>
<u>United States Department of Agriculture/ Pass through Ohio Department of Education</u>				
Nutrition Cluster:				
National School Lunch Program	03-PU-98 & 04-PU-98 03-PU-99 & 04-PU-99	10.555	\$ 354,387	\$ 354,387
School Breakfast Program	05-PU-98 & 05-PU-99	10.553	82,873	82,873
Child and Adult Care Food Program	21-ML-98 & 21-ML-99	10.558	<u>1,718</u>	<u>1,718</u>
Total Nutrition Cluster			438,978	438,978
Food Distribution		10.550	<u>45,888</u>	<u>45,888</u>
Total United States Department of Agriculture			484,866	484,866
<u>United States Department of Education/ Pass through Ohio Department of Education</u>				
Title I Grants to Local Education Agencies	C1-S1-98 & C1-S1-98	84.010	1,085,067	1,167,873
Special Education Grants to States	6B-SF-98	84.027	170,488	154,978
Safe and Drug-Free Schools and Communities	DR-S1-98	84.186	20,412	20,874
Goals 2000 State and Local Education System	G2-S3-99	84.276	74,000	29,827
Eisenhower Professional Development State Grant	MS-S1-99	84.281	24,378	23,144
Employment Services and Job Training	WK-BE-97 & WK-BE-98	17.249	19,600	20,000
Innovative Education Program Strategies	C2-S1-99	84.298	<u>18,763</u>	<u>25,765</u>
Total United States Department of Education			1,412,708	1,442,461
<u>Corporation for National and Community/ Pass Through Ohio Department of Education</u>				
Learn and Serve America- School and Community Based Program	SV-S1-99	94.004	15,000	7,733
<u>Federal Communications Commission</u>				
Telecommunications Act Grant		32.XXX	<u>64,290</u>	<u>-</u>
<b>TOTAL FEDERAL RECEIPTS AND EXPENDITURES</b>			<b><u>\$ 1,976,864</u></b>	<b><u>\$ 1,935,060</u></b>

The accompanying note to the schedule is an integral part of this schedule

**CHILLCOTHE CITY SCHOOL DISTRICT  
ROSS COUNTY  
NOTE TO THE SCHEDULE OF FEDERAL AWARD RECEIPTS AND EXPENDITURES**

**1. SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Award Receipts and Expenditures summarizes activity of the school district's federal award programs. The schedule has been prepared on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented on this schedule may differ from amounts presented in, or used in the preparation of, the general purpose financial statements.



**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

**Board of Education  
Chillicothe City School District  
Chillicothe, Ohio**

We have audited the general purpose financial statements of Chillicothe City School District as of and for the year ended June 30, 1999, and have issued our report thereon dated November 9, 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 Chillicothe City School District's general purpose 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 management of Chillicothe City School District in a separate letter dated November 9, 1999.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Chillicothe City School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose 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 general purpose 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 we have reported to management of Chillicothe City School District in a separate letter dated November 9, 1999.

This report is intended solely for the information and use of the board of education, management, Auditor of State 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.

  
Jones, Cochenour & Co.  
November 9, 1999



**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133,  
AND THE SCHEDULE OF FEDERAL AWARD RECEIPTS AND EXPENDITURES**

Board of Education  
Chillicothe City School District  
Chillicothe, Ohio

**Compliance**

We have audited the compliance of Chillicothe City School 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 each of its major federal programs for the year ended June 30, 1999. Chillicothe City School District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Chillicothe City School District's management. Our responsibility is to express an opinion on Chillicothe City School 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 with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Chillicothe City School 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 Chillicothe City School District's compliance with those requirements.

In our opinion, Chillicothe City School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 1999.

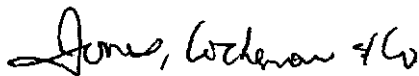
**Internal Control Over Compliance**

The management of Chillicothe City School 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 Chillicothe City School 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.

We have audited the general purpose financial statements of the Chillicothe City School District as of and for the year ended June 30, 1999, and have issued our report thereon dated November 9, 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 award receipts and 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 solely for the information and use of the board of education, management, Auditor of State 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.



Jones, Cochenour & Co.  
November 9, 1999



**CHILLICOTHE CITY SCHOOL DISTRICT  
ROSS COUNTY  
SUMMARY OF AUDITORS' RESULTS AND SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
OMB CIRCULAR A-133 § .505**

JUNE 30, 1999

**1. SUMMARY OF AUDITORS' 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 material 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):	Title I Grants to Local Education Agencies - CFDA #84.010
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: \$300,000 Type B: All others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

There were no findings for the year ended June 30, 1999.

**3. FINDINGS RELATED TO FEDERAL AWARDS**

There were no findings for the year ended June 30, 1999.

**CHILlicothe CITY SCHOOL DISTRICT  
ROSS COUNTY  
CONCLUSION STATEMENT  
June 30, 1999**

**A post-audit conference with the Chillicothe City School District officials was conducted on December 20, 1999, at which time they were notified they had five business days to respond to the preliminary report. All responses were reviewed.**



STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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800-282-0370

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CHILlicothe CITY SCHOOL DISTRICT

ROSS 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.

By: Susan Babbitt

Date: JAN 13 2000