

**PRINCETON CITY SCHOOL DISTRICT**

***INDEPENDENT AUDITORS' REPORTS  
AND OTHER INFORMATION***

**June 30, 1999**



**VONLEHMAN & COMPANY INC.**

---

Certified Public Accountants and Business Advisors

**PRINCETON CITY SCHOOL DISTRICT**

***INDEPENDENT AUDITORS' REPORTS  
AND OTHER INFORMATION***

**June 30, 1999**

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STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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Board of Education  
Princeton City School District  
Cincinnati, Ohio

We have reviewed the Independent Auditor's Report of the Princeton City School District, Hamilton County, prepared by VonLehman & Company Inc., 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 Princeton City School District is responsible for compliance with these laws and regulations.

A handwritten signature in black ink, appearing to read "Jim Petro".

JIM PETRO  
Auditor of State

February 24, 2000



VONLEHMAN & COMPANY INC.

Certified Public Accountants and Business Advisors

250 Grandview Drive Suite 300  
Fort Mitchell, Kentucky 41017-5610

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Cincinnati, Ohio 45242-5502

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

Princeton City School District  
Cincinnati, Ohio

We have audited the financial statements of the Princeton City School District as of and for the year ended June 30, 1999, and have issued our report thereon dated November 23, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the Princeton City School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of noncompliance that we have reported to management of the Princeton City School District in a separate letter dated November 23, 1999.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Princeton 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 financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may

Princeton City School District  
Page Two

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.

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

*VonLehman & Company Inc.*

Fort Mitchell, Kentucky  
November 23, 1999



VONLEHMAN & COMPANY INC.

Certified Public Accountants and Business Advisors

250 Grandview Drive Suite 300  
Fort Mitchell, Kentucky 41017-5610

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

Princeton City School District  
Cincinnati, Ohio

**Compliance**

We have audited the compliance of the Princeton 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. The Princeton City School District's major federal programs are identified in the summary of auditor's 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 the Princeton City School District's management. Our responsibility is to express an opinion of the Princeton 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 the Princeton 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 the Princeton City School District's compliance with those requirements.

In our opinion, the Princeton 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 the Princeton 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 the Princeton 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 Princeton City School District as of and for the year ended June 30, 1999, and have issued our report thereon dated November 23, 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 expenditures of federal awards 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 management, federal awarding agencies and pass-through agencies and is not intended to be and should not be used by anyone other than these specified parties.

*VonLehman & Company Inc.*

Fort Mitchell, Kentucky  
November 23, 1999



**PRINCETON CITY SCHOOL DISTRICT  
HAMILTON COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**June 30, 1999**

Federal Grantor/ Program Title	CFDA #	Pass-Through Grantor #	Federal Receipts	Federal Disbursements
<u>U.S. Department of Agriculture</u> (Passed Through Ohio Department of Education)				
<b>Child Nutrition Cluster</b>				
- Breakfast Program	10.553	05-PU 00	\$ 159,032	\$ 159,032
- National School Lunch Program	10.555	03-PU 00 04-PU 00	561,881	561,881
- Summer Food Service	10.559	23-ML 00 24-AD 00	51,990	51,990
Total Child Nutrition Cluster			772,903	772,903
Food Distribution ^	10.550	*	78,350	78,350
Child Care Food Program	10.558	16-CC 00 21-ML 00	3,397	3,397
Total U.S. Department of Agriculture			854,650	854,650
<u>U.S. Department of Education</u> (Passed Through Ohio Department of Education)				
<b>Special Education Cluster</b>				
- Title VI-B	84.027	6B-SF 98P/99P	211,704	220,251
- Title VI-B-Pre-School	84.173	PG-S1 97P/99P	16,224	8,594
Total Special Education Cluster			227,928	228,845
Adult & Community Education	84.002	AB-S1 98/99	60,015	67,834
DDE Prof. Development	84.281	MS-S1 96/97/98/99	57,609	49,032
Title I	84.010	CI-S1 99	613,598	642,672
Drug Free Schools (Title IV)	84.186	DR-S1 97/99	27,180	31,023
Goals 2000	84.276	G2-S3 96/S4 00	6,000	3,068
Innovative Education Program Strategy (Title II)	84.298	C2-S1 97/99	21,826	24,664
Total U.S. Department of Education			1,014,156	1,047,138
			<u>\$ 1,868,806</u>	<u>\$ 1,901,788</u>

^ Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

\* No pass-through grantor number available.

**PRINCETON CITY SCHOOL DISTRICT  
HAMILTON COUNTY  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**NOTE 1 - BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Princeton City School District and is presented on the basis of accounting described in Note 2 of the financial statements. 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 in this schedule may differ from amounts presented in, or used in, the preparation of the financial statements.

**PRINCETON CITY SCHOOL DISTRICT  
HAMILTON COUNTY  
SCHEDULE OF FINDINGS  
Year Ended June 30, 1999**

**SECTION 1 - SUMMARY OF AUDITORS' RESULTS**

<b>FINANCIAL STATEMENTS</b>	
Type of Financial Statement Opinion	Unqualified
Were there any material control weakness conditions reported at the financial statements level (GAGAS)?	No
Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	None Reported
Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<b>FEDERAL AWARDS</b>	
Were there any material internal control weakness conditions reported for major federal programs?	No
Were there any other reportable conditions identified, not considered to be material weaknesses, reported for major programs?	No
Type of Major Programs Compliance Opinion	Unqualified
Are there any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510?	No
Major Programs (list):	Nutrition Cluster (Food Distribution, Breakfast, NSLP and Child Care Food Program) [CFDA 10.553, 10.555, 10.558 and 10.559], Title I (CFDA 84.010)
Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
Low Risk Auditee?	Yes

See auditors' report and accompanying notes.

**PRINCETON CITY SCHOOL DISTRICT  
HAMILTON COUNTY  
SCHEDULE OF FINDINGS  
Year Ended June 30, 1999**

**SECTION II - FINANCIAL STATEMENT FINDINGS**

No matters to be reported.

**SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

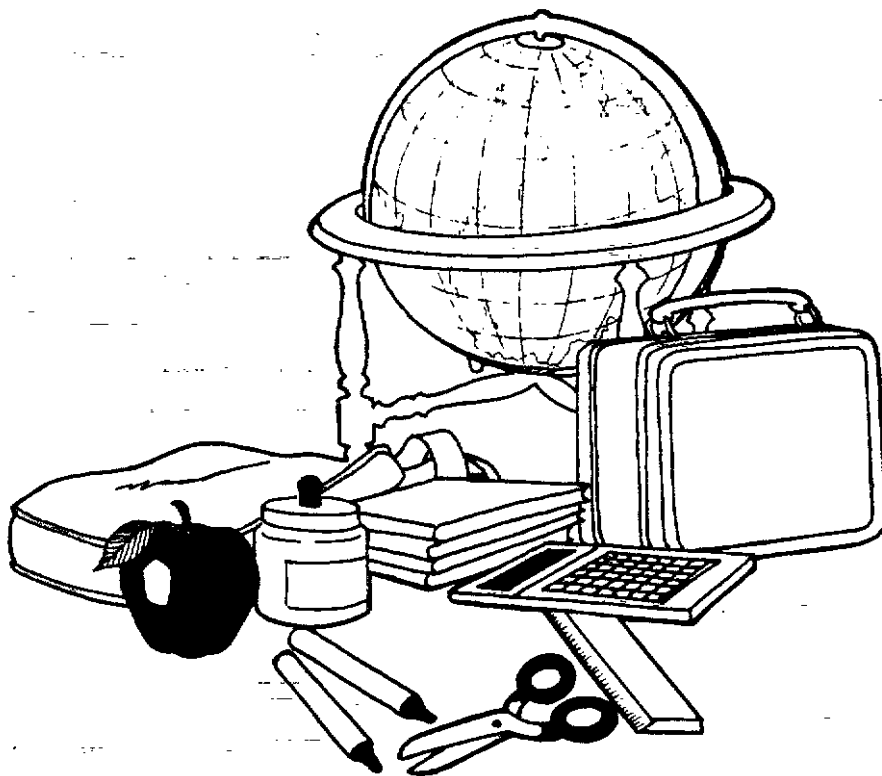
No matters to be reported.

**PRINCETON CITY SCHOOL DISTRICT  
HAMILTON COUNTY  
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 1999**

**None**

# *Comprehensive Annual Financial Report*

*for the Fiscal Year Ended June 30, 1999*



*Princeton City School District*  
*Cincinnati, Ohio*

**PRINCETON CITY SCHOOL DISTRICT  
CINCINNATI, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**PREPARED BY: OFFICE OF THE TREASURER**

**LARRY A. MCDONOUGH  
TREASURER**

# INTRODUCTORY SECTION

## *Mission Statement*

*The Mission of the Princeton City School District is to assure that all students thrive as productive life-long learners and citizens of integrity by providing a superior educational environment.*



**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 For the Fiscal Year Ended June 30, 1999**

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**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
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**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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COMPREHENSIVE ANNUAL FINANCIAL REPORT  
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**Princeton City School District**  
**25 West Sharon Avenue**  
**Cincinnati, Ohio 45246**

Office of the Treasurer

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December 21, 1999

TO THE CITIZENS AND BOARD OF EDUCATION OF THE PRINCETON CITY SCHOOL DISTRICT:

We are pleased to present the third Comprehensive Annual Financial Report (CAFR) of the Princeton City School District for the fiscal year ended June 30, 1999. This report was prepared by the Treasurer's Office, and contains financial statements, supplemental statements, and statistical information to provide complete and full disclosure of all material financial aspects of the District for the 1998-99 fiscal year.

Responsibility for the accuracy, completeness, and fairness of the report rests with the District. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report was prepared in conformance with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB).

This report has been divided into three sections:

- The Introductory Section includes this transmittal letter, the list of principal officials, and the District's organizational chart.
- The Financial Section includes the unqualified opinion of our independent auditors, VonLehman and Company, Inc., the general purpose financial statements, and the combining and individual fund and account group statements and schedules.
- The Statistical Section includes selective financial, economic, and demographic information, generally presented on a multi-year basis for comparative purposes.

This report includes all funds and account groups of the District. The District provides a full range of traditional and non-traditional educational programs, services, and facilities. These include elementary and secondary curriculum offerings at the general, college preparatory, and vocational levels; a broad range of co-curricular and extra-curricular activities; special education programs; and facilities and community recreation facilities.

## DESCRIPTION OF THE DISTRICT

The District serves an area of 36 square miles in the north central part of Hamilton County, encompassing the villages of Glendale, Evendale, Woodlawn and Lincoln Heights, and, the cities of Springdale and Sharonville. It also encompasses a small portion of Butler and Warren Counties. The total District population has increased from 32,515 in 1980 to 36,873 in 1990 according to census information. The tax base of the District is comprised of a unique blend of residential, commercial, and industrial property, with approximately 70% of the tax revenue of the District paid by business and industry.

During the 1998-99 school year, the District served 6,577 students enrolled in nine elementary schools, one junior high school and one high school. The District's enrollment remains relatively stable with no significant increase projected due to the lack of a available land for new residential development.

The student enrollment of the District is a reflection of the diversity of the communities it serves. For the 1998-99 school year, 35% of the students enrolled were participating in the free lunch program; over 155 students were enrolled in a full time trade program through vocational education; over 654 students received instruction through a variety of special education programs; and over 1,000 students were served in the Princeton Academic Program for the Talented (APT). The District also offers a comprehensive adult education program to the community to help adults obtain a high school diploma.

## ORGANIZATION OF THE DISTRICT

The Board of Education of the Princeton City School District is composed of five members elected at large by the citizens of the District. The board serves as the taxing authority, contracting body and policy initiator for the operation of the District. The Board is also responsible for the adoption of the tax budget, the annual operating budget and approves all expenditures of the District. The Board is a body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code, and has only those powers and authority conferred upon it by the Code.

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

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Mr. Paul Hogue	Jan. 1996 - Dec. 1999	11 - 1/2
Dr. Martha Iskyan	Jan. 1996 - Dec. 1999	3 - 1/2
Mr. Mark Lemen	Jan. 1998 - Dec. 2001	3
Mrs. Jenny Pansing	Jan. 1998 - Dec. 2001	2
Mrs. Tawana Keels Simons	Jan. 1996 - Dec. 1999	3 - 1/2

The Superintendent is the Chief Executive Officer of the District and is directly responsible to the Board for all operations of the District. Dr. Dennis Peterson has served as Superintendent since January, 1996, and has 30 years experience as a school superintendent. In March 1998 the Board approved a four-year contract which will expire on July 31, 2003.

The Treasurer is the Chief Financial Officer of the District and is directly responsible to the Board for all financial operations, investments, and serves as Secretary to the Board. Mr. Larry McDonough has served as Treasurer since January, 1987, and has 15 1/2 years experience as a school treasurer in Ohio. At its Organizational meeting in January, 1997, the board approved a four-year contract which will expire in January, 2001.

## ECONOMIC CONDITION AND OUTLOOK

The District is located in southwestern Ohio, just north of Cincinnati in the north central area of Hamilton County. The eastern boundary of the District is along Interstate 71, and Interstate 75, which runs from Canada to Florida, directly dissects the District; the two interstate highways make the District a desirable location for many businesses who require easy access to the nation's interstate system.

The District's tax base is comprised of approximately 30% residential and agricultural properties and approximately 70% of a wide range of manufacturing, commercial, and other business properties. The following table shows how the composition of the District's tax base has gradually shifted to more reliance on the residential and agricultural properties since 1990.

Year	Percent Residential/Agricultural	Percent Business
1990	23.7%	76.3%
1991	24.6%	75.4%
1992	25.1%	74.9%
1993	25.1%	74.9%
1994	26.8%	73.2%
1995	27.3%	72.7%
1996	27.9%	72.1%
1997	29.5%	70.5%
1998	30.0%	70.0%
1999 (est.)	30.0%	70.0%

An integral part of the business valuation is the revenue generated by the tangible personal tax. Since 1991, as a percent of general revenue, the contribution from the tangible tax has dropped from a high of 43% to a current 33% rate. Information from the Ohio Department of Education shows that this still places the District in the top 2 percentile in Ohio in terms of reliance on this type of property tax.

As 1999-00 begins, deregulation of utilities could result in the state set assessment rate on utility personal property being reduced from 88% of true value to 25% of true value. This could potentially reduce the District's revenue by approximately \$2,285,000. Additionally, in June, 1999, the state assembly passed legislation reducing the assessment on property held in inventory from 25% of value to 0% of value over a 25-year period, beginning in 2001. The annual 1% reduction will reduce revenue by an estimated \$315,000 per year.



Further, in the spring of 1996, the Ohio Supreme Court rendered a far-reaching decision that declared the State's funding mechanism for schools to be unconstitutional, particularly the reliance on property taxes to fund education in Ohio. The District is concerned with these initiatives and is a charter member of Educational Tax Policy Institute which is contributing to the dialogue on any state tax changes that may occur in the future.

The expectation is that tangible property values will continue to decline slightly and that the assessment rate reductions on inventory values will be accelerated by action of the state legislature. The District will have to replace these revenues by asking voters to increase the voted tax rate.

As a hedge against valuation declines and legislative initiatives, the District asked its voters to approve a 6.5 mill levy in November, 1998. That levy request was defeated. The District then made \$4 million in budget reductions from its proposed fiscal year 2000 budget. With these reductions, the District asked its voters to approve a 3.95 mill levy in August 1999 which passed.

### **EMPLOYEE RELATIONS**

As of June 30, 1999, the Board employed 1,005 full-time employees. Of the Board's current employees, 549 were certificated by the Ohio Department of Education serving as classroom teachers, education specialists, and administrators, all of whom have at least a bachelor's degree.

Certificated teachers and education specialists are represented by the Princeton Association of Classroom Educators (PACE) which is a labor organization affiliated with the Ohio Education Association. As of June 30, 1999, the District and the association were in the third year of an agreement that expires on May 15, 2000.

Operational personnel are represented by the Princeton Operational Employees Association (POEA) which is affiliated with the Ohio Association of Public School Employees, Chapter 174 (OAPSE) which is a labor organization affiliated with the American Federation of State, County and Municipal Employees (AFSCME). As of June 30, 1998, the District and the association were in the third year of an agreement that expires on June 30, 2000.

As part of its budget reductions, the District implemented a one-time cash retirement incentive. Fifty-seven staff members availed themselves of this opportunity. About one-half of the members electing to take the cash incentive were not replaced.

### **MAJOR INITIATIVES FOR THE YEAR**

The mission statement, governing values, internal and external analysis, objectives and strategies of the Strategic Plan were all created by a broad-based planning team. The action plans were developed under the guidance of the planning team by ten individual action planning teams. All of the plans were approved by the Board of Education.

Work on the action plans began in 1997-98, and several have become operational through the work done by the respective assigned administrators. Furthermore, work is ongoing on several more action plans during 1998-99. All of these plans are constructed to move the District toward the ten objectives, which were developed to move the organization toward fulfilling its mission statement. Actually, the effort is to make the mission statement the true mission of employees of the District.

An annual update of the plan is scheduled for mid-December to evaluate implementation of the plan, assess the value of each action plan to further work, and determine the need for further strategies and action plans.

The specifics of the plan are noted below:

A. Mission Statement:

The mission of the Princeton City School District is to assure that all students thrive as productive life-long learners and citizens of integrity by providing a superior educational environment.

B. Governing Values

*WE BELIEVE THAT*

- . All students can learn.
- . All people have worth and value.
- . People thrive in an environment that stimulates, develops and supports them to reach their individual potential.
- . Open communication, honesty and integrity are the foundation for building trusting relationships.
- . Valuing the diversity of all people creates enhanced learning opportunities.
- . The home, school and community share the responsibility for educating children.

C. Objectives

1. At least 85% of our students will pass the State of Ohio proficiency test in each area tested at all grade levels by the year 2003.
2. Increase by 50% the number of students who earn A or B grades and decrease by no less than 75% the students who are failing, without changing the grading scale by the year 2003.
3. Student performance on the Stanford Achievement Test will rank the District in the 85% percentile.
4. All students will demonstrate the Character Education Values of trustworthiness, respect, responsibility, compassion, honor and service in their school community, appropriate to their grade levels.
5. To have a graduation rate of 90%.

#### D. Parameters

1. We will always operate safe, secure and orderly environments conducive to learning.
2. We will actively involve and communicate with families and community in helping us achieve our mission and objectives.
3. No new initiative will be accepted unless it is consistent with the strategic plan, benefits clearly justify the cost and it continues to make optimal contribution to achieve our mission.
4. No existing program or service will be retained unless benefits continue to justify cost and it continues to make optimal contribution to achieve our mission.
5. We will operate in a fiscally responsible way in the most cost effective environment we can create.

#### E. Strategies and Action Plans

##### **Strategy #1: Upgrade the District's aging and inadequate facilities to more effectively support and attract students, staff and parents.**

###### Action Plans:

1. Assess grade level grouping i.e., Preschool - 2, 3-5, 6-8, 9-12.
2. Comprehensive facility assessment, new vs. replacement, accessibility.
3. Investigate local school concept, community vs. regional school.
4. Assess the competition. Explore the school with the best education delivery system appropriate for our area, i.e., technology, wiring, size, lighting, etc.
5. Develop long term building plan to update facilities.
6. Involve staff in areas 1-5 to determine what is needed and effective.

##### **Strategy #2: To increase the number of minority teachers to reflect the demographics of the student population.**

###### Action Plans:

1. Design and implement a comprehensive recruitment program to increase the number of minority teachers.
2. Develop and implement a minority student teacher program.

##### **Strategy #3: To significantly improve the public's perception of the Princeton City School District.**

###### Action Plans:

1. Develop a positive internal and external marketing campaign to include students, staff and community at large (Realtors).
2. Investigate changing the name of the District to highlight the community perspective, i.e., Princeton Community School District.
3. Develop a more effective and timely internal and external communications network.
4. Develop a positive image of school District, i.e., dress code, athletic uniforms, conduct, etc.

**Strategy #4: To significantly improve students' academic achievement levels as reflected through daily performance and test score results.**

**Action Plans:**

**1. Structure**

- a. Staffing
- b. Building organization
- c. Time (days, hours, school calendar)
- d. Teacher input

**2. Curriculum Design**

- a. What should be the content?
- b. Meet external expectations (proficiency tests)
- c. Meet core District requirements (instructional guide)
- d. Develop a District-wide scope and sequence
- e. Assure continuity of the curriculum within the District.
- f. Individualized curriculum to reflect needs, ability, and interests
- g. Teacher input

**3. Instruction**

- a. Staff development
- b. Staff collaboration
- c. Teacher collaboration
- d. Teaching models
- e. Use of technology
- f. Establish individual expectations for each student.
- g. Learner responsibility
- h. Parent/school communication

**4. Assessment**

- a. Use of academic indicators, i.e., proficiency tests, standardized tests, National Merit Scholars, teacher prepared tests, grades-quarterly, writing assessments, portfolio assessments, percentage who graduate (drop out rate), percentage who go on to higher education, honor rolls, SAT/ACT, promotion rates, # of scholarships earned, departmental exams (Jr. High/HS)
- b. Staff collaboration to impact instruction and curriculum based on analysis of indicator data.
- c. Use of technology

**Strategy #5: To create an atmosphere conducive to learning that will discourage disruptive behavior and encourage student success.**

Action Plans:

1. Decrease expulsions/suspensions by modifying student behavior.
2. Alternative instruction
3. Parent involvement
4. Conflict resolution techniques
5. Re-design support services for potentially disruptive students.
6. Find ways to make students feel that adults in the school know and care about them.

**Strategy #6: To provide an environment which recognizes and values individual differences.**

Action Plans:

1. Strengthen and where necessary develop programs for exceptional learners.
2. Develop curricula infused with information that generates greater understanding, sensitivity, awareness and appreciation of racial and cultural differences.
3. Create a staff development program that prepares staff to recognize and value individual differences.
4. Develop and implement student programs which encourage positive racial and cultural interaction.
5. Develop and implement community/civic/parent programs which encourage positive racial and cultural interaction.
6. Implement innovative teaching techniques and methodologies which meet the individual needs of all students.

**Strategy #7: To create a safe and secure school environment for students, staff and visitors.**

Action Plans:

1. In-depth analysis of existing security programs.
2. Develop a formal relationship with community - based public/safety departments.
3. Update, revise and disseminate the school crisis plan.
4. Develop an internal/external communications network that reports critical information in a timely manner.
5. Survey the safety concerns of students, staff and parents and develop a plan to respond to the concerns.
6. Involve staff, students and parents in the creation of a comprehensive safety program.

**Strategy #8: Assure a funding level sufficient to support the goals of the Strategic Plan.**

**Action Plans:**

1. Analyze current funding position.
2. Evaluate current programming effectiveness.
3. Evaluate current staffing effectiveness.
4. Evaluate salary and benefit costs.
5. Costs of Strategic Plan.
6. Review budget process.
7. Cost saving ideas.
8. Projection of future costs and revenue.
9. Review legal and legislative implications.
10. Possible sources of new revenue.
11. Develop spending plan.
12. Develop funding plan.
13. Implement funding plan.

**Strategy #9: To create a "family friendly" school district.**

**Action Plans:**

1. Develop and implement a customer satisfaction process.
2. Develop and implement a student/family orientation program.
3. Evaluate the feasibility of a family resource center in the District.
4. Improve the communication between the student, teacher and parent.
5. Examine current policy to determine if it is consistent with a "family friendly" school district.

**Strategy #10: Incorporate Character Education Values into our daily operation and instruction.**

**Action Plan:**

1. Revise existing Character Education Values and develop a plan to incorporate them into our daily operations.
2. Revise existing Character Education Values and develop a plan to incorporate them into our instructional program.

**FINANCIAL INFORMATION**

The District's accounting system is organized on a "fund" basis. Each fund and account group is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). GAAP, more fully described in the notes to the financial statements, provides for a modified accrual basis of

accounting for the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Funds, Expendable Trust Fund, and Agency Funds, and for a full accrual basis for all other funds.

### Internal Controls

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

### 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 and annual reviews by the District's independent auditors.

As a part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 1999, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

### Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established by function and object of expenditure within an individual fund. The District maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered appropriation balances are reviewed prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year-end are carried forward to succeeding 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.

### Governmental Funds

The following table presents the amount of revenues by source including other financing sources for the General Fund for the fiscal year ended June 30, 1999, and the percentage of increases and decreases in relation to prior year revenues.

## REVENUES BY SOURCE

	1998	1999	Percent of Total	Difference from 1998	Percent of Change
Taxes	\$45,111,417	50,185,894	85.11%	\$5,074,477	11.25%
Intergovernmental	6,643,904	7,062,658	11.98%	418,754	6.30%
Interest	1,399,904	1,207,811	2.05%	(192,093)	(13.72%)
Tuition	226,164	261,259	.44%	35,095	15.52%
Other local revenues	813,243	250,326	.42%	(562,917)	(69.22)%
Miscellaneous	3,027	0	.00%	(3,027)	(100.00%)
	<u>\$54,197,659</u>	<u>\$58,967,948</u>	<u>100.00%</u>	<u>\$4,770,289</u>	<u>8.80%</u>

The District's 8.80% increase in revenues and 11.25% increase in taxes is due to a \$3.1 million increase in the estimated amount available for advances as determined by the Hamilton County Auditor. This estimate is recorded as revenue in accordance with the generally accepted accounting principles. The 13.72% decrease in interest is due to reduced fund balances and the timing of investments. The 15.52% increase in tuition is the result of the District serving a greater number of out-of-district, non-handicapped students. The 69.22% decrease in other local revenues is due to a one-time refund of \$590,060 from Workers' Compensation which was received in fiscal year 1998.

## EXPENDITURES BY FUNCTION

	1998	1999	Percent of Total	Difference from 1998	Percent of Change
<b>Instruction:</b>					
Regular	\$24,190,576	25,699,666	44.92%	1,509,090	6.24%
Special	3,747,861	4,387,809	7.67%	639,948	17.08%
Vocational	727,441	353,593	0.62%	(373,848)	(51.39%)
Other	328,846	391,754	0.68%	62,908	19.13%
<b>Support Services:</b>					
Pupil	3,086,517	3,264,896	5.71%	178,379	5.78%
Instr. Staff	4,258,437	4,749,706	8.30%	491,269	11.54%
Board of Education	214,611	178,781	0.31%	(35,830)	(16.70%)
Administration	4,295,264	4,459,878	7.80%	164,614	3.83
Fiscal	1,616,317	1,395,343	2.44%	(220,974)	(13.67%)
Business	714,178	630,837	1.10%	(83,341)	(11.67%)
<b>Operations and</b>					
Maintenance	7,570,904	6,889,574	12.04%	(681,330)	(9.00%)
Pupil Trans.	2,662,107	2,656,094	4.64%	(6,013)	(0.23%)
Central	907,999	901,475	1.58%	(6,524)	(0.72%)
<b>Community Services</b>					
Extracurricular	6,857	264,643	0.46%	257,786	3759.46%
Capital Outlay	637,126	703,691	1.23%	66,565	10.45%
Debt Service	53,535	97,078	0.17%	43,543	81.34%
	<u>203,228</u>	<u>189,565</u>	<u>0.33%</u>	<u>(13,663)</u>	<u>(6.72%)</u>
	<u>\$55,221,804</u>	<u>57,214,383</u>	<u>100.0%</u>	<u>\$1,992,579</u>	<u>3.61%</u>



The District's 3.61% increase in expenditures is the result of efforts made by the administration to reduce the costs associated with the education of the student body yet provide a quality education to all students. Increases in contracted salaries and benefits were offset by the District-wide reduction of expenses related to certain programs. The 3759.46% increase in community services is attributed to an overpayment of retirement contributions which was made to offset prior year payments made below the estimate. This issue has been resolved for fiscal year 2000.

#### Special Revenue Funds

Special Revenue Funds account for funds that derive revenue primarily from grants and entitlements restricted by law to expenditures for specific purposes. The fund balance for all Special Revenue Funds decreased \$406 during the 1999 fiscal year.

#### Capital Projects Funds

Capital Projects Funds account for the purchase of equipment and the financing of major improvement projects. The Capital Projects Funds ended the 1999 fiscal year with a fund balance of \$2,245,643.

#### Enterprise Funds

The District's three Enterprise Funds are the Food Service Fund, Early Childhood Program, and the Uniform School Supplies Fund. These funds are similar in nature to profit-making activities found in the private sector and are managed accordingly. The District's Enterprise Funds operated in 1999 with \$2,148,516 in total revenues and transfers in and a recorded net income of \$128,421.

#### Internal Service Funds

The District has one Internal Service Fund. In fiscal year 1999, the Rotary Fund recorded net income of \$24,119.

#### Debt Administration

The District has four debt issues outstanding at June 30, 1999. The first issue is \$592,335 of energy conservation bonds held by Fifth Third Bank for lighting retrofit work to be done throughout the District. The bonds were issued on October 11, 1995, at an interest rate of 4.25%. The amount of outstanding bonds at June 30, 1999, is \$236,942. The issue will be retired on October 11, 2000.

The second issue is \$4,220,130 of energy conservation bonds held by Fifth Third Bank for HVAC work to be done throughout the District. The bonds were issued on July 12, 1996, at an interest rate of 5.72%. The amount of outstanding bonds at June 30, 1999, is \$2,577,490. The issue will be retired in July 12, 2003.

The third issue is a \$552,000 general obligation bond issued for school bus purchases through the State Bus Purchase Finance Pool. The bonds were issued on June 1, 1997, at an interest rate of 5.25%. The amount of outstanding bonds at June 30, 1999, is \$192,000. The issue will be retired on April 15, 2000.

The fourth issue was the result of change orders in the third issue energy conservation project. The additional \$392,099 was issued on October 30, 1997, at a rate of 5.40%. The amount outstanding at June 30, 1999, was \$295,660. The issue will be retired on April 12, 2003.

### Cash Management

The District operates a cash management program designed to provide safety, liquidity, and yield, in that order. Funds are invested in overnight savings accounts, certificates of deposit, in the Ohio State Treasurer's Investment Pool (Star Ohio), or in United States Government bills or notes. The amount of investment income in fiscal year 1999 for all District funds was \$1,347,768. A more detailed description of the District's investment functions is provided in Note 4 to the financial statements.

### Risk Management

The District maintains protection for its assets and employees through a comprehensive insurance program. Insurance policies for vehicle fleet liability, general liability, property loss, and boiler and machinery coverage are purchased from insurance companies licensed to do business in the State of Ohio. The maximum deductible amount for these coverages is \$1,000 per loss incurred.

## **OTHER INFORMATION**

### Independent Audit

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. VonLehman and Company, Inc., conducted the District's audit for fiscal year 1999. The Auditor's report on the District's general purpose financial statements, combining and individual fund statements and schedules is included in the financial section of this report.

### Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Princeton City School District for its comprehensive annual financial report for the fiscal year ended June 30, 1998. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

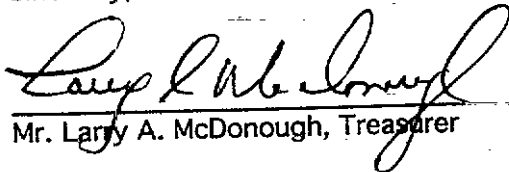
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

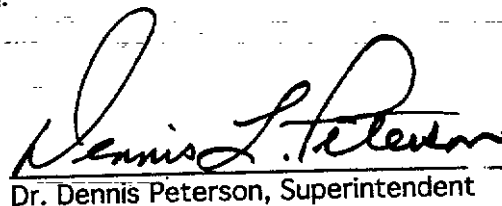
The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence on Financial Reporting for the fiscal year ended June 30, 1998, to the District. The award was the second for the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 1998, substantially 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 extensive review of the report by an expert panel of certified public accountants and practicing school business officials. The District believes our current report conforms to the ASBO's principles and standards, and we are submitting it to ASBO to determine its eligibility for a certificate.

#### Acknowledgments

The preparation and publication of the 1999 Comprehensive Annual Financial Report of the Princeton City School District was made possible by the combined efforts of the entire Treasurer's office staff. Sincere appreciation is extended to Mr. Art Precht for his exceptional individual efforts in preparing this report. Finally, this report would not have been possible without the support, commitment, and leadership of the Board of Education to continue the pursuit of excellence in financial reporting.

Sincerely,

  
Mr. Larry A. McDonough, Treasurer

  
Dr. Dennis Peterson, Superintendent

**PRINCETON CITY SCHOOL DISTRICT  
LIST OF PRINCIPAL OFFICIALS**

June 30, 1999

**Elected Officials**

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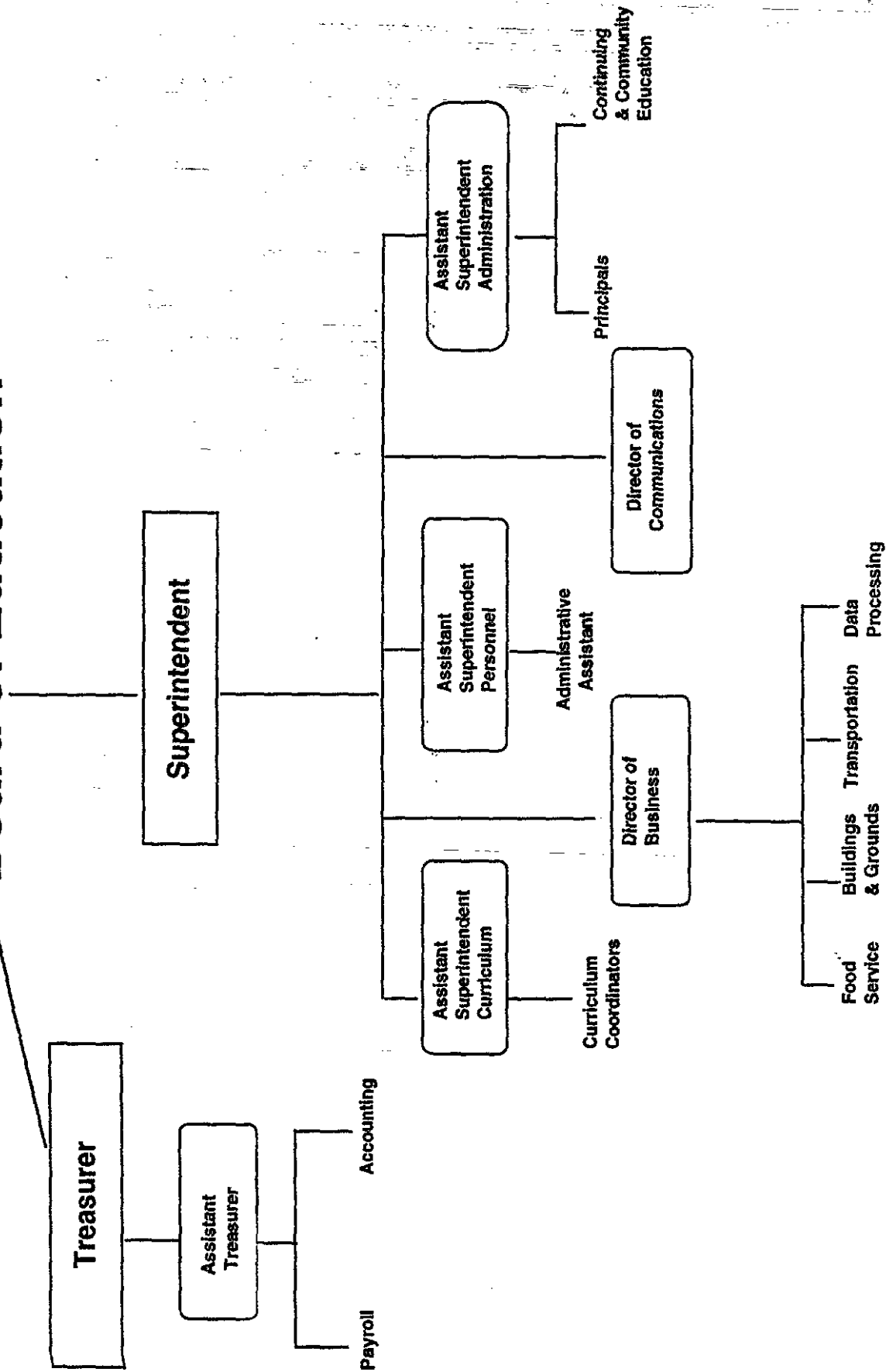
President, Board of Education.....	Dr. Martha Iskyan
Vice-President, Board of Education.....	Jenny Pansing
Board Member.....	Paul H. Hogue
Board Member.....	Mark M. Lemen
Board Member.....	Tawana Keels Simons

**Administrative Officials**

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Superintendent.....	Dr. Dennis L. Peterson
Treasurer.....	Larry A. McDonough
Assistant Superintendent, Administration.....	Dr. Shelley J. Hamler
Assistant Superintendent, Instr. Programs.....	Ann M. Boyle
Assistant Superintendent, Personnel.....	Dr. David D. Baker
Business Manager.....	Fred E. Pensinger

# Board of Education





# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Princeton 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.



*Carol Brubaker*  
President

*Jeffrey L. Esler*  
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to  
**PRINCETON 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

*Glenn A. Fleisher*  
President

*Don E. Hagan*  
Executive Director



# FINANCIAL SECTION

## CHARACTER EDUCATION VALUES

*Trustworthiness --Be honest, dependable, and sincere to self and others.*

*Respect--Demonstrate courtesy and civility. Be good to self and others.*

*Responsibility--Be accountable for the results of your actions.*

*Honor--Stand by your word. Exhibit ethical conduct.*

*Compassion--Treat others and self with kindness.*

*Service--Give back to the community. Help others.*



VONLEHMAN & COMPANY INC.

250 Grandview Drive Suite 300  
Fort Mitchell, Kentucky 41017-5610

Certified Public Accountants and Business Advisors

4221 Malsbary Road Suite 102  
Cincinnati, Ohio 45242-5502

## INDEPENDENT AUDITORS' REPORT

Princeton City School District  
Cincinnati, OH

We have audited the accompanying general purpose financial statements of the Princeton City School District, and the combining, individual fund and account group financial statements and schedules of the Princeton City School District as of and for the year ended June 30, 1999, as listed in the table of contents. These financial statements are the responsibility of the Princeton City School District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Princeton City School District as of June 30, 1999, and the results of its operations and cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended, in conformity with generally accepted accounting principles. Also, in our opinion, the combining and individual fund and account group financial statements referred to above present fairly, in all material respects, the financial position of each of the individual funds and account groups of the Princeton City School District as of June 30, 1999, and the results of operations of such funds and cash flows of its individual proprietary fund types and nonexpendable trust funds for the year then ended, in conformity with generally accepted accounting principles.

Princeton City School District  
Page Two

In accordance with Government Auditing Standards, we have also issued our report dated November 23, 1999 on our consideration of the Princeton City 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 conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining and individual fund and account group financial statements and schedules. The statistical data listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of Princeton City School District. Such information has not been subjected to the auditing procedures applied in the audit of the general purpose, combining and individual fund and account group financial statements and, accordingly, we express no opinion on it.

*VonLehman & Company Inc.*

# GENERAL PURPOSE FINANCIAL STATEMENTS

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The general purpose financial statements of the District include the basic combined financial statements, presented by fund type and account group, and notes to the financial statements that are essential to the fair presentation of financial position and results of operations and cash flows of its proprietary and non-expendable trust funds for the year ended June 30, 1999.

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**PRINCETON CITY SCHOOL DISTRICT  
COMBINED BALANCE SHEET  
ALL FUND TYPES AND ACCOUNT GROUPS  
AS OF JUNE 30, 1999**

	<b>GOVERNMENTAL FUND TYPES</b>			
	General Fund	Special Revenue	Debt Service	Capital Projects
<b>ASSETS AND OTHER DEBITS:</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents	\$ 12,112,515	\$ 933,051	\$ 2,199	\$ 2,255,118
<b>Receivables</b>				
Taxes - current	17,445,618			
Taxes - delinquent	972,812			
Accounts	39,828	1,648		
Accrued interest	185,895			
Intergovernmental - state				
Intergovernmental - federal		11,500		
Interfund loan receivable	266,853			
Materials and supplies inventory	335,246			
<b>Restricted assets:</b>				
Cash and cash equivalents	592,811			
Property, plant and equipment (net of accumulated depreciation, where applicable)				
<b>Other debits:</b>				
Amount available in Debt Service Fund				
Amount to be provided for retirement of General Long-term Obligations				
<b>Total assets and other debits</b>	<b>\$ 31,951,378</b>	<b>\$ 946,199</b>	<b>\$ 2,199</b>	<b>\$ 2,255,118</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 454,481	\$ 246,641	\$ -	\$ 9,475
Accrued wages and benefits	5,516,021	141,076		
Compensated absences payable	591,332			
Interfund loans payable		144,790		
Due to students				
Deferred revenue	4,812,964			
Claims and judgments payable	193,000			
General obligation bonds payable				
Early retirement incentive obligation	839,268			
Obligation under capital leases				
<b>Total liabilities</b>	<b>12,407,066</b>	<b>532,507</b>	<b>-</b>	<b>9,475</b>
<b>Equity and other credits:</b>				
Investment in general fixed assets				
<b>Retained earnings:</b>				
<b>Unreserved</b>				
<b>Fund Balances:</b>				
Reserved for encumbrances	359,543	209,678		190,066
Reserved for property taxes	13,605,466			
Reserved for budget stabilization	592,811			
Reserved for supplies inventory	335,246			
Reserved for debt service			2,199	
<b>Unreserved:</b>				
Undesignated	4,651,446	204,016		2,055,577
<b>Total equity and other credits</b>	<b>19,544,312</b>	<b>413,692</b>	<b>2,199</b>	<b>2,245,643</b>
<b>Total liabilities, equity and other credits</b>	<b>\$ 31,951,378</b>	<b>\$ 946,199</b>	<b>\$ 2,199</b>	<b>\$ 2,255,118</b>

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

PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$ 272,460	\$ 41,709	\$ 402,902	\$ -	\$ -	\$ 16,019,954
					17,445,618
5,478	5	137			972,812
					47,096
12,808					185,895
188,307					12,808
					189,807
181,544					266,853
					516,790
					592,611
25,621			59,391,864		59,417,485
				2,199	2,199
				4,235,423	4,235,423
<u>\$ 686,218</u>	<u>\$ 41,714</u>	<u>\$ 403,039</u>	<u>\$ 59,391,864</u>	<u>\$ 4,237,622</u>	<u>\$ 99,915,351</u>
\$ 15,209	\$ 12,467	\$ 4,506	\$ -	\$ -	\$ 742,779
190,324		257			5,847,678
30,768				674,578	1,296,678
122,063					266,853
		92,224			92,224
152,248					4,965,212
					193,000
49,692				3,302,094	3,302,094
				260,950	888,960
560,304	12,467	96,987		4,237,622	260,950
					17,856,428
			59,391,864		59,391,864
125,914	29,247				155,161
		250			759,535
					13,605,466
					592,611
					335,246
					2,199
		305,802			7,216,841
<u>125,914</u>	<u>29,247</u>	<u>306,052</u>	<u>59,391,864</u>		<u>82,058,923</u>
<u>\$ 686,218</u>	<u>\$ 41,714</u>	<u>\$ 403,039</u>	<u>\$ 59,391,864</u>	<u>\$ 4,237,622</u>	<u>\$ 99,915,351</u>

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PRINCETON CITY SCHOOL DISTRICT  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES**  
**ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS**  
**FOR YEAR ENDED JUNE 30, 1999**

	GOVERNMENTAL FUND TYPES			FIDUCIARY FUND TYPE	Totals (Memorandum Only)
	General Fund	Special Revenue	Debt Service	Capital Projects	
<b>Revenues:</b>					
<b>From local sources:</b>					
Taxes	\$ 50,185,894	\$	\$	\$	\$ 50,185,894
Tuition	261,259				261,259
Earnings on investments	1,207,811	16,948		108,020	1,332,779
Other local revenues	260,326	103,669		15,080	419,773
Extracurricular revenue		102,266			102,266
Intermediate sources		31,028			31,028
Intergovernmental - state	7,062,658	1,166,720		220,977	8,450,355
Intergovernmental - federal		1,050,659			1,050,659
<b>Total revenues</b>	<b>58,967,948</b>	<b>2,471,290</b>		<b>344,077</b>	<b>61,834,013</b>
<b>Expenditures:</b>					
<b>Current:</b>					
<b>Instruction:</b>					
Regular	25,699,666	183,542		108,927	25,994,159
Special	4,387,809	661,859			5,050,083
Vocational	353,593				353,593
Other	391,754	72,637			475,822
<b>Support services:</b>					
Pupil	3,264,896	139,116			3,413,685
Instructional staff	4,749,706	536,331			5,294,185
Board of Education	178,781				178,781
School administration	4,459,878	64,454			4,524,332
Fiscal	1,395,343	11,044			1,406,387
Business	630,837				630,837
Operations and maintenance	6,889,574			587,226	7,476,800
Pupil transportation	2,656,094	1,705		1,845	2,659,644
Central	901,475	77,620			979,095
Community services	264,643	786,033		41,926	1,092,602
Extracurricular activities	703,691	324,655			1,028,346
Capital outlay	97,078			40,761	137,839
<b>Debt service:</b>					
Principal retirement	152,455		1,109,947		1,262,402
Interest	37,110		230,255		267,365
<b>Total expenditures</b>	<b>57,214,383</b>	<b>2,858,996</b>	<b>1,340,202</b>	<b>780,685</b>	<b>62,225,957</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,753,565</b>	<b>(387,706)</b>	<b>(1,340,202)</b>	<b>(436,608)</b>	<b>19,007</b>
<b>Other financing sources (uses):</b>					
Proceeds of cap. lease trans.	57,087				57,087
Operating transfers in		387,300	1,340,395		1,727,695
Operating transfers (out)	(1,772,555)				(1,772,555)
Proceeds of sale of fixed assets	3,065			9,500	12,565
Other miscellaneous sources of funds	(193,000)				(193,000)
<b>Total other financing sources (uses)</b>	<b>(1,905,403)</b>	<b>387,300</b>	<b>1,340,395</b>	<b>9,500</b>	<b>(168,208)</b>
<b>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(151,838)</b>	<b>(406)</b>	<b>193</b>	<b>(427,108)</b>	<b>19,007</b>
<b>Fund balance, July 1</b>	<b>19,696,150</b>	<b>414,098</b>	<b>2,006</b>	<b>2,672,751</b>	<b>22,815,742</b>
<b>Fund balance, June 30</b>	<b>\$ 19,544,312</b>	<b>\$ 413,692</b>	<b>\$ 2,199</b>	<b>\$ 2,245,643</b>	<b>\$ 22,255,590</b>

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



PRINCETON CITY SCHOOL DISTRICT  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 BUDGET-ACTUAL (NON-GAAP BUDGETARY BASIS)  
 ALL GOVERNMENTAL FUND TYPES  
 FOR YEAR ENDED JUNE 30, 1999

	General Fund			Special Revenue		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>						
<b>From local sources:</b>						
Taxes	\$ 45,867,661	\$ 46,700,433	\$ 832,772	\$ -	\$ -	\$ -
Tuition	66,000	278,458	212,458	-	-	-
Earnings on investments	1,055,000	1,058,196	3,196	5,000	16,948	11,948
Other local revenues	468,834	216,309	(252,525)	53,595	104,634	51,039
Extracurricular revenue	-	-	-	108,950	102,266	(6,684)
Intermediate sources	-	-	-	16,500	33,014	16,514
Intergovernmental - state	7,025,000	7,062,658	37,658	1,211,800	1,166,720	(45,080)
Intergovernmental - federal	-	-	-	1,246,600	1,037,204	(209,396)
<b>Total revenues</b>	<b>54,482,495</b>	<b>55,316,054</b>	<b>833,559</b>	<b>2,642,445</b>	<b>2,460,786</b>	<b>(181,659)</b>
<b>Expenditures:</b>						
<b>Current:</b>						
<b>Instruction:</b>						
Regular	24,983,375	25,034,653	(51,278)	401,182	188,828	212,354
Special	3,786,314	4,253,041	(466,727)	1,361,667	698,505	663,162
Vocational	759,993	399,187	360,806	-	-	-
Other	335,251	390,143	(54,892)	130,257	47,783	82,474
<b>Support services:</b>						
Pupil	3,195,668	3,185,953	9,715	167,133	115,597	51,536
Instructional staff	4,408,547	4,588,860	(180,313)	1,017,106	582,205	434,901
Board of Education	250,093	177,420	72,673	-	-	-
School administration	4,432,789	4,306,922	125,867	122,957	72,917	50,040
Fiscal	1,664,955	1,395,897	269,058	2,654	4,140	(1,486)
Business	761,307	527,685	233,622	-	-	-
Operations and maintenance	8,070,302	7,238,824	831,478	-	-	-
Pupil transportation	2,734,674	2,696,851	37,823	83	1,364	(1,281)
Central	966,387	904,945	61,442	49,643	85,503	(35,860)
Community services	7,100	264,522	(257,422)	965,263	939,979	25,284
Extracurricular activities	657,772	672,269	(14,497)	383,040	353,643	29,397
Capital outlay	23,103	17,551	5,552	-	-	-
<b>Debt service:</b>						
Principal retirement	-	-	-	-	-	-
<b>Total expenditures</b>	<b>57,037,630</b>	<b>56,054,723</b>	<b>982,907</b>	<b>4,600,985</b>	<b>3,090,464</b>	<b>1,510,521</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(2,555,135)</b>	<b>(738,669)</b>	<b>1,816,466</b>	<b>(1,958,540)</b>	<b>(629,678)</b>	<b>1,328,862</b>
<b>Other financing sources (uses):</b>						
Operating transfers in	-	-	-	233,655	387,300	153,645
Operating transfers (out)	(1,735,221)	(1,800,968)	(65,747)	-	-	-
Advances in	235,166	235,166	-	33,400	144,790	111,390
Advances (out)	(242,221)	(266,853)	(24,632)	(311,697)	(117,462)	194,235
Proceeds of sale of fixed assets	-	3,605	3,605	-	-	-
Refund of prior years expense	-	20,488	20,488	-	470	470
Refund of prior year receipts	(5,657)	(1,310)	4,347	(2,679)	(25,048)	(22,369)
<b>Total other financing sources (uses)</b>	<b>(1,747,933)</b>	<b>(1,809,872)</b>	<b>(61,939)</b>	<b>(47,321)</b>	<b>390,050</b>	<b>437,371</b>
<b>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(4,303,068)</b>	<b>(2,548,541)</b>	<b>1,754,527</b>	<b>(2,005,861)</b>	<b>(239,628)</b>	<b>1,766,233</b>
<b>Fund balance, July 1</b>	<b>14,552,120</b>	<b>14,552,120</b>		<b>568,487</b>	<b>568,487</b>	
Prior year encumbrances appropriated	206,479	206,479		153,355	153,355	
<b>Fund balance, June 30</b>	<b>\$ 10,455,531</b>	<b>\$ 12,210,058</b>	<b>\$ 1,754,527</b>	<b>\$ (1,284,019)</b>	<b>\$ 482,214</b>	<b>\$ 1,766,233</b>

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

Debt Service			Capital Projects			Totals (Memorandum only)		
Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
\$	\$	\$	\$	\$	\$	\$ 45,867,661	\$ 46,700,433	\$ 832,772
-	-	-	-	-	-	66,000	278,458	212,458
-	193	193	165,000	111,152	(53,848)	1,225,000	1,186,489	(38,511)
-	-	-	-	-	-	522,429	320,943	(201,486)
-	-	-	-	-	-	108,950	102,266	(6,684)
-	-	-	-	-	-	16,500	33,014	16,514
-	-	-	265,000	220,977	(44,023)	8,501,800	8,450,355	(51,445)
-	-	-	-	-	-	1,246,600	1,037,204	(209,396)
-	193	193	430,000	332,129	(97,871)	57,554,940	58,109,162	554,222
-	-	-	338,045	108,927	229,118	25,722,602	25,332,408	390,194
-	-	-	-	-	-	5,147,981	4,951,546	196,435
-	-	-	-	-	-	759,993	399,187	360,806
-	-	-	-	-	-	465,508	437,926	27,582
-	-	-	-	-	-	3,362,801	3,301,550	61,251
-	-	-	19,224	-	19,224	5,444,877	5,171,065	273,812
-	-	-	-	-	-	250,093	177,420	72,673
-	-	-	5,271	-	5,271	4,561,017	4,379,839	181,178
-	-	-	-	-	-	1,667,609	1,400,037	267,572
-	-	-	69,915	42,389	27,526	831,222	570,074	261,148
-	-	-	1,401,582	877,709	523,873	9,471,884	8,116,533	1,355,351
-	-	-	630,098	1,845	628,253	3,364,855	2,700,060	664,795
-	-	-	-	-	-	1,016,030	990,448	25,582
-	-	-	-	41,926	(41,926)	972,363	1,246,427	(274,064)
-	-	-	-	-	-	1,040,812	1,025,912	14,900
-	-	-	240,414	40,761	199,653	263,517	58,312	205,205
1,344,103	1,340,395	3,708	-	-	-	1,344,103	1,340,395	3,708
1,344,103	1,340,395	3,708	2,704,549	1,113,557	1,590,992	65,687,267	61,599,139	4,088,128
(1,344,103)	(1,340,202)	3,901	(2,274,549)	(761,428)	1,493,121	(8,132,327)	(3,489,977)	4,642,350
1,304,955	1,340,395	35,440	1,000,000	-	(1,000,000)	2,538,610	1,727,695	(810,915)
-	-	-	-	-	-	(1,735,221)	(1,800,968)	(65,747)
-	-	-	-	-	-	268,566	379,956	111,390
-	-	-	-	-	-	(553,918)	(384,315)	169,603
-	-	-	-	9,500	9,500	-	13,105	13,105
-	-	-	-	13,080	13,080	-	34,038	34,038
-	-	-	-	-	-	(8,336)	(26,358)	(18,022)
1,304,955	1,340,395	35,440	1,000,000	22,580	(977,420)	509,701	(56,847)	(566,548)
(39,148)	193	39,341	(1,274,549)	(758,848)	515,701	(7,622,626)	(3,546,824)	4,075,802
2,006	2,006	-	2,144,696	2,144,696	-	17,267,309	17,267,309	-
-	-	-	669,728	669,728	-	1,029,562	1,029,562	-
\$ (37,142)	\$ 2,199	\$ 39,341	\$ 1,539,875	\$ 2,055,576	\$ 515,701	\$ 10,674,245	\$ 14,750,047	\$ 4,075,802

PRINCETON CITY SCHOOL DISTRICT  
 COMBINED STATEMENT OF REVENUES, EXPENSES  
 AND CHANGES IN RETAINED EARNINGS  
 ALL PROPRIETARY FUND TYPES AND NON-EXPENDABLE TRUST FUNDS  
 FOR YEAR ENDED JUNE 30, 1999

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	Totals (Memorandum only)
	Enterprise	Internal Service	Non-Expendable Trust	
<b>Operating revenues:</b>				
Tuition and fees	\$ 1,084,438	\$ 39,553	\$ -	\$ 1,123,991
Sales	997,031	-	-	997,031
Other operating revenues	22,187	52,020	14,989	89,196
<b>Total operating revenues</b>	<b>2,103,656</b>	<b>91,573</b>	<b>14,989</b>	<b>2,210,218</b>
<b>Operating expenses:</b>				
Salaries and wages	1,480,492	-	-	1,480,492
Fringe benefits	398,995	-	-	398,995
Contract services	52,907	300	40	53,247
Materials and supplies	1,041,429	31,493	263	1,073,185
Depreciation	15,772	-	-	15,772
Other operating expenses	3,397	35,661	7,300	46,358
<b>Total operating expenses</b>	<b>2,992,992</b>	<b>67,454</b>	<b>7,603</b>	<b>3,068,049</b>
<b>Operating income (loss)</b>	<b>(889,336)</b>	<b>24,119</b>	<b>7,386</b>	<b>(857,831)</b>
<b>Nonoperating revenues (expenses):</b>				
Grants - state	56,351	-	-	56,351
Grants - federal	838,196	-	-	838,196
Grants - commodities	78,350	-	-	78,350
<b>Total nonoperating revenues (expenses)</b>	<b>972,897</b>	<b>-</b>	<b>-</b>	<b>972,897</b>
<b>Net income (loss) before operating transfers</b>	<b>83,561</b>	<b>24,119</b>	<b>7,386</b>	<b>115,066</b>
Operating transfers in	44,860	-	-	44,860
<b>Net income (loss)</b>	<b>128,421</b>	<b>24,119</b>	<b>7,386</b>	<b>159,926</b>
<b>Retained earnings/ fund balance at July 1</b>	<b>(2,507)</b>	<b>5,128</b>	<b>248,922</b>	<b>251,543</b>
<b>Retained earnings/ fund balance at June 30</b>	<b>\$ 125,914</b>	<b>\$ 29,247</b>	<b>\$ 256,308</b>	<b>\$ 411,469</b>

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

PRINCETON CITY SCHOOL DISTRICT  
 COMBINED STATEMENT OF CASH FLOWS  
 ALL PROPRIETARY FUND TYPES AND NON-EXPENDABLE TRUST FUNDS  
 FOR YEAR ENDED JUNE 30, 1999

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	Totals
	Enterprise	Internal Service	Non-Expendable Trust	(Memorandum only)
<b>Cash flows from operating activities:</b>				
Cash received from tuition and fees	\$ 1,088,552	\$ 39,553	\$ -	\$ 1,128,105
Cash received from sales/charges for services	997,119	-	-	997,119
Cash received from other operations	21,432	52,042	14,989	88,463
Cash payments for personal services	(1,833,894)	-	-	(1,833,894)
Cash payments for contract services	(46,171)	(300)	(40)	(46,511)
Cash payments for supplies and materials	(953,526)	(21,412)	(263)	(975,201)
Cash payments for other expenses	(2,979)	(35,742)	(7,300)	(46,021)
Net cash provided by (used for) operating activities	(729,467)	34,141	7,386	(687,940)
<b>Cash flows from noncapital financing activities:</b>				
Cash received from grants (state)	51,695	-	-	51,695
Cash received from grants (federal)	776,300	-	-	776,300
Transfers in(out) from(to) other funds	44,860	-	-	44,860
Advances in(out) from(to) other funds	4,359	-	-	4,359
Net cash provided by (used for) noncapital financing activities	877,214	-	-	877,214
<b>Cash flows from capital and related financing activities:</b>				
Acquisition/Disposition of capital assets	(10,065)	(675)	-	(10,740)
Net cash used for capital and related financing activities	(10,065)	(675)	-	(10,740)
<b>Cash flows from investing activities:</b>				
Net cash provided by investing activities	-	-	-	-
Net increase (decrease) in cash and cash equivalents	137,682	33,466	7,386	178,534
Cash and cash equivalents at beginning of year	134,778	8,243	248,922	391,943
<b>Cash and cash equivalents at end of year</b>	<b>\$ 272,460</b>	<b>\$ 41,709</b>	<b>\$ 256,308</b>	<b>\$ 570,477</b>
Reconciliation of operating income to net cash provided by (used for) operating activities:				
Operating income (loss)	(889,336)	24,119	7,386	(857,831)
<b>Adjustments to reconcile operating income to net cash provided by (used for) operating activities:</b>				
Depreciation	15,772	-	-	15,772
Adjustments to capital outlay	5,672	675	-	6,347
Other adjustments to non-operating income	78,350	-	-	78,350
<b>Changes in assets and liabilities:</b>				
Supplies inventory	(32,474)	-	-	(32,474)
Accounts receivable/Due from other governments	3,768	22	-	3,790
Accounts payable	10,242	(9,325)	-	19,567
Accrued wages and benefits	6,606	-	-	6,606
Compensated absences payable	38,987	-	-	38,987
Deferred revenue	32,946	-	-	32,946
<b>Net cash provided by (used for) operating activities</b>	<b>\$ (729,467)</b>	<b>\$ 34,141</b>	<b>\$ 7,386</b>	<b>\$ (687,940)</b>

**Reconciliation of non-expendable trust funds to balance sheet:**

Cash and cash equivalents - all fiduciary funds	\$ 402,902
Cash and cash equivalents - expendable trust and agency funds	(146,594)
Cash and cash equivalents - non-expendable trust funds	\$ 256,308

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

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

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**NOTE 1 - DESCRIPTION OF THE DISTRICT**

The District is a consolidation of nine school districts originally chartered by the Ohio State Legislature. In 1853, State laws were enacted to create local Boards of Education. Eight districts -- Woodlawn, Glendale, Springdale, Crescentville, Sharonville, Runyan, Stewart, and Evendale -- were consolidated in April, 1955. The ninth -- Lincoln Heights -- was added in February, 1970. Today, the District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code.

The District operates under a locally-elected, five-member-board form of government and provides educational services as authorized by its charter or further mandated by state and/or federal agencies. This Board controls the District's instructional and support facilities staffed by non-certificated personnel and certificated, full-time teaching and administrative personnel to provide services to students and other community members.

The District is the 39th largest in the State of Ohio (among 611 Districts) in terms of enrollment and the 5th largest in Hamilton County. It currently operates 9 elementary schools, 1 junior high school (grades 7-8), and 1 comprehensive high school (grades 9-12).

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

The financial statements of the 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 District's significant accounting policies are described below.

**A. The Reporting Entity**

The reporting entity is comprised of the primary government, component units, and other organizations that are included to insure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the District. For Princeton City School District, this includes general operations, food service, and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

Components units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes.

**B. Basis of Presentation - Fund Accounting**

The 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 District functions or activities.

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

For financial statement presentation purposes, the various funds of the District are grouped into the following general 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 District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities (except for those accounted for in proprietary funds) are accounted for through governmental funds. The following are the District's governmental fund types:

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

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

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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 Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest and related costs.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and equipment (other than those financed by proprietary funds or trust funds).

Proprietary Fund Types

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

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

Internal Service Funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the District or to other governments on a cost reimbursement basis.

Fiduciary Fund Types

Fiduciary funds are used to account for the assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include expendable trust, nonexpendable trust and agency funds. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Nonexpendable trust funds are 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.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

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 general nature, the following account groups are used:

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

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

**C. Measurement Focus and Basis of Accounting**

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

All proprietary funds 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. 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.

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



**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

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

The 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. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year, and the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund types 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. The fair value of donated commodities used during the year is reported on the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting," the District applies all GASB pronouncements and all FASB Statements and Interpretations, Accounting Principles, Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, unless they conflict with GASB pronouncements.

**D. Budgetary Data**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

year with the legal restriction that appropriations cannot exceed estimated resources, as certified.

All funds, other than the agency fund and the Underground Storage Tank special revenue fund, are legally required to be budgeted and appropriated. The primary level of budgetary control is at the object level within each function within each fund. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Advances in and Advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

*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 Hamilton 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 Budget Commission and receives the commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year 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 District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 1999.

*Appropriations:*

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund, function, and object level of expenditures.

PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the 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, several supplemental appropriations were legally enacted; however, none of these amendments were significant.

The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds other than agency funds, consistent with statutory provisions.

*Encumbrances:*

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. Expenditures plus encumbrances may not legally exceed appropriations. 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.

*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.

**E. Cash and Investments**

To improve cash management, cash received by the District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the combined balance sheet.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

During fiscal year 1999, investments were limited to obligations of the U.S. Treasury, certificate of deposits, repurchase agreements, and STAROhio. Under existing Ohio statutes, all investment earnings accrue to the general fund except those specifically related to auxiliary services, certain trust funds, and permanent improvement which are individually authorized by Board resolution.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost.

The Princeton City 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.

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 \$1,207,811 which excludes \$139,957 assigned to other District funds.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments. For fiscal year 1999, carrying value approximates fair market value of all investments.

**F. Inventory**

Inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, 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

PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

expendable resources even though it is a component of net current assets. Inventories of proprietary funds consist of purchased food and school supplies held for resale and are expensed when used. Unused commodities at June 30, 1998, are reported as deferred revenue until the commodities are used.

**G. Restricted Assets**

Restricted assets in the general fund represent cash and cash equivalents set aside to establish a budget stabilization reserve. This reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction.

**H. Fixed Assets and Depreciation**

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

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.

Improvements to proprietary fund fixed assets are depreciated over the remaining useful lives of the related fixed assets.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the enterprise fund is computed using the straight-line method over an estimated useful life of five to twenty years.

**I. 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

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

related expenditures are incurred. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

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

*Entitlements*

*General Fund*

State Foundation Program  
State Property Tax Relief

*Non-Reimbursable Grants*

*Special Revenue Funds*

Venture Capital  
Auxiliary Services  
Career Development  
Teacher Development  
Education Management Information Systems  
Disadvantaged Pupil Impact Aid  
Conflict Management  
Adult Basic Education  
Title II  
Title VI-B  
Vocational Education  
Title I  
Title VI  
Title IV  
Preschool Grant  
Teacher Development

*Capital Projects Funds*

School Net Plus

*Reimbursable Grants*

*General Fund*

Driver Education

*Proprietary Funds*

National School Lunch Program  
National School Breakfast Program  
Government Donated Commodities

Grants and entitlements amounted to approximately sixteen percent of the District's operating revenue during the 1999 fiscal year.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

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

**J. 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." Long-term interfund loans are classified as "advances to/from other funds" and are equally offset by a fund balance reserve account which indicates that they do not constitute available expendable resources since they are not a component of net current assets.

**K. Compensated Absences**

In accordance with GASB 16, the liability for compensated absences also includes an accrual for salary-related payments which are directly and incrementally associated with payments made for compensated absences on termination.

GASB Statement No. 16 specifies that compensated absences should be accrued as they are earned by employees if both of the following conditions are met:

1. The employee's rights to receive compensation are attributed to services already rendered.
2. It is probable that the employer will compensate the employee for the benefits through paid time off or cash payment.

The District's policies regarding compensated absences are determined by negotiating agreements and/or state laws. In summary, the policies are as follows:

	<u>Vacation</u>		
	<u>Certified</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How Earned	Not Eligible	20 days at start of each contract year	10-20 days for each service year depending on length of service.
Maximum Accumulation	Not Applicable	40 days unless otherwise stated in contract	40 days
Vested	Not Applicable	As Earned	As Earned
Termination Entitlement	Not Applicable	Paid upon Termination	Paid upon Termination

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

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

Sick Leave

	<u>Certified</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How Earned	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)
Maximum Accumulation	250 days (according to bargaining agreements)	279 days	255 days (according to bargaining agreements)
Vested	As Earned	As Earned	As Earned
Termination Entitlement	Per Contract	Per Contract	Per Contract

For governmental funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the respective governmental fund. Amounts that are not expected to be liquidated with expendable available resources are reported in the General Long-Term Obligations Account Group. Compensated absences of proprietary funds are recorded as an expense and liability of the respective proprietary fund.

**L. Long-Term Obligations**

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long term obligations account group. Long-term liabilities expected to be financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.



**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

**M. Fund Balance Reserves**

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for encumbrances, inventories of supplies and materials, and debt services that must be kept intact. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for budget stabilization represents funds set aside as required by State statute and be used only with the approval of the State.

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

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

**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.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**A. Accountability**

The following special revenue funds had a deficit fund balance due to the timing of the reimbursement check from the federal agency:

<u>Fund Type/Fund</u>	<u>Fund Balance</u>
Special Revenue Funds:	
DPIA	\$ 30,792
Adult Basic Education	6,493
Title II	1,444
Title VI-B	67,103
Title I	43,220
Title VI	3,841

**B. Compliance**

The following funds had appropriations in excess of estimated resources plus available balances for the fiscal year ended June 30, 1999.

<u>Fund Type/Fund</u>	<u>Excess</u>
Special Revenue Fund:	
DPIA	\$33,246
Debt Service Fund:	
Bond Retirement	\$2,997

State statute requires all funds to have expenditures within approved appropriation limits. The following funds had an excess of expenditures plus encumbrances over appropriations for the fiscal year ended June 30, 1999.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)**

<u>Fund</u>	<u>Excess</u>
General Fund	
Instruction:	
Regular:	
Salaries and Wages	322,459
Fringe Benefits	353,038
Purchased Services	60,876
Special:	
Salaries and Wages	307,858
Fringe Benefits	120,667
Purchased Services	44,631
Other:	
Purchased Services	93,919
Support Services:	
Pupil:	
Salaries and Wages	3,514
Fringe Benefits	45,157
Instructional Staff:	
Salaries and Wages	58,396
Fringe Benefits	95,357
Purchased Services	112,706
Materials and Supplies	11,607
Other Expenditures	158
School Administration:	
Fringe Benefits	49,524
Other Expenditures	1,261
Business:	
Fringe Benefits	2,939
Operations and Maintenance:	
Fringe Benefits	23,480
Capital Outlay - Replacement	68,810
Other Expenditures	411
Pupil Transportation:	
Fringe Benefits	25,046
Purchased Services	6,308
Capital Outlay - New	7,074
Capital Outlay - Replacement	59,670
Central:	
Fringe Benefits	15,588
Capital Outlay - New	8,419

**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)**

Community Services:	
Salaries and Wages	687
Fringe Benefits	252,131
Materials and Supplies	6,250
Extracurricular Activities:	
Academic and Subject Oriented Activities:	
Salaries and Wages	9,399
Fringe Benefits	1,778
Sports Oriented Activities	
Fringe Benefits	9,901
Materials and Supplies	671
Other Expenditures	4,372
School and Public Service:	
Salaries and Wages	1,384
Fringe Benefits	336
Purchased Services	70
Other Expenditures	250
Capital Outlay:	
Educational Specifications Development Services:	
Purchased Services	9,001
Special Revenue Funds	
Public School Support	
Instruction:	
Regular:	
Other Expenditures	584
Support Services:	
School Administration:	
Purchased Services	930
Materials and Supplies	2,848
Other Expenditures	1,249
Fiscal:	
Materials and Supplies	518
Extracurricular Activities:	
School and Public Service:	
Other Expenditures	1,695
Other Grants	
Support Services:	
Instructional Staff:	
Fringe Benefits	62
Purchased Services	5,762
Materials and Supplies	311

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)**

Venture Capital	
Instruction:	
Regular:	
Other Expenditures	1,271
Special:	
Purchased Services	1,800
Support Services:	
Instructional Staff:	
Salaries and Wages	715
Fringe Benefits	95
Materials and Supplies	13,430
Other Expenditures	300
Athletic Fund	
Extracurricular Activities:	
Sports Oriented Activities:	
Purchased Services	14,914
Materials and Supplies	111,992
Auxiliary Services	
Support Services:	
Community Services:	
Purchased Services	74,869
Career Development	
Support Services:	
Instructional Staff:	
Purchased Services	1,138
Materials and Supplies	1,743
Teacher Development	
Instruction:	
Regular:	
Materials and Supplies	65
Support Services:	
Pupil:	
Materials and Supplies	166
Instructional Staff:	
Materials and Supplies	2,959
Central:	
Purchased Services	6,880
Materials and Supplies	80
Community Services:	
Purchased Services	3,100

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)**

**Education Management Information Systems**

**Support Services:**

**Fiscal:**

Capital outlay - Replacement 968

**Central:**

Purchased Services 3,985

Capital outlay - Replacement 21,913

**Conflict Management**

**Support Services:**

**Pupil:**

Purchased Services 500

**Instructional Staff:**

Other Expenditures 4,975

**Central:**

Fringe Benefits 568

Purchased Services 11,246

Other Expenditures 714

**Adult Basic Education**

**Instruction:**

**Other:**

Materials and Supplies 1,685

Capital Outlay - New 4,923

**Title II**

**Instruction:**

**Regular:**

Purchased Services 1,439

**Support Services:**

**Instructional Staff:**

Salaries and Wages 7,208

Fringe Benefits 1,069

Materials and Supplies 898

**Title VI-B**

**Instruction:**

**Special:**

Purchased Services 4

Materials and Supplies 1,723

**Support Services:**

**Instructional Staff:**

Other Expenditures 53

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)**

Vocational Education	
Instruction:	
Regular:	
Other Expenditures	394
Support Services:	
Instructional Staff:	
Materials and Supplies	4,743
Title I	
Instruction:	
Regular:	
Materials and Supplies	923
Special:	
Materials and Supplies	16,636
Support Services:	
Pupil:	
Salaries and Wages	42,295
Fringe Benefits	7,156
Instructional Staff:	
Materials and Supplies	130
Title IV	
Support Services:	
Pupil:	
Purchased Services	645
Materials and Supplies	49
Instructional Staff:	
Salaries and Wages	206
Fringe Benefits	56
Pupil Transportation:	
Purchased Services	1,364
Preschool Grant	
Instruction:	
Special:	
Purchased Services	3,002
Materials and Supplies	1,166
Family and School Partnership Grant	
Instruction:	
Regular:	
Materials and Supplies	209

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)**

Support Services:	
Pupil:	
Purchased Services	160
Materials and Supplies	419
School Administration	
Materials and Supplies	118
Central:	
Materials and Supplies	1,555
Community Services:	
Materials and Supplies	1,000
Capital Projects Fund	
Permanent Improvement	
Instruction:	
Regular:	
Capital Outlay - New	55,137
Support Services:	
Operations and Maintenance	
Purchased Services	10,185
Community Services	
Capital Outlay - Replacement	41,926

**NOTE 4 - DEPOSITS AND INVESTMENTS**

State statutes classify monies held by the District in 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 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.



**PRINCETON CITY SCHOOL DISTRICT, OHIO  
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

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**NOTE 4 - DEPOSITS AND INVESTMENTS (continued)**

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

Interim monies may be invested in the following obligations. In general, investments must mature or be redeemable within two years from the date of purchase:

1. Bonds, notes or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest;
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. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAROhio); and
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred 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.

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 District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 4 - DEPOSITS AND INVESTMENTS (continued)**

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 year end, the government's carrying amount of deposits was \$558,296 and the bank balance was \$1,546,619. Of the bank balance, \$100,000 was covered by federal depository insurance or by collateral held by the government's agent in the government's name. Of the remaining balance, \$1,446,619 was collateralized with securities held by the pledging financial institution's trust department or agent in the government's name.

*Investments:* The District's investments are categorized below to give an indication of the level of risk assumed by the District at fiscal year end. Category 1 includes investments that are insured or registered or for which the securities are held by the District or its agent in the District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the 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 District's name. The District's investment in STAROhio, an investment pool operated by the Ohio State Treasurer, is unclassified since they are not evidenced by securities that exist in physical or book entry form.

	<u>Category 2</u>	<u>Fair Value</u>
U.S. Government Securities	\$8,594,026	\$8,594,026
Commercial Paper	1,989,347	1,989,347
STAROhio	-0-	5,470,896
Totals	<u>\$10,583,373</u>	<u>\$16,054,269</u>

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting." A reconciliation between the classifications of cash and investments on the combined financial statements and the classification per GASB Statement No. 3 is as follows:

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 4 - DEPOSITS AND INVESTMENTS (continued)**

GASB Statement 9:	<u>Cash and Cash Equivalents/Deposits</u>	<u>Investments</u>
Unrestricted Cash and Cash Equivalents	\$ 16,019,954	\$ -0-
Restricted Cash and Cash Equivalents	592,611	-0-
 Investments:		
U.S. Government Securities	(8,594,026)	8,594,026
Commercial Paper	(1,989,347)	1,989,347
STAROhio	<u>(5,470,896)</u>	<u>5,470,896</u>
GASB Statement 3	\$ <u>558,296</u>	\$ <u>16,054,269</u>

**NOTE 5 - SET-ASIDES**

The set-aside requirements created by H.B. 412 and revised by H.B. 282 have been calculated as of June 30, 1999. Although the District had off-sets and qualifying disbursements during the year that reduced the set-aside amounts 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.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 5 - SET-ASIDES (continued)**

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>	<u>Totals</u>
Set-aside Cash Balance as of 6/30/98	-0-	-0-	592,611	592,611
Current Year Set-aside Requirement	996,378	996,378	-0-	1,992,756
Current Year Offsets	-0-	-0-	-0-	-0-
Qualifying Disbursements	<u>1,635,209</u>	<u>1,980,044</u>	<u>-0-</u>	<u>3,615,253</u>
Total	<u>(638,831)</u>	<u>(983,666)</u>	<u>592,611</u>	<u>(1,029,886)</u>
Cash Balance Carried Forward to FY 1999	<u>-0-</u>	<u>-0-</u>	<u>592,611</u>	
Amount Restricted for Budget Stabilization				<u>592,611</u>
Total Restricted Assets				<u>592,611</u>

**NOTE 6 - INTERFUND RECEIVABLES/PAYABLES**

Interfund balances at June 30, 1999, consisted of the following individual fund receivables and payables.

Short term interfund loans:

	<u>Interfund Loan Receivable</u>	<u>Interfund Loan Payable</u>
General Fund	\$266,853	
Special Revenue Funds		
Adult Basic Education		57,838
Title II		17,760
Title VI-B		56,754
Title VI		7,716
Preschool Grant		4,722
Total Special Revenue		144,790
Enterprise Funds		
Early Childhood Programs		122,063
Total All Funds	<u>\$266,853</u>	<u>\$266,853</u>

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

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**NOTE 7 - PROPERTY TAXES**

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 88 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25 percent of true value.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due by January 20th. If paid semi-annually, the first payment (at least 1/2 amount billed) is due January 20th with the remainder payable on June 20th.

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

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

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes 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 \$13,605,466.

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

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

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

	1998 Second- Half Collections		1999 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$1,054,234,190	68.26%	\$1,073,917,482	68.65%
Public Utility	75,583,030	4.89%	75,960,945	4.86%
Tangible Personal Property	<u>414,517,884</u>	26.85%	<u>414,517,884</u>	26.49%
Total Assessed Value	<u>\$1,544,335,104</u>	100.00%	<u>\$1,564,396,311</u>	100.00%
Tax Rate Per \$1,000 of Assessed Valuation	\$42.24		\$42.24	

**NOTE 8 - RECEIVABLES**

Significant receivables at June 30, 1999, consisted of taxes, accounts receivables, and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose of the nonpayment of taxes, the stable condition of State Programs, and the current year guarantee of Federal Funds.

A summary of the principal items of receivables follows:

Fund	Type of Receivable	Amount
General Fund	Taxes	\$18,418,430
Enterprise Funds	Due from other Governments	\$ 201,115

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 9 - FIXED ASSETS**

A summary of the changes in the General Fixed Assets Account Group during the fiscal year 1999 follows:

	<u>July 1, 1998</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 1999</u>
Land/Improvements	\$1,003,909	\$ -0-	\$ -0-	\$1,003,909
Building and Building Improvements	36,643,882	863,199	310,860	37,196,221
Furniture/Equipment	<u>21,001,656</u>	<u>683,509</u>	<u>493,431</u>	<u>21,191,734</u>
Total	<u>\$58,649,447</u>	<u>\$1,546,708</u>	<u>\$804,291</u>	<u>\$59,391,864</u>

A summary of the Enterprise Fund fixed assets at June 30, 1999, follows:

Furniture and Equipment	\$541,085
Less Accumulated Depreciation	(515,464)
Net Fixed Assets - Proprietary Fund	\$ <u>25,621</u>

**NOTE 10 - EMPLOYEE RETIREMENT SYSTEMS**

**A. School Employees Retirement System**

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

Plan members are required to contribute 9 percent of their annual covered salary and the Princeton City School District is required to contribute 14 percent; 10.5 percent was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by SERS's Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$1,543,673, \$1,560,545, and \$1,482,903, respectively. Fifty-one percent has been contributed for fiscal year 1999 and 100 percent for the fiscal years 1998 and 1997. \$761,834, 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.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 10 - EMPLOYEE RETIREMENT SYSTEMS (continued)**

**B. State Teachers Retirement System**

The Princeton City School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information for STRS. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9.3 percent of their annual covered salary and the Princeton City School District is required to contribute 14 percent; 12 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$4,038,274, \$3,906,630, and \$3,793,774 respectively; 84 percent has been contributed for fiscal year 1999 and 100 percent for the fiscal years 1998 and 1997. \$631,969, representing the unpaid contribution for fiscal year 1999, 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, 1998, all members of the Board of Education have elected social security. The Board's liability is 6.2 percent of wages paid.

**NOTE 11 - POST EMPLOYMENT BENEFITS**

The 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 funded on a pay-as-you-go basis.

The State Teachers Retirement 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 Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. Through June 30, 1998, the Board allocated employer contributions equal to 3.5 percent of covered payroll to the Health Care Reserve Fund.



**PRINCETON CITY SCHOOL DISTRICT, OHIO  
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

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**NOTE 11 - POST EMPLOYMENT BENEFITS (continued)**

Beginning July 1, 1998, this allocation was increased to 8 percent. For the District, this amount equaled \$1,009,569 during fiscal 1999.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund was \$2,156 million at June 30, 1998. 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, disability, and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

For this fiscal year, employer contributions to fund health care benefits were 4.98 percent of covered payroll, an increase from 4.21 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 1998, the minimum pay has been established at \$12,400. 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 annual health care expenses. Expenses for health care at June 30, 1998, 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. For the School District, the amount to fund health care benefits, including type surcharge, equaled \$636,221 during the 1999 fiscal year.

**NOTE 12 - EARLY RETIREMENT INCENTIVE**

The School District Board of Education approved an Early Retirement Incentive program. The program was open to employees who were eligible to retire and agreed to resign from their position by October 1, 1999.

The incentive is a one-time cash payment based on number of unused sick days remaining accrued after being reduced by the regular retirement severance calculation. Forty percent (40%) of the remaining days are multiplied by the individual's per diem rate of pay at the time of resignation to determine the incentive payment. The individual's accrued sick leave is then reduced to zero days.

The Board did not limit the number of employees participating in the plan and the plan was limited to an enrollment period of April 1 to August 1, 1999. The retirement incentive program expired on October 1, 1999.

The liability for the incentive will be paid in its entirety in January, 2000.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

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**NOTE 13 - CAPITALIZED LEASES - LESSEE DISCLOSURE**

The District has entered into capitalized leases for the acquisition of copiers. Each lease 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 at the conclusion of the lease term. Capital lease payments have been reclassified and are reflected as debt service in the combined financial statements for the governmental funds. These expenditures are reported as function expenditures on the budgetary statements.

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

June 2000	120,856
June 2001	111,960
June 2002	39,377
June 2003	14,685
June 2004	<u>1,780</u>
Total Payments	\$ 288,658
Less: Amounts Representing Interest	<u>27,708</u>
Present Value of Minimum Lease Payments	\$ <u>260,950</u>

**NOTE 14 - BONDS**

Bonds outstanding were issued to provide funds for energy conservation and the purchasing of school buses and are general obligations of the District for which the full faith and credit of the District are pledged for repayment. Accordingly, such unmatured obligations of the District are accounted for in the general long-term obligations account group. Payments of principal and interest relating to these liabilities are recorded as expenditures in the debt service fund.

A. The following is a description of the District's bonds outstanding at June 30, 1999.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 14 - BONDS (Continued)**

<u>Purpose</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balance June 30, 1998</u>	<u>New Issues in 1999</u>	<u>Retired in 1999</u>	<u>Balance June 30, 1999</u>
Energy Conservation	4.25	10/11/95	10/11/00	355,413	-0-	118,471	236,942
School Bus Purchase	5.35	4/1/96	4/1/99	186,000	-0-	186,000	-0-
Energy Conservation	5.72	7/12/96	7/12/03	3,135,444	-0-	557,953	2,577,491
School Bus Purchase	5.25	6/1/97	4/15/00	375,000	-0-	183,000	192,000
Energy Conservation	5.40	10/30/97	4/12/03	360,184	-0-	64,523	295,661

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

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000	969,109	170,125	1,139,234
2001	815,371	116,604	931,975
2002	737,387	70,771	808,158
2003	780,227	27,929	808,156
	<u>\$3,302,094</u>	<u>\$385,429</u>	<u>\$3,687,523</u>

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 15 - GENERAL LONG TERM OBLIGATIONS ACCOUNT GROUP**

During the year ended June 30, 1999, the following changes occurred in liabilities reported in the General Long Term Obligations Account Group. Compensated absences will be paid from the fund from which the employee is paid.

	Balance 6/30/98	Additions	Deletions	Termi- nations	Balance 6/30/99
<i>Compensated Absences:</i>					
Sick Leave and Vacation Leave	\$1,111,757	\$184,921	\$622,100	\$ -0-	\$674,578
<i>General Obligation Debt:</i>					
Bonds	4,412,041	-0-	1,109,947	-0-	3,302,094
Capital Leases	572,787	57,087	152,455	216,469	260,950
Total	<u>\$6,096,585</u>	<u>\$242,008</u>	<u>\$1,884,502</u>	<u>\$216,469</u>	<u>\$4,237,622</u>

**NOTE 16 - LEGAL DEBT MARGIN**

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District.

The effects of these debt limitations at June 30, 1999, are a voted debt margin of \$140,795,668 and an unvoted debt margin of \$1,564,396.

**NOTE 17 - SEGMENT INFORMATION**

The District maintains three enterprise funds to account for the operations of food services, uniform school supply sales, and early childhood programs. The table below reflects, in a summarized format, the more significant financial data relating to the enterprise funds of the District as of and for the year ended June 30, 1999.

PRINCETON CITY SCHOOL DISTRICT, OHIO  
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 1999

NOTE 17 - SEGMENT INFORMATION (continued)

	Food Service	Uniform School Supplies	Early Childhood Programs	Total
Operating Revenues	\$997,196	\$21,519	\$1,084,941	\$2,103,656
Operating expenses before depreciation	1,936,797	11,246	1,029,177	2,977,220
Depreciation	15,473	-0-	299	15,772
Operating Income (Loss)	(955,074)	10,273	55,465	(889,336)
Operating Grants	894,547	-0-	-0-	894,547
Donated Commodities	78,350	-0-	-0-	78,350
Net Income (Loss)	17,823	10,273	55,465	83,561
Net Working Capital	225,948	47,837	(93,032)	180,753
Total Assets	493,609	47,837	144,772	686,218
Total Liabilities	323,396	-0-	236,908	560,304
Total Equity (Deficit)	170,213	47,837	(92,136)	125,914

NOTE 18 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance/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 and disbursements. A reconciliation of the nature and amounts of the adjustments necessary to convert the GAAP financial statements to the budgetary basis follows:

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

**NOTE 18 - BUDGETARY BASIS OF ACCOUNTING (continued)**

**Reconciliation of Excess of Revenues and Other Financing Sources  
Over (Under) Expenditures and Other Financing Uses From GAAP  
Basis to Budgetary Basis**

**Governmental Fund Types**

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>
GAAP Basis	\$(151,838)	\$(406)	\$193	\$(427,108)
Net Adjustment for Revenue Accruals	(3,651,894)	(10,333)	193	(11,948)
Net Adjustment for Expendi- ture Accruals	1,644,407	208,195	(193)	(133,331)
Net Adjustment for Other Sources	95,531	2,750	-0-	13,080
Net Adjustment for Encumbrances	(484,747)	(439,834)	-0-	(199,541)
Budgetary Basis	\$(2,548,541)	\$(239,628)	\$193	\$(758,848)

**NOTE 19 - CONTINGENT LIABILITIES**

**A. Grants**

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement 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 effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District at June 30, 1999.

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

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**NOTE 19 - CONTINGENT LIABILITIES (continued)**

**B. Litigation**

The Board is involved in litigation concerning the dismissal of a former employee. The Board hired an arbitrator to hear both sides and the arbitrator ruled in favor of the organization representing the former employee. The Board expects to pay compensation, benefits and all attorney's fees from the time of termination to date and to reinstate the plaintiff as an employee. Although the Board has appealed this decision, their attorneys believe that there is a greater likelihood of an unfavorable result than a favorable result. The Board has recorded a liability of \$193,000, which includes litigation expenses mentioned above through December 31, 1999.

**NOTE 20 - RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial general liability insurance against these risks and all other risks of loss, including workers' compensation and employee health and accident insurance. There were no settlements that exceeded insurance coverage for the past three years.

**NOTE 21 - STATE FUNDING CHANGES**

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's legislature to design a plan to remedy the perceived defects in that system. Declared unconstitutional was the State's "school foundation program," which provides significant amounts of monetary support to this District. During the fiscal year ended June 30, 1999, the District received \$3,677,885 of school foundation support for its general fund, and \$3,909,791 in total (all funds) support. As of the date of these financial statements, the District is unable to determine what effect, if any, this decision will have on its future state funding under this Program.

**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.

The 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

**PRINCETON CITY SCHOOL DISTRICT, OHIO  
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)**

System (EMIS). The District has nine school buildings with power systems which has extensive efficiency utilization measures within the systems.

The District uses the firm of ACE Software for its financial reporting, payroll and employee benefits. ACE Software has assured the District that the software systems are year 2000 compliant.

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

The District currently is assessing the changes needed in the power systems. Systems may have to be remediated, and tested and validated.

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 Princeton City School District is or will be Year 2000 ready, that the District's remediation efforts will be successful in whole or in part, or that parties with whom the District does business will be year 2000 ready.



COMBINING, INDIVIDUAL FUND  
AND  
ACCOUNT GROUP FINANCIAL STATEMENTS  
AND SCHEDULES

## GENERAL FUND

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The General Fund is used to account for government resources not accounted for in any other fund. The General Fund is available to the District for any purpose provided it is expended or transferred according to the general laws of the State of Ohio.

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**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 General Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Taxes	\$ 45,867,661	\$ 46,700,433	\$ 832,772
Tuition	66,000	278,458	212,458
Earnings on investments	1,055,000	1,058,196	3,196
Other revenues	468,834	216,309	(252,525)
Intergovernmental - state	7,025,000	7,062,658	37,658
<b>Total revenues</b>	<b>54,482,495</b>	<b>55,316,054</b>	<b>833,559</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Regular:</b>			
Salaries and wages	18,881,493	19,203,952	(322,459)
Fringe benefits	4,036,847	4,389,885	(353,038)
Purchased services	66,840	127,716	(60,876)
Materials and supplies	1,363,130	1,047,022	316,108
Capital outlay - new	109,185	95,299	13,886
Capital outlay - replacement	489,464	149,505	339,959
Other expenditures	36,416	21,274	15,142
<b>Total regular instruction</b>	<b>24,983,375</b>	<b>25,034,653</b>	<b>(51,278)</b>
<b>Special:</b>			
Salaries and wages	2,584,716	2,892,574	(307,858)
Fringe benefits	522,744	643,411	(120,667)
Purchased services	621,345	665,976	(44,631)
Materials and supplies	54,959	50,880	4,079
Capital outlay - new	2,040	-	2,040
Other expenditures	510	200	310
<b>Total special instruction</b>	<b>3,786,314</b>	<b>4,253,041</b>	<b>(466,727)</b>
<b>Vocational:</b>			
Salaries and wages	607,201	327,292	279,909
Fringe benefits	127,427	69,116	58,311
Purchased services	2,377	528	1,849
Materials and supplies	22,988	2,251	20,737
<b>Total vocational instruction</b>	<b>759,993</b>	<b>399,187</b>	<b>360,806</b>
<b>Other:</b>			
Salaries and wages	119,421	84,597	34,824
Fringe benefits	19,719	17,648	2,071
Purchased services	192,071	285,990	(93,919)
Materials and supplies	4,004	1,908	2,096
Other expenditures	36	-	36
<b>Total other instruction</b>	<b>335,251</b>	<b>390,143</b>	<b>(54,892)</b>

Continued

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 General Fund (Continued)  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Support services:</b>			
<b>Pupil:</b>			
Salaries and wages	2,417,037	2,420,551	(3,514)
Fringe benefits	525,977	571,134	(45,157)
Purchased services	84,576	55,156	29,420
Materials and supplies	167,048	138,787	28,261
Capital outlay - replacement	520		520
Other expenditures	510	325	185
<b>Total pupil</b>	<b>3,195,668</b>	<b>3,185,953</b>	<b>9,715</b>
<b>Instructional staff:</b>			
Salaries and wages	2,992,837	3,051,233	(58,396)
Fringe benefits	854,795	950,152	(95,357)
Purchased services	254,040	366,746	(112,706)
Materials and supplies	165,007	176,614	(11,607)
Capital outlay - new	130,568	38,662	91,906
Capital outlay - replacement	9,763	3,758	6,005
Other expenditures	1,537	1,695	(158)
<b>Total instructional staff</b>	<b>4,408,547</b>	<b>4,588,860</b>	<b>(180,313)</b>
<b>Board of Education:</b>			
Salaries and wages	6,098	6,000	98
Fringe benefits	525	519	6
Purchased services	158,080	112,080	46,000
Materials and supplies	2,126	702	1,424
Other expenditures	83,264	58,119	25,145
<b>Total board of education</b>	<b>250,093</b>	<b>177,420</b>	<b>72,673</b>
<b>School administration:</b>			
Salaries and wages	3,310,923	3,221,620	89,303
Fringe benefits	749,051	798,575	(49,524)
Purchased services	213,386	178,101	35,285
Materials and supplies	144,534	96,808	47,726
Capital outlay - new	2,283		2,283
Capital outlay - replacement	2,055		2,055
Other expenditures	10,557	11,818	(1,261)
<b>Total administration</b>	<b>4,432,789</b>	<b>4,306,922</b>	<b>125,867</b>
<b>Fiscal:</b>			
Salaries and wages	430,965	388,121	42,844
Fringe benefits	198,254	94,664	103,590
Purchased services	137,224	115,857	21,367
Materials and supplies	7,657	3,469	4,188
Capital outlay - replacement	514		514
Other expenditures	890,341	793,786	96,555
<b>Total fiscal</b>	<b>1,664,955</b>	<b>1,395,897</b>	<b>269,058</b>

Continued

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 General Fund (Continued)  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Business:</b>			
Salaries and wages	386,448	365,995	20,453
Fringe benefits	85,623	88,562	(2,939)
Purchased services	78,066	60,486	17,580
Materials and supplies	116,373		116,373
Capital outlay - new	43,944	494	43,450
Capital outlay - replacement	50,429	11,878	38,551
Other expenditures	424	270	154
<b>Total business</b>	<b>761,307</b>	<b>527,685</b>	<b>233,622</b>
<b>Operations and maintenance:</b>			
Salaries and wages	3,121,269	2,992,079	129,190
Fringe benefits	791,326	814,806	(23,480)
Purchased services	3,089,623	2,602,810	486,813
Materials and supplies	630,539	409,715	220,824
Capital outlay - new	184,274	96,922	87,352
Capital outlay - replacement	251,375	320,185	(68,810)
Other expenditures	1,896	2,307	(411)
<b>Total operations and maintenance</b>	<b>8,070,302</b>	<b>7,238,824</b>	<b>831,478</b>
<b>Pupil transportation:</b>			
Salaries and wages	1,819,109	1,711,314	107,795
Fringe benefits	499,379	524,425	(25,046)
Purchased services	107,557	113,865	(6,308)
Materials and supplies	307,428	279,554	27,874
Capital outlay - new	11	7,085	(7,074)
Capital outlay - replacement		59,670	(59,670)
Other expenditures	1,190	938	252
<b>Total pupil transportation</b>	<b>2,734,674</b>	<b>2,696,851</b>	<b>37,823</b>
<b>Central:</b>			
Salaries and wages	547,796	512,800	34,996
Fringe benefits	140,547	156,135	(15,588)
Purchased services	163,009	143,892	19,117
Materials and supplies	97,814	81,807	16,007
Capital outlay - new		8,419	(8,419)
Capital outlay - replacement	15,245		15,245
Other expenditures	1,976	1,892	84
<b>Total central</b>	<b>966,387</b>	<b>904,945</b>	<b>61,442</b>
<b>Community services:</b>			
Salaries and wages		687	(687)
Fringe benefits		252,131	(252,131)
Purchased services	3,013	1,955	1,058
Materials and supplies	3,294	9,544	(6,250)
Other expenditures	793	205	588
<b>Total community services</b>	<b>7,100</b>	<b>264,522</b>	<b>(257,422)</b>

Continued

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 General Fund (Continued)  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Extracurricular activities:</b>			
<b>Academic and subject oriented activities:</b>			
Salaries and wages	19,123	28,522	(9,399)
Fringe benefits	2,774	4,552	(1,778)
Materials and supplies	331		331
Other expenditures	207	150	57
<b>Total academic and subject oriented activities</b>	<b>22,435</b>	<b>33,224</b>	<b>(10,789)</b>
<b>Sports oriented activities:</b>			
Salaries and wages	523,104	519,001	4,103
Fringe benefits	84,419	94,320	(9,901)
Purchased services	5,790	1,247	4,543
Materials and supplies	1,908	2,579	(671)
Capital outlay - replacement	4,630		4,630
Other expenditures	6,151	10,523	(4,372)
<b>Total sports oriented activities</b>	<b>626,002</b>	<b>627,670</b>	<b>(1,668)</b>
<b>School and public service:</b>			
Salaries and wages	7,865	9,249	(1,384)
Fringe benefits	1,162	1,498	(336)
Purchased services		70	(70)
Other expenditures	308	558	(250)
<b>Total school and public service</b>	<b>9,335</b>	<b>11,375</b>	<b>(2,040)</b>
<b>Total extracurricular activities</b>	<b>657,772</b>	<b>672,269</b>	<b>(14,497)</b>
<b>Capital outlay:</b>			
<b>Architecture and engineering services:</b>			
Purchased services	21,419	6,866	14,553
<b>Total architecture and engineering services</b>	<b>21,419</b>	<b>6,866</b>	<b>14,553</b>
<b>Educational specifications development:</b>			
Purchased services	1,684	10,685	(9,001)
<b>Total educational spec. development</b>	<b>1,684</b>	<b>10,685</b>	<b>(9,001)</b>
<b>Total capital outlay</b>	<b>23,103</b>	<b>17,551</b>	<b>5,552</b>
<b>Total expenditures</b>	<b>57,037,630</b>	<b>56,054,723</b>	<b>982,907</b>

Continued

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 General Fund (Continued)  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Excess (deficiency) of revenues over (under) expenditures	(2,555,135)	(738,669)	1,816,466
Other financing sources (uses):			
Transfers	(1,735,221)	(1,800,968)	(65,747)
Advances in	235,166	235,166	-
Advances (out)	(242,221)	(266,853)	(24,632)
Contingency	-	-	-
Proceeds of sale of fixed assets	-	3,605	3,605
Refund of prior year expenditures	-	20,488	20,488
Refund of prior year receipts	(5,657)	(1,310)	4,347
Total other financing sources (uses)	(1,747,933)	(1,809,872)	(61,939)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(4,303,068)	(2,548,541)	1,754,527
Fund balance, July 1	14,552,120	14,552,120	-
Prior year encumbrances appropriated	206,479	206,479	-
Fund balance, June 30	\$ 10,455,531	\$ 12,210,058	\$ 1,754,527

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## SPECIAL REVENUE FUNDS

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

**PUBLIC SCHOOL SUPPORT:** To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e. sales of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

**OTHER GRANTS:** To account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**VENTURE CAPITAL:** To account for unrestricted grants provided by the State Department of Education to individual schools within the District to improve classroom practices, assessment, and professional development.

**ATHLETIC FUND:** To account for those student activity programs which have student participation in the activity but do not have student management in the programs. This fund includes athletic programs as well as the band, cheerleaders, flag corps, and other similar types of activities.

**AUXILIARY SERVICES:** To account for state funds which provide services and materials to students attending non-public schools within the boundaries of the District as provided by state law.

**CAREER DEVELOPMENT:** To account for state and federal funds which are provided to introduce various career opportunities to students.

**TEACHER DEVELOPMENT:** To account for state funded receipts and expenditures necessary for providing assistance to local school districts for the development of in-service programs.

**GIFTED EDUCATION:** To account for state funds provided for research and demonstration project transactions.

**EDUCATION MANAGEMENT INFORMATION SYSTEMS:** To account for state funds which are provided to assist the District in implementing a staff, student, and financial system as mandated by the Omnibus Education Reform Act of 1989.

**DISADVANTAGED PUPIL IMPACT AID:** To account for the provision of state funds to economically deprived pupils. The funds are grants designed to help level out the economic differences between students.

**CONFLICT MANAGEMENT:** To account for state school conflict grant transactions.

**MISCELLANEOUS STATE GRANTS:** To account for state funds that were originally legally restricted to expenditures for specified purposes. The residual balances are not legally required to be appropriated and, therefore, were not.

**ADULT BASIC EDUCATION:** To account for federal funds used for instructional programs for persons sixteen years of age and older who are not enrolled in school and who have less than a twelfth-grade education or its equivalent; development of basic educational skills; increase of opportunities for useful employment; improvement of attitudes toward self, family, and community.

**TITLE II:** To account for federal funds used to expand the awareness of elementary grade teachers in the area of science and math education through inservice training.

**TITLE VI-B:** To account for federal funds received for the purpose of assisting in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternate service patterns, and provision of full educational opportunities to handicapped children at preschool.

**VOCATIONAL EDUCATION:** To account for federal funds used in the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, cooperative education, advisory committees, and work-study projects.

**TITLE I:** To account for federal funds used to meet special educational needs of educationally deprived children.

**TITLE VI:** To account for federal funds used to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; and programs to enhance personal excellence of students and student achievement.

**TITLE IV:** To account for federal funds used for the establishment, operation and improvement of programs of drug abuse prevention, early intervention, rehabilitation referral and education in schools.

**PRESCHOOL GRANT:** To account for federal funds to be used to improve and expand the services to handicapped children ages three through five.

**FAMILY AND SCHOOL PARTNERSHIP GRANT:** To account for federal funds used to strengthen family and school partnerships that will lead to improved student performance.

**Princeton City School District, Ohio**

Combining Balance Sheet  
 All Special Revenue Funds  
 As of June 30, 1999

	Public School Support	Other Grants	Venture Capital	Athletic Fund
<b>Assets:</b>				
Equity in pooled cash and cash equivalents	\$ 28,429	\$ 48,100	\$ 19,814	\$ 77,559
Receivables:				
Accounts	522			1,125
Intergovernmental receivables				
<b>Total assets</b>	<b>28,951</b>	<b>48,100</b>	<b>19,814</b>	<b>78,684</b>
<b>Liabilities:</b>				
Accounts payable	2,565	100	2,082	9,664
Accrued wages and benefits		69	162	2,928
Interfund loans payable				
<b>Total liabilities</b>	<b>2,565</b>	<b>169</b>	<b>2,244</b>	<b>12,592</b>
<b>Fund balances:</b>				
Reserved for encumbrances	2,363	-	1,001	19,619
Undesignated	24,023	47,931	16,569	46,473
<b>Total fund equity (deficit)</b>	<b>26,386</b>	<b>47,931</b>	<b>17,570</b>	<b>66,092</b>
<b>Total liabilities and fund equity</b>	<b>\$ 28,951</b>	<b>\$ 48,100</b>	<b>\$ 19,814</b>	<b>\$ 78,684</b>

Auxiliary Services	Career Development	Teacher Development	Gifted Education	Education Management Information Systems	Disadvantaged Pupil Impact Aid	Conflict Management
\$ 393,661	\$ 19,456	\$ 26,408	\$ -	\$ 61,641	\$ -	\$ 57,583
<u>393,661</u>	<u>19,456</u>	<u>26,408</u>	<u>-</u>	<u>61,641</u>	<u>-</u>	<u>57,583</u>
195,184	421	350	-	-	-	1,987
2,567	17	634	-	-	30,792	35
<u>197,751</u>	<u>438</u>	<u>984</u>	<u>-</u>	<u>-</u>	<u>30,792</u>	<u>2,022</u>
122,015	5,642	9,026	-	-	-	15,608
73,895	13,376	16,398	-	61,641	(30,792)	39,953
<u>195,910</u>	<u>19,018</u>	<u>25,424</u>	<u>-</u>	<u>61,641</u>	<u>(30,792)</u>	<u>55,561</u>
\$ 393,661	\$ 19,456	\$ 26,408	\$ -	\$ 61,641	\$ -	\$ 57,583

Continued

**Princeton City School District, Ohio**

Combining Balance Sheet

All Special Revenue Funds (Continued)

As of June 30, 1999

	Misc. State Grants	Adult Basic Education	Title II	Title VI-B
<b>Assets:</b>				
Equity in pooled cash and cash equivalents	\$ 11,000	\$ 52,472	\$ 18,030	\$ 28,219
<b>Receivables:</b>				
Accounts	-	-	-	-
Intergovernmental receivables	-	-	-	-
<b>Total assets</b>	<u>11,000</u>	<u>52,472</u>	<u>18,030</u>	<u>28,219</u>
<b>Liabilities:</b>				
Accounts payable	-	233	1,482	12,548
Accrued wages and benefits	-	894	232	26,020
Interfund loans payable	-	57,838	17,760	56,754
<b>Total liabilities</b>	<u>-</u>	<u>58,965</u>	<u>19,474</u>	<u>95,322</u>
<b>Fund balances:</b>				
Reserved for encumbrances	-	79	4,713	31
Undesignated	11,000	(6,572)	(6,157)	(67,134)
<b>Total fund equity (deficit)</b>	<u>11,000</u>	<u>(6,493)</u>	<u>(1,444)</u>	<u>(67,103)</u>
<b>Total liabilities and fund equity</b>	<u>\$ 11,000</u>	<u>\$ 52,472</u>	<u>\$ 18,030</u>	<u>\$ 28,219</u>

Vocational Education	Title I	Title VI	Title IV	Preschool Grant	Family and School Partnership Grant	Totals
\$ 7,468	\$ 45,020	\$ 9,470	\$ 7,896	\$ 17,066	\$ 3,759	\$ 933,051
			11,500			1,648
						11,500
<u>7,468</u>	<u>45,020</u>	<u>9,470</u>	<u>19,396</u>	<u>17,066</u>	<u>3,760</u>	<u>946,199</u>
359	11,784	5,595	1,873	414		246,641
17	76,456		253			141,076
		7,716		4,722		144,790
<u>376</u>	<u>88,240</u>	<u>13,311</u>	<u>2,126</u>	<u>5,136</u>		<u>532,507</u>
5,687	3,454	3,875	1,130	15,014	419	209,676
1,405	(46,674)	(7,716)	16,140	(3,084)	3,341	204,016
<u>7,092</u>	<u>(43,220)</u>	<u>(3,841)</u>	<u>17,270</u>	<u>11,930</u>	<u>3,760</u>	<u>413,692</u>
\$ 7,468	\$ 45,020	\$ 9,470	\$ 19,396	\$ 17,066	\$ 3,760	\$ 946,199

**Princeton City School District, Ohio**  
Combining Statement of Revenues, Expenditures  
And Changes in Fund Balances  
All Special Revenue Funds  
For Year Ended June 30, 1999

	Public School Support	Other Grants	Venture Capital	Athletic Fund
<b>Revenues:</b>				
Earnings on investments	\$ -	\$ -	\$ -	\$ -
Other local revenues	31,333	57,309	12	12,598
Extracurricular revenue	-	-	-	102,266
Intermediate sources	-	-	-	-
Intergovernmental - state	-	-	25,000	-
Intergovernmental - federal	-	-	-	-
<b>Total revenues</b>	<b>31,333</b>	<b>57,309</b>	<b>25,012</b>	<b>114,864</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	501	-	3,107	-
Special	-	-	1,800	-
Other	-	-	-	-
<b>Support services:</b>				
Pupil	1,246	-	-	-
Instructional staff	208	9,378	40,975	-
School administration	21,560	-	-	-
Fiscal	1,427	-	-	-
Pupil transportation	-	-	-	-
Central	-	-	-	-
Community services	1,987	-	-	-
Extracurricular activities	3,002	-	-	321,581
<b>Total expenditures</b>	<b>29,931</b>	<b>9,378</b>	<b>45,882</b>	<b>321,581</b>
<b>Excess of revenues over (under) expenditures</b>	<b>1,402</b>	<b>47,931</b>	<b>(20,870)</b>	<b>(206,717)</b>
<b>Other financing sources:</b>				
Operating transfers in	-	-	-	240,082
<b>Total other financing sources</b>				<b>240,082</b>
<b>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>1,402</b>	<b>47,931</b>	<b>(20,870)</b>	<b>33,365</b>
<b>Fund balance, July 1</b>	<b>24,984</b>		<b>38,440</b>	<b>32,727</b>
<b>Fund balance, June 30</b>	<b>\$ 26,386</b>	<b>\$ 47,931</b>	<b>\$ 17,570</b>	<b>\$ 66,092</b>

Auxiliary Services	Career Development	Teacher Development	Gifted Education	Education Management Information Systems	Disadvantaged Pupil Impact Aid	Conflict Management
\$ 16,948	\$ -	\$ 21	\$ -	\$ -	\$ -	\$ 1,877
699,573	-	53,201	-	21,344	331,294	36,308
<u>716,521</u>	-	<u>53,222</u>	-	<u>21,344</u>	<u>331,294</u>	<u>38,185</u>
-	440	-	-	-	165,864	-
-	-	-	-	-	121,115	-
-	-	166	-	-	-	-
-	2,494	31,066	-	-	137,951	18,876
-	2,153	-	-	-	-	-
-	4,947	-	-	2,715	-	-
-	-	9,751	-	50,606	-	15,669
779,010	-	3,450	-	-	-	-
<u>779,010</u>	<u>10,034</u>	<u>44,433</u>	-	<u>53,321</u>	<u>424,930</u>	<u>34,617</u>
(62,489)	(10,034)	8,789	-	(31,977)	(93,636)	3,568
-	-	-	1,059	-	101,641	-
-	-	-	1,059	-	101,641	-
(62,489)	(10,034)	8,789	1,059	(31,977)	8,005	3,568
258,399	29,052	16,635	(1,059)	93,618	(38,797)	51,993
<u>\$ 195,910</u>	<u>\$ 19,018</u>	<u>\$ 25,424</u>	<u>\$ -</u>	<u>\$ 61,641</u>	<u>\$ (30,792)</u>	<u>\$ 55,561</u>

Continued



**Princeton City School District, Ohio**  
 Combining Statement of Revenues, Expenditures  
 And Changes in Fund Balances  
 All Special Revenue Funds (Continued)  
 For Year Ended June 30, 1999

	Misc. State Grants	Adult Basic Education	Title II	Title VI-B
<b>Revenues:</b>				
Earnings on investments	\$ -	\$ -	\$ -	\$ -
Other local revenues	171	-	-	-
Extracurricular revenue	-	-	-	-
Intermediate sources	-	-	-	-
Intergovernmental - state	-	-	-	-
Intergovernmental - federal	-	60,015	57,610	236,705
<b>Total revenues</b>	<b>171</b>	<b>60,015</b>	<b>57,610</b>	<b>236,705</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	-	-	1,451	-
Special	-	-	-	1,889
Other	-	47,589	4,884	13,978
<b>Support services:</b>				
Pupil	-	-	-	77,580
Instructional staff	1,578	4,544	41,305	164,526
School administration	-	-	-	-
Fiscal	-	-	-	-
Pupil transportation	-	-	-	-
Central	13	-	-	-
Community services	-	-	-	-
Extracurricular activities	-	-	-	-
<b>Total expenditures</b>	<b>1,591</b>	<b>52,133</b>	<b>47,640</b>	<b>257,973</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(1,420)</b>	<b>7,882</b>	<b>9,970</b>	<b>(21,268)</b>
<b>Other financing sources:</b>				
Operating transfers in	-	38,901	-	-
<b>Total other financing sources</b>	<b>-</b>	<b>38,901</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(1,420)</b>	<b>46,783</b>	<b>9,970</b>	<b>(21,268)</b>
<b>Fund balance, July 1</b>	<b>12,420</b>	<b>(53,276)</b>	<b>(11,414)</b>	<b>(45,835)</b>
<b>Fund balance, June 30</b>	<b>\$ 11,000</b>	<b>\$ (6,493)</b>	<b>\$ (1,444)</b>	<b>\$ (67,103)</b>

Vocational Education	Title I	Title VI	Title IV	Preschool Grant	Family and School Partnership Grant	Totals
\$	\$	\$	\$	\$	\$	\$
	320	27				16,948
						103,669
31,028						102,266
						31,028
	613,598	21,826	38,681	16,224	6,000	1,166,720
						1,050,659
31,028	613,918	21,853	38,681	16,224	6,001	2,471,290
531	2,567		8,872		209	183,542
	528,209			8,846		661,859
		1,981		2,092	2,113	72,637
	58,402		1,562		160	139,116
5,055	23,042	35,213	20,120			536,331
2,153	38,471				117	64,454
			1,705		1,955	11,044
					1,581	1,705
			586		1,000	77,620
						786,033
						324,655
7,739	650,691	37,194	32,845	10,938	7,135	2,858,996
23,289	(36,773)	(15,341)	5,836	5,286	(1,134)	(387,706)
5,617						387,300
5,617						387,300
28,906	(36,773)	(15,341)	5,836	5,286	(1,134)	(406)
(21,814)	(6,447)	11,500	11,434	6,644	4,894	414,098
\$ 7,092	\$ (43,220)	\$ (3,841)	\$ 17,270	\$ 11,930	\$ 3,760	\$ 413,692

**Princeton City School District, Ohio**  
**Schedule of Revenues, Expenditures**  
**And Changes In Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Public School Support Special Revenue Fund**  
**For Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Other local revenues	\$ 40,200	\$ 31,001	\$ (9,199)
<b>Total revenues</b>	<b>40,200</b>	<b>31,001</b>	<b>(9,199)</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular:			
Purchased services	129	-	129
Materials and supplies	703	160	543
Other expenditures	124	708	(584)
Total regular instruction	<u>956</u>	<u>868</u>	<u>88</u>
<b>Support services:</b>			
Pupil:			
Materials and supplies	1,706	1,246	460
Total pupil	<u>1,706</u>	<u>1,246</u>	<u>460</u>
School administration:			
Purchased services		930	(930)
Materials and supplies		2,848	(2,848)
Other expenditures	21,693	22,942	(1,249)
Total administration	<u>21,693</u>	<u>26,720</u>	<u>(5,027)</u>
Fiscal:			
Materials and supplies	907	1,425	(518)
Total fiscal	<u>907</u>	<u>1,425</u>	<u>(518)</u>
Central:			
Other expenditures	1,235	-	1,235
Total central	<u>1,235</u>	<u>-</u>	<u>1,235</u>
<b>Community services:</b>			
Enterprise operations:			
Materials and supplies	5,373	2,101	3,272
Total enterprise operations	<u>5,373</u>	<u>2,101</u>	<u>3,272</u>
<b>Extracurricular activities:</b>			
Academic and subject oriented activities:			
Materials and supplies	5,711	3,530	2,181
Total academic and subject oriented activities	<u>5,711</u>	<u>3,530</u>	<u>2,181</u>
School and public service:			
Other expenditures		1,695	(1,695)
Total school and public service		<u>1,695</u>	<u>(1,695)</u>
<b>Total extracurricular activities</b>	<b>5,711</b>	<b>5,225</b>	<b>486</b>

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Public School Support Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Total expenditures	37,581	37,585	(4)
Excess of revenues over (under) expenditures	2,619	(6,584)	(9,203)
Fund balance, July 1	23,939	23,939	
Prior year encumbrances appropriated	7,480	7,480	
Fund balance, June 30	\$ 34,038	\$ 24,835	\$ (9,203)

**Princeton City School District, Ohio**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Other Grants Fund**  
**For Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Other local revenues	\$ -	\$ 57,309	\$ 57,309
<b>Total revenues</b>	<b>-</b>	<b>57,309</b>	<b>57,309</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Support services:</b>			
<b>Instructional staff:</b>			
Salaries and wages	9,309	3,174	6,135
Fringe benefits	-	62	(62)
Purchased services	-	5,762	(5,762)
Materials and supplies	-	311	(311)
<b>Total instructional staff</b>	<b>9,309</b>	<b>9,309</b>	<b>-</b>
<b>Total expenditures</b>	<b>9,309</b>	<b>9,309</b>	<b>-</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(9,309)</b>	<b>48,000</b>	<b>57,309</b>
<b>Fund balance, July 1</b>			
<b>Fund balance, June 30</b>	<b>\$ (9,309)</b>	<b>\$ 48,000</b>	<b>\$ 57,309</b>

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Venture Capital Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental - state	\$ 75,000	\$ 25,000	\$ (50,000)
<b>Total revenues</b>	<b>75,000</b>	<b>25,000</b>	<b>(50,000)</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Regular:</b>			
Purchased services	2,550	1,124	1,426
Materials and supplies	4,556	758	3,798
Capital outlay - new	3,236		3,236
Other expenditures		1,271	(1,271)
<b>Total regular instruction</b>	<b>10,342</b>	<b>3,153</b>	<b>7,189</b>
<b>Special:</b>			
Purchased services		1,800	(1,800)
<b>Total special instruction</b>		<b>1,800</b>	<b>(1,800)</b>
<b>Support services:</b>			
<b>Instructional staff:</b>			
Salaries and wages	5,753	6,468	(715)
Fringe benefits	875	970	(95)
Purchased services	32,627	19,847	12,780
Materials and supplies	4,359	17,789	(13,430)
Capital outlay - new	10,512		10,512
Other expenditures		300	(300)
<b>Total instructional staff</b>	<b>54,126</b>	<b>45,374</b>	<b>8,752</b>
<b>School administration:</b>			
Purchased services	3,260	3,199	61
<b>Total administration</b>	<b>3,260</b>	<b>3,199</b>	<b>61</b>
<b>Total expenditures</b>	<b>67,728</b>	<b>53,526</b>	<b>14,202</b>
<b>Excess of revenues over (under) expenditures</b>	<b>7,272</b>	<b>(28,526)</b>	<b>(35,798)</b>
<b>Fund balance, July 1</b>	<b>37,614</b>	<b>37,614</b>	
<b>Prior year encumbrances appropriated</b>	<b>8,223</b>	<b>8,223</b>	
<b>Fund balance, June 30</b>	<b>\$ 53,109</b>	<b>\$ 17,311</b>	<b>\$ (35,798)</b>

**Princeton City School District, Ohio**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Athletic Fund Special Revenue Fund**  
**For Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Other local revenues	\$ 13,395	\$ 14,127	\$ 732
Extracurricular activities	108,950	102,266	(6,684)
<b>Total revenues</b>	<b>122,345</b>	<b>116,393</b>	<b>(5,952)</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Regular:</b>			
Salaries and wages	144	-	144
Fringe benefits	21	-	21
Materials and supplies	245	-	245
<b>Total regular instruction</b>	<b>410</b>	<b>-</b>	<b>410</b>
<b>Support services:</b>			
<b>Instructional staff:</b>			
Salaries and wages	412	-	412
Fringe benefits	64	-	64
<b>Total instructional staff</b>	<b>476</b>	<b>-</b>	<b>476</b>
<b>School administration:</b>			
Salaries and wages	402	-	402
Fringe benefits	63	-	63
<b>Total administration</b>	<b>465</b>	<b>-</b>	<b>465</b>
<b>Pupil transportation:</b>			
Salaries and wages	72	-	72
Fringe benefits	11	-	11
<b>Total pupil transportation</b>	<b>83</b>	<b>-</b>	<b>83</b>
<b>Extracurricular activities:</b>			
<b>Academic and subject oriented activities:</b>			
Salaries and wages	7,414	5,266	2,148
Fringe benefits	1,087	776	311
Purchased services	10,746	7,278	3,468
Materials and supplies	16,547	10,137	6,410
Other expenditures	17,590	12,978	4,612
<b>Total academic and subject oriented activities</b>	<b>53,384</b>	<b>36,435</b>	<b>16,949</b>
<b>Sports oriented activities:</b>			
Salaries and wages	63,755	37,494	26,261
Fringe benefits	7,582	5,540	2,042
Purchased services	73,819	88,733	(14,914)
Materials and supplies	10,532	122,524	(111,992)
Capital outlay - new	16,120	3,455	12,665
Capital outlay - replacement	78,369	3,657	74,712
Other expenditures	73,675	50,508	23,167
<b>Total sports oriented activities</b>	<b>323,852</b>	<b>311,911</b>	<b>11,941</b>

**Princeton City School District, Ohio**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Athletic Fund Special Revenue Fund (Continued)**  
**For Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
Total expenditures	378,670	348,346	30,324
Excess of revenues over (under) expenditures	(256,325)	(231,953)	24,372
Other financing sources (uses):			
Transfers in	193,655	240,082	46,427
Refund of prior year expenditure	-	54	54
Total other financing sources (uses)	193,655	240,136	46,481
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(62,670)	8,183	70,853
Fund balance, July 1	17,694	17,694	
Prior year encumbrances appropriated	22,912	22,912	
Fund balance, June 30	\$ (22,064)	\$ 48,789	\$ 70,853



**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Auxiliary Services Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Earnings on investments	\$ 5,000	\$ 16,948	\$ 11,948
Intergovernmental - state	635,000	699,573	64,573
<b>Total revenues</b>	<b>640,000</b>	<b>716,521</b>	<b>76,521</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Support services:</b>			
<b>Community services:</b>			
Salaries and wages	38,985	28,139	10,846
Fringe benefits	14,937	9,835	5,102
Purchased services	219,426	294,295	(74,869)
Materials and supplies	666,496	600,264	66,232
Capital outlay - new	818	-	818
Capital outlay - replacement	1,873	-	1,873
<b>Total community services</b>	<b>942,535</b>	<b>932,533</b>	<b>10,002</b>
<b>Total expenditures</b>	<b>942,535</b>	<b>932,533</b>	<b>10,002</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(302,535)</b>	<b>(216,012)</b>	<b>86,523</b>
<b>Other financing sources (uses):</b>			
Refund of prior year expenditures	-	121	121
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>121</b>	<b>121</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(302,535)</b>	<b>(215,891)</b>	<b>86,644</b>
<b>Fund balance, July 1</b>	<b>206,327</b>	<b>206,327</b>	-
<b>Prior year encumbrances appropriated</b>	<b>86,026</b>	<b>86,026</b>	-
<b>Fund balance, June 30</b>	<b>\$ (10,182)</b>	<b>\$ 76,462</b>	<b>\$ 86,644</b>

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Career Development Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intermediate sources	\$ 16,500	\$ 1,986	\$ (14,514)
<b>Total revenues</b>	<b>16,500</b>	<b>1,986</b>	<b>(14,514)</b>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular:			
Purchased services	2,386	80	2,306
Materials and supplies	2,190	703	1,487
Other expenditures	2,060		2,060
<b>Total regular instruction</b>	<b>6,636</b>	<b>783</b>	<b>5,853</b>
Support services:			
Instructional staff:			
- Purchased services	928	2,066	(1,138)
Materials and supplies	4,326	6,069	(1,743)
<b>Total instructional staff</b>	<b>5,254</b>	<b>8,135</b>	<b>(2,881)</b>
School administration:			
Salaries and wages	3,872	1,794	2,078
Fringe benefits	824	385	439
Purchased services	4,491		4,491
<b>Total administration</b>	<b>9,187</b>	<b>2,179</b>	<b>7,008</b>
<b>Total expenditures</b>	<b>21,077</b>	<b>11,097</b>	<b>9,980</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(4,577)</b>	<b>(9,111)</b>	<b>(4,534)</b>
Fund balance, July 1	21,899	21,899	
Prior year encumbrances appropriated	606	606	
<b>Fund balance, June 30</b>	<b>\$ 17,928</b>	<b>\$ 13,394</b>	<b>\$ (4,534)</b>

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Teacher Development Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ 44,000	\$ 53,201	\$ 9,201
<b>Total revenues</b>	<b>44,000</b>	<b>53,201</b>	<b>9,201</b>
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	1,874		1,874
Fringe benefits	288		288
Materials and supplies		65	(65)
Total regular instruction	<u>2,162</u>	<u>65</u>	<u>2,097</u>
Support services:			
Pupil:			
Materials and supplies		166	(166)
Total pupil		<u>166</u>	<u>(166)</u>
Instructional staff:			
Salaries and wages	55,008	28,446	26,562
Fringe benefits	4,262	1,686	2,576
Purchased services	16,091	130	15,961
Materials and supplies	692	3,651	(2,959)
Other expenditures	1,430	475	955
Total instructional staff	<u>77,483</u>	<u>34,388</u>	<u>43,095</u>
Central:			
Purchased services	6,442	13,322	(6,880)
Materials and supplies	2,616	2,696	(80)
Other expenditures	306	149	157
Total central	<u>9,364</u>	<u>16,167</u>	<u>(6,803)</u>
Community services:			
Purchased services		3,100	(3,100)
Total community services		<u>3,100</u>	<u>(3,100)</u>
<b>Total expenditures</b>	<b>89,009</b>	<b>53,886</b>	<b>35,123</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(45,009)</b>	<b>(685)</b>	<b>44,324</b>
Fund balance, July 1	15,605	15,605	
Prior year encumbrances appropriated	<u>2,462</u>	<u>2,462</u>	
<b>Fund balance, June 30</b>	<b>\$ (26,942)</b>	<b>\$ 17,382</b>	<b>\$ 44,324</b>

**Princeton City School District, Ohio**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Gifted Education Special Revenue Fund**  
**For Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental - state	\$ 1,500	\$ -	\$ (1,500)
<b>Total revenues</b>	<u>1,500</u>	<u>-</u>	<u>(1,500)</u>
<b>Expenditures:</b>			
<b>Current:</b>			
Support services:			
Instructional staff:			
Materials and supplies	198	-	198
<b>Total instructional staff</b>	<u>198</u>	<u>-</u>	<u>198</u>
<b>Total expenditures</b>	<u>198</u>	<u>-</u>	<u>198</u>
<b>Excess of revenues over (under) expenditures</b>	<u>1,302</u>	<u>-</u>	<u>(1,302)</u>
<b>Other financing sources (uses):</b>			
Transfers in	-	1,059	1,059
Advances (out)	(1,502)	(1,502)	
Refund of prior year receipts	(2,315)		2,315
<b>Total other financing sources (uses)</b>	<u>(3,817)</u>	<u>(443)</u>	<u>3,374</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<u>(2,515)</u>	<u>(443)</u>	<u>2,072</u>
<b>Fund balance, July 1</b>	<u>443</u>	<u>443</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ (2,072)</u>	<u>\$ -</u>	<u>\$ 2,072</u>

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Education Management Information Systems Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ 18,300	\$ 21,344	\$ 3,044
<b>Total revenues</b>	<b>18,300</b>	<b>21,344</b>	<b>3,044</b>
Expenditures:			
Current:			
Support services:			
School administration:			
Capital outlay - replacement	1,750	-	1,750
Total administration	1,750	-	1,750
Fiscal:			
Capital outlay - replacement	1,747	2,715	(968)
Total fiscal	1,747	2,715	(968)
Central:			
Purchased services	-	3,985	(3,985)
Materials and supplies	26,486	23,498	2,988
Capital outlay - new	2,338	1,210	1,128
Capital outlay - replacement	-	21,913	(21,913)
Total central	28,824	50,606	(21,782)
<b>Total expenditures</b>	<b>32,321</b>	<b>53,321</b>	<b>(21,000)</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(14,021)</b>	<b>(31,977)</b>	<b>(17,956)</b>
Fund balance, July 1	93,618	93,618	-
<b>Fund balance, June 30</b>	<b>\$ 79,597</b>	<b>\$ 61,641</b>	<b>\$ (17,956)</b>

**Princeton City School District, Ohio**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Disadvantaged Pupil Impact Aid Special Revenue Fund**  
**For Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ 390,000	\$ 331,294	\$ (58,706)
Total revenues	<u>390,000</u>	<u>331,294</u>	<u>(58,706)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	323,534	165,864	157,670
Total regular instruction	<u>323,534</u>	<u>165,864</u>	<u>157,670</u>
Special:			
Salaries and wages	312,300	102,795	209,505
Fringe benefits	78,753	28,051	50,702
Purchased services	193		193
Materials and supplies	859		859
Total special instruction	<u>392,105</u>	<u>130,846</u>	<u>261,259</u>
Support services:			
Instructional staff:			
Salaries and wages	117,573	94,926	22,647
Fringe benefits	49,196	41,299	7,897
Total instructional staff	<u>166,769</u>	<u>136,225</u>	<u>30,544</u>
Total expenditures	<u>882,408</u>	<u>432,935</u>	<u>449,473</u>
Excess of revenues over (under) expenditures	(492,408)	(101,641)	390,767
Other financing sources (uses):			
Transfers in		101,641	101,641
Advances (out)	(38,357)		38,357
Total other financing sources (uses)	<u>(38,357)</u>	<u>101,641</u>	<u>139,998</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(530,765)		530,765
Fund balance, July 1			
Fund balance, June 30	\$ (530,765)	\$ -	\$ 530,765

**Princeton City School District, Ohio**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Conflict Management Special Revenue Fund**  
**For Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Other local revenues	\$ -	\$ 1,877	\$ 1,877
Intergovernmental - state	48,000	36,308	(11,692)
<b>Total revenues</b>	<b>48,000</b>	<b>38,185</b>	<b>(9,815)</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Regular:</b>			
Materials and supplies	26	-	26
<b>Total regular instruction</b>	<b>26</b>	<b>-</b>	<b>26</b>
<b>Support services:</b>			
<b>Pupil:</b>			
Purchased services	-	500	(500)
<b>Total pupil</b>	<b>-</b>	<b>500</b>	<b>(500)</b>
<b>Instructional staff:</b>			
Salaries and wages	1,648	1,600	48
Fringe benefits	255	247	8
Purchased services	43,382	24,889	18,493
Materials and supplies	3,538	2,023	1,515
Other expenditures	-	4,975	(4,975)
<b>Total instructional staff</b>	<b>48,823</b>	<b>33,734</b>	<b>15,089</b>
<b>Central:</b>			
Fringe benefits	-	568	(568)
Purchased services	4,611	15,857	(11,246)
Other expenditures	10	724	(714)
<b>Total central</b>	<b>4,621</b>	<b>17,149</b>	<b>(12,528)</b>
<b>Extracurricular activities:</b>			
<b>Occupation oriented activities:</b>			
Purchased services	93	72	21
<b>Total occupation oriented activities</b>	<b>93</b>	<b>72</b>	<b>21</b>
<b>Total expenditures</b>	<b>53,563</b>	<b>51,455</b>	<b>2,108</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(5,563)</b>	<b>(13,270)</b>	<b>(7,707)</b>
<b>Fund balance, July 1</b>	<b>50,573</b>	<b>50,573</b>	<b>-</b>
<b>Prior year encumbrances appropriated</b>	<b>3,057</b>	<b>3,057</b>	<b>-</b>
<b>Fund balance, June 30</b>	<b>\$ 48,067</b>	<b>\$ 40,360</b>	<b>\$ (7,707)</b>

**Princeton City School District, Ohio**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Adult Basic Education Special Revenue Fund**  
**For Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental - federal	\$ 33,000	\$ 60,015	\$ 27,015
<b>Total revenues</b>	<b>33,000</b>	<b>60,015</b>	<b>27,015</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Regular:</b>			
Materials and supplies	569	-	569
<b>Total regular instruction</b>	<b>569</b>		<b>569</b>
<b>Other:</b>			
Salaries and wages	58,254	28,110	30,144
Fringe benefits	8,458	4,075	4,383
Purchased services	60,620	6,065	54,555
Materials and supplies	2,925	4,610	(1,685)
Capital outlay - new	-	4,923	(4,923)
<b>Total other</b>	<b>130,257</b>	<b>47,783</b>	<b>82,474</b>
<b>Support services:</b>			
<b>Instructional staff:</b>			
Salaries and wages	12,924	4,102	8,822
Fringe benefits	1,996	634	1,362
<b>Total instructional staff</b>	<b>14,920</b>	<b>4,736</b>	<b>10,184</b>
<b>Total expenditures</b>	<b>145,746</b>	<b>52,519</b>	<b>93,227</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(112,746)</b>	<b>7,496</b>	<b>120,242</b>
<b>Other financing sources (uses):</b>			
Transfers in	35,000	38,901	3,901
Advances in	17,000	57,838	40,838
Advances (out)	(27,152)	(52,160)	(25,008)
<b>Total other financing sources (uses)</b>	<b>24,848</b>	<b>44,579</b>	<b>19,731</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(87,898)</b>	<b>52,075</b>	<b>139,973</b>
<b>Fund balance, July 1</b>	<b>5</b>	<b>5</b>	
<b>Prior year encumbrances appropriated</b>	<b>80</b>	<b>80</b>	
<b>Fund balance, June 30</b>	<b>\$ (87,813)</b>	<b>\$ 52,160</b>	<b>\$ 139,973</b>



**Princeton City School District, Ohio**  
*Schedule of Revenues, Expenditures*  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Title II Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: -Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental - federal	\$ 40,000	\$ 57,610	\$ 17,610
<b>Total revenues</b>	<b>40,000</b>	<b>57,610</b>	<b>17,610</b>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular:			
Purchased services	-	1,439	(1,439)
Total regular instruction	-	1,439	(1,439)
Support services:			
Instructional staff:			
Salaries and wages	3,335	10,543	(7,208)
Fringe benefits	511	1,580	(1,069)
Purchased services	57,536	30,620	26,916
Materials and supplies	2,387	3,285	(898)
Total instructional staff	63,769	46,028	17,741
Community services:			
Purchased services	967	550	417
Total community services	967	550	417
<b>Total expenditures</b>	<b>64,736</b>	<b>48,017</b>	<b>16,719</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(24,736)</b>	<b>9,593</b>	<b>34,329</b>
<b>Other financing sources (uses):</b>			
Advances in		17,760	17,760
Advances (out)		(11,835)	(11,835)
Refund of prior year expenditures		268	268
Refund of prior year receipts	(364)	(4,884)	(4,520)
<b>Total other financing sources (uses)</b>	<b>(364)</b>	<b>1,309</b>	<b>1,673</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(25,100)</b>	<b>10,902</b>	<b>36,002</b>
<b>Fund balance, July 1</b>	<b>8</b>	<b>8</b>	<b>-</b>
<b>Prior year encumbrances appropriated</b>	<b>925</b>	<b>925</b>	<b>-</b>
<b>Fund balance, June 30</b>	<b>\$ (24,167)</b>	<b>\$ 11,835</b>	<b>\$ 36,002</b>

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Title VI-B Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental - federal	\$ 300,000	\$ 236,705	\$ (63,295)
<b>Total revenues</b>	<u>300,000</u>	<u>236,705</u>	<u>(63,295)</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Special:</b>			
Purchased services		4	(4)
Materials and supplies	193	1,916	(1,723)
<b>Total special instruction</b>	<u>193</u>	<u>1,920</u>	<u>(1,727)</u>
<b>Support services:</b>			
<b>Pupil:</b>			
Salaries and wages	23,982	16,254	7,728
Fringe benefits	3,416	2,503	913
Purchased services	113,304	43,206	70,098
Materials and supplies	20,823	574	20,249
<b>Total pupil</b>	<u>161,525</u>	<u>62,537</u>	<u>98,988</u>
<b>Instructional staff:</b>			
Salaries and wages	239,634	120,834	118,800
Fringe benefits	70,363	39,527	30,836
Purchased services	1,172	735	437
Materials and supplies	5,422	1,397	4,025
Other expenditures	62	115	(53)
<b>Total instructional staff</b>	<u>316,653</u>	<u>162,608</u>	<u>154,045</u>
<b>Total expenditures</b>	<u>478,371</u>	<u>227,065</u>	<u>251,306</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(178,371)</u>	<u>9,840</u>	<u>188,011</u>
<b>Other financing sources (uses):</b>			
Advances in		56,754	56,754
Advances (out)	(51,038)	(28,825)	21,213
Refund of prior year receipts		(13,978)	(13,978)
<b>Total other financing sources (uses)</b>	<u>(51,038)</u>	<u>12,951</u>	<u>63,989</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<u>(229,409)</u>	<u>22,591</u>	<u>252,000</u>
<b>Fund balance, July 1</b>	<u>527</u>	<u>527</u>	
<b>Prior year encumbrances appropriated</b>	<u>6,707</u>	<u>6,707</u>	
<b>Fund balance, June 30</b>	<u>\$ (222,175)</u>	<u>\$ 29,825</u>	<u>\$ 252,000</u>

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Vocational Education Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intermediate sources	\$ -	\$ 31,028	\$ 31,028
Intergovernmental - federal	20,600	-	(20,600)
<b>Total revenues</b>	<b>20,600</b>	<b>31,028</b>	<b>10,428</b>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular:			
Purchased services	1,202	-	1,202
Materials and supplies	34,567	3,677	30,890
Other expenditures	1,000	1,394	(394)
<b>Total regular instruction</b>	<b>36,769</b>	<b>5,071</b>	<b>31,698</b>
Support services:			
Instructional staff:			
Purchased services	3,562	2,887	675
Materials and supplies	1,595	6,338	(4,743)
<b>Total instructional staff</b>	<b>5,157</b>	<b>9,225</b>	<b>(4,068)</b>
School administration:			
Salaries and wages	3,872	1,794	2,078
Fringe benefits	824	385	439
Purchased services	52	-	52
<b>Total administration</b>	<b>4,748</b>	<b>2,179</b>	<b>2,569</b>
<b>Total expenditures</b>	<b>46,674</b>	<b>16,475</b>	<b>30,199</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(26,074)</b>	<b>14,553</b>	<b>40,627</b>
<b>Other financing sources (uses):</b>			
Transfers in	5,000	5,617	617
Advances in	16,400	-	(16,400)
Advances (out)	(11,775)	(22,140)	(10,365)
<b>Total other financing sources (uses)</b>	<b>9,625</b>	<b>(16,523)</b>	<b>(26,148)</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(16,449)</b>	<b>(1,970)</b>	<b>14,479</b>
Fund balance, July 1	1	1	-
Prior year encumbrances appropriated	3,391	3,391	-
<b>Fund balance, June 30</b>	<b>\$ (13,057)</b>	<b>\$ 1,422</b>	<b>\$ 14,479</b>

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**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Title I Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Other local revenues	\$ -	\$ 320	\$ 320
Intergovernmental - federal	730,000	613,598	(116,402)
<b>Total revenues</b>	<b>730,000</b>	<b>613,918</b>	<b>(116,082)</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Regular:</b>			
Purchased services	8,180	1,644	6,536
Materials and supplies	-	923	(923)
<b>Total regular instruction</b>	<b>8,180</b>	<b>2,567</b>	<b>5,613</b>
<b>Special:</b>			
Salaries and wages	715,614	379,235	336,379
Fringe benefits	165,073	85,688	79,385
Purchased services	20,862	13,327	7,535
Materials and supplies	45,031	61,667	(16,636)
<b>Total special instruction</b>	<b>946,580</b>	<b>539,917</b>	<b>406,663</b>
<b>Support services:</b>			
<b>Pupil:</b>			
Salaries and wages	-	42,295	(42,295)
Fringe benefits	-	7,156	(7,156)
Materials and supplies	2,018	-	2,018
<b>Total pupil</b>	<b>2,018</b>	<b>49,451</b>	<b>(47,433)</b>
<b>Instructional staff:</b>			
Salaries and wages	84,956	18,169	66,787
Fringe benefits	32,177	6,970	25,207
Purchased services	22,482	2,184	20,298
Materials and supplies	-	130	(130)
<b>Total instructional staff</b>	<b>139,615</b>	<b>27,453</b>	<b>112,162</b>
<b>School administration:</b>			
Salaries and wages	61,251	31,048	30,203
Fringe benefits	12,905	6,674	6,231
Purchased services	5,730	-	5,730
Materials and supplies	1,968	800	1,168
<b>Total administration</b>	<b>81,854</b>	<b>38,522</b>	<b>43,332</b>
<b>Total expenditures</b>	<b>1,178,247</b>	<b>657,910</b>	<b>520,337</b>

Continued

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Title I Special Revenue Fund (Continued)  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Excess of revenues over (under) expenditures	(448,247)	(43,992)	404,255
Other financing sources (uses):			
Advances (out)	(152,004)	-	152,004
Total other financing sources (uses)	(152,004)	-	152,004
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(600,251)	(43,992)	556,259
Fund balance, July 1	70,247	70,247	
Prior year encumbrances appropriated	3,527	3,527	
Fund balance, June 30	\$ (526,477)	\$ 29,782	\$ 556,259

**Princeton City School District, Ohio**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title VI Special Revenue Fund**  
**For Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental - federal	\$ 70,000	\$ 21,826	\$ (48,174)
<b>Total revenues</b>	<b>70,000</b>	<b>21,826</b>	<b>(48,174)</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Support services:</b>			
Instructional staff:			
Materials and supplies	65,906	43,735	22,171
Total instructional staff	65,906	43,735	22,171
<b>Community services:</b>			
Materials and supplies	7,840	-	7,840
Capital outlay - replacement	4,988	-	4,988
Total community services	12,828	-	12,828
<b>Total expenditures</b>	<b>78,734</b>	<b>43,735</b>	<b>34,999</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(8,734)</b>	<b>(21,909)</b>	<b>(13,175)</b>
<b>Other financing sources (uses):</b>			
Advances in		7,716	7,716
Advances (out)	(29,869)		29,869
Refund of prior year expenditure		27	27
Refund of prior year receipts		(1,981)	(1,981)
<b>Total other financing sources (uses)</b>	<b>(29,869)</b>	<b>5,762</b>	<b>35,631</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(38,603)</b>	<b>(16,147)</b>	<b>22,456</b>
<b>Fund balance, July 1</b>	<b>9,534</b>	<b>9,534</b>	
<b>Prior year encumbrances appropriated</b>	<b>6,611</b>	<b>6,611</b>	
<b>Fund balance, June 30</b>	<b>\$ (22,458)</b>	<b>\$ (2)</b>	<b>\$ 22,456</b>

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Title IV Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 40,000	\$ 27,181	\$ (12,819)
Total revenues	40,000	27,181	(12,819)
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	8,911	7,707	1,204
Fringe benefits	1,270	1,102	168
Total regular instruction	10,181	8,809	1,372
Support services:			
Pupil:			
Purchased services	200	845	(645)
Materials and supplies	224	273	(49)
Total pupil	424	1,118	(694)
Instructional staff:			
Salaries and wages	2,379	2,585	(206)
Fringe benefits	333	389	(56)
Purchased services	17,826	6,348	11,478
Materials and supplies	25,953	11,933	14,020
Total instructional staff	46,491	21,255	25,236
Pupil transportation:			
Purchased services	-	1,364	(1,364)
Total pupil transportation	-	1,364	(1,364)
Community services:			
Materials and supplies	3,559	695	2,864
Total community services	3,559	695	2,864
Total expenditures	60,655	33,241	27,414
Excess of revenues over (under) expenditures	(20,655)	(6,060)	14,595
Fund balance, July 1	10,390	10,390	
Prior year encumbrances appropriated	1,348	1,348	
Fund balance, June 30	\$ (8,917)	\$ 5,678	\$ 14,595



**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Preschool Grant Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental - federal	\$ 10,000	\$ 16,224	\$ 6,224
<b>Total revenues</b>	<b>10,000</b>	<b>16,224</b>	<b>6,224</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular:			
Materials and supplies	1,417	-	1,417
Total regular instruction	1,417	-	1,417
<b>Special:</b>			
Salaries and wages	2,575	-	2,575
Fringe benefits	360	-	360
Purchased services	19,808	22,810	(3,002)
Materials and supplies	46	1,212	(1,166)
Total special instruction	22,789	24,022	(1,233)
<b>Support services:</b>			
<b>Pupil:</b>			
Purchased services	1,460	-	1,460
Total pupil	1,460	-	1,460
<b>Instructional staff:</b>			
Purchased services	448	-	448
Total instructional staff	448	-	448
<b>Total expenditures</b>	<b>26,114</b>	<b>24,022</b>	<b>2,092</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(16,114)</b>	<b>(7,798)</b>	<b>8,316</b>
<b>Other financing sources (uses):</b>			
Advances in	-	4,722	4,722
Refund of prior year receipts	-	(2,092)	(2,092)
Total other financing sources (uses)	-	2,630	2,630
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(16,114)</b>	<b>(5,168)</b>	<b>10,946</b>
Fund balance, July 1	5,169	5,169	-
Fund balance, June 30	\$ (10,945)	\$ 1	\$ 10,946

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Family and School Partnership Grant Special Revenue Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental - federal	\$ 3,000	\$ 4,045	\$ 1,045
<b>Total revenues</b>	<u>3,000</u>	<u>4,045</u>	<u>1,045</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular:			
Materials and supplies		209	(209)
Total regular instruction		<u>209</u>	<u>(209)</u>
<b>Support services:</b>			
Pupil:			
Purchased services		160	(160)
Materials and supplies		419	(419)
Total pupil		<u>579</u>	<u>(579)</u>
Instructional staff:			
Materials and supplies		39	39
Total instructional staff		<u>39</u>	<u>39</u>
School administration:			
Materials and supplies		118	(118)
Total administration		<u>118</u>	<u>(118)</u>
Central:			
Purchased services	5,599	26	5,573
Materials and supplies		1,555	(1,555)
Total central	<u>5,599</u>	<u>1,581</u>	<u>4,018</u>
<b>Community services:</b>			
Materials and supplies		1,000	(1,000)
Total community services		<u>1,000</u>	<u>(1,000)</u>
<b>Total expenditures</b>	<u>5,638</u>	<u>3,487</u>	<u>2,151</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(2,638)</u>	<u>558</u>	<u>3,196</u>
<b>Other financing sources (uses):</b>			
Refund of prior year receipts		(2,113)	(2,113)
<b>Total other financing sources (uses)</b>		<u>(2,113)</u>	<u>(2,113)</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<u>(2,638)</u>	<u>(1,555)</u>	<u>1,083</u>
<b>Fund balance, July 1</b>	<u>4,894</u>	<u>4,894</u>	
<b>Fund balance, June 30</b>	<u>\$ 2,256</u>	<u>\$ 3,339</u>	<u>\$ 1,083</u>

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## DEBT SERVICE FUND

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The Debt Service Fund is used to account for the accumulation of resources for and the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment.

Since there is only one Debt Service Fund and the level of budgetary control is not greater than that presented in the General Purpose Financial Statements, no additional financial statements are presented here.

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## CAPITAL PROJECTS FUNDS

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The Capital Project Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects, including equipment purchases other than those financed by Proprietary or Nonexpendable Trust Funds. The following are descriptions of each Capital Projects Fund:

**BUILDING**: To account for revenues and expenditures related to all special bond funds in the District. Proceeds from the sale of bonds, except premium and accrued interest, are paid into this fund.

**PERMANENT IMPROVEMENT**: To account for all transactions related to acquiring, constructing, or improving such permanent improvements as are authorized by Chapter 5705, Revised Code.

**SCHOOL NET PLUS**: To account for revenues and expenditures related to the development and implementation of the School Net network within the District.

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**Princeton City School District, Ohio**

Combining Balance Sheet

All Capital Projects Fund

As of June 30, 1999

	Building	Permanent Improvement	School Net Plus	Totals
<b>Assets:</b>				
Equity in pooled cash and cash equivalents	\$ 144,956	\$ 1,836,962	\$ 273,200	\$ 2,255,118
<b>Total assets</b>	<b>144,956</b>	<b>1,836,962</b>	<b>273,200</b>	<b>2,255,118</b>
<b>Liabilities:</b>				
Accounts payable		9,475		9,475
<b>Total liabilities</b>		<b>9,475</b>		<b>9,475</b>
<b>Fund balances:</b>				
Reserved for encumbrances		190,066		190,066
Undesignated	144,956	1,637,421	273,200	2,055,577
<b>Total fund equity</b>	<b>144,956</b>	<b>1,827,487</b>	<b>273,200</b>	<b>2,245,643</b>
<b>Total liabilities and fund equity</b>	<b>\$ 144,956</b>	<b>\$ 1,836,962</b>	<b>\$ 273,200</b>	<b>\$ 2,255,118</b>

**Princeton City School District, Ohio**  
**Combining Statement of Revenues, Expenditures**  
**And Changes in Fund Balances**  
**All Capital Projects Funds**  
**For Year Ended June 30, 1999**

	Building	Permanent Improvement	School Net Plus	Totals
<b>Revenues:</b>				
Earnings on investments	\$ -	\$ 108,020	\$ -	\$ 108,020
Other local revenues	-	15,080	-	15,080
Intergovernmental - state	-	-	220,977	220,977
<b>Total revenues</b>	<b>-</b>	<b>123,100</b>	<b>220,977</b>	<b>344,077</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	-	96,251	12,676	108,927
<b>Support services:</b>				
Operations and maintenance	-	587,226	-	587,226
Pupil transportation	-	1,845	-	1,845
Community services	-	41,926	-	41,926
Capital outlay	-	40,761	-	40,761
<b>Total expenditures</b>	<b>-</b>	<b>768,009</b>	<b>12,676</b>	<b>780,685</b>
<b>Excess of revenues over (under) expenditures</b>	<b>-</b>	<b>(644,909)</b>	<b>208,301</b>	<b>(436,608)</b>
<b>Other financing sources (uses):</b>				
Proceeds of sale of fixed assets	-	9,500	-	9,500
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>9,500</b>	<b>-</b>	<b>9,500</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>-</b>	<b>(635,409)</b>	<b>208,301</b>	<b>(427,108)</b>
<b>Fund balance, July 1</b>	<b>144,956</b>	<b>2,462,896</b>	<b>64,899</b>	<b>2,672,751</b>
<b>Fund balance, June 30</b>	<b>\$ 144,956</b>	<b>\$ 1,827,487</b>	<b>\$ 273,200</b>	<b>\$ 2,245,643</b>

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Building - Capital Projects Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Total revenues	\$ -	\$ -	\$ -
Expenditures:			
Support services:			
Pupil transportation:			
Capital outlay - replacement	568,607	-	568,607
Total pupil transportation	568,607	-	568,607
Total expenditures	568,607	-	568,607
Excess of revenues over (under) expenditures	(568,607)	-	568,607
Fund balance, July 1	144,956	144,956	
Fund balance, June 30	\$ (423,651)	\$ 144,956	\$ 568,607



**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Permanent Improvement - Capital Projects Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Earnings on Investments	\$ 165,000	\$ 111,152	\$ (53,848)
<b>Total revenues</b>	<b>165,000</b>	<b>111,152</b>	<b>(53,848)</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Regular:</b>			
Capital outlay - new	41,114	96,251	(55,137)
Capital outlay - replacement	3,494	-	3,494
<b>Total regular instruction</b>	<b>44,608</b>	<b>96,251</b>	<b>(51,643)</b>
<b>Support services:</b>			
<b>School administration:</b>			
Capital outlay - new	1,852	-	1,852
Capital outlay - replacement	3,419	-	3,419
<b>Total administration</b>	<b>5,271</b>	<b>-</b>	<b>5,271</b>
<b>Business:</b>			
Capital outlay - new	65,011	42,389	22,622
<b>Total business</b>	<b>65,011</b>	<b>42,389</b>	<b>22,622</b>
<b>Operations and maintenance:</b>			
Purchased services	-	10,185	(10,185)
Materials and supplies	3,491	-	3,491
Capital outlay - new	320,026	15,091	304,935
Capital outlay - replacement	1,031,538	852,433	179,105
<b>Total operation and maintenance</b>	<b>1,355,055</b>	<b>877,709</b>	<b>477,346</b>
<b>Pupil transportation:</b>			
Capital outlay - replacement	61,491	1,845	59,646
<b>Total pupil transportation</b>	<b>61,491</b>	<b>1,845</b>	<b>59,646</b>
<b>Community services:</b>			
Capital outlay - replacement	-	41,926	(41,926)
<b>Total community services</b>	<b>-</b>	<b>41,926</b>	<b>(41,926)</b>
<b>Capital outlay:</b>			
<b>Architecture and engineering services:</b>			
Purchased services	75,699	40,761	34,938
<b>Total architecture and engineering services</b>	<b>75,699</b>	<b>40,761</b>	<b>34,938</b>

Continued

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Permanent Improvement - Capital Projects Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Building improvement services:</b>			
Capital outlay - new	162,655	-	162,655
<b>Total building improvement services</b>	<b>162,655</b>		<b>162,655</b>
<b>Facilities acquisition and construction:</b>			
Capital outlay - new	2,060	-	2,060
<b>Total facilities acquisition and construction</b>	<b>2,060</b>		<b>2,060</b>
<b>Total capital outlay</b>	<b>240,414</b>	<b>40,761</b>	<b>199,653</b>
<b>Total expenditures</b>	<b>1,771,850</b>	<b>1,100,881</b>	<b>670,969</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(1,606,850)</b>	<b>(989,729)</b>	<b>617,121</b>
<b>Other financing sources (uses):</b>			
Transfers in	1,000,000	-	(1,000,000)
Proceeds of sale of fixed assets	-	9,500	9,500
Refund of prior year expenditures	-	13,080	13,080
<b>Total other financing sources (uses)</b>	<b>1,000,000</b>	<b>22,580</b>	<b>(977,420)</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(606,850)</b>	<b>(967,149)</b>	<b>(360,299)</b>
<b>Fund balance, July 1</b>	<b>1,947,516</b>	<b>1,947,516</b>	
<b>Prior year encumbrances appropriated</b>	<b>657,053</b>	<b>657,053</b>	
<b>Fund balance, June 30</b>	<b>\$ 1,997,719</b>	<b>\$ 1,637,420</b>	<b>\$ (360,299)</b>

**Princeton City School District, Ohio**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 School Net Plus - Capital Projects Fund  
 For Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$ 265,000	\$ 220,977	\$ (44,023)
<b>Total revenues</b>	<u>265,000</u>	<u>220,977</u>	<u>(44,023)</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular:			
Salaries	6,973	-	6,973
Materials and supplies	22,643	12,675	9,968
Capital outlay - new	104,862	-	104,862
Capital outlay - replacement	158,959	-	158,959
<b>Total regular instruction</b>	<u>293,437</u>	<u>12,675</u>	<u>280,762</u>
<b>Support services:</b>			
Instructional staff:			
Salaries	16,340	-	16,340
Purchased services	2,884	-	2,884
<b>Total instructional staff</b>	<u>19,224</u>	<u>-</u>	<u>19,224</u>
<b>Business:</b>			
Capital outlay - new	4,904	-	4,904
<b>Total business</b>	<u>4,904</u>	<u>-</u>	<u>4,904</u>
<b>Operations and maintenance:</b>			
Purchased services	3,142	-	3,142
Materials and supplies	3,241	-	3,241
Capital outlay - new	40,144	-	40,144
<b>Total operation and maintenance</b>	<u>46,527</u>	<u>-</u>	<u>46,527</u>
<b>Total expenditures</b>	<u>364,092</u>	<u>12,675</u>	<u>351,417</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(99,092)</u>	<u>208,302</u>	<u>307,394</u>
<b>Fund balance, July 1</b>	<u>52,224</u>	<u>52,224</u>	
<b>Prior year encumbrances appropriated</b>	<u>12,675</u>	<u>12,675</u>	
<b>Fund balance, June 30</b>	<u>\$ (34,193)</u>	<u>\$ 273,201</u>	<u>\$ 307,394</u>

## ENTERPRISE FUNDS

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

**FOOD SERVICE:** To account for all revenues and expenses related to the food service operation for the District.

**EARLY CHILDHOOD PROGRAMS:** To account for all revenues and expenses related to the District's early childhood programs which include, but are not limited to, a child care center, preschool, and tuition kindergarten.

**UNIFORM SCHOOL SUPPLIES:** To account for the purchase by students of necessary supplies, materials or other school related items in addition to those items provided for general instruction.

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**Princeton City School District, Ohio**

Combining Balance Sheet

All Enterprise Funds

As of June 30, 1999

	Food Service	Early Childhood Programs	Uniform School Supplies	Totals
<b>Assets:</b>				
<b>Current assets:</b>				
Equity in pooled cash and cash equivalents	\$ 86,225	\$ 138,433	\$ 47,802	\$ 272,460
<b>Receivables:</b>				
Accounts		5,443	35	5,478
Intergovernmental - state	12,808			12,808
Intergovernmental - federal	188,307			188,307
Materials and supplies inventory	181,544			181,544
<b>Total current assets</b>	<b>468,884</b>	<b>143,876</b>	<b>47,837</b>	<b>660,597</b>
<b>Non-current assets:</b>				
Property, plant and equipment (net of accumulated depreciation)	24,725	896		25,621
<b>Total non-current assets</b>	<b>24,725</b>	<b>896</b>		<b>25,621</b>
<b>Total assets</b>	<b>493,609</b>	<b>144,772</b>	<b>47,837</b>	<b>686,218</b>
<b>Liabilities:</b>				
<b>Current liabilities:</b>				
Accounts payable	5,256	9,953		15,209
Accrued wages and benefits	85,432	104,892		190,324
Deferred revenue	152,248			152,248
Interfund loans payable		122,063		122,063
Early retirement incentive obligation	49,692			49,692
<b>Total current liabilities</b>	<b>292,628</b>	<b>236,908</b>		<b>529,536</b>
<b>Long-term liabilities:</b>				
Compensated absences payable	30,768			30,768
<b>Total long-term liabilities</b>	<b>30,768</b>			<b>30,768</b>
<b>Total liabilities</b>	<b>323,396</b>	<b>236,908</b>		<b>560,304</b>
<b>Retained earnings:</b>				
Unreserved	170,213	(92,136)	47,837	125,914
<b>Total retained earnings</b>	<b>170,213</b>	<b>(92,136)</b>	<b>47,837</b>	<b>125,914</b>
<b>Total liabilities and retained earnings</b>	<b>\$ 493,609</b>	<b>\$ 144,772</b>	<b>\$ 47,837</b>	<b>\$ 686,218</b>

**Princeton City School District, Ohio**  
**Combining Statement of Revenues, Expenses**  
**And Changes in Retained Earnings**  
**All Enterprise Funds**  
**For Year Ended June 30, 1999**

	Food Service	Early Childhood Programs	Uniform School Supplies	Totals
<b>Operating revenues:</b>				
Tuition and fees	\$ -	\$ 1,069,495	\$ 14,943	\$ 1,084,438
Sales	997,031	-	-	997,031
Other operating revenues	165	15,446	6,576	22,187
<b>Total operating revenues</b>	<b>997,196</b>	<b>1,084,941</b>	<b>21,519</b>	<b>2,103,656</b>
<b>Operating expenses:</b>				
Salaries and wages	729,037	751,455	-	1,480,492
Fringe benefits	217,902	181,093	-	398,995
Contract services	47,019	5,888	-	52,907
Materials and supplies	940,278	89,905	11,246	1,041,429
Depreciation	15,473	299	-	15,772
Other operating expenses	2,561	836	-	3,397
<b>Total operating expenses</b>	<b>1,952,270</b>	<b>1,029,476</b>	<b>11,246</b>	<b>2,992,992</b>
<b>Operating income (loss):</b>	<b>(955,074)</b>	<b>55,465</b>	<b>10,273</b>	<b>(889,336)</b>
<b>Nonoperating revenues:</b>				
Grants - state	56,351	-	-	56,351
Grants - federal	838,196	-	-	838,196
Grants - commodities	78,350	-	-	78,350
<b>Total nonoperating revenues</b>	<b>972,897</b>	<b>-</b>	<b>-</b>	<b>972,897</b>
<b>Net income before operating transfers</b>	<b>17,823</b>	<b>55,465</b>	<b>10,273</b>	<b>83,561</b>
Operating transfers in	-	44,860	-	44,860
<b>Net income</b>	<b>17,823</b>	<b>100,325</b>	<b>10,273</b>	<b>128,421</b>
<b>Retained earnings (deficit) at July 1</b>	<b>152,390</b>	<b>(192,461)</b>	<b>37,564</b>	<b>(2,507)</b>
<b>Retained earnings (deficit) at June 30</b>	<b>\$ 170,213</b>	<b>\$ (92,136)</b>	<b>\$ 47,837</b>	<b>\$ 125,914</b>

**Princeton City School District, Ohio**

Combining Statement of Cash Flows

All Enterprise Funds

For Year Ended June 30, 1999

	Food Service	Early Childhood Programs	Uniform School Supplies	Totals
<b>Cash flows from operating activities:</b>				
Cash received from tuition and fees	\$ -	\$ 1,073,644	\$ 14,908	\$ 1,088,552
Cash received from sales/charges for services	997,119	-	-	997,119
Cash received from other operations	(156)	15,012	6,576	21,432
Cash payments for personal services	(910,578)	(923,316)	-	(1,833,894)
Cash payments for contract services	(42,308)	(3,863)	-	(46,171)
Cash payments for supplies and materials	(857,803)	(84,477)	(11,246)	(953,526)
Cash payments for other expenses	(2,231)	(748)	-	(2,979)
<b>Net cash provided by (used for) operating activities</b>	<b>(815,957)</b>	<b>76,252</b>	<b>10,238</b>	<b>(729,467)</b>
<b>Cash flows from noncapital financing activities:</b>				
Cash received from grants (state)	51,695	-	-	51,695
Cash received from grants (federal)	776,300	-	-	776,300
Transfers in from other funds	-	44,860	-	44,860
Advances in from other funds	-	4,359	-	4,359
<b>Net cash provided by (used for) noncapital financing activities</b>	<b>827,995</b>	<b>49,219</b>	<b>-</b>	<b>877,214</b>
<b>Cash flows from capital and related financing activities:</b>				
Acquisition/disposition of capital assets	(10,065)	-	-	(10,065)
<b>Net cash used for capital and related financing activities</b>	<b>(10,065)</b>	<b>-</b>	<b>-</b>	<b>(10,065)</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,973</b>	<b>125,471</b>	<b>10,238</b>	<b>137,682</b>
Cash and cash equivalents, July 1	84,252	12,962	37,564	134,778
Cash and cash equivalents, June 30	86,225	138,433	47,802	272,460
<b>Reconciliation of operating income to net cash provided by (used for) operating activities</b>				
Operating income (loss)	(955,074)	55,465	10,273	(889,336)
<b>Adjustments to reconcile operating income to net cash provided by (used for) operating activities:</b>				
Depreciation	15,473	299	-	15,772
Adjustments to capital outlay	5,672	-	-	5,672
Other adjustments to non-operating income	78,350	-	-	78,350
<b>Changes in assets and liabilities:</b>				
Supplies inventory	(32,474)	-	-	(32,474)
Accounts payable	2,701	7,541	-	10,242
Accrued wages and benefits	(2,626)	9,232	-	6,606
Accounts receivable/Due from government	88	3,715	(35)	3,768
Compensated absences payable	38,987	-	-	38,987
Deferred revenue	32,946	-	-	32,946
<b>Net cash provided by (used for) operating activities</b>	<b>\$ (815,957)</b>	<b>\$ 76,252</b>	<b>\$ 10,238</b>	<b>\$ (729,467)</b>

## INTERNAL SERVICE FUNDS

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Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to another department or agency of the District on a cost reimbursement basis.

Since there is only one Internal Service Fund and the level of budgetary control is not greater than that presented in the General Purpose Financial Statements, no additional financial statements are presented here.

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## FIDUCIARY FUNDS

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

### **NON-EXPENDABLE TRUST FUND**

**ENDOWMENT:** To account for monies or securities which have been set aside as an investment. The interest revenue is expended for scholarships, but the principal remains intact.

### **EXPENDABLE TRUST FUND**

**SPECIAL TRUST:** To account for donations received by the District in a trustee capacity.

### **AGENCY FUNDS**

**STUDENT ACTIVITIES:** To account for the resources that belong to the various student groups in the District. The funds account for sales and other revenue generating activities by student activity programs which have students involved in the management of the program.

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**Princeton City School District, Ohio**

Combining Balance Sheet

All Fiduciary Fund Types

As of June 30, 1999

	Non-Expendable		Expendable	
	Trust	Trust	Agency	Agency
	Endowment	Special Trust	Student Activities Agency	Totals
<b>Assets:</b>				
Equity in pooled cash and cash equivalents	\$ 256,308	\$ 51,366	\$ 95,228	\$ 402,902
Receivables:				
Accounts			137	137
<b>Total assets</b>	<b>256,308</b>	<b>51,366</b>	<b>95,365</b>	<b>403,039</b>
<b>Liabilities:</b>				
Accounts payable		1,365	3,141	4,506
Accrued wages and benefits		257		257
Due to students			92,224	92,224
<b>Total liabilities</b>		<b>1,622</b>	<b>95,365</b>	<b>96,987</b>
<b>Fund balances:</b>				
Reserve for encumbrances		250		250
Undesignated	256,308	49,494		305,802
<b>Total fund equity</b>	<b>256,308</b>	<b>49,744</b>		<b>306,052</b>
<b>Total liabilities and fund equity</b>	<b>\$ 256,308</b>	<b>\$ 51,366</b>	<b>\$ 95,365</b>	<b>\$ 403,039</b>

**Princeton City School District, Ohio**  
**Statement of Changes in Assets and Liabilities**  
**Agency Fund**  
**For year ended June 30, 1999**

	<u>Student Activities Fund</u>			
	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending</u> <u>Balance</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents	\$ 86,936	\$ 172,489	\$ 164,197	\$ 95,228
Accounts receivable	2,735	-	2,598	137
<b>Total assets</b>	<u>89,671</u>	<u>172,489</u>	<u>166,795</u>	<u>95,365</u>
<b>Liabilities:</b>				
Accounts payable	17,103	-	13,962	3,141
Accrued wages and benefits	4	-	4	-
Due to students	72,564	183,857	164,197	92,224
<b>Total liabilities</b>	<u>\$ 89,671</u>	<u>\$ 183,857</u>	<u>\$ 178,163</u>	<u>\$ 95,365</u>

## GENERAL FIXED ASSETS ACCOUNT GROUP

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

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Princeton City School District, Ohio  
Schedule of General Fixed Assets by Source  
As of June 30, 1999

General fixed assets:

Land	\$ 1,003,909
Buildings	37,196,221
Furniture and equipment	<u>21,191,734</u>
Total	\$ <u>59,391,864</u>

Investment in general fixed assets by source:

General fund	\$ 1,156,964
Capital project funds	10,168,161
Special revenue funds	192,497
Acquisitions prior to July 1, 1995*	<u>47,874,242</u>
Total investment in general fixed assets	\$ <u>59,391,864</u>

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

Princeton City School District, Ohio  
 Schedule of General Fixed Assets by Function and Type  
 As of June 30, 1999

Function	Land	Buildings	Furniture and Equipment	Total
<b>Instruction:</b>				
Regular	\$ 903,909	\$ 26,554,572	\$ 5,662,481	\$ 33,120,962
Special			105,806	105,806
Vocational			2,313	2,313
Other			6,676	6,676
<b>Total instruction</b>	<b>903,909</b>	<b>26,554,572</b>	<b>5,777,276</b>	<b>33,235,757</b>
<b>Support services:</b>				
Pupil			137,025	137,025
Instructional staff			614,049	614,049
Administration	100,000	281,883	95,139	477,022
Fiscal			37,787	37,787
Business			1,885,658	1,885,658
Operations and maintenance			5,382,824	5,382,824
Pupil transportation			2,097,470	2,097,470
Central			66,163	66,163
<b>Total support services</b>	<b>100,000</b>	<b>281,883</b>	<b>10,316,115</b>	<b>10,697,998</b>
Non-instructional services			502,754	502,754
Extracurricular activities			598,523	598,523
Capital outlay		10,359,766	3,997,066	14,356,832
<b>Total general fixed assets</b>	<b>\$ 1,003,909</b>	<b>\$ 37,196,221</b>	<b>\$ 21,191,734</b>	<b>\$ 59,391,864</b>

Princeton City School District, Ohio  
 Schedule of Changes in General Fixed Assets by Function  
 For the year ended June 30, 1999

Function	Balance at July 1, 1998	Additions	Deletions	Balance at June 30, 1999
<b>Instruction:</b>				
Regular	\$ 31,449,694	\$ 143,982	\$ 50,459	\$ 31,543,217
Special	102,040	2,690	943	103,787
Vocational	2,232	59	21	2,270
Other	6,439	170	59	6,550
<b>Total instruction</b>	<b>31,560,405</b>	<b>146,901</b>	<b>51,482</b>	<b>31,655,824</b>
<b>Support services:</b>				
Pupil	132,148	3,484	1,221	134,411
Instructional staff	592,190	15,614	5,472	602,332
Administration	516,035	23,871	848	539,058
Fiscal	36,442	961	337	37,066
Business	1,818,529	47,948	16,804	1,849,673
Operations and maintenance	5,191,195	136,872	47,968	5,280,099
Pupil transportation	2,022,800	53,333	18,691	2,057,442
Central	63,808	1,682	590	64,900
<b>Total support services</b>	<b>10,373,147</b>	<b>283,765</b>	<b>91,931</b>	<b>10,564,981</b>
Non-instructional services	484,857	12,784	4,480	493,161
Extracurricular activities	577,216	15,219	5,333	587,102
Capital outlay	15,653,822	1,088,039	651,065	16,090,796
<b>Total general fixed assets</b>	<b>\$ 58,649,447</b>	<b>\$ 1,546,708</b>	<b>\$ 804,291</b>	<b>\$ 59,391,864</b>

# STATISTICAL SECTION

## GOVERNING VALUES

### WE KNOW

*All students can learn.*

*All people have worth and value.*

*Open communication, honesty and integrity are the foundation for building trusting relationships.*

*Valuing the diversity of all people creates enhanced learning opportunities.*

*The home, school and community share the responsibility for educating children.*



# STATISTICAL TABLES

The following unaudited statistical tables reflect social and economic data, financial trends and fiscal capacity of the District.

TABLE 1

**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**GENERAL FUND REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS (1)**  
 1990 - 1999

	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999
Taxes	\$ 30,661,982	\$ 33,812,302	\$ 35,349,764	\$ 38,546,569	\$ 42,785,247	\$ 46,054,387	\$ 44,626,000	\$ 45,692,508	\$ 45,111,417	\$ 50,185,894
Tuition	380,167	222,408	286,758	330,103	319,888	348,690	325,009	388,962	226,164	261,259
Earnings on investments	1,367,444	1,064,523	797,489	865,587	574,588	1,144,038	1,517,648	1,532,249	1,399,904	1,207,811
Classroom materials and fees (2)	168,498	182,803	173,765	176,788	182,184					
Other local revenues	58,289	53,943	132,266	124,634	220,057	237,671	348,974	476,259	813,243	250,326
Extracurricular revenue	5,553	3,125	3,966	6,784	6,873		9,590	4,895	2,327	
Intermediata sources	1,806						2,785	4,743	700	
Intergovernmental - state	5,538,577	5,872,821	5,523,280	6,458,533	6,486,865	6,667,887	6,932,774	7,027,800	6,641,608	7,082,658
Intergovernmental - federal	686	368	1,486		1,000				2,396	
<b>Total</b>	<b>\$ 38,182,802</b>	<b>\$ 41,211,281</b>	<b>\$ 42,274,784</b>	<b>\$ 46,506,976</b>	<b>\$ 50,576,722</b>	<b>\$ 54,512,693</b>	<b>\$ 53,762,780</b>	<b>\$ 55,127,216</b>	<b>\$ 54,197,659</b>	<b>\$ 58,967,948</b>

Sources: Princeton City School District financial records.

(1) 1991 through 1999 fiscal years are reported on a GAAP basis and 1990 fiscal year is reported on a cash basis.

(2) 1995 through 1999 fiscal years are reported with classroom materials and fees and other local revenues combined.

TABLE 1

PRINCETON CITY SCHOOL DISTRICT, OHIO  
GENERAL FUND EXPENDITURES BY FUNCTION  
LAST TEN FISCAL YEARS (1)

	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999
Regular instruction	\$ 16,932,058	\$ 17,694,053	\$ 18,602,848	\$ 19,322,603	\$ 21,325,342	\$ 22,444,023	\$ 22,906,742	\$ 24,158,170	\$ 24,190,576	\$ 25,688,666
Special instruction	2,120,218	2,194,838	2,622,758	2,758,803	2,901,475	3,263,891	3,294,577	3,488,926	3,747,861	4,367,809
Vocational instruction	463,287	501,968	507,584	543,316	590,171	659,085	744,227	766,633	727,441	353,593
Other instruction	220,775	215,596	201,321	234,359	281,366	332,543	326,188	320,263	328,846	391,751
Pupil	1,834,931	2,044,937	2,173,820	2,194,383	2,450,373	2,640,730	2,896,197	3,071,540	3,089,517	3,264,896
Instructional staff	2,548,070	2,683,002	2,752,102	2,941,245	3,136,108	3,265,446	3,526,004	4,048,150	4,258,437	4,748,705
Board of Education	148,741	212,536	168,012	125,610	267,306	201,867	777,208	278,521	214,811	178,781
School administration	3,131,428	3,293,469	3,654,068	3,748,376	4,000,408	4,055,744	4,472,423	4,503,961	4,285,264	4,458,878
Fiscal services	801,928	1,366,009	1,458,881	1,949,094	2,067,868	1,253,759	1,263,912	1,330,269	1,618,317	1,395,343
Business	428,021					629,124	515,680	584,844	714,178	630,857
Operation and maintenance of plant services	5,886,431	6,682,785	5,578,861	7,167,195	6,378,710	6,365,414	6,554,976	7,255,112	7,570,904	6,888,574
Pupil transportation	1,987,319	2,313,427	2,052,074	2,127,879	2,292,467	2,298,872	2,259,541	2,584,584	2,662,107	2,656,094
Central	583,684	755,952	711,405	704,449	881,203	969,376	971,224	930,431	907,969	901,475
Operation of non-instructional services	156,370	184,677	138,110	215,488	202,177	189,575	174,427	297,756	6,857	284,643
Extracurricular activities	516,131	419,938	630,389	710,231	543,532	565,457	575,630	602,242	637,126	703,691
Facilities acquisition and construction services	383,211	430,730	74,390	95,170	50,452	128,072	308,030	738,981	53,635	97,078
Miscellaneous				274						
Debt service		96,587	161,476	103,168	158,338	187,437	175,278	188,747	203,226	189,565
Total	\$ 38,163,602	\$ 41,072,495	\$ 41,886,149	\$ 44,931,373	\$ 47,544,296	\$ 49,602,515	\$ 51,742,274	\$ 55,145,150	\$ 55,221,804	\$ 57,214,383

Sources: Princeton City School District financial records.

(1) 1991 through 1999 fiscal years are reported on a GAAP basis and 1990 fiscal year is reported on a cash basis.

(2) 1991 through 1994 fiscal years are reported with the fiscal and business function combined.

**TABLE 3**

**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**REAL AND PUBLIC UTILITY**  
**LAST TEN CALENDAR YEARS**  
**1990 - 1999**

Year (1)	Tax Levied (2)	Current Tax Collections (3)	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Collections to Levy	Outstanding Delinquent Taxes (4)	Percent of Outstanding Delinquent Taxes to Tax Levied
1990	\$ 18,294,064	\$ 16,643,930	90.98%	\$ 426,675	\$ 17,070,605	93.31%	\$ 374,511	2.05%
1991	19,934,104	17,651,502	88.55%	862,539	18,514,041	92.88%	476,699	2.38%
1992	20,620,629	18,323,766	88.86%	514,217	18,837,983	91.36%	696,777	3.38%
1993	27,230,656	25,155,668	92.38%	684,132	25,839,800	94.89%	741,908	2.72%
1994	28,349,076	27,186,459	95.90%	905,364	28,091,823	99.09%	567,798	2.00%
1995	29,341,079	27,026,132	92.11%	726,778	27,752,910	94.59%	510,453	1.74%
1996	29,545,049	27,082,295	91.66%	688,925	27,771,220	94.00%	841,292	2.85%
1997	29,860,878	27,053,016	90.60%	682,012	27,735,028	92.88%	849,542	2.85%
1998	29,685,600	27,784,701	93.60%	842,271	28,626,972	96.43%	388,825	1.31%
1999	29,936,630	27,906,438	93.22%	694,210	28,600,648	95.54%	435,619	1.46%

Source: Hamilton County Auditor. (Information for Butler and Warren Counties is not reported since they represent less than 1% of the total tax collections.)

(1) Represents collection year.

(2) Taxes levied and collected are presented on a cash basis.

(3) State reimbursements of rollback and homestead exemptions are included.

(4) Penalties and interest are included since by Ohio law they become part of tax obligation as assessment occurs.

**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN CALENDAR YEARS**  
 1990 - 1999

**TABLE 4**

Year (1)	Real Property		Tangible Personal Property		Public Utilities Personal		Total		Ratio (2)
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1990	\$ 619,499,560	\$ 1,769,998,743	\$ 458,061,260	\$ 1,832,325,040	\$ 53,301,200	\$ 60,569,545	\$ 1,130,882,020	\$ 3,662,893,328	30.87%
1991	739,222,940	2,112,065,543	425,406,390	1,701,633,560	58,800,320	66,818,545	1,223,431,650	3,880,517,648	31.53%
1992	767,090,250	2,191,686,429	449,243,030	1,796,972,120	64,320,230	73,091,170	1,280,653,510	4,061,749,719	31.53%
1993	769,805,530	2,199,444,371	407,208,018	1,628,832,072	69,694,950	79,198,807	1,246,708,498	3,907,475,250	31.91%
1994	906,596,140	2,595,988,971	403,035,210	1,612,140,840	71,313,970	81,038,602	1,382,945,320	4,288,168,414	32.24%
1995	929,649,530	2,656,141,514	399,889,900	1,599,559,600	82,647,730	93,917,875	1,412,187,160	4,349,618,989	32.47%
1996	931,114,260	2,660,326,457	389,588,480	1,566,353,920	74,137,260	84,246,888	1,394,840,000	4,302,927,284	32.42%
1997	964,361,560	2,755,918,743	393,557,600	1,574,230,400	72,083,190	81,912,716	1,430,002,350	4,411,461,859	32.42%
1998	969,849,720	2,770,979,200	413,521,590	1,654,086,360	68,634,990	77,984,307	1,451,999,300	4,503,059,967	32.24%
1999	978,780,950	2,796,517,000	433,706,660	1,734,828,640	70,718,000	80,981,364	1,483,205,610	4,611,705,004	32.16%

Source: Hamilton County Auditor. (Information for Butler and Warren Counties is not reported since they represent less than 1% of the total assessed value.)

(1) Represents collection year.

(2) Ratio represents assessed value/total estimated value.

TABLE 5

**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**PROPERTY TAX RATES (PER \$1,000 OF ASSESSED VALUATION)**  
**DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN CALENDAR YEARS (1)**  
**1990 - 1999**

Entity	1990	1991	1992	1993	1994	1995	1996	1997	1998 (2)	1999
Princeton City School District	\$ 34.74	\$ 34.74	\$ 34.74	\$ 42.24	\$ 42.24	\$ 42.24	\$ 42.24	\$ 42.24	\$ 42.24	\$ 42.24
Hamilton County	16.26	16.88	17.50	18.56	18.33	18.30	18.30	19.44	19.01	19.54
City of Blue Ash	3.06	3.06	3.06	3.06	3.06	3.06	3.06	3.06	3.06	3.06
City of Springdale	3.06	3.06	3.06	3.06	3.06	3.06	3.06	3.06	3.06	3.06
Village of Evendale	3.34	3.34	3.34	3.34	3.34	3.34	3.34	3.34	3.34	3.34
Village of Glendale	27.28	27.88	27.84	26.88	25.38	25.38	23.88	23.26	22.34	19.86
Village of Lincoln Heights	17.34	17.34	17.34	24.34	24.34	10.06	20.06	20.06	20.06	20.06
Village of Woodlawn	3.78	4.08	4.08	4.08	4.08	4.08	4.08	4.08	5.08	5.08
Springfield Township	9.80	9.80	9.80	9.80	9.80	9.80	9.80	9.80	14.30	14.30
Sycamore Township	7.20	7.74	7.74	7.74	7.58	7.60	7.60	7.60	7.60	7.75
Great Oaks Joint Vocational School District	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70
West Fork Fire District	12.30	12.30	12.30	12.30	14.30	14.30	14.30	14.30	14.30	14.30

Source: Hamilton County Auditor.

(1) Information provided by collection year.

(2) During 1998 the West Fork Fire District was consolidated with other fire districts within Springfield Township.

TABLE 6

**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**RATIO OF GENERAL OBLIGATION BONDED DEBT TO**  
**ASSESSED VALUE AND NET BONDED DEBT PER CAPITA**  
**LAST TEN YEARS**  
**1990 - 1999**

Year	General Obligation Bonded Debt (1)	Total Assessed Value (2)	District Population (3)	Ratio Of Debt To Assessed Value	Net Bonded Debt Per Capita
1990	\$ -	1,130,882,020	36,873	-	\$ -
1991	-	1,223,431,650	36,873	-	-
1992	-	1,280,653,510	36,873	-	-
1993	-	1,246,706,498	36,873	-	-
1994	98,000	1,382,945,320	36,873	0.01%	3
1995	-	1,412,187,160	36,873	-	-
1996	1,128,115	1,384,840,000	36,873	0.08%	31
1997	5,052,475	1,430,002,360	36,873	0.35%	137
1998	4,412,041	1,451,999,300	36,873	0.30%	120
1999	3,302,094	1,483,205,610	36,873	0.22%	90

Sources: (1) Princeton City School District financial records.

(2) Hamilton County Auditor. Information provided by collection year.  
 (Information for Butler and Warren Counties is not reported since they represent less than 1% of the total assessed value.)

(3) 1980 and 1990 US Census data.

**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**JUNE 30, 1999**

**TABLE 7**

Assessed Valuation (1)	\$ 1,483,206,610
<b>OVERALL DIRECT DEBT LIMITATION</b>	
Direct Debt Limitation 9% of Assessed Valuation	\$ 133,488,505
Amount Available in Debt Service Fund	2,199
Gross Indebtedness	3,802,094
Less: Debt Exempt from Limitation	3,110,094
Debt Subject to 9% Limitation	(192,000)
Legal Debt Margin within 9% Limitation	\$ 133,296,704
<b>UNVOTED DIRECT DEBT LIMITATION</b>	
Unvoted Debt Limitation 0.1% of Assessed Valuation	\$ 1,483,206
Amount available in Debt Service Fund related to unvoted debt	-
Gross Indebtedness Authorized by the Board of Education Less: Debt Exempt form Limitation	-
Debt Subject to 0.1% Limitation	-
Legal Debt Margin within 0.1% Limitation	\$ 1,483,206
<b>ENERGY CONSERVATION BOND LIMITATION</b>	
Ohio Revised Code Section 133.042	-
Debt Limitation 0.9% of Assessed Valuation	\$ 13,348,850
Energy Conservation Bonds Authorized by the Board of Education	(3,110,094)
Legal Debt Margin within 0.9% Limitation	\$ 10,238,756

Source: Princeton City School District financial records.

(1) Assessed valuation does not include Butler and Warren Counties since they represent less than 1% of the total assessed value.



**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**  
**JUNE 30, 1999**

**TABLE 8**

Governmental Unit	Gross General Obligation	Percent Applicable to School District (1)	Amount Applicable to School District
<b>Direct debt:</b>			
Princeton City School District	\$ 3,302,094	100.00%	\$ 3,302,094
<b>Overlapping debt:</b>			
Butler County	38,500,000	1.99%	766,150
Hamilton County	156,255,000	9.55%	14,922,353
Warren County	19,002,201	0.71%	134,916
City of Blue Ash	11,403,000	4.55%	518,837
City of Sharonville	7,021,000	99.96%	7,018,192
City of Springdale	2,000,000	99.99%	1,999,800
Village of Evendale	1,100,000	78.65%	-
Village of Glendale	55,000	100.00%	1,100,000
Village of Lincoln Heights	4,150,000	100.00%	55,000
Village of Woodlawn	623,166	100.00%	4,150,000
Dearfield Township	45,000	2.00%	8,163
Springfield Township	6,720,000	1.31%	10,904
Sycamore Township		24.23%	538,272
Union Township		8.01%	
Great Oaks Joint Vocational School District		13.00%	
Butler County Airport		1.99%	
Cincinnati and Hamilton County Port Authority		9.55%	
<b>Total overlapping debt:</b>	<u>246,874,367</u>		<u>31,222,585</u>
<b>Total direct and overlapping debt:</b>	<u>\$ 250,176,461</u>		<u>\$ 34,524,679</u>

Source: Ohio Municipal Advisory Council.

(1) Calculated by the Ohio Municipal Advisory Council.

**TABLE 9**

**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL**  
**OBLIGATION BONDED DEBT TO TOTAL GENERAL FUND EXPENDITURES**  
**LAST TEN FISCAL YEARS (1)**

1990 - 1999

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures
1990	\$ 990,000	\$ 81,629	\$ 1,071,629	\$ 38,163,602	2.81%
1991	-	-	-	41,072,495	-
1992	-	-	-	41,386,149	-
1993	-	-	-	44,931,373	-
1994	-	-	-	47,544,296	-
1995	98,000	2,724	100,724	49,502,515	0.20%
1996	-	-	-	51,742,274	-
1997	847,770	218,877	1,066,647	55,145,150	1.93%
1998	1,032,533	272,422	1,304,955	55,221,804	2.36%
1999	1,109,947	230,255	1,340,202	57,214,383	2.34%

Source: Princeton City School District financial records.

(1) 1991 through 1999 fiscal years are reported on a GAAP basis and 1990 fiscal year is reported on a cash basis.

TABLE 10

PRINCETON CITY SCHOOL DISTRICT, OHIO  
 DEMOGRAPHIC STATISTICS  
 LAST TEN CALENDAR YEARS  
 1990 - 1999

Year	Population (1)	School Enrollment (2)	Unemployment Rate Cincinnati Metropolitan Area (3)	Unemployment Rate State Of Ohio (4)
1990	36,873	6,553	4.2%	5.7%
1991	36,873	6,663	5.0%	6.4%
1992	36,873	6,690	5.2%	7.6%
1993	36,873	6,683	5.4%	5.8%
1994	36,873	6,820	4.3%	5.4%
1995	36,873	6,903	4.3%	4.6%
1996	36,873	6,740	4.3%	5.0%
1997	36,873	6,718	3.3%	4.5%
1998	36,873	6,717	3.3%	4.3%
1999	36,873	6,577	3.8%	4.5%

Source: (1) 1980 and 1990 US Census data.

(2) Princeton City School District records.

(3) Greater Cincinnati Chamber of Commerce.

(4) Ohio Bureau of Employment Services. (Figures for prior years have been restated to reflect current information.)

TABLE 11

PRINCETON CITY SCHOOL DISTRICT, OHIO  
 CONSTRUCTION, BANK DEPOSITS AND PROPERTY VALUES  
 LAST TEN CALENDAR YEARS  
 1989 - 1998

Year	Construction (1)	Bank Deposits (in thousands) (2)	Property Values (3)
1989	\$ 127,159,632	\$ 9,734,407	\$ 597,777,600
1990	79,281,409	10,506,395	619,499,560
1991	64,266,081	10,037,463	739,222,940
1992	51,577,965	12,899,203	767,090,250
1993	59,224,611	13,274,239	769,805,530
1994	61,649,875	15,035,485	908,596,140
1995	56,598,994	17,533,516	929,649,530
1996	73,265,242	20,217,176	931,114,260
1997	54,298,762	18,070,437	964,361,560
1998	193,421,678	24,484,435	969,842,720

Source: (1) The Cities of Sharonville and Springdale. The Villages of Evendale, Glendale, Lincoln Heights and Woodlawn. (The City of Springdale did not provide this information for calendar year 1997.)

(2) Federal Reserve Bank of Cleveland. (Total deposits of all banks headquartered in Hamilton County, Ohio. Data was not available for the school district only.)

(3) Hamilton County Auditor. Information provided by collection year. (Property values do not include Butler and Warren Counties since they represent less than 1% of the total property values.)

TABLE 12

PRINCETON CITY SCHOOL DISTRICT, OHIO  
 REAL AND TANGIBLE PERSONAL PROPERTY  
 TOP TEN PRINCIPAL TAXPAYERS  
 JUNE 30, 1999

Name of Taxpayer	Type of Business	Total Assessed Valuation (1)	Percentage of Total Assessed Valuation
Ford Motor Company	Manufacturer of automobiles	\$ 60,456,240	4.08%
Concordia Properties LLC	Real estate holding company	52,824,690	3.56%
General Electric	Manufacturer of aircraft engines	51,242,340	3.45%
Chenergy	Public utility	47,415,690	3.20%
Procter & Gamble	Manufacturer of consumer products	29,466,980	1.99%
Formica	Manufacturer of laminates	17,231,190	1.16%
Duke Realty	Real estate holding company	16,513,460	1.11%
Cincinnati Bell	Public utility	16,183,540	1.09%
G & J Executive Center	Real estate holding company	11,320,540	0.76%
Avon	Manufacturer of consumer products	10,109,990	0.69%
	Total	312,764,660	21.09%
	All others	1,170,440,950	78.91%
	Grand total	\$ 1,483,205,610	100.00%

Source: Hamilton County Auditor. (Information for Butler and Warren Counties is not reported since they represent less than 1% of the total assessed value.)

(1) Information provided by collection year.

**TABLE 13**

**PRINCETON CITY SCHOOL DISTRICT, OHIO**  
**TOP TEN LARGEST EMPLOYERS**  
**JUNE 30, 1999**

Employer	Type of Business	Number of Employees
General Electric Company	Manufacturer of aircraft engines	8,000
Ford Motor Company	Manufacturer of automobiles	2,284
U S Bulk Mail Center	Delivery of U S mail	1,394
United Parcel Service	Delivery service	1,349
Formica Corporation	Manufacturer of laminates	1,100
Lazarus	Retailer of consumer products	985
Princeton City School District	School	907
Ohio Valley Goodwill Industries	Employment and training services	500
Sysco Food Services	Wholesale food distributor	300
Kroger Company	Grocer	300

Source: Princeton City School District financial records.

TABLE 14

PRINCETON CITY SCHOOL DISTRICT, OHIO  
MISCELLANEOUS STATISTICAL DATA  
JUNE 30, 1999

Enrollment by grade	K	1	2	3	4	5	6	7	8	9	10	11	12	JVS	TOTAL
1998-99	486	470	522	521	498	513	547	503	520	614	469	384	375	155	6,577
1999-00	472	493	486	519	536	527	504	539	456	576	486	457	452	145	6,648
2000-01	472	493	485	486	535	534	525	509	496	543	466	447	457	167	6,615
2001-02	471	492	485	485	500	532	532	531	468	590	440	429	446	169	6,570
2002-03	471	492	484	484	500	498	531	537	488	557	478	405	429	165	6,519
2003-04	468	491	484	484	499	497	496	536	494	581	451	440	404	159	6,484
2004-05	465	488	486	484	499	497	496	501	493	588	470	415	439	150	6,471
2005-06	462	485	481	483	498	496	495	501	461	587	476	433	418	162	6,438
2006-07	459	483	478	480	498	496	495	500	461	549	475	438	432	154	6,398
2007-08	457	480	475	477	495	495	494	500	460	548	444	437	438	160	6,360

The following are projections:

Source: Princeton City School District records.



STATE OF OHIO  
OFFICE OF THE AUDITOR

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PRINCETON CITY SCHOOL DISTRICT

HAMILTON 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: MARCH 9, 2000