



**COMPREHENSIVE
ANNUAL
FINANCIAL REPORT**

**For Fiscal Year Ended
June 30, 1999**

**BOARD OF EDUCATION
UPPER ARLINGTON CITY SCHOOL DISTRICT
UPPER ARLINGTON, OHIO**

Honoring the Past, Creating the Future

**UPPER ARLINGTON CITY SCHOOLS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
for fiscal year ended June 30, 1999**

Our Mission...

*The mission of the Upper Arlington City School
District is to provide each student with an
innovative and superior education that instills
integrity and promotes personal achievement in
an ever-changing society.*

Issued By:
Office of the Treasurer

David A. Varda, CPA
Treasurer



UPPER ARLINGTON SCHOOLS

UPPER ARLINGTON, OHIO



Introductory Section

UPPER ARLINGTON CITY SCHOOL DISTRICT

COMPREHENSIVE ANNUAL FINANCIAL REPORT

June 30, 1999

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**Upper Arlington City School District
Elected Officials and Administrative Staff
as of June 30, 1999**

BOARD OF EDUCATION

President	Mr. Edward F. Seidel, Jr.
Vice-President	Ms. Betsy Bhasker
Member	Mr. Mark Sheriff
Member	Mr. Stephen Sikora
Member	Mr. Thomas Wilson

APPOINTED OFFICIALS

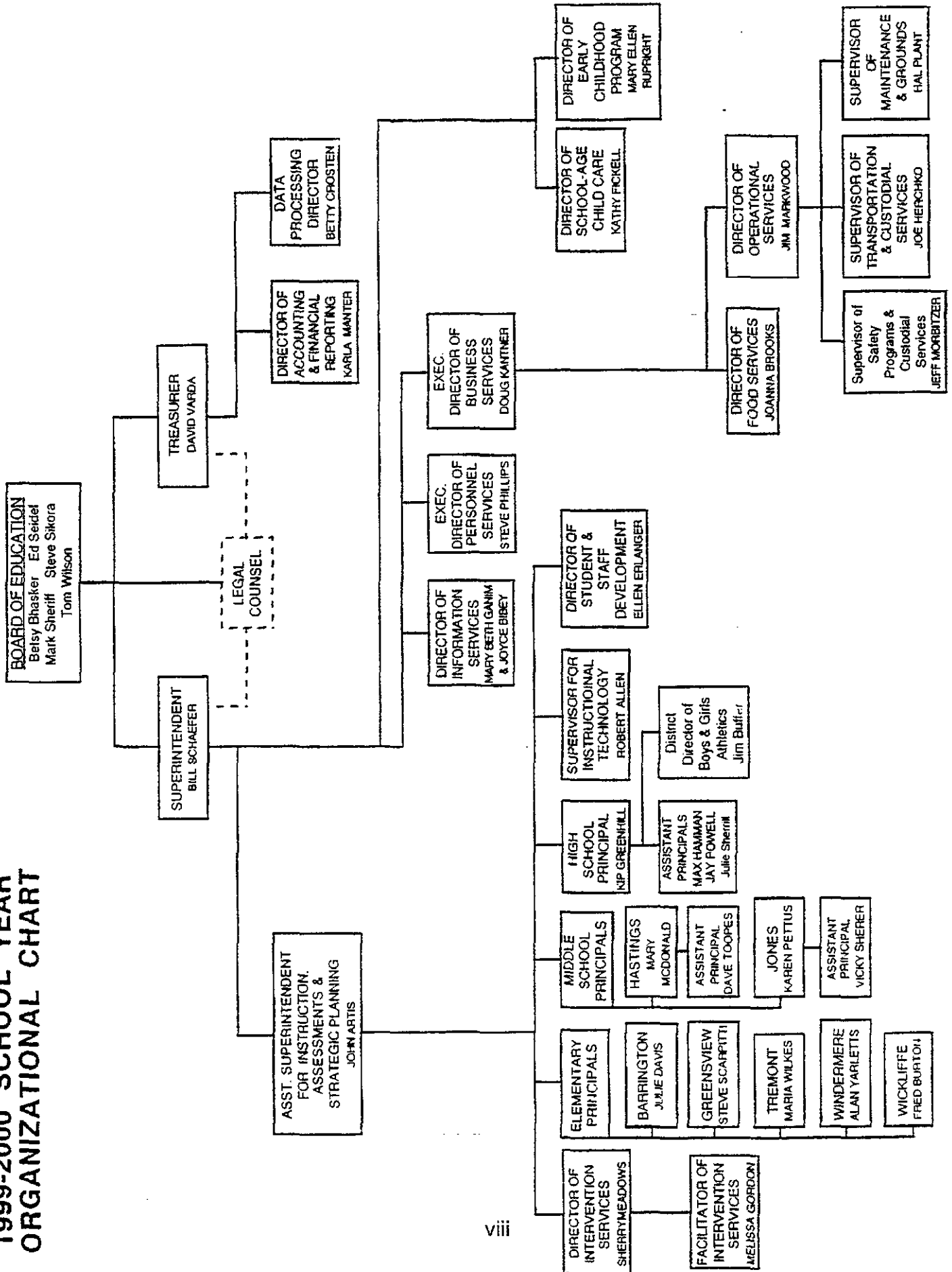
Superintendent	William F. Schaefer III, Ph.D.
Treasurer	David A. Varda, CPA

ADMINISTRATIVE STAFF

Assistant Superintendent	John Artis, Ph.D.
Executive Director, Personnel	Steve Phillips
Executive Director, Business Services	Douglas N. Kantner
Supervisor of Accounting and Financial Reporting	Karla Manter
Principal, Upper Arlington High School	Francis C. Greenhill
Principal, Hastings Middle School	Mary McDonald
Principal, Jones Middle School	Karen E. Pettus
Principal, Barrington Elementary	Julie Davis
Principal, Greensview Elementary	Steven M. Scarpitti
Principal, Tremont Elementary	Maria Wilkes
Principal, Wickliffe Elementary	Fredrick R. Burton, Ph.D.
Principal, Windermere Elementary	Alan J. Yarletts, Ph.D.

UPPER ARLINGTON CITY SCHOOL DISTRICT

1999-2000 SCHOOL YEAR ORGANIZATIONAL CHART



UPPER ARLINGTON CITY SCHOOLS



UPPER ARLINGTON SCHOOLS

UPPER ARLINGTON, OHIO

Honoring the Past, Creating the Future



Upper Arlington Schools

1950 North Mallway - Upper Arlington, Ohio 43221 - TEL (614) 487-5000 - FAX (614) 487-5012

November 12, 1999

To the Board of Education and the Citizens of the Upper Arlington City School District:

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

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

The District is required to undergo an annual single audit in conformity with the provisions of the OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Information related to this single audit act, including the Schedule of Receipts and Expenditures of Federal Awards is presented in the single audit section of this report.

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

Reporting Entity

The District was organized in 1918 and is a fiscally independent political subdivision of the state of Ohio. The District is a public school system located in central Ohio, primarily in the City of Upper Arlington, and operates one high school, two middle schools and five elementary schools. The District owns three public swimming pools which are managed by the City of Upper Arlington pursuant to an agreement with the District; this is not a joint venture between the District and the City.

The accompanying general purpose financial statements comply with the provisions of Government Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity," in that the financial statements include all organizations, activities and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the District only (i.e. there are no component units).

Economic Condition and Outlook

The District is located primarily within the City of Upper Arlington in Franklin County, Ohio. The County includes the state capital of Columbus. The economic condition of the City of Upper Arlington continues to be stable. The school district lies in an affluent community with a small commercial tax base which minimizes fluctuations in

UPPER ARLINGTON CITY SCHOOLS

revenue sources due to changes in the business climate. The District, along with many other public school systems in the state, still faces some difficult economic situations in the future, since the primary funding source is property tax revenues. Ohio law limits growth in real estate tax revenues by reducing millage as assessed values increase. This keeps revenues from each levy relatively constant. Since the District is located in a mature community with a highly residential tax base, growth in the tax base will not come from new construction. Although residential real estate values continue to increase because of the high quality of life offered by the community, the District does not receive additional tax revenue as a result of these increases in valuation. Management is closely monitoring costs and continues to look for new funding sources in order to maintain the quality educational services that the District has been accustomed to providing. We recognize the difficulty in seeking new revenues but also are aware that the community continues to be supportive of education as demonstrated by the overwhelming positive vote for the passage of the Bond Issue in November 1995, which were issued in March 1996.

Beginning in March 1998 the District began discussing the need to ask the voters for an operating levy in November 1998. The Fiscal Year 1998 projections indicated that the District was beginning to reduce its General Fund balance. Furthermore, projections indicated FY00 would end with a deficit General Fund balance without new revenue or reduced expenditures. The Board and Administration reviewed input from the community and staff members during the spring. On July 20, 1998, the Board voted to place a 6.2 mill operating levy on the November 3, 1998 ballot. The voters approved the operating levy with a 54% positive vote.

The three major focuses of the funds will be:

1. Maintain current program levels and class sizes for students.
2. Increase funding for Instructional Technology.
3. Increase funding for Capital Improvements and preventative maintenance programs.

The levy generates an additional \$6.2 million in annual revenue for the General Fund beginning on January 1, 1999.

The funding system for schools in Ohio had been declared unconstitutional in a suit filed in Perry County. The Governor ordered the State of Ohio to appeal the case and the appeals court overturned the Perry County ruling. The case was heard by the Supreme Court and on March 24, 1997, the Supreme Court affirmed the Perry County decision declaring the funding system unconstitutional. The General Assembly presented a solution to the Court. In late August 1998, hearings were held in Perry County on the State's solution and in early 1999 the Perry County Court ruled the State had not met its constitutional obligation with the new funding system. The State has appealed to the Supreme Court. The Supreme Court will hear oral arguments in November 1999 and a decision is anticipated in the Spring of 2000. The District helped form the Alliance For Adequate School funding to hopefully influence the reform of school funding in Ohio. We are hopeful that by taking this action, the District will minimize any negative effect on its revenues.

For the future, we project that the economy of the City of Upper Arlington will remain stable. Since we do not have to rely on property tax income from a large commercial tax base, tax revenues should remain stable even if there is a slowing of the economy. Franklin County currently has the seventh lowest unemployment rate in the country. Therefore, we do not expect delinquency rates in the District's property tax revenue to increase.

Major Initiatives

In January, 1994 the District embarked on creating the future by developing a strategic plan. In May, 1999 a forty (40) member Strategic Planning Team reconvened to consider the Strategic Plan for the next five years. The planning team consisted of Board members, the Superintendent, Administrators, teachers, classified staff and residents of the community. This group identified and developed beliefs, mission, vision, objectives and strategies. The ten strategies and the accomplishments in each for 1998-99 were as follows:

UPPER ARLINGTON CITY SCHOOLS

Current Year Projects

Strategy 1 - Staff Development

1. The staff and community were informed of an organized staff development plan, the results of activities and forthcoming opportunities.
2. A local Planning and Development program was initiated to respond to the state's requirements for teacher licensing.
4. District staff development activities, on a yearly basis, were coordinated through a district calendar.

Strategy 2 - Finance

1. Specific financial objectives were developed through a defined budget process.
3. A Financial Advisory Committee was designed.
4. Budget priorities were developed.

Strategy 3 - Facility Usage

1. The district maintained the appropriate funding level for an ongoing maintenance and capital improvement plan.
2. A districtwide and building level (each) Facility Usage Committee was established to resolve issues and set priorities.
3. Each Building District Facility Committee gave an annual report to the community on capital improvement needs.

Strategy 4 - Student Acceptance

1. We refined and expanded focus groups; attained relevant information; designed strategies to positively improve school climate for all students.
2. We developed staff development and student activities to positively impact the appreciation for our diverse culture.

Strategy 5 - Student Evaluation

1. Researched, designed and developed a longitudinal, efficient and meaningful portfolio assessment process.
2. The high school examined and recommended improvements for all student reporting.
3. Technology applications to profile all student reporting, assessment comparisons and parent information sharing were developed and recommended.
4. We examined and recommended the effective use of student self assessment, instruments or practices.

UPPER ARLINGTON CITY SCHOOLS

Strategy 6 - Staff Evaluation

1. Fully implemented the 360° Administrative Evaluation Plan.
2. Researched, revised and recommend the implementation of an improved evaluation process for instructional staff.
3. Reviewed; refined and/or developed K-12 instructional and support staff job descriptions.

Strategy 7 - Superior and Innovative Schools

1. A Committee examined and recommended ways to increase instructional time in each academic area, where necessary to improve student achievement.
2. Each school implemented specific strategies to improve staff inter and intra personal relations and teamwork skills.
3. Determined the implementation viability of a K-5 Global Language program.
4. Developed strategies to personalize the learning of each student through an examination of learning and teaching styles, multiple intelligences and individual learning plans.

Strategy 8 - Communications

1. Developed strategies to improve inter and intra district communication.
2. Defined and clarified decision making access and involvement of all stakeholders.
3. Recommended an effective implementation and use of community stakeholder surveys.

Strategy 9 - Technology Strategy

1. Made recommendations to focus the results of this strategy in a more clear, purposeful and effective manner.

Strategy 10 - Ethical Behavior

1. An inventory of all areas of curriculum infusing the *Pillars of Ethics* was completed.
2. An inventory of all community support systems infusing the *Pillars of Ethics* was completed.
3. A Teacher Leader was assigned to oversee the continued infusion of the *Pillars of Ethics* into curriculum and instruction.

Future Projects

In May 1999 the District began working on the next phase of the Strategic Plan. A new planning team was formed and the following strategies were developed as the focus of the 1999-2004 Upper Arlington Schools Strategic Plan. Action Plan Teams are currently working on specific action plans to accomplish these strategies. They will be presented to the Board in December 1999 for approval. The strategies are as follows:

UPPER ARLINGTON CITY SCHOOLS

- We will provide a superior and innovative education for every child in the Upper Arlington City Schools.
- We will use student evaluation to enhance the learning of every child.
- We will promote the demonstration of ethical behavior and student acceptance at all levels.
- We will design the school day, week and school year to optimize the use of time for staff, students and parents to support the Vision, Mission, Beliefs, Core Values and Objectives of the Upper Arlington City Schools.
- We will develop and improve the staff evaluation process and align it with the Strategic Plan.
- We will develop and implement comprehensive staff development programs to support district priorities.
- We will use student evaluation to enhance the learning of every child.
- We will continue to develop and implement a comprehensive district technology plan.
- We will refine internal and external communications to target groups or individuals.
- We will obtain the financial support of the community through fiscal responsibility, effective financial planning and ongoing communication with the community.
- We will continue to update and implement the facilities improvement plan to support the district's Mission and Objectives.

Service Efforts and Accomplishments

On January 6, 1997, the Upper Arlington Board of Education entered into an agreement with Celebration Press to market the District's Developmental Reading Assessment (DRA) as a package with books published by Celebration Press. During fiscal year 1999 the sales of the package reached all time highs with some states adopting the DRA as part of its state curriculum. This year the Board received nearly \$160,775 in revenue from the agreement. The Board originally designated the revenue to be accounted for in the special revenue fund but will now allocate it to the General Fund to assist in meeting its obligation for textbook purchases according to State Law.

Financial Information

The District's accounting system is organized on a fund basis. Each fund is a separate self-balancing accounting entity. Records for all District funds, except Proprietary Funds, are maintained on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Proprietary Funds are accounted for on the full accrual basis of accounting. Both bases of accounting are in accordance with generally accepted accounting principles (GAAP) as applied to governmental units and consistent with GASB Cod. sec. 1600, "Basis of Accounting."

UPPER ARLINGTON CITY SCHOOLS

Internal Controls

In developing and revising the District's accounting and internal control system, consideration is given to the adequacy of internal controls to provide reasonable but not absolute assurance regarding:

1. the safeguarding of assets against loss from unauthorized use or disposition; and
2. the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

1. the cost of a control should not exceed the benefits likely to be derived; and
2. the evaluation of costs and benefits requires estimates and judgments by management.

Management believes that the internal controls adequately meet the above objectives.

Budgetary Controls

All governmental fund types are subject to annual expenditure budgets. The procedures below outline the District's budgetary procedures:

1. The Board adopts the tax budget at its December meeting. A tax budget of estimated cash receipts and disbursements is submitted to the County Auditor as secretary of the County Budget Commission by January 20 of each year for the fiscal year commencing the following July 1.
2. The County Budget Commission certifies its actions to the District by March 1. As part of this certification, the District receives the official certificate of estimated resources which states the projected receipts of each fund. On or about July 1, this certificate is amended to include any unencumbered balances from the preceding year.
3. An annual appropriations measure must be passed by October 1 of each year for the period July 1 to June 30. Unencumbered appropriations lapse at year-end and encumbered appropriations are reported as budget-basis expenditures in the current year. This year the appropriations were adopted on September 15, 1997. The appropriation measure may be amended or supplemented during the year as new information becomes available. Individual buildings and/or departments may transfer funds within their budgets. Supplemental appropriations are generally presented on a monthly basis during the year and include the transfers requested by staff and any amendments to fund unanticipated expenditures. Appropriations may not exceed estimated resources and expenditures may not exceed appropriations in any fund at the object level.

Additionally, the District maintains an encumbrance accounting system as a useful technique of accomplishing budgetary control. Under encumbrance accounting purchase orders, contracts and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation.

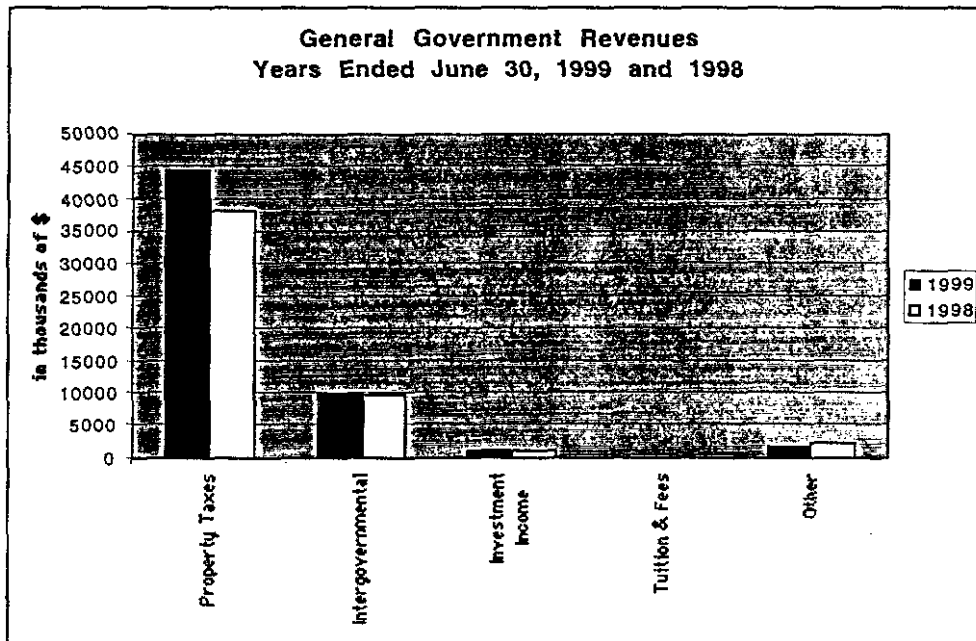
General Government Functions

Revenue Narrative:

Revenues for all governmental fund types totaled \$57,497,305 in 1999, as compared to \$51,407,497 in 1998. The following table and chart summarize the composition of the 1999 and 1998 revenues by source in thousands:

UPPER ARLINGTON CITY SCHOOLS

Revenues by Source	1999		1998		Increase (Decrease)
	Amount	Percent	Amount	Percent	
Property Tax	\$44,421	77.26 %	\$38,292	74.5%	16.01%
Intergovernmental	10,099	17.56 %	9,754	19.0%	3.54%
Investment Income	1,213	2.11 %	1,155	2.2%	5.02%
Tuition and Fees	84	0.15 %	93	0.2%	(9.68%)
Other	1,680	2.92 %	2,113	4.1%	(20.49%)
TOTAL	57,497	100.0%	51,407	100.0%	11.85%



The increase in property tax revenues is due to the passage of the 6.2 mill property tax issue which the District began to collect in January 1999, and a slight increase in personal property tax revenues derived from corporate tax filings. The decrease in tuition and fees is due to a decline in tuition students. Other revenue decreased primarily due to large Worker's Compensation refunds received during fiscal year 1998 that did not recur in fiscal year 1999.

Expenditure Narrative:

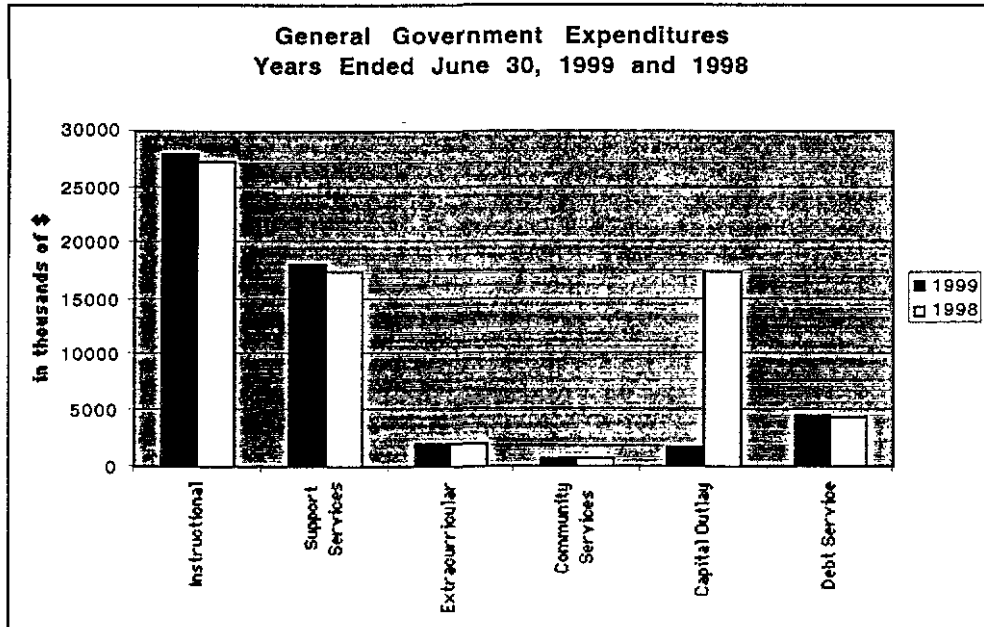
Expenditures for all governmental fund types totaled \$55,884,310 in 1999, as compared to \$68,817,353 in 1998. The following table and chart summarize the composition of the 1999 and 1998 expenditures by major function in thousands:

UPPER ARLINGTON CITY SCHOOLS

1999

1998

Expenditures by Function	Amount	Percent	Amount	Percent	Increase (Decrease)
Current:					
Instructional Services	\$27,869	49.87%	\$27,149	39.45%	2.65%
Support Services	18,087	32.37%	17,318	25.17%	4.44%
Extracurricular Student Activities	1,905	3.41%	1,921	2.79%	(0.83%)
Community Services	634	1.13%	619	0.90%	2.42%
Capital Outlay	3,089	5.53%	17,575	25.54%	(82.42%)
Debt Service:					
Principal Retirement	1,957	3.50%	1,796	2.61%	8.96%
Interest and Fiscal Charges	2,343	4.19%	2,439	3.54%	(3.94%)
TOTAL	\$55,884	100.0%	\$68,817	100.0%	(18.79%)



The comparative schedule indicates that total expenditures, excluding debt and capital outlay, increased by approximately 3.2%. The increases are caused by salary increases and increased staffing due to enrollment and a slight increase in non-public school funds in the Community Services function. The conclusion of the 1995 Bond issue resulted in the 82.42% reduction in Capital Outlay expenditures. The increase in principal retirement was caused by slight increases in debt payments and capital lease payments.

UPPER ARLINGTON CITY SCHOOLS

Proprietary Operations

Enterprise Funds

The District's Enterprise Funds consist of five separate activities: the Food Service Fund, the Uniform School Supply Fund, the Summer Academy Fund, the School Age Child Care Fund and the Upper Arlington Early Childhood Fund. The Food Service Fund operates cafeteria services for various school functions and other community social events. The operating loss of \$62,903 in the Food Service Fund was reduced by the non-operating revenues which consist of a pass-through State of Ohio Department of Education grant from the U.S. Department of Education for the National School Lunch Program and an operating transfer from the General Fund. This resulted in a net income of \$16,070. Overall, operating revenues increased 2.1% and expenses decreased 3.5% from Fiscal Year 1998. The Fund has an accumulated deficit of \$45,400 which is mostly attributable to the recognition of compensated absences in the amount of \$52,445. The Fund's management plans to continue cost control measures and to increase marketing efforts to attract student participation.

The Uniform School Supply Fund is a rotary fund provided to account for the purchase and sale of school supplies. The Uniform School Supplies expenses decreased slightly more than revenues from Fiscal Year 1998 to Fiscal Year 1999, reducing the operating loss to \$5,741 as compared to Fiscal Year 1998 operating loss of \$11,312. The District continues to reduce its retained earnings by encouraging individual buildings to expend their reserves.

The Summer Academy, which has operated for three summers, decreased its revenue 9.3% and increased its expenses in the same percent. The program is growing in enrollment through the expansion of course offerings at the elementary and middle school levels. The Fund has an accumulated deficit of \$20,573 which is mostly attributed to an increase in the amount of revenue received that was to be deferred.

The School Age Childcare fund had operating income of \$27,562 as compared to last fiscal year's operating income of \$64,119. Revenue increased 3.25% due to capping enrollment at a slightly lower level at all six sites and no increase in user fees. Expenses increased nearly 11.91% due to increased salary costs that resulted from management instituting higher wage schedules to ensure continuity in staffing. Management is also committed to reducing reserves through funding additional program improvements.

The Upper Arlington Early Childhood Program revenues increased 5.5% and expenses increased 7.5% thus resulting in an operating loss of \$54,251. The program incurred additional expenses by improving its salary and benefit packages to maintain staffing continuity. The program's management increased user fees slightly and enrollment increased slightly.

Fiduciary Funds

Trust Funds

The Trust Funds consist of assets held in trust that were created through: the establishment of memorial funds for either a deceased student or staff member or donations by staff members to create special funds in their specific school building for a specific purpose. The Upper Arlington Early Childhood Program also has established a trust fund for future facility needs.

Agency Funds

The District's Agency Funds are comprised of three funds: Student Activity, Section 125, and Employee Benefits. The Student Activity Fund is comprised of assets held by the Board that have been accumulated through extra-curricular activities that are controlled directly by the students. The Section 125 Agency Fund accounts for assets that were derived by employee participation in the Internal Revenue Code's Section 125 plan. This plan was instituted in February, 1998. The Employee Benefits Fund is comprised of assets held by the Board that

UPPER ARLINGTON CITY SCHOOLS

Debt Administration

On June 30, 1999, the District had capital lease obligations of \$1,656,763 and general obligation bonds of \$44,619,366 outstanding. The capital lease obligations relate to the purchase of duplication machines and computer equipment. The District entered into a three year lease for instructional technology equipment with an outside third party on June 24, 1999. The outstanding general obligation bonds consist of four issues: \$2,645,000 advanced refunding bonds issued May 1, 1993, to defease bonds issued November 1, 1988; \$450,000 unvoted issue for energy conservation projects to be retired from savings in utility costs; \$165,000 in unvoted bonds to acquire data processing equipment and capacity on a centralized telephone switching system; and, \$41,359,366 in bonds for the construction and improvement of school buildings that was approved by the voters on November 7, 1995. All of the above obligations are accounted for in the general long-term obligations account group with repayments to be made in the Debt Service Fund by monies allocated from property taxes and intergovernmental revenues.

Cash Management

Cash temporarily idle during the year was invested in demand deposits, certificates of deposits, obligations of the U.S. Treasury, bankers acceptances, and State Treasury Asset Reserve of Ohio (STAR Ohio). The yield to maturity on the portfolio ranges from 4.84% to 5.58%, and the weighted yield for the entire portfolio was 4.96%. In 1999, interest income amounted to \$1,222,268 compared to \$1,162,934 in 1998. The increase was due to higher cash balances that resulted from proceeds of the November 1998 levy. The Treasurer, as custodian of all District monies, is responsible for investing idle funds and directing the investment policies of the District. The District's investments on June 30, 1999, are reported at fair value, as per GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools."

The District's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. As such, the District has not invested in any derivatives and does not leverage its portfolio. The District invested not more than twenty-five percent (25%) of its available funds in commercial paper with the highest rating and/or bankers acceptances from highly rated banks when such investments were beneficial to the District. Deposits with financial institutions were either insured by federal depository insurance or collateralized in accordance with state requirements. Substantially all collateral on deposits was held either by the District's agent or a financial institution's trust department, not in the District's name. As of June 30, 1999, the District's investments were held by several financial institutions' trust departments in the District's name except monies invested in STAR Ohio, which, because of its nature, is not required to be categorized. It is the policy of the District to invest only in repurchase agreements whenever the investment period is less than 30 days and it is not feasible to purchase other types of financial instruments. Generally, these investments will not exceed \$100,000. Since January 1998, the District has utilized one controlled disbursement account for clearing of checks and a concentration account for deposits and automatic debits and credits. This eliminates the overnight automatic investment of District's funds in repurchase agreements. On September 27, 1996 Senate Bill 81 took effect in the State of Ohio. This legislation is intended to ensure prudent cash management practices by public entities in Ohio. The District's policies meet the requirements and have been filed with the Auditor of State as required.

Risk Management

The District is part of a statewide plan for workers compensation insurance coverage. Additionally, the District carries all risk property insurance, liability and excess liability insurance coverage as well as officer's liability insurance. All employees are bonded and medical coverage for employees is provided through a traditional carrier and several plans offered by the District.

Independent Auditors

The general purpose financial statements of the District for the year ended June 30, 1999, were audited by KPMG LLP, whose opinion thereon is included at the beginning of the Financial Section of this report.

UPPER ARLINGTON CITY SCHOOLS

Notes to the General Purpose Financial Statements

The notes to the general purpose financial statements, which follow the general purpose financial statements, contain additional information and are an integral part of such statements.

Certificate of Achievement Program

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Board of Education of Upper Arlington City School District, Ohio for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 1998. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The District has received the certificate for eight consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Certificate of Excellence Program

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting by School Systems to Upper Arlington City School District for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 1998. A Certificate of Excellence is awarded by the Association of School Business Officials International (ASBO) to school systems whose financial report meets its criteria for excellence in financial reporting.

The Certificate of Excellence in Financial Reporting for School Systems Program is a voluntary program sponsored by ASBO to foster excellence in the preparation and issuance of school system financial reports. A Certificate of Excellence is awarded to those school systems who have voluntarily submitted their system's CAFR for review by an ASBO Panel of Review.

The Certificate of Excellence Award is valid for a period of one year only. The District has received the certificate for five years. We believe our current report continues to conform to the ASBO requirements, and we are submitting it to ASBO.

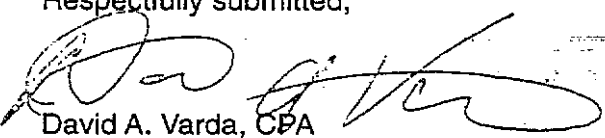
Acknowledgments

The preparation of the Comprehensive Annual Financial Report was made possible by the diligence of the Treasurer's staff, especially Karla Manter and Vicki Bober. In support of the environment, this document, including the cover and section dividers, was printed on recycled paper.

This will be the final CAFR prepared by David Varda, Treasurer. Mr. Varda has accepted a position with the Ohio Department of Education and will be leaving the Upper Arlington City Schools after 18 years of service. The Upper Arlington City School District staff and students appreciate his years of dedicated service and wish him all the best in his new endeavor.

In closing, without the patience and support of the Board of Education, preparation of this report would not have been possible.

Respectfully submitted,


David A. Varda, CPA
Treasurer


William F. Schaefer III, Ph.D.
Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Board of Education of
Upper Arlington City
School District, Ohio

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

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Cary Brueck
President

Jeffrey L. Esser
Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

UPPER ARLINGTON 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. Huges
Executive Director

UPPER ARLINGTON CITY SCHOOLS



UPPER ARLINGTON SCHOOLS

UPPER ARLINGTON, OHIO

Honoring the Past, Creating the Future



Financial Section

FINANCIAL
SECTION



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

The Board of Education
Upper Arlington City School District
Upper Arlington, Ohio

We have reviewed the independent auditor's report of the Upper Arlington City School District, Franklin County, prepared by KPMG LLP, 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 Upper Arlington City School District is responsible for compliance with these laws and regulations.



JIM PETRO
Auditor of State

January 7, 2000

UPPER ARLINGTON CITY SCHOOLS



UPPER ARLINGTON SCHOOLS

UPPER ARLINGTON, OHIO

Honoring the Past, Creating the Future

UPPER ARLINGTON CITY SCHOOL DISTRICT



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Columbus, OH 43215

Telephone 614 249 2300
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Independent Auditors' Report

The Board of Education
Upper Arlington City School District
Upper Arlington, Ohio

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

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

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

As discussed in Note 15 to the general purpose financial statements, the District adopted Governmental Accounting Standards Board Statement No. 32 "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans" effective September 1, 1998.

In accordance with Government Auditing Standards, we have also issued our report dated November 12, 1999, on our consideration of the District's internal control over financial reporting and our tests of its compliance with laws, regulations, contracts, and grants.

The Year 2000 supplementary information on page 43 is not a required part of the general purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board, and we did not audit and do not express an opinion on such information. Further, we were unable to apply to the information certain procedures prescribed by professional standards because of the nature of the subject matter underlying the disclosure requirements and because sufficiently specific criteria regarding the matters to be disclosed have not been established. In addition, we do not provide assurance that the District is or will become Year 2000 compliant, that the District's Year 2000 remediation efforts will be successful in whole or in part, or that parties with which the District does business are or will become Year 2000 compliant.



UPPER ARLINGTON CITY SCHOOL DISTRICT

Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the District, taken as a whole. The accompanying financial information listed as supplemental data in the table of contents is presented for the purpose of additional analysis and is not a required part of the general purpose financial statements of the District. The supplemental data has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

KPMG LLP

November 12, 1999

UPPER ARLINGTON CITY SCHOOL DISTRICT

COMBINED BALANCE SHEET--
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1999

	GOVERNMENTAL FUND TYPES				PROPRIETARY
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	FUND TYPE ENTERPRISE (note 13)
ASSETS AND OTHER DEBITS:					
Cash and investments (note 2)	\$ 15,512,505	1,034,899	2,043,334	824,096	434,959
Cash with fiscal agent (note 2)	0	0	0	12,401	0
Restricted cash and investments (note 2)	1,685,184	0	0	0	0
Receivables:					
Taxes	31,313,411	0	2,801,428	180,000	0
Accounts	14,958	4,287	0	0	16,224
Accrued interest	123,319	0	0	0	0
Due from other:					
Governments (note 3)	10,768	34,716	0	0	8,003
Funds (note 4)	253,379	1,278	0	0	0
Inventory	23,901	53,512	0	0	21,328
Property, plant and equipment (note 5)	0	0	0	0	27,800
Amount available in debt service fund	0	0	0	0	0
Amount to be provided for retirement of general long-term obligations	0	0	0	0	0
TOTAL ASSETS AND OTHER DEBITS	48,937,425	1,128,692	4,844,762	1,016,497	508,314
LIABILITIES:					
Accounts payable	1,882,717	88,885	18,617	126,443	36,320
Due to other:					
Funds (note 4)	0	254,426	0	0	0
Other	0	0	0	0	0
Deferred revenue (note 1b)	25,153,986	169,354	2,129,802	18,000	46,192
Accrued wages and benefits	4,324,483	64,362	0	0	121,317
Compensated absences (note 6)	1,214,215	0	0	0	107,031
Capital lease obligations payable (notes 6 and 7)	0	0	0	0	0
Accrued interest payable	0	0	0	2,777	0
General obligation bonds & notes payable (note 6)	0	0	0	175,000	0
TOTAL LIABILITIES	32,575,401	577,027	2,148,419	322,220	310,860
TOTAL EQUITY AND OTHER CREDITS:					
Investment in general fixed assets	0	0	0	0	0
Retained earnings	0	0	0	0	197,454
Fund balances:					
Reserved for future year's appropriations	13,946,045	0	1,540,006	162,000	0
Reserved for encumbrances	554,028	62,673	0	280,207	0
Reserved for inventory	23,901	53,512	0	0	0
Reserved for budget stabilization (note 16)	285,453	0	0	0	0
Unreserved	1,552,597	435,480	1,156,337	252,070	0
TOTAL EQUITY AND OTHER CREDITS	16,362,024	551,665	2,696,343	694,277	197,454
Commitments and contingencies (notes 6, 7, and 11)					
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 48,937,425	1,128,692	4,844,762	1,016,497	508,314

See accompanying notes to the general purpose financial statements.

UPPER ARLINGTON CITY SCHOOL DISTRICT

EXHIBIT I

FIDUCIARY FUND TYPE TRUST AND AGENCY	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY) - 1999	TOTALS (MEMORANDUM ONLY) - 1998
	GENERAL FIXED ASSETS	GENERAL LONG- TERM OBLIGATIONS		
1,174,514	0	0	21,024,307	15,764,862
0	0	0	12,401	302,956
0	0	0	1,685,184	285,453
0	0	0	34,294,839	35,571,698
99	0	0	35,568	53,169
0	0	0	123,319	89,811
0	0	0	53,487	47,771
0	0	0	254,657	175,506
0	0	0	98,741	58,554
0	69,675,696	0	69,703,496	69,167,230
0	0	2,696,343	2,696,343	2,442,079
0	0	49,990,992	49,990,992	50,477,222
1,174,613	69,675,696	52,687,335	179,973,334	174,436,311
4,587	0	0	2,157,569	1,933,921
231	0	0	254,657	175,506
979,738	0	0	979,738	987,784
0	0	0	27,517,334	25,012,921
0	0	311,488	4,821,650	4,779,665
0	0	6,099,718	7,420,964	7,466,980
0	0	1,656,763	1,656,763	403,730
0	0	0	2,777	5,886
0	0	44,619,366	44,794,366	46,769,366
984,556	0	52,687,335	89,605,818	87,535,759
0	69,675,696	0	69,675,696	69,150,665
0	0	0	197,454	234,387
0	0	0	15,648,051	13,363,473
0	0	0	896,908	1,536,677
0	0	0	77,413	38,493
0	0	0	285,453	285,453
190,057	0	0	3,586,541	2,291,404
190,057	69,675,696	0	90,367,516	86,900,552
1,174,613	69,675,696	52,687,335	179,973,334	174,436,311

UPPER ARLINGTON CITY SCHOOLS



UPPER ARLINGTON SCHOOLS

UPPER ARLINGTON, OHIO

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UPPER ARLINGTON CITY SCHOOL DISTRICT

EXHIBIT II

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--ALL GOVERNMENTAL FUND TYPES
AND EXPENDABLE TRUST FUND
YEAR ENDED JUNE 30, 1999

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPE	TOTALS (MEMORANDUM ONLY) - 1999	TOTALS (MEMORANDUM ONLY) - 1998
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	EXPENDABLE TRUST		
REVENUES:							
Property taxes (note 10)	\$ 40,296,106	0	3,946,441	178,600	0	44,421,147	38,291,614
Intergovernmental:							
Federal sources	0	518,793	0	0	0	518,793	529,414
State sources	8,103,015	839,993	468,832	168,992	0	9,580,832	9,224,417
Investment income	877,194	9,092	0	326,628	9,354	1,222,268	1,162,934
Tuition and fees	66,056	17,575	0	0	0	83,631	93,411
Extracurricular activities	90,653	1,040,484	0	0	0	1,131,137	1,095,705
Miscellaneous	324,453	207,176		17,222	23,535	572,386	1,054,515
TOTAL REVENUES	49,757,477	2,633,113	4,415,273	691,442	32,889	57,530,194	51,452,010
EXPENDITURES:							
Current:							
Instructional services:							
Regular	22,873,039	227,181	0	0	0	23,100,220	22,881,038
Special	3,856,592	65,247	0	0	0	3,921,839	3,664,425
Vocational	747,566	99,787	0	0	0	847,353	603,455
TOTAL INSTRUCTIONAL SERVICES	27,477,197	392,215	0	0	0	27,869,412	27,148,918
Support services:							
Pupils	2,930,293	125,355	0	0	0	3,055,648	2,597,772
Instructional staff	3,414,686	271,291	0	0	0	3,685,977	3,483,464
General administration	39,518	0	0	0	0	39,518	39,403
Executive and school administration	2,909,400	93,785	0	0	0	3,003,185	3,094,028
Business operations	1,575,091	0	44,745	0	124	1,619,960	1,953,917
Operation and maintenance of plant	4,723,327	0	0	0	0	4,723,327	4,608,056
Student transportation	924,635	5,105	0	0	0	929,740	868,234
Central services	1,001,778	27,394	0	0	0	1,029,172	675,978
TOTAL SUPPORT SERVICES	17,518,728	522,930	44,745	0	124	18,086,527	17,320,852
Community services	0	634,113	0	0	34,389	668,502	624,738
Extracurricular student activities	808,677	1,097,061	0	0	8,012	1,913,750	1,923,825
Capital outlay	1,399,731	0	0	1,689,175	0	3,088,906	17,574,305
Debt service:							
Principal retirement	146,698	0	1,810,000	0	0	1,956,698	1,795,896
Interest and fiscal charges	26,285	0	2,306,264	10,491	0	2,343,040	2,439,384
TOTAL EXPENDITURES	47,377,316	2,646,319	4,161,009	1,699,666	42,525	55,926,835	68,827,918
Excess (deficiency) of revenues over expenditures	2,380,161	(13,206)	254,264	(1,008,224)	(9,636)	1,603,359	(17,375,908)
OTHER FINANCING SOURCES (USES):							
Proceeds from sale of equipment	766	0	0	0	0	766	3,179
Proceeds from capital leases	1,399,731	0	0	0	0	1,399,731	136,268
Premium and accrued interest on note issued	0	0	0	10	0	10	636
Operating transfers in (note 4)	1,927	96,154	0	652,004	0	750,085	627,714
Operating transfers out (note 4)	(655,518)	(688)	0	(118,879)	0	(775,085)	(652,714)
TOTAL OTHER FINANCING SOURCES (USES)	746,906	95,466	0	533,135	0	1,375,507	115,083
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	3,127,067	82,260	254,264	(475,089)	(9,636)	2,978,866	(17,260,825)
FUND BALANCES AT BEGINNING OF YEAR	13,226,815	477,547	2,442,079	1,169,366	199,693	17,515,500	34,776,325
Residual equity transfers (note 4c)	8,142	(8,142)	0	0	0	0	0
FUND BALANCES AT END OF YEAR	\$ 16,362,024	551,865	2,696,343	694,277	190,057	20,494,366	17,515,500

See accompanying notes to the general purpose financial statements.

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--(NON-GAAP BASIS)
ALL GOVERNMENTAL FUND TYPES (note 13)
YEAR ENDED JUNE 30, 1999

	GENERAL FUND			SPECIAL REVENUE FUNDS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
Property taxes	\$ 43,699,209	43,699,209	0	0	0	0
<i>Intergovernmental:</i>						
Federal sources	0	0	0	561,857	550,077	(11,780)
State sources	8,103,014	8,103,014	0	929,161	929,161	0
Investment income	786,975	818,214	31,239	9,088	9,092	4
Tuition and fees	25,646	39,890	14,244	17,575	17,575	0
Extracurricular activities	83,825	87,295	3,471	1,092,431	1,042,972	(49,459)
Miscellaneous	323,196	323,196	0	188,489	201,736	13,247
Intermediate sources	10,457	10,457	0	0	0	0
TOTAL REVENUES	53,032,322	53,081,276	48,954	2,798,601	2,750,613	(47,988)
EXPENDITURES:						
<i>Instructional services:</i>						
Regular	23,361,586	23,210,702	150,884	231,294	191,310	39,984
Special	4,078,574	4,038,567	40,007	86,324	69,234	17,090
Vocational	553,963	553,223	740	135,492	93,312	42,180
TOTAL INSTRUCTIONAL SERVICES	27,994,123	27,802,492	191,631	453,110	353,856	99,254
<i>Support services:</i>						
Pupils	2,852,984	2,838,651	14,333	130,717	127,156	3,561
Instructional staff	3,544,395	3,469,590	74,805	347,199	258,931	88,268
General administration	44,567	39,625	4,942	0	0	0
Executive and school administration	3,059,254	3,008,951	50,303	106,222	92,193	14,029
Business operations	1,776,902	1,743,749	33,153	0	0	0
Operation and maintenance of plant	5,002,880	4,706,548	296,332	0	0	0
Student transportation	909,984	908,508	1,476	5,501	5,501	0
Central services	1,362,461	1,290,002	72,459	47,177	46,622	555
TOTAL SUPPORT SERVICES	18,553,427	18,005,624	547,803	636,816	530,403	106,413
Community services	0	0	0	808,562	682,620	125,942
Extracurricular student activities	831,710	807,657	24,053	1,469,089	1,124,458	344,631
Capital Outlay	0	0	0	6,000	5,063	937
Repayment of debt	0	0	0	0	0	0
TOTAL EXPENDITURES	47,379,260	46,615,773	763,487	3,373,577	2,696,400	677,177
Excess (deficiency) of revenues over expenditures	5,653,062	6,465,503	812,441	(574,976)	54,213	629,189
OTHER FINANCING SOURCES (USES):						
Transfers in	8,194	10,068	1,874	136,000	136,831	831
Transfers out	(655,517)	(655,517)	0	(50,805)	(49,355)	1,450
Advances in	0	168,500	168,500	194,098	253,897	59,799
Advances out	0	(253,379)	(253,379)	(155)	(168,753)	(168,598)
Refund of prior year expenditures	4,745	4,745	0	7,004	7,004	0
Refund of prior year receipts	(19,662)	(19,276)	386	(5,640)	(5,467)	173
Sale of fixed assets	20,305	20,305	0	0	0	0
Sale of notes	0	0	0	0	0	0
Pass through payments	0	0	0	(114,000)	(114,000)	0
TOTAL OTHER FINANCING SOURCES (USES)	(641,935)	(724,554)	(82,619)	166,502	60,157	(106,345)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	5,011,127	5,740,949	729,822	(408,474)	114,370	522,844
FUND BALANCES AT BEGINNING OF YEAR	9,316,180	9,316,180	0	644,249	644,249	0
FUND BALANCES AT END OF YEAR	\$ 14,327,307	15,057,129	729,822	235,775	758,619	522,844

See accompanying notes to the general purpose financial statements.

DEBT SERVICE FUND			CAPITAL PROJECTS FUNDS			TOTALS (MEMORANDUM ONLY)		
REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
4,507,360	4,507,360	0	0	0	0	48,206,569	48,206,569	0
0	0	0	0	0	0	581,857	550,077	(11,780)
468,832	468,832	0	168,991	168,991	0	9,669,998	9,669,998	0
0	0	0	56,071	58,375	2,304	852,134	885,681	33,547
0	0	0	0	0	0	43,221	57,465	14,244
0	0	0	0	0	0	1,176,256	1,130,268	(45,988)
0	0	0	0	0	0	511,685	524,932	13,247
0	0	0	0	0	0	10,457	10,457	0
4,976,192	4,976,192	0	225,062	227,366	2,304	61,032,177	61,035,447	3,270
0	0	0	0	0	0	23,592,880	23,402,012	190,868
0	0	0	0	0	0	4,164,898	4,107,801	57,097
0	0	0	0	0	0	689,455	646,535	42,920
0	0	0	0	0	0	28,447,233	28,156,348	290,885
0	0	0	0	0	0	2,983,701	2,965,807	17,894
0	0	0	3,458	0	3,458	3,895,052	3,728,521	166,531
0	0	0	0	0	0	44,567	39,625	4,942
0	0	0	0	0	0	3,165,476	3,101,144	64,332
4,542,264	4,536,536	5,728	46,943	141,113	(94,170)	6,366,109	6,421,398	(55,289)
0	0	0	0	0	0	5,002,880	4,708,548	296,332
0	0	0	45,622	20,585	25,037	961,107	934,594	26,513
0	0	0	537,664	356,672	180,992	1,947,302	1,693,296	254,006
4,542,264	4,536,536	5,728	633,687	518,370	115,317	24,366,194	23,590,933	775,261
0	0	0	0	0	0	808,562	682,620	125,942
0	0	0	0	0	0	2,300,799	1,932,115	368,684
0	0	0	824,925	459,724	365,201	830,925	464,787	366,138
0	0	0	0	0	0	0	0	0
4,542,264	4,536,536	5,728	1,458,612	978,094	480,518	56,753,713	54,826,803	1,926,910
433,928	439,656	5,728	(1,233,550)	(750,728)	482,822	4,278,464	6,208,644	1,930,180
0	0	0	652,004	652,004	0	796,198	798,903	2,705
0	0	0	(81,874)	(81,874)	0	(788,196)	(786,746)	1,450
0	0	0	0	0	0	194,098	422,397	228,299
0	0	0	(37,031)	(37,004)	27	(37,186)	(459,136)	(421,950)
0	0	0	17,221	17,221	0	28,970	28,970	0
0	0	0	0	0	0	(25,302)	(24,743)	559
0	0	0	0	0	0	20,305	20,305	0
175,010	175,010	0	0	0	0	175,010	175,010	0
0	0	0	0	0	0	(114,000)	(114,000)	0
175,010	175,010	0	550,320	550,347	27	249,897	60,960	(188,937)
608,938	614,666	5,728	(683,230)	(200,381)	482,849	4,528,361	6,269,604	1,741,243
1,429,314	1,429,314	0	723,039	723,039	0	12,112,782	12,112,782	0
2,038,252	2,043,980	5,728	39,809	522,658	482,849	16,641,143	18,382,386	1,741,243

UPPER ARLINGTON CITY SCHOOL DISTRICT

EXHIBIT IV

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS--PROPRIETARY FUND TYPE
FISCAL YEARS ENDED JUNE 30, 1999 AND 1998

	ENTERPRISE - 1999 (note 13)	ENTERPRISE - 1998
OPERATING REVENUES:		
Memberships and patron fees	\$ 1,603,763	1,562,598
Food service sales	852,250	835,803
Other	10,768	235
TOTAL OPERATING REVENUE	2,466,781	2,398,636
OPERATING EXPENSES:		
Personnel services	1,337,163	1,251,407
Supplies and materials	715,531	779,545
Employee benefits	342,409	317,679
Purchased services	156,325	117,307
Other	23,467	22,121
Depreciation	7,792	6,123
TOTAL OPERATING EXPENSES	2,582,687	2,494,182
OPERATING LOSS	(115,906)	(95,546)
NONOPERATING REVENUES:		
Federal sources	52,686	53,662
State sources	645	787
Investment income	642	0
TOTAL NONOPERATING REVENUES	53,973	54,449
NET LOSS BEFORE OPERATING TRANSFERS	(61,933)	(41,097)
Transfers in (note 4)	25,000	25,000
NET LOSS	(36,933)	(16,097)
RETAINED EARNINGS AT BEGINNING OF YEAR	234,387	250,484
RETAINED EARNINGS AT END OF YEAR	\$ 197,454	234,387

See accompanying notes to the general purpose financial statements.

UPPER ARLINGTON CITY SCHOOL DISTRICT

EXHIBIT V

COMBINED STATEMENT OF CASH FLOWS
 -PROPRIETARY FUND TYPE
 FISCAL YEARS ENDED JUNE 30, 1999 AND 1998

CASH FLOWS FROM OPERATING ACTIVITIES--

Operating loss

**ADJUSTMENTS TO RECONCILE OPERATING INCOME
 TO NET CASH PROVIDED BY**

OPERATING ACTIVITIES:

Depreciation
 Donated commodities used
 Decrease in receivables
 (Increase)/decrease in inventory
 Increase (decrease) in accounts payable
 Increase in accrued wages and benefits
 Increase in compensated absences
 Increase/(decrease) in deferred revenue

NET ADJUSTMENTS

NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES

CASH FLOWS FROM NONCAPITAL

FINANCING ACTIVITIES:

Federal sources
 State sources
 Advances
 Operating transfer in

NET CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

CASH FLOWS FROM CAPITAL ACTIVITIES--

Purchase of fixed assets

CASH FLOWS FROM INVESTING ACTIVITIES--

Investment income

DECREASE IN CASH AND CASH EQUIVALENTS

CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR

CASH AND CASH EQUIVALENTS AT END OF YEAR

Supplemental Information

Noncash activities:

Donated Commodities

	ENTERPRISE - 1999 (note 13)	ENTERPRISE - 1998
Operating loss	\$ (115,906)	(95,546)
Depreciation	7,792	6,123
Donated commodities used	26,289	23,995
Decrease in receivables	9,607	28,552
(Increase)/decrease in inventory	(2,664)	4,971
Increase (decrease) in accounts payable	7,934	(33,145)
Increase in accrued wages and benefits	5,899	23,037
Increase in compensated absences	3,686	2,544
Increase/(decrease) in deferred revenue	12,876	(3,842)
NET ADJUSTMENTS	71,419	52,235
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(44,487)	(43,311)
Federal sources	27,980	24,919
State sources	937	370
Advances	0	(26,100)
Operating transfer in	25,000	25,000
NET CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	53,917	24,189
Purchase of fixed assets	(19,027)	(4,729)
Investment income	642	0
DECREASE IN CASH AND CASH EQUIVALENTS	(8,955)	(23,851)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	443,914	467,765
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 434,959	\$ 443,914
Donated Commodities	\$ 26,289	20,846

See accompanying notes to the general purpose financial statements.

UPPER ARLINGTON CITY SCHOOL DISTRICT
Notes to General Purpose Financial Statements
June 30, 1999

(1) Reporting Entity

The Upper Arlington City School District (the District) was organized in 1918 and is a fiscally independent political subdivision of the State of Ohio. The District is governed by a five-member board of education (the Board) elected by the citizens of the school district of Upper Arlington.

The accompanying general purpose financial statements comply with the provisions of Government Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity," in that the financial statements include all organizations, activities and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the District only (i.e. there are no component units).

Summary of Significant Accounting Policies

The accounting policies of the District conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

(a) Basis of Presentation-Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The various funds are summarized by type in the general purpose financial statements. The following fund types and account groups are used by the District:

GOVERNMENTAL FUNDS

General Fund-The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds-Special Revenue Funds are used to account for the proceeds of specific revenue sources other than expendable trusts or major capital projects requiring separate accounting because of legal or regulatory provisions or administrative action.

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

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

PROPRIETARY FUNDS

Enterprise Funds-Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods and services to the general public on a continuing basis is financed or recovered primarily through user charges.

FIDUCIARY FUNDS

Trust Fund-Trust Funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Expendable trust funds are accounted for and reported as governmental funds. The District has one expendable trust fund.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

Agency Funds- Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

ACCOUNT GROUPS

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

General Long-Term Obligations Account Group- This account group is established to account for all unmatured long-term indebtedness of the District.

(b) Basis of Accounting/Measurement Focus

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

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

The modified accrual basis of accounting is followed by governmental funds, agency funds and expendable trust funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Measurable revenues not considered available are recorded as deferred revenue. Expenditures are recorded when the fund liability is incurred except for (1) principal and interest on general long-term obligations, which is recorded when due, (2) the noncurrent portion of accrued sick leave, which is recorded in the general long-term obligations account group, and (3) the portion of pension obligations payable and claims and judgments which will not utilize available revenues are also recorded in the general long-term obligations account group.

In applying the susceptible to accrual concept to intergovernmental revenues, there are essentially two types. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the District; therefore, revenues are recognized based upon when the expenditures are incurred. In the other, monies are virtually unrestricted and are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

Property taxes are recognized as revenue in the fiscal year for which taxes have been levied, provided they are collected and certified by the county auditor by fiscal year-end. Additionally, taxes collected within 60 days after fiscal year-end are recorded as a receivable with an offset to deferred revenue for amounts not collected and available for advance on June 30 by the county auditor. Property tax revenue that is recognized for GAAP (i.e. measurable and available) purposes but is intended for future years appropriations (budgetary basis) appears as a reservation of fund balance. Additionally, taxes levied in fiscal year 1999 but collected in calendar year 2000 are also recorded as receivable and deferred revenue as they are measurable. Miscellaneous revenues are generally recorded as revenues when received in cash because they are generally not measurable until received. Investment earnings are recorded as earned.

The accrual basis of accounting is utilized by the proprietary funds. Revenues are recorded when earned and expenses are recorded when incurred.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*, the District follows GASB guidance as applicable to proprietary funds, and Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB Pronouncements.

The preparation of the general purpose financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the general purpose financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(c) Budgetary Data

All governmental and proprietary fund types are subject to annual expenditure budgets. The Board follows the procedures outlined below in establishing the expenditures budget data reported in the general purpose financial statements:

- (1) A Tax Budget of estimated cash receipts and disbursements is submitted to the County Auditor, as secretary of the County Budget Commission, by January 20 of each year, for the fiscal year commencing the following July 1. The Upper Arlington Board of Education normally adopts the Tax Budget at its December regular meeting.
- (2) The County Budget Commission certifies its actions to the District by March 1. As part of this certification, the District receives the official certificate of estimated resources which states the projected receipts of each fund. On or about July 1, this certificate is amended to include any unencumbered balances from the preceding year.
- (3) An annual appropriation measure must be passed by October 1 of each year for the period July 1 to June 30. Unencumbered appropriations lapse at year-end and encumbered appropriations are reported as budget-basis expenditures in the current year. The Board adopted its 1998-99 appropriation measure at its September regular meeting. The Board adopted a temporary appropriation measure to allow the District to operate until its annual appropriation measure was adopted. The District generally does not operate on temporary appropriations beyond the Board's regular meeting in September. The Board, by policy, mandates one public meeting to be held to receive public input prior to the adoption of its appropriation measure. The appropriation measure may be amended or supplemented during the year as new information becomes available. Individual buildings and/or departments may transfer funds within their budgets. The Board must approve supplemental appropriations which include the transfers between objects requested by staff and any amendments to fund unanticipated expenditures. Appropriations may not exceed estimated resources plus carryover balance and expenditures may not exceed appropriations in any fund at the object level.

Appropriations exceeded estimated resources plus carry over balance as follows:

<u>Fund Type</u>	<u>Fund Name</u>	<u>Amount</u>
Capital Projects	Building	\$63,421

Expenditures exceeded appropriations at the object level as follows:

<u>Fund Type</u>	<u>Fund Name</u>	<u>Account</u>	<u>Amount</u>
General	General	Regular Instruction, Employee Benefits	\$ 178
Special Revenue	Title VI-B	Pupils, Employee Benefits	794
Capital Projects	Building	Business Operations, Purchased Services	99,999

Appropriations and expenditures reflecting as negative expenditures at the object level were caused by failure to appropriate funds that were made available due to liquidations of previous year outstanding encumbrances in the current year and are as follows:

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

<u>Fund Type</u>	<u>Fund Name</u>
Special Revenue	Title VI
Debt Service	Debt Service
Capital Projects	Permanent Improvement
Capital Projects	Building

Management intends to institute controls to avoid these situations in the future. Appropriations for advances-in/advances-out by law are not required and are not budgeted. Appropriations for budgeted governmental funds were as follows:

	Original Budget	Revisions	Revised Budget
General	\$47,522,960	\$531,479	\$48,054,439
Special Revenue	2,814,182	729,995	3,544,177
Debt Service	4,630,199	(87,935)	4,542,264
Capital Projects	1,342,327	235,190	1,577,517

- (4) The District prepares its budget on a basis of accounting that differs from generally accepted accounting principles (GAAP). The actual results of operations are presented in the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances- - Budget and Actual- - All Governmental Fund Types in accordance with the budget basis of accounting.

The major differences between the budgetary basis of accounting and GAAP are that:

- A. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- B. Expenditures are recorded when encumbered (budget basis) as opposed to when the liability is incurred (GAAP basis); and
- C. Encumbrances are recorded as the equivalent of expenditures (budget basis) as opposed to a reservation of fund balance (GAAP basis).
- D. Investments are recorded at cost (budget basis) as opposed to fair value (GAAP basis).

(d) Encumbrances

Encumbrance accounting is utilized by District funds in the normal course of operations for purchase orders and contract-related expenditures. An encumbrance is a reserve on the available spending authority due to a commitment for a future expenditure and does not represent a liability. The governmental fund type encumbrances outstanding at year-end appear as reservations to the fund balance on a GAAP basis and as the equivalent to expenditures on a non-GAAP budgetary basis in order to demonstrate legal compliance. Note 12 provides a reconciliation of the budgetary and GAAP basis of accounting. Encumbrances for proprietary funds at June 30, 1999 were \$54,762.

(e) Cash and Investments

Monies received by the District is pooled in a central bank account with individual fund balance integrity retained throughout. Investments are reported at fair value. All investment income is allocated to the General Fund except as mandated by State or Federal law or Board policy.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued.

(f) Inventory

Inventory is valued at cost (first-in, first-out). The cost of inventory is recorded as an expense/expenditure at the time individual inventory items are consumed. The amount of unused commodities in the Food Service Fund at June 30 is reported as deferred revenue since title does not pass to the District until the commodities are used.

(g) Fixed Assets- -Governmental Funds

Fixed Assets purchased for general governmental purposes are recorded as expenditures in the governmental funds and capitalized at cost (or estimated historical cost for assets for which cost is not available) in the General Fixed Assets Account Group. Contributed fixed assets are recorded at their estimated fair market value at the date received.

Depreciation is not recorded for general fixed assets.

(h) Fixed Assets- -Proprietary Funds

Fixed Assets used by proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction, where applicable. Depreciation is provided using the straight-line method over estimated useful lives ranging from 25 to 50 years for building, 10 to 20 years for improvements other than building, and 3 to 10 years for equipment.

(i) Vacation and Sick Leave

District employees are granted vacation, personal leave and sick leave in varying amounts. All leave will either be absorbed by time off from work, or with certain limitations, be paid to the employees when their employment ceases. Accrued sick leave is only paid upon retirement at the rate of 25% up to a maximum amount of days as determined by the negotiated agreements with the two bargaining units and Board Policy for all other employees.

For governmental funds, the cost of accumulated vacation and sick leave expected to be paid with available and measureable resources is recorded as a fund liability, with the remaining sick leave liability recorded in the general long-term obligations account group. For proprietary funds, the cost of vacation and sick leave is recorded as a liability when earned.

(j) Interfund Transactions

The District has the following types of transactions among funds:

- (1) Operating Transfers: Legally authorized transfers that are reported when incurred as "Operating transfers in" by the recipient fund and as "Operating transfers out" by the disbursing fund.
- (2) Reimbursements: Reimbursements of expenditures made by one fund for another that are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.
- (3) Residual Equity Transfers: Nonrecurring or non-routine transfers of equity between funds.

(k) Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets include unexpended revenues restricted for the purchase of buses, and amounts required by statute to be set-aside by the School District for the purchase of textbooks, for the acquisition or construction of capital assets and to create a reserve for budget stabilization.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

(l) Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for budget stabilization represents money required to be set-aside by statute to protect against cyclical changes in revenues and expenditures. A reserve required by State law for textbooks and instructional materials and capital improvements and maintenance was not necessary since the District met its obligation under law through its fiscal year 1999 expenditures in these two areas.

(m) Total Columns

Total Columns on the combined 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, or results of operations in conformity with generally accepted accounting principles. Such data is not comparable to a consolidation because interfund eliminations have not been made.

(n) Comparative Data

Comparative total data for the prior year have been presented in the accompanying General Purpose Financial Statements and are presented only to facilitate financial analysis. Certain prior year comparative total data have been reclassified to conform to current account classifications.

(o) Statement of Cash Flows

The proprietary funds' equity in all cash and investments with the treasurer are considered to be cash equivalents because they are available to the proprietary funds on demand.

(p) Accumulated Deficits

The Food Service Fund, which is classified as an Enterprise Fund, has an accumulated deficit of \$45,400. The major portion of this deficit is the result of the recognition of compensated absences in the amount of \$52,445. Management continues to monitor this fund to improve its financial results. This deficit does not exist on a budgetary basis.

The Summer Academy Fund, which is also classified as an Enterprise Fund, has an accumulated deficit of \$20,573. This deficit is the result of accrued liabilities and does not exist on a budgetary basis.

In addition, the Building Fund, which is classified as a Capital Projects Fund, has an accumulated deficit of \$14,639. Management believes the deficit balance will be eliminated by future allocation of capital projects funds.

(2) Cash and Investments

At year end, the carrying amount of all District deposits was \$93,791 and the bank balance was \$475,453, of which \$100,000 was covered by federal depository insurance and \$375,453 was collateralized with securities held by its agent not in the District's name. The District also had retainage held in escrow in the amount of \$12,401. In addition, the District entered into a computer equipment agreement that resulted in restricted cash at June 30 in the amount of \$1,399,731. All deposits are in institutions that are members of the Federal Reserve System. The reconciling items are principally outstanding checks. All cash except for "Cash with Fiscal Agents" is pooled and managed by the District Treasurer in compliance with Board Policy and applicable State and Federal laws.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

The Ohio Revised Code authorizes the District to invest in United States and State of Ohio bonds, notes and other obligations; bank certificates of deposit; banker acceptances; commercial paper notes rated prime and issued by United States corporations; repurchase agreements secured by United States obligations; and State Treasury Asset Reserve of Ohio (STAR Ohio), which is managed by the Treasurer of the State of Ohio. All such investments must have a maturity of two years or less. It is management's policy to invest in all of the above type of investments. Earnings on investments are credited to various funds at the discretion of the Board.

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 Securities Exchange Commission as an investment company, but does operate in a manner similar 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.

The District's investments are categorized to give an indication of the level of risk assumed by the District at June 30, 1999. 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 for which the securities are held by the counterparties' trust departments or agents in the District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparties' agents or the agents trust departments, but not in the District's name. The investment with STAR Ohio is not required to be categorized due to its nature.

	Category 1	Category 2	Category 3	Fair Value
Investments:				
Treasury Notes		\$1,996,406		\$1,996,406
Federal Agency Notes		8,402,301		8,402,301
STAR Ohio				10,817,262
Total Investments		10,398,707		21,215,969
Cash and Cash Equivalents				1,505,923
Total Cash and Investments				22,721,892

(3) Due from Other Governments

Intergovernmental receivables at June 30, 1999, consist of the following:

	Due From Federal Government	Due From State Government	Total
General	0	\$10,768	\$10,768
Special Revenue	28,367	6,349	34,716
Enterprise	7,742	261	8,003
Total	\$36,109	\$17,378	\$53,487

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

(4) Interfund Transactions

(a) Interfund Receivables and Payables

Interfund balances at June 30, 1999, consist of the following individual fund receivables and payables:

Fund	Receivable	Payable
General	\$253,379	
Special Revenue:		
Special Local Revenue	407	\$176
Student Activity	871	48,371
Auxiliary Services		73,200
Career Development		13,884
Title VI-B		46,864
Carl Perkins		13,501
Drug Free		11,780
Miscellaneous Federal		46,650
Total Special Revenue	1,278	254,426
Trust		231
Total	\$254,657	\$254,657

(b) Operating Transfers

	In	Out
General	\$1,927	\$655,518
Special Revenue:		
Special Local	18,637	52
Student Activity	77,000	0
Miscellaneous Federal Grants		15
Title VI-B	517	
Carl Perkins Program		621
Total Special Revenue	96,154	688
Capital Projects:		
Permanent Improvement	615,000	37,004
Building	37,004	80,000
Vocational Equipment		1,875
Total Capital Projects	652,004	118,879
Enterprise - Food Service	25,000	0
Total	\$775,085	\$775,085

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

(c) Residual Equity Transfers

	In	Out
General	\$8,142	
Special Revenue:		
Teacher Entry Program		8,142
Total	\$8,142	\$8,142

The residual equity transfer out of the special revenue fund was to eliminate a fund with remaining resources allocated to the General Fund.

(5) Property, Plant and Equipment

A summary of changes in general fixed assets for the year ended June 30, 1999, follows:

	Balance June 30, 1998	Additions	Disposals	Transfers	Balance June 30, 1999
Land	\$244,883	0	0	0	\$244,883
Buildings and Improvements	61,772,227	0	0	338,946	62,111,173
Furniture and Fixtures	5,736,609	323,281	21,632	0	6,038,258
Autos and Trucks	1,058,000	193,302	63,375	0	1,187,927
Construction-in-progress	338,946	93,455	0	(338,946)	93,455
	69,150,665	610,038	85,007	0	69,675,696

Construction-in-progress is for projects at three of the District's outside facilities. On June 30, 1999 the construction manager estimated that 7% of approved contracts had been completed. These projects are being funded by a transfer of General Fund monies.

Proprietary fund type property, plant and equipment at June 30, 1999, consist of the following:

	Enterprise
Buildings and Improvements	\$581,221
Furniture and Fixtures	62,467
Subtotal	643,688
Less Accumulated Depreciation	(615,888)
	\$ 27,800

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

(6) Outstanding Debt and Other Long-Term Obligations

(a) Long-Term Obligations

A summary of changes in long-term obligations for the year ended June 30, 1999, follows:

	Balance June 30, 1998	Additions	Deletions	Balance June 30, 1999
General long-term obligations account group:				
Pension obligation payable	\$317,204	\$311,488	\$317,204	\$311,488
Compensated absences	5,769,001	330,717	0	6,099,718
Capitalized lease obligations payable	403,730	1,399,731	146,698	1,656,763
General obligation bonds and notes:				
Computer and Technology Bonds	320,000	0	155,000	165,000
1993 "School Building Construction & Improvement Refunding Bonds"	3,005,000	0	360,000	2,645,000
Energy Conservation Notes	585,000	0	135,000	450,000
1996 School Building Improvement Bonds	42,519,366	0	1,160,000	41,359,366
	\$52,919,301	\$2,041,936	\$2,273,902	\$52,687,335

The District has implemented GASB Statement No. 16, "Accounting for Compensated Absences," in its accrual of sick leave liability. Upon retirement District employees are paid 25% of their accumulated balances to a maximum number of days as determined by the negotiated agreements with the two bargaining units and Board Policy for all other employees. Additions and deletions of accrued sick leave are shown net since it is impracticable for the District to determine these amounts separately.

On June 30, 1999 the District had a pension liability of \$311,488 due to School Employees Retirement System. This obligation is equal to four months of payments to be made September through December 1999, for Fiscal Year 1999 liability, as required by State law.

The \$165,000 of outstanding computer and technology bonds are unvoted and were issued to acquire data processing equipment and capacity on a centralized telephone switching system. The bonds will mature December 1, 1999, and have a net interest cost of 4.6347%.

The \$2,645,000 of outstanding School Building Construction and Improvement Refunding Bonds, Series 1993 were issued to advance refund \$4,380,000 of 1988 Construction bonds outstanding on May 1, 1993. The District placed the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account's assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 1999, \$0 of these defeased bonds are outstanding.

The energy conservation notes were issued to purchase and install energy conservation measures. The intent of the energy conservation notes was to reduce expenditures in the general fund in an amount equal to at least the debt payments. These notes mature October 1, 2001, and are unvoted notes authorized by Ohio House Bill 264.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

The 1996 School Building Improvement Bonds were issued on March 1, 1996 in the amount of \$44,399,366 at a net interest cost of 5.9618%. As of June 30, 1999, \$41,359,366 in principal was outstanding.

The Computer and Technology Bonds, 1993 School Building Construction and Improvement Refunding Bonds, Energy Conservation Notes and 1996 School Building Improvement Bonds are direct obligations of the District for which its full faith, credit and resources are pledged and are payable from taxes levied on all taxable property in the school district.

In the opinion of management, the District has complied with all debt covenants.

The annual maturities of the general obligation bonds and notes as of June 30, 1999, and related interest payments are as follows:

Year Ending June 30	Interest Rate (%)	Principal	Interest
2000	4.0 - 7.5	\$2,125,000	\$2,221,529
2001	4.125 - 7.5	2,075,000	2,118,894
2002	4.35 - 7.5	1,460,000	2,033,476
2003	4.35 - 7.5	1,405,000	1,962,513
2004	4.35 - 7.5	1,510,000	1,893,114
2005 and thereafter	4.35 - 7.5	36,219,366	24,678,951
Total		\$44,794,366	\$34,908,477

The Ohio Revised Code (ORC) provides that the net debt of a school district, whether or not approved by the people, shall not exceed 9.0% of the total value of all property in the school district as listed and assessed for taxation. In addition, the unvoted net debt of a school district cannot exceed 0.1% of the total assessed value of property. The unvoted net debt at June 30, 1999, was .03%. The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At June 30, 1999, the District's total net debt including unvoted net debt was approximately 4.1% of the total assessed value of all property within the school district. The aggregate amount of the District's unvoted debt is also subject to overlapping debt restrictions with Franklin County and the City of Columbus. As of June 30, 1999, these entities have complied with the requirement that debt service payments on unvoted overlapping debt must not exceed in the aggregate 1% (10 mills) of the assessed property value.

(b) Short-Term Obligations

Bond anticipation notes in the amount of \$175,000 were issued in anticipation of bonds being issued through use of inside millage. The liability is reflected in the capital projects fund which received the note proceeds, and matures in January 2000.

(7) Capital Lease Obligations

The District has leases for duplication machines and computer equipment with an aggregate original cost of \$2,038,450. The equipment has been capitalized in the general fixed assets account group, with the exception of the lease entered into during 1999; those assets were not in the District's possession as of June 30. The leases provide for interest at rates of 6.5% through 8.53%. Remaining minimum lease payments are \$1,656,763 at June 30, 1999.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

Payment for the capital lease obligations are as follows:

Year Ending June 30	Capital Lease Obligations
2000	\$772,002
2001	552,431
2002	450,342
Total Minimum Payments	1,774,775
Less Amounts Representing Interest (6.5% - 8.53%)	118,012
Present Value of Minimum Payments	\$1,656,763

(8) Defined Benefit Pension Plans

State Teachers Retirement System

The Upper Arlington City School District contributes to the State Teachers Retirement System of Ohio (STRS) for all of its certificated employees. STRS is 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 Upper Arlington City School District is required to contribute 14 percent; 15.30 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 \$4,016,621, \$4,983,016 and \$5,181,709 respectively.

School Employees Retirement System

The Upper Arlington City School District contributes to the School Employees Retirement System of Ohio (SERS) for all of its non-certificated employees. SERS is 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 supplemental 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 nine percent of their annual covered salary and the Upper Arlington City School District is required to contribute 14 percent; 16.7 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 \$1,171,296, \$1,172,830 and \$1,147,557 respectively.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

(9) Postemployment Benefits

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

For STRS, all benefit recipients are required to pay a portion of health care costs 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. The board currently allocates employer contributions equal to 8 percent of covered payroll to the Health Care Reserved Fund for which payments for health care benefits are paid. For the District, this amount equaled \$2,100,194 during the 1999 fiscal year. As of July 1, 1998, eligible benefit recipients totaled 91,999. For the fiscal year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000

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 25 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 6.3 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 1999, the minimum pay has been established at \$12,400. For the District, this amount equaled \$80,277 during the 1999 fiscal year. The number of participants currently receiving health care benefits is 50,000. For the fiscal year ended June 30, 1998, net health care costs paid by SERS were \$111,900,575.

(10) Property Taxes

Property Taxes include amounts levied against all real, public utility and tangible (used in business) property located in the school district. All property taxes are collected on behalf of the District by Franklin County. Due and collection dates, as established by Franklin County, were December 31, 1998, and June 20, 1999, for those taxes due during 1999.

Real property and tangible personal property taxes collected during calendar 1999 had a lien and levy date of January 1, 1998, and December 31, 1998, respectively.

Assessed values are established by State law at 35% of appraised market value for Real Estate and Public Utility and at 25% for Tangible Personal. A revaluation of all property is required to be completed no less than every six years. The last revaluation was completed in December 1993. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value (normally 50% of cost). The assessed values for collection in 1999, upon which the 1998 levies were based, were as follows:

Real Estate	\$943,532,430
Public Utility	\$25,036,570
Tangible Personal	\$61,425,288
Total	\$1,029,994,288

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the District's share is .565% (5.65 mills) of assessed value. Increases in the property tax rate are restricted only by voter willingness to approve such increases. The total tax rate for the District, including voted increases, was 77.86 mills in 1998 with an effective rate of 38.46 for residential property and 45.49 for commercial property. The Franklin County Treasurer collects property taxes on behalf of all taxing districts in the county, including the Upper Arlington City School District. The Franklin County Auditor periodically remits to the District its portion of the taxes collected. Property taxes may be paid on either an annual or semiannual basis.

(11) Contingencies

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 approximately 8% of the District's general fund revenue. During the fiscal year ended June 30, 1999, the School District received \$3,611,467 of school foundation support which is recorded as state sources in the general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State legislature in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. At this time, the Ohio Supreme Court has not rendered an opinion on the issue. The decision of the Court of Common Pleas in Perry County has been stayed by the Ohio Supreme Court, and, as such, school districts are still operating under the laws that the Common Pleas Court declared unconstitutional. As of the date of these financial statements, the School District is unable to determine what effect, if any, this decision will have on its future state funding under this program.

The Federal and State Grants remain subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the District's administration believes such disallowances, if any, would be minimal.

(12) Budget Basis of Accounting

The adjustments necessary to convert the results of operations and fund balances at end of year on the GAAP basis to the budget basis are as follows:

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

Excess (deficiency) of revenues and
other financing sources over
expenditures and other financing uses

Fund balances at end of year

	General	Special Revenue	Debt Service	Capital Projects	General	Special Revenue	Debt Service	Capital Projects
GAAP Basis	\$3,127,067	\$82,260	\$254,264	(\$475,089)	\$16,362,024	\$551,665	\$2,696,343	\$694,277
Residual Equity Transfer	8,142	(8,142)	0	0	0	0	0	0
Due to Revenues:								
Received in cash during fiscal year 1999 but accrued at June 30, 1998	32,277,264	58,507	3,424,883	422,858				
Accrued at June 30, 1999 not yet received in cash	(31,739,736)	(93,793)	(2,801,428)	(192,401)	(31,739,736)	(93,793)	(2,801,428)	(192,401)
Due to Encumbrances:								
Expenditure of amounts encumbered at June 30, 1998	678,147	257,438	28	1,391,177				
Recognized as expenditures in budget	(692,737)	(276,268)	0	(300,794)	(692,737)	(276,268)	0	(300,794)
Due to Expenditures:								
Paid in cash during fiscal year 1999, accrued at June 30, 1998	(29,067,401)	(482,655)	(2,411,510)	(1,378,107)				
Accrued at June 30, 1999 not yet encumbered	31,175,670	577,027	2,148,419	322,220	31,175,670	577,027	2,148,419	322,220
Unrealized Gains on Investments	(25,471)				(48,092)			
Other	4	(4)	10	9,755	0	(12)	646	(644)
Budget Basis	\$5,740,949	\$114,370	\$614,666	(\$200,381)	\$15,057,129	\$758,619	\$2,043,980	\$522,658

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

(13) Segments of Enterprise Activities

Key financial data for the District's Enterprise Funds for the year ended June 30, 1999, are as follows:

	Food Service Fund	Uniform School Supply Fund	Summer Academy Fund	School Age Childcare Fund	UA Early Childhood Fund	Total
Operating Revenues	\$853,769	\$99,574	\$100,109	\$537,465	\$875,864	\$2,466,781
Depreciation Expenses	0	0	0	3,297	4,495	7,792
Operating Expenses (Less depreciation)	916,672	105,315	120,682	506,606	925,620	2,574,895
Operating Income (loss)	(62,903)	(5,741)	(20,573)	27,562	(54,251)	(115,906)
Nonoperating revenues and expenses	53,973	0	0	0	0	53,973
Transfers In	25,000	0	0	0	0	25,000
Net Income (loss)	16,070	(5,741)	(20,573)	27,562	(54,251)	(36,933)
Net Working Capital	(45,400)	18,653	(20,573)	195,676	21,298	169,654
Additions to Fixed Assets	0	0	0	13,678	5,349	19,027
Total Assets	67,574	38,096	53,951	233,260	115,433	508,314
Total Fund Equity	(45,400)	18,653	(20,573)	210,972	33,802	197,454

(14) 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 contracts with a third party carrier for property insurance with a \$82,742,100 single occurrence limit, and \$82,742,100 aggregate, and a \$1,000 deductible.

Professional liability is protected by the third party carrier with a \$2,000,000 single occurrence limit, \$5,000,000 aggregate limit, and \$0 deductible. The District's vehicles are also covered with a \$2,000,000 liability limit and \$500 collision deductible on any accident.

The District pays the Bureau of Ohio State Worker's Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

The District provides life insurance and accidental death and dismemberment insurance to most employees through Medical Life Insurance Company in the amount of \$50,000. The District's medical and dental benefits are provided through third party insurance providers.

There have been no significant changes or lapse of coverage in the past 24 months. In addition, there have been no settlements in excess of insurance coverages in the past three years.

(15) Deferred Compensation

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

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to General Purpose Financial Statements, Continued

(16) Set Aside Calculations and Fund Reserves

The District is required by State statute to annually set aside in the General Fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by year end or offset by similarly restricted resources receiving during the year must be held in cash at year end and carried forward to be used for the same purposes in future years. The District is also required to set aside money for budget stabilization.

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

	Textbooks	Capital Acquisition	Budget Stabilization
Set Aside Cash Balance as of June 30, 1998	0	0	\$285,453
Current Year Set-Aside Requirement	\$709,723	\$709,723	0
Current Year Offsets	(163,585)	(535,000)	0
Qualifying Disbursements	(764,460)	(409,475)	0
Total	(218,322)	(234,752)	0
Cash Balance Carried Forward to FY1999	0	0	285,453

Amounts of offsets and qualifying disbursements presented in the table were limited to those necessary to reduce the year end balance to zero. Although the District may have had additional offsets and qualifying disbursements during the year, these extra amounts may not be used to reduce the set-aside requirements of future years, and are therefore not presented.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Required Supplemental Information

Year 2000 Preparedness

The Year 2000 issue is the result of the shortcomings in many electronic data processing systems and other equipment that may adversely affect the Upper Arlington City School District's operations.

The District formed a Year 2000 Task Force having management level representation from all major operational departments. The member of management responsible for the organization's Year 2000 remediation efforts is the District Treasurer. The progress of the organization's Year 2000 remediation efforts are monitored and regularly reported to the Superintendent and the Board of Education for all administrative and instructional systems.

The District does not have a budget approved for Fiscal Year 1999 or Fiscal Year 2000 efforts separate from the Information Technology budget. Purchase of Year 2000 compliant systems or remediation costs are given priority. The District has committed the resources of the technology staff for Year 2000 remediation efforts. These efforts include the conversion of existing systems and/or the implementation of new compliant systems.

The District has completed an inventory of computer systems and other electronic equipment that may be impacted by the Year 2000 issue, and that are vital to conducting District operations. The District has identified the mission-critical systems as shown in the table below and is submitting the systems to the following stages of work:

- Assessment stage - identifying the systems (preparing an inventory) and individual components for which year 2000 compliance work is needed.
- Remediation stage -- - making changes to systems and equipment. This stage deals primarily with the technical issues of converting existing systems, or switching to compliant systems.
- Validation/Testing stage - - Validating and testing the changes that were made during the remediation stage.

The District Year 2000 remediation work for its mission-critical systems and electronic equipment are in the following stage of work as of June 30, 1999: **C means completed, IP means in process, N/A means not applicable, and A means this still needs to be addressed.**

Upper Arlington City School District Mission-Critical Systems	Assessment Stage	Remediation Stage	Validation & Testing Stage
Student Accounting System	C	C	C
Accounting System	C	C	C
Library System	C	C	C
Payroll System	C	C	C
Maintenance/Operations System	C	C	C
HVAC System	C	C	C

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

See accompanying Independent Auditors Report.

UPPER ARLINGTON CITY SCHOOLS



UPPER ARLINGTON SCHOOLS

UPPER ARLINGTON, OHIO

Honoring the Past, Creating the Future



Supplemental Data

SUPPLEMENTAL
DATA

UPPER ARLINGTON CITY SCHOOL DISTRICT

General Fund

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMPARATIVE BALANCE SHEETS--GENERAL FUND
JUNE 30, 1999 AND 1998

EXHIBIT A-I

	<u>1999</u>	<u>1998</u>
ASSETS:		
Cash and investments	\$ 15,512,505	9,731,499
Restricted cash and investments	1,685,184	285,453
Receivables:		
Taxes	31,313,411	31,966,815
Accounts	14,958	18,530
Accrued interest	123,319	89,811
Due from other:		
Governments	10,768	9,912
Funds	253,379	168,500
Inventory	23,901	23,696
TOTAL ASSETS	48,937,425	42,294,216
 LIABILITIES:		
Accounts payable	1,882,717	788,121
Deferred revenue	25,153,986	22,404,287
Accrued wages and benefits	4,324,483	4,280,359
Compensated absences	1,214,215	1,594,634
TOTAL LIABILITIES	32,575,401	29,067,401
 FUND EQUITY:		
Fund balances:		
Reserved for future year's appropriations	13,946,045	11,835,518
Reserved for encumbrances	554,028	433,370
Reserved for inventory	23,901	23,696
Reserved for budget stabilization	285,453	285,453
Unreserved	1,552,597	648,778
TOTAL FUND EQUITY	16,362,024	13,226,815
 TOTAL LIABILITIES AND FUND EQUITY	 \$ 48,937,425	 42,294,216

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--GENERAL FUND
FOR THE YEARS ENDED JUNE 30, 1999 AND 1998

EXHIBIT A-II

REVENUES:	<u>1999</u>	<u>1998</u>
Property taxes	\$ 40,296,106	34,392,011
Intergovernmental-		
State sources	8,103,015	7,739,822
Investment income	877,194	895,988
Tuition and fees	66,056	77,131
Extracurricular student activities	90,653	80,710
Miscellaneous	324,453	661,157
TOTAL REVENUES	<u>49,757,477</u>	<u>43,846,819</u>
EXPENDITURES:		
Current:		
Instructional services:		
Regular	22,873,039	22,763,432
Special	3,856,592	3,599,750
Vocational	747,566	402,389
TOTAL INSTRUCTIONAL SERVICES	<u>27,477,197</u>	<u>26,765,571</u>
Support services:		
Pupils	2,930,293	2,502,011
Instructional staff	3,414,686	3,218,668
General administration	39,518	39,403
Executive and school administration	2,909,400	3,008,302
Business operations	1,575,091	1,875,304
Operation and maintenance of plant	4,723,327	4,606,176
Student transportation	924,635	864,234
Central services	1,001,778	653,076
TOTAL SUPPORT SERVICES	<u>17,518,728</u>	<u>16,767,174</u>
Extracurricular student activities	808,677	807,347
Capital outlay	1,399,731	136,268
Debt service:		
Principal retirement	146,698	120,896
Interest and fiscal charges	26,285	31,399
TOTAL EXPENDITURES	<u>47,377,316</u>	<u>44,628,655</u>
Excess (deficiency) of revenues over expenditures	2,380,161	(781,836)
OTHER FINANCING SOURCES (USES):		
Proceeds from sale of equipment	766	3,179
Proceeds from capital leases	1,399,731	136,268
Operating transfers in	1,927	0
Operating transfers out	(655,518)	(640,737)
TOTAL OTHER FINANCING SOURCES (USES)	<u>746,906</u>	<u>(501,290)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	3,127,067	(1,283,126)
FUND BALANCES AT BEGINNING OF YEAR	<u>13,226,815</u>	<u>14,509,941</u>
Residual equity transfers in	8,142	0
FUND BALANCES AT END OF YEAR	<u>\$ 16,362,024</u>	<u>13,226,815</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
GENERAL FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT A-III

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Property taxes	\$ 43,699,209	43,699,209	0
State sources	8,103,014	8,103,014	0
Investment income	786,975	818,214	31,239
Tuition and fees	25,646	39,890	14,244
Extracurricular activities	83,825	87,296	3,471
Miscellaneous	323,196	323,196	0
Intermediate sources	10,457	10,457	0
TOTAL REVENUES	53,032,322	53,081,276	48,954
EXPENDITURES:			
REGULAR INSTRUCTION:			
Salary-wages	17,869,368	17,756,711	112,657
Employee benefits	4,733,112	4,733,290	(178)
Purchased services	268,047	246,218	21,829
Supply-materials	427,317	413,331	13,986
Capital outlay	39,801	38,296	1,505
Capital outlay-replacement	23,841	22,856	1,085
TOTAL REGULAR INSTRUCTION	23,361,586	23,210,702	150,884
SPECIAL INSTRUCTION:			
Salary-wages	2,387,610	2,386,861	749
Employee benefits	583,646	583,270	376
Purchased services	974,246	952,999	21,247
Supply-materials	16,493	16,282	211
Capital outlay	2,070	1,153	917
Other objects	114,509	99,002	16,507
TOTAL SPECIAL INSTRUCTION	4,078,574	4,038,567	40,007
VOCATIONAL INSTRUCTION:			
Salary-wages	347,327	346,856	471
Employee benefits	84,842	84,827	15
Purchased services	113,210	112,999	211
Supply-materials	3,584	3,549	35
Capital outlay	5,000	4,992	8
TOTAL VOCATIONAL INSTRUCTION	553,963	553,223	740

(Continued)

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
PUPIL SERVICES:			
Salary-wages	\$ 2,227,995	2,220,272	7,723
Employee benefits	552,788	551,393	1,395
Purchased services	23,427	21,024	2,403
Supply-materials	47,163	45,307	1,856
Capital outlay	1,101	145	956
Other objects	510	510	0
TOTAL PUPIL SERVICES	2,852,984	2,838,651	14,333
INSTRUCTIONAL STAFF:			
Salary-wages	2,521,531	2,513,573	7,958
Employee benefits	690,291	669,307	20,984
Purchased services	185,775	144,370	41,405
Supply-materials	112,572	108,993	3,579
Capital outlay	25,157	25,278	879
Capital outlay-replacement	3,903	3,903	0
Other objects	4,166	4,166	0
TOTAL INSTRUCTIONAL STAFF	3,544,395	3,469,590	74,805
GENERAL ADMINISTRATION:			
Salary-wages	14,400	14,400	0
Employee benefits	1,817	1,817	0
Purchased services	7,000	2,207	4,793
Supply-materials	1,650	1,613	37
Other objects	19,700	19,588	112
TOTAL GENERAL ADMINISTRATION	44,567	39,625	4,942
EXECUTIVE AND SCHOOL ADMINISTRATION:			
Salary-wages	2,031,413	2,031,225	188
Employee benefits	577,554	571,049	6,505
Purchased services	394,356	354,342	40,014
Supply-materials	42,859	41,036	1,821
Capital outlay	10,425	10,000	425
Capital outlay-replacement	2,413	1,063	1,350
Other objects	234	234	0
TOTAL EXECUTIVE AND SCHOOL ADMINISTRATION	3,059,254	3,008,951	50,303
BUSINESS OPERATIONS:			
Salary-wages	457,112	454,169	2,943
Employee benefits	138,032	137,799	233
Purchased services	327,303	317,711	9,592
Supply-materials	31,563	28,674	2,889
Capital outlay	34,146	33,566	580
Capital outlay-replacement	8,316	8,303	13
Other objects	780,430	763,527	16,903
TOTAL BUSINESS OPERATIONS	1,776,902	1,743,749	33,153
OPERATIONS AND MAINTENANCE:			
Salary-wages	2,250,868	2,250,350	518
Employee benefits	686,392	686,231	161
Purchased services	1,615,326	1,364,198	251,128
Supply-materials	427,227	389,723	37,504
Capital outlay	13,671	7,532	6,139
Capital outlay-replacement	9,396	8,514	882
TOTAL OPERATIONS AND MAINTENANCE	\$ 5,002,880	4,706,548	296,332

(Continued)

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
STUDENT TRANSPORTATION:			
Salary-wages	\$ 623,586	622,739	847
Employee benefits	153,425	153,086	339
Purchased services	35,075	35,006	69
Supply-materials	97,898	97,677	221
TOTAL STUDENT TRANSPORTATION	909,984	908,508	1,476
CENTRAL SERVICES:			
Salary-wages	479,084	478,739	345
Employee benefits	120,751	120,706	45
Purchased services	376,422	321,684	54,738
Supply-materials	75,005	67,991	7,014
Capital outlay	275,710	265,839	9,871
Capital outlay-replacement	34,063	33,617	446
Other objects	1,426	1,426	0
TOTAL CENTRAL SERVICES	1,362,461	1,290,002	72,459
EXTRACURRICULAR STUDENT ACTIVITIES:			
Salary-wages	679,575	657,123	22,452
Employee benefits	111,635	111,034	601
Purchased services	33,500	32,500	1,000
Supply-materials	7,000	7,000	0
TOTAL EXTRACURRICULAR STUDENT ACTIVITIES	831,710	807,657	24,053
TOTAL EXPENDITURES	47,379,260	46,615,773	763,487
Excess of revenues over expenditures	5,653,062	6,465,503	812,441
OTHER FINANCING SOURCES (USES):			
Transfers in	8,194	10,068	1,874
Transfers out	(655,517)	(655,517)	0
Advances in	0	168,500	168,500
Advances out	0	(253,379)	(253,379)
Sale of Fixed Assets	20,305	20,305	0
Refund of prior year expenditures	4,745	4,745	0
Refund of prior year receipts	(19,662)	(19,276)	386
TOTAL OTHER FINANCING SOURCES (USES)	(641,935)	(724,554)	(82,619)
Excess of revenues and other financing sources over expenditures and other financing uses	5,011,127	5,740,949	729,822
FUND BALANCES AT BEGINNING OF YEAR	9,316,180	9,316,180	0
FUND BALANCES AT END OF YEAR	\$ 14,327,307	15,057,129	729,822

UPPER ARLINGTON CITY SCHOOLS



UPPER ARLINGTON SCHOOLS

UPPER ARLINGTON, OHIO

Honoring the Past, Creating the Future

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

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

Venture Capital Fund - Grants that are awarded for innovative educational programs as approved by the State Department of Education.

Student Activity Fund - A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

Auxiliary Services Fund - A fund used to account for monies which provide services and materials to pupils attending non-public schools within the school district.

Effective Schools Grant Fund - A fund provided to account for the monies received and expended in accordance with the guidelines for effective schools as established by Ohio Department of Education.

Career Development Fund - A fund provided to account for monies received and expended in conjunction with Vocational Education-Career Development projects funded by the State of Ohio, Ohio Department of Education, Division of Vocational Education.

Local Professional Development Fund - A fund provided to account for receipts and expenditures necessary for providing assistance to local school districts for the development of in-service programs and for the establishment of a local professional development committee.

EMIS Grant Fund - This fund provided to account for the monies received and expended for the implementation of the Educational Management Information System that was required by recent legislation in Ohio

Teacher Entry Program Fund - This program funded by a state grant creating a mentoring program for new teachers in the school district.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Data Communication Program Fund - A fund which accounts for funds used for any expenses associated with the installation and ongoing support of the data communication links connecting public schools to the Data Acquisition Site and the Ohio Education Computer Network.

Textbook Subsidy Fund - A fund provided to account for textbooks, instructional software and instructional materials helpful in the areas of reading, writing, mathematics, science and citizenship.

Miscellaneous State Grants Fund - A fund used to account for various monies received from state agencies which are not classified elsewhere.

Eisenhower Grant Fund - Provision of funds for strengthening instruction in science, mathematics, modern foreign languages English, arts and humanities, reading, history, geography civics, economics, and industrial arts through acquisition of laboratory and other special equipment and materials and through minor remodeling.

Title VI-B Fund - Provision of grants to assist states in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

Carl Perkins Program Fund - Provision of funds to board of education, teacher training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects.

Title VI Fund - To consolidate various programs into a single authorization of grants to States to be used in accordance with the educational needs and priorities of the state and local agencies.

Immigrant Education Fund

This fund addresses the improvement and expansion of services for those children from foreign countries who have been in the United States less than three years.

Drug Free Grant Fund - The District participates with other Franklin County schools in federal funds to prevent drug use by students.

Preschool Disabilities Fund - This fund addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Miscellaneous Federal Grants Fund - This fund is currently used to account for Serve America and EPA grants.

UPPER ARLINGTON CITY SCHOOL DISTRICT
 COMBINING BALANCE SHEET--ALL SPECIAL REVENUE FUNDS
 JUNE 30, 1999

EXHIBIT B-1

	SPECIAL LOCAL	VENTURE CAPITAL	STUDENT ACTIVITY	AUXILIARY SERVICES	EFFECTIVE SCHOOLS GRANT	CAREER DEVELOPMENT
ASSETS:						
Cash and investments	\$ 258,882	1,292	321,816	222,678	1,066	7,760
Receivables-						
Accounts	1,797	0	2,490	0	0	0
Due from other:						
Governments	225	0	0	0	0	6,124
Funds	407	0	871	0	0	0
Inventory	0	0	53,512	0	0	0
TOTAL ASSETS	261,311	1,292	378,689	222,678	1,066	13,884
LIABILITIES:						
Accounts payable	24,155	0	14,595	26,168	0	0
Due to other-						
Funds	176	0	48,371	73,200	0	13,884
Deferred revenue	0	1,234	0	86,118	1,066	0
Accrued wages and benefits	1,038	58	0	37,192	0	0
TOTAL LIABILITIES	25,369	1,292	62,966	222,678	1,066	13,884
FUND EQUITY:						
Fund balances:						
Reserved for encumbrances	37,646	0	25,027	0	0	0
Reserved for inventory	0	0	53,512	0	0	0
Unreserved	198,296	0	237,184	0	0	0
TOTAL FUND EQUITY	235,942	0	315,723	0	0	0
TOTAL LIABILITIES AND FUND EQUITY	\$ 261,311	1,292	378,689	222,678	1,066	13,884

LOCAL PROFESSIONAL DEVELOPMENT	EMIS GRANT	TEACHER ENTRY PROGRAM	DATA COMMUNICATION PROGRAM	TEXTBOOK SUBSIDY	MISCELLANEOUS STATE GRANTS	EISENHOWER GRANT	TITLE VI-B
9,493	4,177	0	15,480	33,092	10,243	12,453	44,530
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	23,353
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>9,493</u>	<u>4,177</u>	<u>0</u>	<u>15,480</u>	<u>33,092</u>	<u>10,243</u>	<u>12,453</u>	<u>67,883</u>
0	0	0	0	8,352	0	0	0
0	0	0	0	0	0	0	46,864
9,493	4,177	0	15,480	24,740	5,188	12,453	0
0	0	0	0	0	5,055	0	21,019
<u>9,493</u>	<u>4,177</u>	<u>0</u>	<u>15,480</u>	<u>33,092</u>	<u>10,243</u>	<u>12,453</u>	<u>67,883</u>
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>9,493</u>	<u>4,177</u>	<u>0</u>	<u>15,480</u>	<u>33,092</u>	<u>10,243</u>	<u>12,453</u>	<u>67,883</u>

	CARL PERKINS PROGRAM	TITLE VI	IMMIGRANT EDUCATION	DRUG FREE GRANT	PRESCHOOL DISABILITIES	MISCELLANEOUS FEDERAL GRANTS	TOTALS
ASSETS:							
Cash and Investments	15,761	8,043	3,856	7,775	0	56,702	1,034,899
Receivables-							
Accounts	0	0	0	0	0	0	4,287
Due from other:							
Governments	1,009	0	0	4,005	0	0	34,716
Funds	0	0	0	0	0	0	1,278
Inventory	0	0	0	0	0	0	53,512
TOTAL ASSETS	16,770	8,043	3,856	11,780	0	56,702	1,128,692
LIABILITIES:							
Accounts payable	3,269	0	2,594	0	0	9,752	88,885
Due to other-							
Funds	13,501	0	0	11,780	0	46,650	254,426
Deferred revenue	0	8,043	1,062	0	0	300	169,354
Accrued wages and benefits	0	0	0	0	0	0	64,362
TOTAL LIABILITIES	16,770	8,043	3,656	11,780	0	56,702	577,027
FUND EQUITY:							
Fund balances:							
Reserved for encumbrances	0	0	0	0	0	0	62,673
Reserved for inventory	0	0	0	0	0	0	53,512
Unreserved	0	0	0	0	0	0	435,480
TOTAL FUND EQUITY	0	0	0	0	0	0	551,665
TOTAL LIABILITIES AND FUND EQUITY	16,770	8,043	3,656	11,780	0	56,702	1,128,692

UPPER ARLINGTON CITY SCHOOLS



UPPER ARLINGTON SCHOOLS

UPPER ARLINGTON, OHIO

Honoring the Past, Creating the Future

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--ALL SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 1999

EXHIBIT B-II

	SPECIAL LOCAL	VENTURE CAPITAL	STUDENT ACTIVITY	AUXILIARY SERVICES	EFFECTIVE SCHOOLS GRANT
REVENUES:					
Intergovernmental:					
Federal sources	\$ 0	0	0	0	0
State sources	0	8,927	0	601,129	10,164
Investment income	0	0	1,263	7,819	0
Tuition and fees	17,575	0	0	0	0
Extracurricular activities	96,733	0	943,751	0	0
Miscellaneous	179,764	0	21,907	100	0
TOTAL REVENUES	294,072	8,927	966,921	609,048	10,164
EXPENDITURES:					
Current:					
Instructional services:					
Regular	100,725	0	0	0	0
Special	0	0	0	0	0
Vocational	0	0	0	0	0
TOTAL INSTRUCTIONAL SERVICES	100,725	0	0	0	0
Support services:					
Pupils	2,738	0	0	0	0
Instructional staff	52,123	8,927	0	0	10,164
Executive and school administration	21,164	0	0	0	0
Operation and maintenance of plant	0	0	0	0	0
Student transportation	0	0	0	0	0
Central services	507	0	0	0	0
TOTAL SUPPORT SERVICES	76,532	8,927	0	0	10,164
Community services	0	0	0	609,048	0
Extracurricular student activities	98,131	0	998,930	0	0
TOTAL EXPENDITURES	275,388	8,927	998,930	609,048	10,164
Excess (deficiency) of revenues over expenditures	18,684	0	(32,009)	0	0
OTHER FINANCING SOURCES (USES):					
Operating transfers in	18,637	0	77,000	0	0
Operating transfers out	(52)	0	0	0	0
TOTAL OTHER FINANCING SOURCES (USES)	18,585	0	77,000	0	0
Excess of revenues and other financing sources over expenditures and other financing uses	37,269	0	44,991	0	0
FUND BALANCES AT BEGINNING OF YEAR	198,673	0	270,732	0	0
Residual equity transfers out	0	0	0	0	0
FUND BALANCES AT END OF YEAR	\$ 235,942	0	315,723	0	0

UPPER ARLINGTON CITY SCHOOL DISTRICT

EXHIBIT B-II, CONTINUED

CAREER DEVELOPMENT	LOCAL PROFESSIONAL DEVELOPMENT	EMIS GRANT	TEACHER ENTRY PROGRAM	DATA COMMUNICATION PROGRAM	TEXTBOOK SUBSIDY	MISCELLANEOUS STATE GRANTS
0	0	0	0	0	0	0
19,228	32,654	15,337	0	6,300	100,785	45,469
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	155	5,250	0	0	0	0
19,228	32,809	20,587	0	6,300	100,785	45,469
0	0	0	0	0	100,785	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	100,785	0
0	0	0	0	0	0	0
19,228	25,119	0	0	0	0	45,454
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	20,587	0	6,300	0	0
19,228	25,119	20,587	0	6,300	0	45,454
0	7,690	0	0	0	0	0
0	0	0	0	0	0	0
19,228	32,809	20,587	0	6,300	100,785	45,454
0	0	0	0	0	0	15
0	0	0	0	0	0	0
0	0	0	0	0	0	(15)
0	0	0	0	0	0	(15)
0	0	0	0	0	0	0
0	0	0	8,142	0	0	0
0	0	0	(8,142)	0	0	0
0	0	0	0	0	0	0

UPPER ARLINGTON CITY SCHOOL DISTRICT EXHIBIT B-II, CONTINUED

	EISENHOWER GRANT	TITLE VI-B	CARL PERKINS PROGRAM	TITLE VI
REVENUES:				
Intergovernmental:				
Federal sources	22,703	231,766	86,829	11,783
State sources	0	0	0	0
Investment income	0	0	0	0
Tuition and fees	0	0	0	0
Extracurricular activities	0	0	0	0
Miscellaneous	0	0	0	0
TOTAL REVENUES	22,703	231,766	86,829	11,783
EXPENDITURES:				
Current:				
Instructional services:				
Regular	0	0	0	9,314
Special	0	60,128	0	2,295
Vocational	0	0	14,762	0
TOTAL INSTRUCTIONAL SERVICES	0	60,128	14,762	11,609
Support services:				
Pupils	0	37,163	69,230	0
Instructional staff	21,300	47,773	1,016	0
Executive and school administration	0	71,421	1,200	0
Operation and maintenance of plant	0	0	0	0
Student transportation	0	0	0	0
Central services	0	0	0	0
TOTAL SUPPORT SERVICES	21,300	156,357	71,446	0
Community services	1,403	15,798	0	174
Extracurricular student activities	0	0	0	0
TOTAL EXPENDITURES	22,703	232,283	86,208	11,783
Excess (deficiency) of revenues over expenditures	0	(517)	621	0
OTHER FINANCING SOURCES (USES):				
Operating transfers in	0	517	0	0
Operating transfers out	0	0	(621)	0
TOTAL OTHER FINANCING SOURCES (USES)	0	517	(621)	0
Deficiency of revenues and other financing sources over expenditures and other financing uses	0	0	0	0
FUND BALANCES AT BEGINNING OF YEAR	0	0	0	0
Residual equity transfers out	0	0	0	0
FUND BALANCES AT END OF YEAR	0	0	0	0

IMMIGRANT EDUCATION	DRUG FREE GRANT	PRESCHOOL DISABILITIES	MISCELLANEOUS FEDERAL GRANTS	TOTALS
2,824	13,303	16,224	133,361	518,793
0	0	0	0	839,993
0	0	0	10	9,092
0	0	0	0	17,575
0	0	0	0	1,040,484
0	0	0	0	207,176
<u>2,824</u>	<u>13,303</u>	<u>16,224</u>	<u>133,371</u>	<u>2,633,113</u>
0	13,303	0	3,054	227,181
2,824	0	0	0	65,247
0	0	0	85,025	99,787
<u>2,824</u>	<u>13,303</u>	<u>0</u>	<u>88,079</u>	<u>392,215</u>
0	0	16,224	0	125,355
0	0	0	40,187	271,291
0	0	0	0	93,785
0	0	0	0	0
0	0	0	5,105	5,105
0	0	0	0	27,394
<u>0</u>	<u>0</u>	<u>16,224</u>	<u>45,292</u>	<u>522,930</u>
0	0	0	0	634,113
0	0	0	0	1,097,061
<u>2,824</u>	<u>13,303</u>	<u>16,224</u>	<u>133,371</u>	<u>2,646,319</u>
0	0	0	0	(13,206)
0	0	0	0	96,154
0	0	0	0	(688)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>95,466</u>
0	0	0	0	82,260
0	0	0	0	477,547
0	0	0	0	(8,142)
0	0	0	0	551,665

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
SPECIAL LOCAL FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT B-III

	SPECIAL LOCAL		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Tuition and fees	\$ 17,575	17,575	0
Extracurricular activities	95,084	95,084	0
Miscellaneous	169,128	180,368	11,240
TOTAL REVENUES	281,787	293,027	11,240
EXPENDITURES:			
REGULAR INSTRUCTION:			
Salary-wages	17,950	17,950	0
Employee benefits	2,729	2,729	0
Purchased services	22,469	11,915	10,554
Supply-materials	68,234	66,307	1,927
TOTAL REGULAR INSTRUCTION	111,382	98,901	12,481
OTHER INSTRUCTION:			
Supply-materials	1,000	0	1,000
TOTAL OTHER INSTRUCTION	1,000	0	1,000
PUPILS:			
Purchased services	3,100	2,959	141
TOTAL PUPILS	3,100	2,959	141
INSTRUCTIONAL STAFF:			
Salary-wages	1,250	1,250	0
Employee benefits	193	193	0
Purchased services	58,359	19,438	38,921
Supply-materials	38,806	27,992	10,814
Capital outlay	253	253	0
TOTAL INSTRUCTIONAL STAFF	98,861	49,126	49,735
EXECUTIVE AND SCHOOL ADMINISTRATION:			
Salary-wages	18,915	18,915	0
Employee benefits	1,557	1,557	0
Capital outlay	775	693	82
TOTAL EXECUTIVE AND SCHOOL ADMINISTRATION	\$ 21,247	21,165	82

(Continued)

	SPECIAL LOCAL		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CENTRAL SERVICES:			
Purchased services	\$ 3,600	3,600	0
Supply-materials	300	257	43
TOTAL CENTRAL SERVICES	<u>3,900</u>	<u>3,857</u>	<u>43</u>
COMMUNITY SERVICES:			
Supply-materials	267	0	267
TOTAL COMMUNITY SERVICES	<u>267</u>	<u>0</u>	<u>267</u>
EXTRACURRICULAR STUDENT ACTIVITIES:			
Salary-wages	1,732	1,732	0
Employee benefits	260	260	0
Supply-materials	159,676	95,714	63,962
TOTAL EXTRACURRICULAR STUDENT ACTIVITIES	<u>161,668</u>	<u>97,706</u>	<u>63,962</u>
BUILDING IMPROVEMENTS:			
Capital Outlay	6,000	5,063	937
TOTAL BUILDING IMPROVEMENTS	<u>6,000</u>	<u>5,063</u>	<u>937</u>
TOTAL EXPENDITURES	<u>407,425</u>	<u>278,777</u>	<u>128,648</u>
Excess (deficiency) of revenues over expenditures	(125,638)	14,250	139,888
OTHER FINANCING SOURCES (USES):			
Transfers in	18,803	18,803	0
Transfers out	(66)	(66)	0
Advances out	(140)	0	140
Refund of prior year expenditures	960	960	0
Refund of prior year receipts	(135)	0	135
TOTAL OTHER FINANCING SOURCES (USES):	<u>19,422</u>	<u>19,697</u>	<u>275</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(106,216)	33,947	140,163
FUND BALANCES AT BEGINNING OF YEAR	<u>168,593</u>	<u>168,593</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 62,377</u>	<u>202,540</u>	<u>140,163</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT EXHIBIT B-III, CONTINUED
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 VENTURE CAPITAL FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

	VENTURE CAPITAL		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 0	0	0
EXPENDITURES:			
INSTRUCTIONAL STAFF:			
Salary-wages	3,250	3,250	0
Employee benefits	211	211	0
Purchased services	3,463	3,463	0
Supply-materials	2,318	1,026	1,292
Capital Outlay	388	388	0
TOTAL INSTRUCTIONAL STAFF	9,630	8,338	1,292
TOTAL EXPENDITURES	9,630	8,338	1,292
Excess (deficiency) of revenues over expenditures	(9,630)	(8,338)	1,292
FUND BALANCES AT BEGINNING OF YEAR	9,630	9,630	0
FUND BALANCES AT END OF YEAR	\$ 0	1,292	1,292

UPPER ARLINGTON CITY SCHOOL DISTRICT EXHIBIT B-III, CONTINUED
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
STUDENT ACTIVITY FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

	STUDENT ACTIVITY		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Investment income	\$ 1,263	1,263	0
Extracurricular activities	997,347	947,888	(49,459)
Miscellaneous	19,361	21,368	2,007
TOTAL REVENUES	<u>1,017,971</u>	<u>970,519</u>	<u>(47,452)</u>
EXPENDITURES:			
EXTRACURRICULAR STUDENT ACTIVITIES:			
Salary-wages	53,930	37,656	16,274
Employee benefits	7,421	5,258	2,163
Purchased services	123,229	88,389	34,840
Supply-materials	960,593	771,605	188,988
Capital outlay	45,073	23,616	21,457
Capital outlay-replacement	75,291	65,275	10,016
Other objects	41,884	34,953	6,931
TOTAL EXTRACURRICULAR STUDENT ACTIVITIES	<u>1,307,421</u>	<u>1,026,752</u>	<u>280,669</u>
TOTAL EXPENDITURES	<u>1,307,421</u>	<u>1,026,752</u>	<u>280,669</u>
Excess (deficiency) of revenues over expenditures	(289,450)	(56,233)	233,217
OTHER FINANCING SOURCES (USES):			
Transfers in	77,000	77,000	0
Transfers out	(1,450)	0	1,450
Advances in	0	48,019	48,019
Advances out	0	(239)	(239)
Refund of prior year expenditures	539	539	0
Refund of prior year receipts	(4,910)	(4,872)	38
TOTAL OTHER FINANCING SOURCES (USES)	<u>71,179</u>	<u>120,447</u>	<u>49,268</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(218,271)	64,214	282,485
FUND BALANCES AT BEGINNING OF YEAR	<u>218,462</u>	<u>218,462</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 191</u>	<u>282,676</u>	<u>282,485</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT EXHIBIT B-III, CONTINUED
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 AUXILIARY SERVICES FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

	AUXILIARY SERVICES		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 645,071	645,071	0
Investment income	7,819	7,819	0
TOTAL REVENUES	<u>652,889</u>	<u>652,889</u>	<u>0</u>
EXPENDITURES:			
COMMUNITY SERVICES:			
Salary-wages	322,905	290,622	32,283
Employee benefits	83,579	73,968	9,611
Purchased services	46,753	35,572	11,181
Supply-materials	206,826	204,540	2,286
Capital outlay	28,984	28,876	108
Capital outlay-replacement	62,700	0	62,700
Other objects	24,301	24,301	0
TOTAL COMMUNITY SERVICES	<u>776,048</u>	<u>657,879</u>	<u>118,169</u>
TOTAL EXPENDITURES	<u>776,048</u>	<u>657,879</u>	<u>118,169</u>
Excess (deficiency) of revenues over expenditures	(123,159)	(4,990)	118,169
OTHER FINANCING SOURCES (USES):			
Transfers in	16,802	17,633	831
Transfers out	(17,633)	(17,633)	0
Advances in	73,200	73,200	0
Refund of prior year expenditures	100	100	0
TOTAL OTHER FINANCING SOURCES (USES)	<u>72,469</u>	<u>73,300</u>	<u>831</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(50,690)	68,310	119,000
FUND BALANCES AT BEGINNING OF YEAR	<u>50,690</u>	<u>50,690</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 0</u>	<u>119,000</u>	<u>119,000</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT EXHIBIT B-III, CONTINUED
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
EFFECTIVE SCHOOLS GRANT FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

	EFFECTIVE SCHOOLS GRANT		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 0	0	0
EXPENDITURES:			
INSTRUCTIONAL STAFF:			
Salary-wages	13,617	13,617	0
Employee benefits	4,120	4,120	0
Purchased services	1,066	0	1,066
TOTAL INSTRUCTIONAL STAFF	18,803	17,737	1,066
TOTAL EXPENDITURES	18,803	17,737	1,066
Excess (deficiency) of revenues over expenditures	(18,803)	(17,737)	1,066
FUND BALANCES AT BEGINNING OF YEAR	18,803	18,803	0
FUND BALANCES AT END OF YEAR	\$ 0	1,066	1,066

UPPER ARLINGTON CITY SCHOOL DISTRICT **EXHIBIT B-III, CONTINUED**
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
CAREER DEVELOPMENT FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

	CAREER DEVELOPMENT		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 92,177	92,177	0
EXPENDITURES:			
INSTRUCTIONAL STAFF:			
Purchased services	9,000	9,000	0
Supply-materials	6,561	6,561	0
TOTAL INSTRUCTIONAL STAFF	15,561	15,561	0
TOTAL EXPENDITURES	15,561	15,561	0
Excess of revenues over expenditures	76,616	76,616	0
OTHER FINANCING SOURCES (USES):			
Advances in	13,884	13,884	0
Advances out	0	(13,500)	(13,500)
Pass through payments	(77,000)	(77,000)	0
TOTAL OTHER FINANCING SOURCES (USES)	(63,116)	(76,616)	(13,500)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	13,500	0	(13,500)
FUND BALANCES AT BEGINNING OF YEAR	0	0	0
FUND BALANCES AT END OF YEAR	\$ 13,500	0	(13,500)

UPPER ARLINGTON CITY SCHOOL DISTRICT **EXHIBIT B-III, CONTINUED**
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
LOCAL PROFESSIONAL DEVELOPMENT FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

	<u>LOCAL PROFESSIONAL DEVELOPMENT</u>		
	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES:			
State sources	\$ 34,917	34,917	0
EXPENDITURES:			
INSTRUCTIONAL STAFF			
Salaries-wages	26,444	21,818	4,626
Employee Benefits	4,058	3,300	758
Purchased services	2,289	1,500	789
Supply-materials	1,820	502	1,318
TOTAL INSTRUCTIONAL STAFF	<u>34,811</u>	<u>27,120</u>	<u>7,491</u>
COMMUNITY SERVICES:			
Purchased services	7,689	7,689	0
TOTAL COMMUNITY SERVICES	<u>7,689</u>	<u>7,689</u>	<u>0</u>
TOTAL EXPENDITURES	<u>42,300</u>	<u>34,809</u>	<u>7,491</u>
Excess (deficiency) of revenues over expenditures	(7,383)	108	7,491
OTHER FINANCING SOURCES:			
Refund of Prior Year Expenditures	155	155	0
TOTAL OTHER FINANCING SOURCES	<u>155</u>	<u>155</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over expenditures	(7,228)	263	7,491
FUND BALANCES AT BEGINNING OF YEAR	<u>7,228</u>	<u>7,228</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 0</u>	<u>7,491</u>	<u>7,491</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT EXHIBIT B-III, CONTINUED
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 EMIS GRANT FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

	EMIS GRANT		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 15,880	15,880	0
EXPENDITURES:			
CENTRAL SERVICES:			
Purchased services	16,246	15,736	510
Supply-materials	2	0	2
Capital Outlay-replacement	5,250	5,250	0
TOTAL CENTRAL SERVICES	21,498	20,986	512
TOTAL EXPENDITURES	21,498	20,986	512
Excess (deficiency) of revenues over expenditures	(5,618)	(5,106)	512
OTHER FINANCING SOURCES:			
Refund of Prior Year Expenditures	5,250	5,250	0
TOTAL OTHER FINANCING SOURCES	5,250	5,250	0
Excess (deficiency) of revenues and other financing sources over expenditures	(368)	144	512
FUND BALANCES AT BEGINNING OF YEAR	3,634	3,634	0
FUND BALANCES AT END OF YEAR	\$ 3,266	3,778	512

UPPER ARLINGTON CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 TEACHER ENTRY PROGRAM FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	TEACHER ENTRY PROGRAM		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 0	0	0
EXPENDITURES:			
INSTRUCTIONAL STAFF:			
Capital Outlay	0	0	0
TOTAL INSTRUCTIONAL STAFF	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL EXPENDITURES	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues over expenditures	0	0	0
OTHER FINANCING USES:			
Transfers out	(8,142)	(8,142)	0
TOTAL OTHER FINANCING USES	<u>(8,142)</u>	<u>(8,142)</u>	<u>0</u>
Excess (deficiency) of revenues over expenditures and other financing uses	(8,142)	(8,142)	0
FUND BALANCES AT BEGINNING OF YEAR	<u>8,142</u>	<u>8,142</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 0</u>	<u>0</u>	<u>0</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
DATA COMMUNICATION PROGRAM FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	DATA COMMUNICATION PROGRAM		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 9,531	9,531	0
EXPENDITURES:			
CENTRAL SERVICES			
Purchased services	21,779	21,779	0
TOTAL CENTRAL SERVICES	21,779	21,779	0
TOTAL EXPENDITURES	21,779	21,779	0
Excess (deficiency) of revenues over expenditures	(12,248)	(12,248)	0
FUND BALANCES AT BEGINNING OF YEAR	12,248	12,248	0
FUND BALANCES AT END OF YEAR	\$ 0	0	0

UPPER ARLINGTON CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 TEXTBOOK SUBSIDY FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	TEXTBOOK SUBSIDY		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 83,585	83,585	0
EXPENDITURES:			
REGULAR INSTRUCTION:			
Supply-materials	84,337	67,144	17,193
TOTAL REGULAR INSTRUCTION	84,337	67,144	17,193
TOTAL EXPENDITURES	84,337	67,144	17,193
Excess (deficiency) of revenues over expenditures	(752)	16,441	17,193
FUND BALANCES AT BEGINNING OF YEAR	756	756	0
FUND BALANCES AT END OF YEAR	\$ 4	17,197	17,193

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
MISCELLANEOUS STATE GRANTS FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	<u>MISCELLANEOUS STATE GRANTS</u>		
	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES:			
State sources	\$ 48,000	48,000	0
EXPENDITURES:			
INSTRUCTIONAL STAFF:			
Salaries-wages	24,431	21,557	2,874
Employee Benefits	6,596	5,059	1,537
Supply-materials	19,615	13,783	5,832
TOTAL INSTRUCTIONAL STAFF	<u>50,642</u>	<u>40,399</u>	<u>10,243</u>
TOTAL EXPENDITURES	<u>50,642</u>	<u>40,399</u>	<u>10,243</u>
Excess of revenues over expenditures	(2,642)	7,601	10,243
OTHER FINANCING USES:			
Transfers out	(15)	(15)	0
TOTAL OTHER FINANCING USES	<u>(15)</u>	<u>(15)</u>	<u>0</u>
Excess(deficiency) of revenues over expenditures and other financing uses	(2,657)	7,586	10,243
FUND BALANCES AT BEGINNING OF YEAR	<u>2,657</u>	<u>2,657</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 0</u>	<u>10,243</u>	<u>10,243</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
EISENHOWER GRANT FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	EISENHOWER GRANT		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 15,368	15,368	0
EXPENDITURES:			
INSTRUCTIONAL STAFF:			
Salaries-wages	9,520	4,520	5,000
Employee benefits	1,741	732	1,009
Purchased services	13,856	10,937	2,919
Supply-materials	7,071	5,947	1,124
TOTAL INSTRUCTIONAL STAFF	32,188	22,136	10,052
COMMUNITY SERVICES			
Capital outlay	1,403	1,403	0
TOTAL COMMUNITY SERVICES	1,403	1,403	0
TOTAL EXPENDITURES	33,591	23,539	10,052
Excess (deficiency) of revenues over expenditures	(18,223)	(8,171)	10,052
OTHER FINANCING SOURCES (USES):			
Transfers in	8,284	8,284	0
Transfers out	(8,284)	(8,284)	0
TOTAL OTHER FINANCING SOURCES (USES)	0	0	0
Deficiency of revenues and other financing sources over expenditures and other financing uses	(18,223)	(8,171)	10,052
FUND BALANCES AT BEGINNING OF YEAR	19,674	19,674	0
FUND BALANCES AT END OF YEAR	\$ 1,451	11,503	10,052

UPPER ARLINGTON CITY SCHOOL DISTRICT EXHIBIT B-III, CONTINUED
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 TITLE VI-B FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

	TITLE VI-B		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 229,588	229,588	0
EXPENDITURES:			
SPECIAL INSTRUCTION:			
Salary-wages	60,328	49,398	10,930
Employee benefits	16,715	13,866	2,849
TOTAL SPECIAL INSTRUCTION	<u>77,043</u>	<u>63,264</u>	<u>13,779</u>
PUPILS:			
Salary-wages	33,017	28,995	4,022
Employee benefits	1,476	2,270	(794)
Purchased services	7,934	7,934	0
TOTAL PUPILS	<u>42,427</u>	<u>-39,199</u>	<u>3,228</u>
INSTRUCTIONAL STAFF:			
Salary-wages	44,715	37,586	7,129
Employee benefits	9,697	8,547	1,150
TOTAL INSTRUCTIONAL STAFF	<u>54,412</u>	<u>46,133</u>	<u>8,279</u>
EXECUTIVE AND SCHOOL ADMINISTRATION:			
Salary-wages	68,268	56,565	11,703
Employee benefits	15,507	13,263	2,244
TOTAL EXECUTIVE AND SCHOOL ADMINISTRATION	<u>83,775</u>	<u>69,828</u>	<u>13,947</u>
COMMUNITY SERVICES:			
Salary-wages	6,516	6,470	46
Employee benefits	843	843	0
Purchased services	8,484	8,484	0
Supply-materials	5,252	0	5,252
TOTAL COMMUNITY SERVICES	<u>21,095</u>	<u>15,797</u>	<u>5,298</u>
TOTAL EXPENDITURES	<u>278,752</u>	<u>234,221</u>	<u>44,531</u>
Excess (deficiency) of revenues over expenditures	(49,164)	(4,633)	44,531
OTHER FINANCING SOURCES (USES):			
Transfers in	517	517	0
Advances in	46,863	46,863	0
Advances out	0	(40,112)	(40,112)
TOTAL OTHER FINANCING SOURCES (USES)	<u>47,380</u>	<u>7,268</u>	<u>(40,112)</u>
Deficiency of revenues and other financing sources over expenditures and other financing uses	(1,784)	2,635	4,419
FUND BALANCES AT BEGINNING OF YEAR	<u>41,895</u>	<u>41,895</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 40,111</u>	<u>44,530</u>	<u>4,419</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT EXHIBIT B-III, CONTINUED
 SCHEDULE OF REVENUES, EXPENDITURES...
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 CARL PERKINS PROGRAM FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

	CARL PERKINS PROGRAM		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 90,550	90,550	0
EXPENDITURES:			
VOCATIONAL INSTRUCTION:			
Salary-wages	12,505	7,618	4,887
Employee benefits	1,937	1,222	715
Purchased services	3,600	3,600	0
Supply-materials	1,599	1,599	0
TOTAL VOCATIONAL INSTRUCTION	19,641	14,039	5,602
PUPILS:			
Salary-wages	38,000	38,000	0
Purchased services	24,666	24,599	67
Supply-materials	6,300	6,175	125
TOTAL PUPILS	68,966	68,774	192
INSTRUCTIONAL STAFF:			
Purchased services	991	991	0
TOTAL INSTRUCTIONAL STAFF	991	991	0
EXECUTIVE AND SCHOOL ADMINISTRATION:			
Salary-wages	1,025	1,025	0
Employee Benefits	175	175	0
TOTAL EXECUTIVE AND SCHOOL ADMINISTRATION	1,200	1,200	0
TOTAL EXPENDITURES	90,798	85,004	5,794
Excess (deficiency) of revenues over expenditures	(248)	5,546	5,794
OTHER FINANCING SOURCES (USES):			
Transfers out	(621)	(621)	0
Advances in	13,501	13,501	0
Advances out	0	(25,437)	(25,437)
TOTAL OTHER FINANCING SOURCES (USES)	12,880	(12,557)	(25,437)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	12,632	(7,011)	(19,643)
FUND BALANCES AT BEGINNING OF YEAR	12,806	12,806	0
FUND BALANCES AT END OF YEAR	\$ 25,438	5,795	(19,643)

UPPER ARLINGTON CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 TITLE VI FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	TITLE VI		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 0	0	0
EXPENDITURES:			
REGULAR INSTRUCTION:			
Salary-wages	6,000	3,908	2,092
Employee benefits	990	547	443
Purchased services	4,248	4,248	0
Supply-materials	106	106	0
TOTAL REGULAR INSTRUCTION	11,344	8,809	2,535
SPECIAL INSTRUCTION:			
Salary-wages	3,000	0	3,000
Employee benefits	300	0	300
Supply-materials	2,095	2,095	0
TOTAL SPECIAL INSTRUCTION	5,395	2,095	3,300
COMMUNITY SERVICES:			
Supply-materials	26	(5)	31
Capital outlay	2,034	(143)	2,177
TOTAL COMMUNITY SERVICES	2,060	(148)	2,208
TOTAL EXPENDITURES	18,799	10,756	8,043
Excess (deficiency) of revenues over expenditures	(18,799)	(10,756)	8,043
OTHER FINANCING SOURCES (USES):			
Transfers in	14,594	14,594	0
Transfers out	(14,594)	(14,594)	0
Refund of prior year receipts	(541)	(541)	0
TOTAL OTHER FINANCING SOURCES (USES)	(541)	(541)	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(19,340)	(11,297)	8,043
FUND BALANCES AT BEGINNING OF YEAR	19,340	19,340	0
FUND BALANCES AT END OF YEAR	\$ 0	8,043	8,043

UPPER ARLINGTON CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 IMMIGRANT EDUCATION FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	IMMIGRANT EDUCATION		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 3,886	3,886	0
EXPENDITURES:			
SPECIAL INSTRUCTION:			
Supply-materials	3,886	3,875	11
TOTAL SPECIAL INSTRUCTION	3,886	3,875	11
TOTAL EXPENDITURES	3,886	3,875	11
Excess of revenues over expenditures	0	11	11
FUND BALANCES AT BEGINNING OF YEAR	0	0	0
FUND BALANCES AT END OF YEAR	\$ 0	11	11

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
DRUG-FREE GRANT FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	DRUG-FREE GRANT		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 11,780	0	11,780
EXPENDITURES:			
REGULAR INSTRUCTION:			
Salary-wages	11,312	8,636	2,676
Employee benefits	1,696	1,247	449
Purchased services	5,100	1,684	3,416
Supply-materials	2,956	1,722	1,234
TOTAL REGULAR INSTRUCTION	<u>21,064</u>	<u>13,289</u>	<u>7,775</u>
TOTAL EXPENDITURES	<u>21,064</u>	<u>13,289</u>	<u>7,775</u>
Excess (deficiency) of revenues over expenditures	(9,284)	(13,289)	19,555
OTHER FINANCING SOURCES			
Advances in	0	11,780	(11,780)
TOTAL OTHER FINANCING SOURCES	<u>0</u>	<u>11,780</u>	<u>(11,780)</u>
Excess (deficiency) of revenues and other financing sources over expenditures	(9,284)	(1,509)	7,775
FUND BALANCES AT BEGINNING OF YEAR	<u>9,284</u>	<u>9,284</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 0</u>	<u>7,775</u>	<u>7,775</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
PRESCHOOL DISABILITIES FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	PRESCHOOL DISABILITIES		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 16,224	16,224	0
EXPENDITURES:			
PUPIL SERVICES:			
Salary-wages	16,224	16,224	0
TOTAL PUPIL SERVICES	16,224	16,224	0
TOTAL EXPENDITURES	16,224	16,224	0
Excess (deficiency) of revenues over expenditures	0	0	0
FUND BALANCES AT BEGINNING OF YEAR	0	0	0
FUND BALANCES AT END OF YEAR	\$ 0	0	0

UPPER ARLINGTON CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 MISCELLANEOUS FEDERAL GRANTS FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

EXHIBIT B-III, CONTINUED

	MISCELLANEOUS FEDERAL GRANTS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 194,461	194,461	0
Investment income	7	11	4
TOTAL REVENUES	<u>194,468</u>	<u>194,472</u>	<u>4</u>
EXPENDITURES:			
REGULAR INSTRUCTION:			
Supply-materials	3,167	3,167	0
TOTAL REGULAR INSTRUCTION	<u>3,167</u>	<u>3,167</u>	<u>0</u>
VOCATIONAL INSTRUCTION:			
Purchased services	109,600	74,022	35,578
Supply-materials	5,251	5,251	0
TOTAL VOCATIONAL INSTRUCTION	<u>114,851</u>	<u>79,273</u>	<u>35,578</u>
INSTRUCTIONAL STAFF:			
Salary-wages	2,500	2,500	0
Purchased services	24,000	24,000	0
Supply-materials	5,000	4,890	110
TOTAL INSTRUCTIONAL STAFF	<u>31,500</u>	<u>31,390</u>	<u>110</u>
STUDENT TRANSPORTATION:			
Purchased Services	5,501	5,501	0
TOTAL STUDENT TRANSPORTATION	<u>5,501</u>	<u>5,501</u>	<u>0</u>
TOTAL EXPENDITURES	<u>155,019</u>	<u>119,331</u>	<u>35,688</u>
Excess of revenues over expenditures	39,449	75,141	35,688
OTHER FINANCING SOURCES (USES)			
Advances in	46,650	46,650	0
Advances out	0	(89,450)	(89,450)
Refund of prior year receipts	(54)	(54)	0
Pass through payments	(37,000)	(37,000)	0
TOTAL OTHER FINANCING SOURCES (USES)	<u>9,596</u>	<u>(79,854)</u>	<u>(89,450)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	49,045	(4,713)	(53,762)
FUND BALANCES AT BEGINNING OF YEAR	<u>40,404</u>	<u>40,404</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 89,449</u>	<u>35,691</u>	<u>(53,762)</u>

See accompanying notes to the general purpose financial statements.

UPPER ARLINGTON CITY SCHOOL DISTRICT

Debt Service Fund

Debt Service Fund is used to account for the accumulation of resources for and the payment of, general short-term and long-term debt principal and interest.

Debt Service Fund - A fund provided for the retirement of serial bonds and short term loans. All revenue derived from general or special levies, either within or exceeding the ten-mill limitation, which is levied for debt charges on bonds or loans shall be paid into this fund.

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMPARATIVE BALANCE SHEETS--DEBT SERVICE
JUNE 30, 1999 AND 1998

EXHIBIT C-I

	<u>1999</u>	<u>1998</u>
ASSETS:		
Cash and investments	\$ 2,043,334	1,428,706
Receivables-		
Taxes	2,801,428	3,424,883
TOTAL ASSETS	<u>4,844,762</u>	<u>4,853,589</u>
LIABILITIES:		
Accounts payable	18,617	40,572
Deferred revenue	2,129,802	2,370,938
TOTAL LIABILITIES	<u>2,148,419</u>	<u>2,411,510</u>
FUND EQUITY:		
Fund balances:		
Reserved for future year's appropriations	1,540,006	1,365,955
Unreserved	1,156,337	1,076,124
TOTAL FUND EQUITY	<u>2,696,343</u>	<u>2,442,079</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$ 4,844,762</u>	 <u>4,853,589</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--DEBT SERVICE
FOR THE YEARS ENDED JUNE 30, 1999 AND 1998

EXHIBIT C-II

	<u>1999</u>	<u>1998</u>
REVENUES:		
Property taxes	\$ 3,946,441	3,719,603
Intergovernmental:		
State sources	468,832	470,417
TOTAL REVENUES	<u>4,415,273</u>	<u>4,190,020</u>
EXPENDITURES:		
Support services:		
Business operations	<u>44,745</u>	<u>76,738</u>
Debt service:		
Principal retirement	1,810,000	1,675,000
Interest and fiscal charges	<u>2,306,264</u>	<u>2,390,699</u>
TOTAL EXPENDITURES	<u>4,161,009</u>	<u>4,142,437</u>
Excess of revenues over expenditures	254,264	47,583
FUND BALANCES AT BEGINNING OF YEAR	<u>2,442,079</u>	<u>2,394,496</u>
FUND BALANCES AT END OF YEAR	<u>\$ 2,696,343</u>	<u>2,442,079</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET
AND ACTUAL--DEBT SERVICE FUND --BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT C-III

	DEBT SERVICE		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Property taxes	\$ 4,507,360	4,507,360	0
State sources	468,832	468,832	0
TOTAL REVENUES	<u>4,976,192</u>	<u>4,976,192</u>	<u>0</u>
EXPENDITURES:			
BUSINESS OPERATIONS:			
Purchased services	1,000	(28)	1,028
Other objects	4,541,264	4,536,564	4,700
Total Business Operations	<u>4,542,264</u>	<u>4,536,536</u>	<u>5,728</u>
TOTAL EXPENDITURES	<u>4,542,264</u>	<u>4,536,536</u>	<u>5,728</u>
Excess of revenues over expenditures	433,928	439,656	5,728
Other Financing Sources:			
Proceeds from Sale of Notes	175,010	175,010	0
Total Other Financing Sources	<u>175,010</u>	<u>175,010</u>	<u>0</u>
Excess of revenues and other financing sources over expenditures	608,938	614,666	5,728
FUND BALANCES AT BEGINNING OF YEAR	<u>1,429,314</u>	<u>1,429,314</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 2,038,252</u>	<u>2,043,980</u>	<u>5,728</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT

Capital Projects Funds

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

Permanent Improvement Fund - A fund provided to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements as authorized by Section 5705, Revised Code.

Building Fund - A fund used to account for the receipts and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest must be paid into this fund. Expenditures recorded here represent the costs for acquiring capital facilities including real property.

Vocational Equipment Fund – A fund used to provide the District equipment for approved vocational education programs.

SchoolNet Plus Fund - A fund used to provide for computer hardware and software in K-4 classrooms in the District.

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET--ALL CAPITAL PROJECTS FUNDS
JUNE 30,1999

EXHIBIT D-I

	PERMANENT IMPROVEMENT	BUILDING	VOCATIONAL SCHOOLNET EQUIPMENT	PLUS	TOTALS
ASSETS:					
Cash and investments	\$ 619,321	1,138	0	203,637	824,096
Cash with fiscal agent	0	12,401	0	0	12,401
Receivables:					
Taxes	0	180,000	0	0	180,000
TOTAL ASSETS	<u>619,321</u>	<u>193,539</u>	<u>0</u>	<u>203,637</u>	<u>1,016,497</u>
LIABILITIES:					
Accounts payable	114,042	12,401	0	0	126,443
Deferred revenue	0	18,000	0	0	18,000
Accrued interest payable	0	2,777	0	0	2,777
General obligation bonds & notes payable	0	175,000	0	0	175,000
TOTAL LIABILITIES	<u>114,042</u>	<u>208,178</u>	<u>0</u>	<u>0</u>	<u>322,220</u>
FUND EQUITY:					
Fund balances:					
Reserved for future year's appropriations	0	162,000		0	162,000
Reserved for encumbrances	258,236	0		21,971	280,207
Unreserved	247,043	(176,639)		181,666	252,070
TOTAL FUND EQUITY	<u>505,279</u>	<u>(14,639)</u>	<u>0</u>	<u>203,637</u>	<u>694,277</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 619,321</u>	<u>193,539</u>	<u>0</u>	<u>203,637</u>	<u>1,016,497</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES--ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 1999

EXHIBIT D-II

REVENUES:	PERMANENT IMPROVEMENT	BUILDING	VOCATIONAL SCHOOLNET EQUIPMENT	PLUS	TOTALS
Property taxes	\$ 0	178,600	0	0	178,600
Intergovernmental-					
State Sources	0	0	1,875	167,117	168,992
Investment income	44,380	281,448	0	800	326,628
Miscellaneous	0	16,982	0	240	17,222
TOTAL REVENUES	44,380	477,030	1,875	168,157	691,442
EXPENDITURES-					
Capital outlay	1,174,140	414,916	0	100,119	1,689,175
Debt service-					
Interest and fiscal charges	0	10,491	0	0	10,491
TOTAL EXPENDITURES	1,174,140	425,407	0	100,119	1,699,666
Excess (deficiency) of revenues over expenditures	(1,129,760)	51,623	1,875	68,038	(1,008,224)
OTHER FINANCING SOURCES (USES):					
Premium and accrued interest on notes	0	10	0	0	10
Operating transfers in	615,000	37,004	0	0	652,004
Operating transfers out	(37,004)	(80,000)	(1,875)	0	(118,879)
TOTAL OTHER FINANCING SOURCES (USES)	577,996	(42,986)	(1,875)	0	533,135
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(551,764)	8,637	0	68,038	(475,089)
FUND BALANCES AT BEGINNING OF YEAR	1,057,043	(23,276)	0	135,599	1,169,366
FUND BALANCES AT END OF YEAR	\$ 505,279	(14,639)	0	203,637	694,277

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
PERMANENT IMPROVEMENT FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT D-III

	PERMANENT IMPROVEMENT		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Investment income	\$ 42,121	44,379	2,258
TOTAL REVENUES	<u>42,121</u>	<u>44,379</u>	<u>2,258</u>
EXPENDITURES:			
BUSINESS OPERATIONS-			
Purchased services	83,680	77,851	5,829
TOTAL BUSINESS OPERATIONS	<u>83,680</u>	<u>77,851</u>	<u>5,829</u>
STUDENT TRANSPORTATION-			
Capital outlay-replacement	45,622	20,585	25,037
TOTAL STUDENT TRANSPORTATION	<u>45,622</u>	<u>20,585</u>	<u>25,037</u>
CENTRAL SERVICES:			
Supply-materials	3,500	3,444	56
Capital outlay	326,500	321,427	5,073
TOTAL CENTRAL SERVICES	<u>330,000</u>	<u>324,871</u>	<u>5,129</u>
FACILITY ACQUISITION AND IMPROVEMENT:			
Purchased services	0	(1,939)	1,939
Capital outlay	1,136	1,136	0
Capital outlay-replacement	505,043	305,211	199,832
TOTAL FACILITY ACQUISITION AND IMPROVEMENT	<u>506,179</u>	<u>304,408</u>	<u>201,771</u>
TOTAL EXPENDITURES	<u>965,481</u>	<u>727,715</u>	<u>237,766</u>
Excess (deficiency) of revenues over expenditures	(923,360)	(683,336)	240,024
OTHER FINANCING SOURCES (USES):			
Transfers in	615,000	615,000	0
Transfers out	(37,031)	(37,004)	27
TOTAL OTHER FINANCING SOURCES(USES)	<u>577,969</u>	<u>577,996</u>	<u>27</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(345,391)	(105,340)	240,051
FUND BALANCES AT BEGINNING OF YEAR	<u>445,838</u>	<u>445,838</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ 100,447</u>	<u>340,498</u>	<u>240,051</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
BUILDING FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT D-III, CONTINUED

	BUILDING		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Investment income	\$ 13,197	13,197	0
TOTAL REVENUES	<u>13,197</u>	<u>13,197</u>	<u>0</u>
EXPENDITURES:			
BUSINESS OPERATIONS:			
Purchased services	(36,737)	63,262	(99,999)
TOTAL BUSINESS OPERATIONS	<u>(36,737)</u>	<u>63,262</u>	<u>(99,999)</u>
CENTRAL SERVICES:			
Supply-materials	0	(79)	79
Capital outlay	1,989	1,586	403
TOTAL CENTRAL SERVICES	<u>1,989</u>	<u>1,507</u>	<u>482</u>
FACILITY ACQUISITION AND IMPROVEMENT:			
Purchased services	40,988	40,988	0
Capital outlay-replacement	277,758	114,328	163,430
TOTAL FACILITY ACQUISITION AND IMPROVEMENT	<u>318,746</u>	<u>155,316</u>	<u>163,430</u>
TOTAL EXPENDITURES	<u>283,998</u>	<u>220,085</u>	<u>63,913</u>
Excess (deficiency) of revenues over expenditures	(270,801)	(206,888)	63,913
OTHER FINANCING SOURCES (USES):			
Transfers in	37,004	37,004	0
Transfers out	(80,000)	(80,000)	0
Refund of Prior Year Expenditures	16,981	16,981	0
TOTAL OTHER FINANCING SOURCES(USES)	<u>(26,015)</u>	<u>(26,015)</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(296,816)	(232,903)	63,913
FUND BALANCES AT BEGINNING OF YEAR	<u>233,395</u>	<u>233,395</u>	<u>0</u>
FUND BALANCES AT END OF YEAR	<u>\$ (63,421)</u>	<u>492</u>	<u>63,913</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
 VOCATIONAL EQUIPMENT FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

EXHIBIT D-III, CONTINUED

	VOCATIONAL EQUIPMENT		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE UNFAVORABLE)
REVENUES:			
State sources	\$ 1,874	1,874	0
TOTAL REVENUES	1,874	1,874	0
 TOTAL EXPENDITURES	 0	 0	 0
Excess of revenues over expenditures	1,874	1,874	0
 OTHER FINANCING USES:			
Transfers out	(1,874)	(1,874)	0
TOTAL OTHER FINANCING USES	(1,874)	(1,874)	0
Excess (deficiency) of revenues over expenditures and other financing uses	0	0	0
 FUND BALANCES AT BEGINNING OF YEAR	 0	 0	 0
 FUND BALANCES AT END OF YEAR	 \$ 0	 0	 0

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL--
SCHOOLNET PLUS FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT D-III, CONTINUED

	SCHOOLNET PLUS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 167,117	167,117	0
Investment income	753	799	46
TOTAL REVENUES	167,870	167,916	46
EXPENDITURES:			
INSTRUCTIONAL STAFF			
Salary-wages	1,000	0	1,000
Employee benefits	165	0	165
Purchased services	2,293	0	2,293
TOTAL INSTRUCTION STAFF	3,458	0	3,458
CENTRAL SERVICES			
Purchased services	165,481	12,280	153,201
Supply-materials	7,202	1,170	6,032
Capital outlay	32,780	16,632	16,148
Capital outlay-replacement	212	212	0
TOTAL CENTRAL SERVICES	205,675	30,294	175,381
TOTAL EXPENDITURES	209,133	30,294	178,839
Excess (deficiency) of revenues over expenditures	(41,263)	137,622	178,885
OTHER FINANCING SOURCES:			
Refund of Prior Year Expenditures	240	240	0
TOTAL OTHER FINANCING SOURCES	240	240	0
Excess (deficiency) of revenues and other financing sources over expenditures	(41,023)	137,862	178,885
FUND BALANCES AT BEGINNING OF YEAR	43,804	43,804	0
FUND BALANCES AT END OF YEAR	\$ 2,781	181,666	178,885

UPPER ARLINGTON CITY SCHOOL DISTRICT

Enterprise Funds

Enterprise Funds are used to account for operations a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body 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 the user's charges; or b) where the governing body has 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.

Food Service Fund - A fund used to record financial transactions related to the District's food service operation.

Uniform School Supply Fund - A rotary fund provided to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the schools of the District. Profit derived from such sale is to be used for school purposes or activities in connection with the school.

Summer Academy Fund - A fund used for the operation of the summer school program that is operated by the Board of Education for the students during the summer. It is the intent of the Board that the cost of providing services to the students will be covered through tuition.

School-Age Childcare Fund - A fund used to account for the operation of school-age childcare program before and after school on days the Board's schools are in session. It is the intent of the Board of Education that the cost of providing services to the public on a continuing basis be covered through tuition.

Upper Arlington Early Childhood Program Fund - A fund used to account for the operation of a child care program that is operated by the Board of Education for the community and staff members. It is the intent of the Board of Education that the cost of providing services to the public on a continuing basis be covered through tuition.

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET--ALL ENTERPRISE FUNDS
JUNE 30, 1999

EXHIBIT E-1

	FOOD SERVICE	UNIFORM SCHOOL SUPPLY	SUMMER ACADEMY	SCHOOL AGE CHILDCARE	UA EARLY CHILDHOOD	TOTALS
ASSETS:						
Cash and investments	\$ 24,924	37,948	53,307	217,964	100,816	434,959
Accounts receivable	13,319	148	644	0	2,113	16,224
Due from other governments	8,003	0	0	0	0	8,003
Inventory	21,328	0	0	0	0	21,328
Property, plant, and equipment, net	0	0	0	15,296	12,504	27,800
TOTAL ASSETS	67,574	38,096	53,951	233,260	115,433	508,314
LIABILITIES:						
Accounts payable	9,277	19,443	2,670	4,209	721	36,320
Deferred revenue	8,006	0	38,186	0	0	46,192
Accrued wages and benefits	43,246	0	33,668	0	44,403	121,317
Compensated absences	52,445	0	0	18,079	36,507	107,031
TOTAL LIABILITIES	112,974	19,443	74,524	22,288	81,631	310,860
FUND EQUITY:						
Retained (deficit) earnings	(45,400)	18,653	(20,573)	210,972	33,802	197,454
TOTAL LIABILITIES AND FUND EQUITY	\$ 67,574	38,096	53,951	233,260	115,433	508,314

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS--ALL ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 1999

EXHIBIT E-II

	FOOD SERVICE	UNIFORM SCHOOL SUPPLY	SUMMER ACADEMY	SCHOOL AGE CHILDCARE	UA EARLY CHILDHOOD	TOTALS
OPERATING REVENUES:						
Memberships and patron fees	\$ 0	99,574	91,159	537,166	875,864	1,603,763
Food service sales	852,250	0	0	0	0	852,250
Other	1,519	0	8,950	299	0	10,768
TOTAL OPERATING REVENUES	853,769	99,574	100,109	537,465	875,864	2,466,781
OPERATING EXPENSES:						
Personnel services	306,278	0	52,587	327,883	650,415	1,337,163
Supplies and materials	497,227	105,315	21,558	73,610	17,821	715,531
Employee benefits	104,473	0	7,964	76,592	153,380	342,409
Purchased services	7,018	0	38,573	26,058	84,676	156,325
Other	1,676	0	0	2,463	19,328	23,467
Depreciation	0	0	0	3,297	4,495	7,792
TOTAL OPERATING EXPENSES	916,672	105,315	120,882	509,903	930,115	2,582,687
OPERATING INCOME (LOSS)	(62,903)	(5,741)	(20,573)	27,562	(54,251)	(115,906)
NONOPERATING REVENUES:						
Federal sources	52,686	0	0	0	0	52,686
State sources	645	0	0	0	0	645
Investment income	642	0	0	0	0	642
TOTAL NONOPERATING REVENUES	53,973	0	0	0	0	53,973
NET INCOME (LOSS) BEFORE TRANSFERS	(8,930)	(5,741)	(20,573)	27,562	(54,251)	(81,933)
Transfers in	25,000	0		0	0	25,000
NET INCOME (LOSS)	16,070	(5,741)	(20,573)	27,562	(54,251)	(36,933)
RETAINED (DEFICIT) EARNINGS AT BEGINNING OF YEAR	(81,470)	24,394	0	183,410	88,053	234,387
RETAINED (DEFICIT) EARNINGS AT END OF YEAR	\$ (45,400)	18,653	(20,573)	210,972	33,802	197,454

UPPER ARLINGTON CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF CASH FLOWS
 --ALL ENTERPRISE FUNDS
 YEAR ENDED JUNE 30, 1999

EXHIBIT E-III

	FOOD SERVICE	UNIFORM SCHOOL SUPPLY	SUMMER ACADEMY	SCHOOL AGE CHILDCARE	UA EARLY CHILDHOOD	TOTALS
CASH FLOWS FROM OPERATING ACTIVITIES:						
Net operating income (loss)	\$ (62,903)	(5,741)	(20,573)	27,562	(54,251)	(115,906)
ADJUSTMENT TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:						
Depreciation	0	0	0	3,297	4,495	7,792
Donated commodities used	26,289	0	0	0	0	26,289
(Increase)/decrease in accounts receivable	(4,058)	271	4,171	11,336	(2,113)	9,607
(Increase)/decrease in inventory	(2,664)	0	0	0	0	(2,664)
Increase/(decrease) in accounts payable	(2,400)	5,610	713	4,157	(146)	7,934
Increase/(decrease) in accrued wages and benefits	1,543	0	(2,881)	(430)	7,667	5,899
Increase/(decrease) in compensated absences	4,079	0	0	(948)	555	3,686
Increase in deferred revenue	0	0	12,876	0	0	12,876
NET ADJUSTMENTS	22,789	5,881	14,879	17,412	10,458	71,419
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(40,114)	140	(5,694)	44,974	(43,793)	(44,487)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Federal sources	27,980	0	0	0	0	27,980
State sources	937	0	0	0	0	937
Operating transfer in	25,000	0	0	0	0	25,000
NET CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	53,917	0	0	0	0	53,917
CASH FLOWS FROM CAPITAL ACTIVITIES:						
Purchase of fixed assets	0	0	0	(13,678)	(5,349)	(19,027)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Investment income	642	0	0	0	0	642
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	14,445	140	(5,694)	31,296	(49,142)	(8,955)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	10,479	37,808	59,001	186,668	149,958	443,914
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 24,924	37,948	53,307	217,964	100,816	434,959
Supplemental Information						
Noncash activities:						
Donated Commodities	26,289	0	0	0	0	26,289

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN RETAINED EARNINGS--BUDGET AND ACTUAL--
FOOD SERVICE FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT E-IV

	FOOD SERVICE		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
OPERATING REVENUES:			
Food service sales	\$ 843,357	848,192	4,835
OPERATING EXPENDITURES:			
Personnel services	300,982	300,982	0
Employee benefits	104,146	104,146	0
Purchased services	7,417	7,060	357
Supplies and materials	486,656	482,455	4,201
Capital outlay	150	150	0
Other	1,676	1,676	0
TOTAL OPERATING EXPENDITURES	901,027	896,469	4,558
OPERATING LOSS	(57,670)	(48,277)	9,393
NON-OPERATING REVENUES:			
Federal sources	33,000	27,979	(5,021)
State sources	800	937	137
Compensation on loss of assets	1,470	1,470	0
Investment income	600	641	41
Refund of prior year expenditures	0	49	49
TOTAL NON-OPERATING REVENUES	35,870	31,076	(4,794)
NET LOSS BEFORE TRANSFERS	(21,800)	(17,201)	4,599
Transfers in	25,000	25,000	0
NET INCOME	3,200	7,799	4,599
RETAINED EARNINGS AT BEGINNING OF YEAR	8,205	8,205	0
RETAINED EARNINGS AT END OF YEAR	\$ 11,405	16,004	4,599

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN RETAINED EARNINGS--BUDGET AND ACTUAL--
UNIFORM SCHOOL SUPPLY FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT E-IV, CONTINUED

	UNIFORM SCHOOL SUPPLY		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
OPERATING REVENUES:			
Memberships and patron fees	\$ 99,845	99,845	0
OPERATING EXPENDITURES:			
Supplies and materials	105,750	105,155	595
TOTAL OPERATING EXPENDITURES	<u>105,750</u>	<u>105,155</u>	<u>595</u>
OPERATING LOSS	(5,905)	(5,310)	595
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>6,176</u>	<u>6,176</u>	<u>0</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 271</u>	<u>866</u>	<u>595</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN RETAINED EARNINGS--BUDGET AND ACTUAL--
SUMMER ACADEMY FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT E-IV, CONTINUED

	SUMMER ACADEMY		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
OPERATING REVENUES:			
Memberships and patron fees	\$ 126,250	110,724	(15,526)
OPERATING EXPENDITURES:			
Personnel services	106,161	55,092	51,069
Employee benefits	17,155	8,339	8,816
Purchased services	42,573	38,573	4,000
Supplies and materials	26,528	21,690	4,838
TOTAL OPERATING EXPENDITURES	<u>192,417</u>	<u>123,694</u>	<u>68,723</u>
OPERATING LOSS	(66,167)	(12,970)	53,197
NON-OPERATING REVENUES(EXPENDITURES):			
Refund of prior year expenditures	8,950	8,950	0
Refund of prior year receipts	(1,675)	(1,675)	0
TOTAL NON-OPERATING REVENUES (EXPENDITURES)	<u>7,275</u>	<u>7,275</u>	<u>0</u>
NET LOSS	(58,892)	(5,695)	53,197
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>59,001</u>	<u>59,001</u>	<u>0</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 109</u>	<u>53,306</u>	<u>53,197</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN RETAINED EARNINGS--BUDGET AND ACTUAL--
 SCHOOL AGE CHILDCARE FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999

EXHIBIT E-IV, CONTINUED

	<u>SCHOOL AGE CHILDCARE</u>		
	<u>REVISED</u>		<u>VARIANCE</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE</u>
			<u>(UNFAVORABLE)</u>
OPERATING REVENUES:			
Memberships and patron fees	\$ 537,977	548,503	10,526
OPERATING EXPENDITURES:			
Personnel services	361,404	328,974	32,430
Employee benefits	82,825	76,879	5,946
Purchased services	29,170	25,899	3,271
Supplies and materials	74,479	61,761	12,718
Capital outlay	21,926	21,869	57
Other	50,000	-	50,000
TOTAL OPERATING EXPENDITURES	<u>619,804</u>	<u>515,382</u>	<u>104,422</u>
OPERATING INCOME (LOSS)	(81,827)	33,121	114,948
NON-OPERATING REVENUES(EXPENDITURES):			
Refund of prior year expenses	299	299	-
Refund of prior year receipts	(1,000)	-	1,000
TOTAL NON-OPERATING REVENUES (EXPENDITURES)	<u>(701)</u>	<u>299</u>	<u>1,000</u>
NET INCOME (LOSS)	(82,528)	33,420	115,948
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>178,563</u>	<u>178,563</u>	<u>-</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 96,035</u>	<u>211,983</u>	<u>115,948</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN RETAINED EARNINGS--BUDGET AND ACTUAL--
UA EARLY CHILDHOOD FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

EXHIBIT E-IV, CONTINUED

	UA EARLY CHILDHOOD		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
OPERATING REVENUES:			
Memberships and patron fees	\$ 866,131	874,521	8,390
OPERATING EXPENDITURES:			
Personnel services	643,532	643,232	300
Employee benefits	152,487	152,340	147
Purchased services	82,024	79,231	2,793
Supplies and materials	17,686	16,777	909
Capital outlay	8,974	7,835	1,139
Other	2,500	1,797	703
TOTAL OPERATING EXPENDITURES	<u>907,203</u>	<u>901,212</u>	<u>5,991</u>
OPERATING LOSS	(41,072)	(26,691)	14,381
NON-OPERATING EXPENDITURES:			
Refund of prior year receipts	(772)	(772)	0
TOTAL NON-OPERATING EXPENDITURES	<u>(772)</u>	<u>(772)</u>	<u>0</u>
NET LOSS BEFORE TRANSFERS	(41,844)	(27,463)	14,381
Transfers out	(18,000)	(18,000)	0
NET LOSS	(59,844)	(45,463)	14,381
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>143,873</u>	<u>143,873</u>	<u>0</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 84,029</u>	<u>98,410</u>	<u>14,381</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT

Fiduciary Fund Type

Trust and Agency Funds

The Trust Fund is used to account for assets held by the school district in a trustee capacity for individuals, private organizations, other governmental and/or other funds.

Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

Section 125 Fund - An agency fund used to account for contributions by employees to a Section 125 plan for dependent child care and unreimbursed medical costs.

Employee Benefits Fund - An agency fund used to receive payments from all other funds for their contributions to the various benefits provided to employees. This agency fund disburses payments to the appropriate vendors when payments are due.

Student Activity Fund - An agency fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer, and faculty advisor.

Deferred Compensation Fund - An agency fund used to account for contributions by employees to a deferred compensation 457 plan. The District has adopted GASB Statement No.32, "Accounting and Financial Reporting for Internal Revenue code Section 457 Deferred Compensation Plans" and has removed these assets from its General Purpose Financial Statements.

UPPER ARLINGTON CITY SCHOOL DISTRICT EXHIBIT F-1
 COMBINING BALANCE SHEET -- TRUST AND AGENCY FUNDS
 JUNE 30, 1999

	EXPENDABLE				TOTALS
	TRUST FUND	SECTION 125	Agency Funds EMPLOYEE BENEFITS	STUDENT ACTIVITY	
ASSETS:					
Cash and investments	\$ 190,253	36,183	827,482	120,596	1,174,514
Receivables:					
Accounts	62	0	0	37	99
TOTAL ASSETS	<u>190,315</u>	<u>36,183</u>	<u>827,482</u>	<u>120,633</u>	<u>1,174,613</u>
LIABILITIES:					
Accounts payable	27	0	0	4,560	4,587
Due to other:					
Funds	231	0	0	0	231
Other	0	36,183	827,482	116,073	979,738
TOTAL LIABILITIES	<u>258</u>	<u>36,183</u>	<u>827,482</u>	<u>120,633</u>	<u>984,556</u>
FUND EQUITY:					
Fund balances:					
Unreserved	190,057	0	0	0	190,057
TOTAL FUND EQUITY	<u>190,057</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>190,057</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 190,315</u>	<u>36,183</u>	<u>827,482</u>	<u>120,633</u>	<u>1,174,613</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES--EXPENDABLE TRUST FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 1999 AND 1998

EXHIBIT F-II

	<u>1999</u>	<u>1998</u>
REVENUES:		
Investment income	\$ 9,354	7,575
Miscellaneous	23,535	36,938
TOTAL REVENUES	32,889	44,513
EXPENDITURES:		
Support Services:		
Business operations	124	1,875
TOTAL SUPPORT SERVICES	124	1,875
Community services	34,389	5,927
Extracurricular student activities	8,012	2,763
TOTAL EXPENDITURES	42,525	10,565
Excess of revenues over expenditures	(9,636)	33,948
FUND BALANCES AT BEGINNING OF YEAR	199,693	165,745
FUND BALANCES AT END OF YEAR	\$ 190,057	199,693

UPPER ARLINGTON CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN ASSETS
 AND LIABILITIES--ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 1999

EXHIBIT F-III

	Section 125			BALANCE June 30, 1999
	BALANCE June 30, 1998	ADDITIONS	DEDUCTIONS	
ASSETS:				
Cash and investments	\$ 12,823	68,457	45,097	36,183
TOTAL ASSETS	<u>12,823</u>	<u>68,457</u>	<u>45,097</u>	<u>36,183</u>
LIABILITIES:				
Due to other:				
Other	12,823	68,457	45,097	36,183
TOTAL LIABILITIES	<u>\$ 12,823</u>	<u>68,457</u>	<u>45,097</u>	<u>36,183</u>

	Employee Benefits			BALANCE June 30, 1999
	BALANCE June 30, 1998	ADDITIONS	DEDUCTIONS	
ASSETS:				
Cash and investments	\$ 810,805	11,003,040	10,986,363	827,482
TOTAL ASSETS	<u>810,805</u>	<u>11,003,040</u>	<u>10,986,363</u>	<u>827,482</u>
LIABILITIES:				
Due to other:				
Other	810,805	11,003,040	10,986,363	827,482
TOTAL LIABILITIES	<u>\$ 810,805</u>	<u>11,003,040</u>	<u>10,986,363</u>	<u>827,482</u>

	Student Activity			BALANCE June 30, 1999
	BALANCE June 30, 1998	ADDITIONS	DEDUCTIONS	
ASSETS:				
Cash and investments	\$ 110,883	217,347	207,634	120,596
Accounts receivable	49	37	49	37
TOTAL ASSETS	<u>110,932</u>	<u>217,384</u>	<u>207,683</u>	<u>120,633</u>
LIABILITIES:				
Accounts payable	6,595	4,560	6,595	4,560
Due to other:				
Funds	279	0	279	0
Other	104,058	12,015	0	116,073
TOTAL LIABILITIES	<u>\$ 110,932</u>	<u>16,575</u>	<u>6,874</u>	<u>120,633</u>

	Deferred Compensation			BALANCE June 30, 1999
	BALANCE June 30, 1998	ADDITIONS	DEDUCTIONS	
ASSETS:				
Cash and investments	\$ 60,098	34,897	94,995	0
TOTAL ASSETS	<u>60,098</u>	<u>34,897</u>	<u>94,995</u>	<u>0</u>
LIABILITIES:				
Due to other:				
Other	60,098	34,897	94,995	0
TOTAL LIABILITIES	<u>\$ 60,098</u>	<u>34,897</u>	<u>94,995</u>	<u>0</u>

	Total Agency Funds			BALANCE June 30, 1999
	BALANCE June 30, 1998	ADDITIONS	DEDUCTIONS	
ASSETS:				
Cash and investments	\$ 994,609	11,323,741	11,334,089	984,261
Accounts receivable	49	37	49	37
TOTAL ASSETS	<u>994,658</u>	<u>11,323,778</u>	<u>11,334,138</u>	<u>984,298</u>
LIABILITIES:				
Accounts payable	6,595	4,560	6,595	4,560
Due to other:				
Funds	279	0	279	0
Other	987,784	11,118,409	11,126,455	979,738
TOTAL LIABILITIES	<u>\$ 994,658</u>	<u>11,122,969</u>	<u>11,133,329</u>	<u>984,298</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT

General Fixed Assets Account Group

General Fixed Assets Account Group - to account for fixed assets other than those accounted for in the proprietary funds.

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS BY SOURCES
AS OF JUNE 30, 1999

EXHIBIT G-I

	<u>June 30, 1999</u>
GENERAL FIXED ASSETS:	
Land	\$ 244,883
Building and improvement	62,111,173
Furniture and fixtures	6,038,258
Vehicles	1,187,927
Construction-in-progress	93,455
TOTAL	\$ 69,675,696
INVESTMENT IN GENERAL FIXED ASSETS BY SOURCE:	
General fund	\$ 5,294,923
Special revenue funds	327,112
Capital projects funds	63,869,871
Donations	183,790
TOTAL INVESTMENTS	\$ 69,675,696

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
AS OF JUNE 30, 1999

EXHIBIT G-II

FUNCTION AND ACTIVITY:	<u>LAND</u>	<u>BUILDING & IMPROVEMENT</u>	<u>FURNITURE & FIXTURES</u>	<u>VEHICLES</u>	<u>CONSTRUCTION- IN-PROGRESS</u>	<u>TOTALS</u>
INSTRUCTIONAL SERVICES:						
Regular	\$ 0	0	1,776,482	0	0	1,776,482
Special	0	0	160,717	0	0	160,717
Vocational	0	0	39,905	0	0	39,905
Continuing	0	0	2,548	0	0	2,548
TOTAL INSTRUCTIONAL	<u>0</u>	<u>0</u>	<u>1,979,652</u>	<u>0</u>	<u>0</u>	<u>1,979,652</u>
SUPPORT SERVICES:						
Pupils	0	0	195,671	0	0	195,671
Instructional staff	0	0	418,251	0	0	418,251
General administration	0	0	159,237	0	0	159,237
School administration	0	0	212,143	0	0	212,143
Business operations	0	17,332	444,403	0	0	461,735
Operation and maintenance	0	0	403,595	125,472	0	529,067
Student transportation	0	228,489	33,404	876,571	0	1,138,464
Central services	235,183	61,834,919	1,986,781	47,590	93,455	64,197,928
TOTAL SUPPORT SERVICES	<u>235,183</u>	<u>62,080,740</u>	<u>3,853,485</u>	<u>1,049,633</u>	<u>93,455</u>	<u>67,312,496</u>
EXTRACURRICULAR ACTIVITIES:	0	0	153,476	138,294	0	291,770
COMMUNITY SERVICES:	<u>9,700</u>	<u>30,433</u>	<u>51,645</u>	<u>0</u>	<u>0</u>	<u>91,778</u>
GRAND TOTALS	<u>\$ 244,883</u>	<u>62,111,173</u>	<u>6,038,258</u>	<u>1,187,927</u>	<u>93,455</u>	<u>69,675,696</u>

UPPER ARLINGTON CITY SCHOOL DISTRICT
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 1999

EXHIBIT G-III

FUNCTION AND ACTIVITY:	GENERAL FIXED ASSETS <u>June 30, 1998</u>	ADDITIONS	DEDUCTIONS	GENERAL FIXED ASSETS <u>June 30, 1999</u>
INSTRUCTIONAL SERVICES:				
Regular	\$ 1,713,876	63,142	536	1,776,482
Special	160,767	0	50	160,717
Vocational	34,171	5,745	11	39,905
Continuing	2,548	0	0	2,548
TOTAL INSTRUCTIONAL	<u>1,911,362</u>	<u>68,887</u>	<u>597</u>	<u>1,979,652</u>
SUPPORT SERVICES:				
Pupils	195,732	0	61	195,671
Instructional staff	410,881	7,499	129	418,251
General administration	159,287	0	50	159,237
School administration	207,262	4,946	65	212,143
Business operations	460,500	1,379	144	461,735
Operation and maintenance	522,295	6,935	163	529,067
Student transportation	1,003,775	173,098	38,409	1,138,464
Central services	63,910,186	333,015	45,273	64,197,928
TOTAL SUPPORT SERVICES	<u>66,869,918</u>	<u>526,872</u>	<u>84,294</u>	<u>67,312,496</u>
EXTRACURRICULAR ACTIVITIES:	277,578	14,279	87	291,770
COMMUNITY SERVICES:	91,807	0	29	91,778
GRAND TOTALS	<u>\$ 69,150,665</u>	<u>610,038</u>	<u>85,007</u>	<u>69,675,696</u>



Statistical Section

STATISTICAL
SECTION

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 1

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
Last Ten Fiscal Years

MODIFIED ACCRUAL BASIS

Fiscal Years	Instructional Services	Support Services	Extra-Curricular	Community Service	Capital Outlay	Debt Service	Total
1990	\$18,582,402	\$11,438,348	\$1,226,095	\$203,070	\$2,551,730	\$604,821	\$34,606,466
1991	19,344,090	11,280,796	1,189,986	290,931	1,531,412	804,299	34,441,514
1992	20,700,692	13,105,414	1,384,976	282,893	2,013,734	686,946	38,174,655
1993	22,326,516	13,671,634	1,520,104	291,359	632,577	894,606	39,336,796
1994	21,446,713	13,200,125	1,394,703	104,562	357,687	951,067	37,454,857
1995	23,078,904	14,975,671	1,641,594	505,343	392,701	805,752	41,399,965
1996	24,105,460	14,910,815	1,699,196	530,418	5,643,175	2,025,376	48,914,440
1997	25,976,569	16,470,651	1,783,093	677,986	27,690,655	3,971,303	76,570,257
1998	27,148,918	17,318,977	1,921,062	618,811	17,574,305	4,235,280	68,817,353
1999	27,869,412	18,086,403	1,905,738	634,113	3,088,906	4,299,738	55,884,310

Notes:

(1) Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

Source:

Office of the Treasurer, Upper Arlington City School District

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 2

GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
Last Ten Fiscal Years

MODIFIED ACCRUAL BASIS

Fiscal Years	Property Taxes	State Sources	Federal Sources	Investment Income	Tuition	Other	Total
1990	\$22,660,332	\$6,237,674	\$352,991	\$822,453	\$434,034	\$917,457	\$31,424,941
1991	26,687,322	6,736,937	366,849	733,006	526,985	1,106,944	36,158,043
1992	27,050,907	6,593,414	467,086	518,653	583,633	1,037,963	36,251,656
1993	26,200,819	6,929,633	532,276	428,383	715,705	1,094,047	35,900,863
1994	31,275,481	7,522,249	532,778	381,659	147,266	1,352,066	41,211,499
1995	32,945,026	8,274,812	550,383	621,345	151,272	1,529,958	44,072,796
1996	35,832,501	8,729,923	533,683	2,029,020	105,252	1,270,903	48,501,282
1997	37,707,363	8,776,732	415,234	2,972,470	69,064	2,026,138	51,967,001
1998	38,291,614	9,224,417	529,414	1,155,359	93,411	2,113,282	51,407,497
1999	44,421,147	9,580,832	618,793	1,212,914	83,631	1,679,988	57,497,305

Notes:

(1) Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

Source: Office of the Treasurer, Upper Arlington City School District

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 3

PROPERTY TAX LEVIES AND COLLECTIONS (1)
Last Ten Fiscal Years

Collection Year	Total Tax Levy	Current Tax Collections	% of Levy Collected	Delq. Tax Collections	Total Tax Collections	% of Tax Collection to Levy
1990	\$25,615,615	\$24,595,681	96.02%	\$855,143	\$25,450,824	99.36%
1991	30,312,648	29,839,746	98.44%	669,038	30,508,784	100.65%
1992	31,598,478	29,943,554	94.76%	521,524	30,465,078	96.41%
1993	30,576,377	30,050,813	98.28%	631,531	30,682,344	100.35%
1994	36,586,566	36,178,493	98.88%	941,618	37,120,111	101.46%
1995	37,064,182	36,675,587	98.95%	599,002	37,274,589	100.57%
1996	41,086,337	40,665,250	98.98%	581,619	41,246,869	100.39%
1997	42,333,511	39,888,670	94.22%	699,486	40,588,156	95.88%
1998	43,503,151	42,863,156	98.53%	2,775,451	45,638,607	104.91%
1999	48,325,396	47,626,216	98.55%	872,645	48,498,861	100.36%

Note:

(1) The information above is for real estate, public utilities and tangible personal property collections and levies.

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

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 4

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

Coll'n Year	Real Estate			Tangible Personal			Public Utility			Total		
	%	Assessed	Estimated	Assessed	Estimated	Assessed	Estimated	Assessed	Estimated	Assessed	Estimated	Assessed
		Value	Value		Value		Value		Value		Value	
1990	35%	\$567,065,190	\$1,620,186,257	\$16,575,805	\$57,157,948	35%	\$26,423,480	\$75,495,657	\$610,064,475	\$1,752,839,862		
1991	35%	696,016,980	1,988,619,943	26,427,661	94,384,504	35%	27,449,320	78,426,629	749,893,961	2,161,431,076		
1992	35%	700,290,070	2,000,830,057	23,344,372	86,460,637	35%	25,367,640	72,478,971	749,002,082	2,159,769,665		
1993	35%	702,956,710	2,008,447,743	24,875,071	95,673,350	35%	26,450,690	75,573,400	754,282,471	2,179,694,493		
1994	35%	813,469,110	2,324,197,457	24,071,766	96,287,064	35%	26,820,200	76,629,143	864,361,076	2,497,113,664		
1995	35%	816,165,720	2,331,902,057	28,017,176	112,068,704	35%	27,274,700	77,927,714	871,457,596	2,521,898,475		
1996	35%	819,994,200	2,342,842,571	32,682,832	130,731,328	35%	25,966,180	74,187,086	878,643,212	2,547,760,985		
1997	35%	934,003,790	2,668,582,257	44,291,489	177,165,956	35%	25,533,310	72,952,314	1,003,828,589	2,918,700,527		
1998	35%	938,255,560	2,680,730,171	48,917,884	195,671,536	35%	25,221,710	72,062,029	1,012,395,154	2,948,463,736		
1999	35%	943,532,430	2,695,806,943	61,425,288	245,701,152	35%	25,036,570	71,533,057	1,029,994,288	3,013,041,152		

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

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 5-A

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Fiscal Years
 City of Upper Arlington
 (Per \$1000 of Assessed Value) (1)

Coll'n Year	Franklin County	Upper Arlington School Dist.	City of Upper Arlington	Upper Arlington Public Library	Full Rate	Residential/Agriculture Effective Rate	Commercial/Industrial Effective Rate
1990	10.82	61.83	6.48	0.00	79.13	55.4149	48.9198
1991	10.54	68.15	6.38	0.00	85.07	52.8162	50.1435
1992	12.42	68.15	6.36	0.00	86.93	54.8280	52.1967
1993	14.87	68.15	6.35	1.00	90.37	59.3064	56.7674
1994	14.57	74.66	6.29	1.00	96.52	58.3695	63.6624
1995	14.57	74.65	6.28	1.00	96.50	58.3029	63.7372
1996	14.82	78.12	6.27	1.00	100.21	62.0725	67.6039
1997	15.12	77.82	6.23	1.00	100.17	56.9406	66.3473
1998	15.22	77.86	6.84	1.00	100.92	58.3340	67.0823
1999	17.54	84.03	6.42	1.00	108.99	66.3262	75.2739

Note:

(1) The Upper Arlington City School District consists of three taxing Districts:

Table 5-A - Upper Arlington City School District-City of Upper Arlington

Table 5-B - Upper Arlington City School District-Perry Township

Table 5-C - Upper Arlington City School District-City of Columbus

Source:

Office of the County Auditor, Franklin County, Ohio

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 5-B

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Fiscal Years
 Perry Township
 (Per \$1000 of Assessed Value) (1)

Coll'n Year	Franklin County	Upper Arlington School Dist.	Perry Township	Columbus Metropolitan Public Library	Full Rate	Residential/Agriculture Effective Rate	Commercial/Industrial Effective Rate
1990	10.82	61.83	20.80	2.20	95.65	68.1841	59.0439
1991	10.54	68.15	20.80	2.20	101.69	63.9676	58.9884
1992	12.42	68.15	23.63	2.20	106.40	68.8301	63.9796
1993	14.87	68.15	23.80	2.20	109.02	71.9142	67.0434
1994	14.57	74.66	23.80	2.20	115.23	69.0344	72.4269
1995	14.57	74.65	23.80	2.20	115.22	69.1750	72.4707
1996	14.82	78.12	23.80	2.20	118.94	72.9615	76.3287
1997	15.12	77.82	23.80	2.20	118.94	66.8927	74.8557
1998	15.22	77.86	23.80	2.20	119.68	67.2250	74.8871
1999	17.54	84.03	23.80	2.20	127.57	76.0168	86.2323

Note:

(1) The Upper Arlington City School District consists of three taxing Districts:

Table 5-A - Upper Arlington City School District-City of Upper Arlington

Table 5-B - Upper Arlington City School District-Perry Township

Table 5-C - Upper Arlington City School District-City of Columbus

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

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 5-C

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Fiscal Years
 City of Columbus
 (Per \$1000 of Assessed Value) (1)

Coll'n Year	Franklin County	Upper Arlington School Dist.	City of Columbus	Columbus Metropolitan Public Library	Full Rate	Residential/ Agriculture Effective Rate	Commercial/ Industrial Effective Rate
1990	10.82	61.83	2.00	2.20	76.85	53.1018	46.6614
1991	10.54	68.15	2.00	2.20	82.89	50.5159	47.9303
1992	12.42	68.15	2.00	2.20	84.77	52.5478	50.0037
1993	14.87	68.15	2.00	2.20	87.22	55.4620	52.8976
1994	14.57	74.66	2.00	2.20	93.43	54.7068	59.8233
1995	14.57	74.65	2.00	2.20	93.42	54.6467	59.9056
1996	14.82	78.12	2.00	2.20	97.14	58.4153	63.7884
1997	15.12	77.82	2.00	2.20	97.14	53.4363	62.5768
1998	15.22	77.86	2.00	2.20	97.28	53.6879	62.6524
1999	17.54	84.03	2.00	2.20	105.77	62.0927	71.2524

Note:

(1) The Upper Arlington City School District consists of three taxing Districts:

- Table 5-A - Upper Arlington City School District-City of Upper Arlington
- Table 5-B - Upper Arlington City School District-Perry Township
- Table 5-C - Upper Arlington City School District-City of Columbus

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

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 6

PRINCIPAL PROPERTY TAXPAYERS

	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
<u>Public Utilities</u>		
1. Columbus Southern Power Company	\$ 11,812,070	1.15%
2. Ohio Bell Telephone Company	9,531,130	0.93%
3. Columbia Gas of Ohio	4,342,040	0.42%
<u>Real Estate</u>		
1. First Community Village Health Center Inc.	6,512,050	0.63%
2. Compuserve Inc.	5,074,970	0.49%
3. UAP-Columbus JV-326132	5,050,700	0.49%
4. RRC Acquisitions Inc.	4,777,530	0.46%
5. The Scioto Country Club Inc.	3,235,680	0.31%
6. New Plan Realty Trust	2,574,660	0.25%
7. Scioto Bay Properties L. P.	2,332,000	0.23%
8. Kimco Development Corp.	2,278,180	0.22%
9. Lazarus Real Estate II Inc.	2,036,960	0.20%
10. Huntington Trust Co NA TR	1,997,400	0.19%
<u>Tangible Personal Property</u>		
1. Compuserve Inc.	25,957,560	2.52%
2. AT & T Systems Leasing Corp.	9,445,090	0.92%
3. I B M Credit Corporation	3,812,100	0.37%
4. Comdisco Inc.	1,953,270	0.19%
5. Time Warner Entertainment Company LP	1,661,670	0.16%
6. Lazarus Inc.	1,321,780	0.13%
7. Robert W. Johnson Inc.	1,247,540	0.12%
8. Lowes Home Centers Inc.	1,021,250	0.10%
9. CBC Companies Inc.	565,950	0.05%
10. Xerox Corporation	537,210	0.05%
ALL OTHERS	<u>920,915,498</u>	<u>89.42%</u>
TOTAL ASSESSED VALUATION	<u>\$ 1,029,894,288</u>	<u>100.00%</u>

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

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 7

COMPUTATION OF LEGAL DEBT MARGIN

June 30, 1999

Total Assessed Valuation (1)	\$ 1,029,994,288
OVERALL DEBT LIMITATION:	
9% of assessed valuation	92,699,486
Gross indebtedness	44,619,366
Less: Debt outside limitations	0
Debt within limitations	44,619,366
Less: Amount available in debt service funds	2,696,343
Net debt within limitation	41,923,023
Legal debt margin within 9% limitation	\$50,776,463
UNVOTED DEBT LIMITATION:	
.1% of assessed valuation	\$1,029,994
Gross indebtedness	340,000
Less: Debt outside limitations	0
Debt within limitations	340,000
Legal debt margin within .1% limitation	689,994

Note:

(1) Assessed valuation from Table 4

Source: Office of the Treasurer, Upper Arlington City School District

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 8

RATIO OF GENERAL DEBT
TO ASSESSED VALUE AND DEBT PER CAPITA (1)
Last Ten Fiscal Years

Fiscal Year	Estimated Population (1)	Assessed Value Real & Personal Property (2)	General Debt (3)	Ratio of General Debt to Assessed Value	General Debt Per Capita
1990	36,250	\$610,064,475	\$5,420,000	.0089	\$150
1991	34,120	749,896,691	5,155,000	.0069	151
1992	34,120	749,002,082	6,120,000	.0082	179
1993	34,120	749,282,471	5,715,000	.0076	167
1994	34,120	864,361,076	6,035,000	.0070	177
1995	34,120	871,457,596	5,600,000	.0064	164
1996	34,120	878,643,212	49,479,366	.0563	1,450
1997	34,120	1,003,828,589	48,104,366	.0479	1,410
1998	34,120	1,012,395,154	46,429,366	.0458	1,361
1999	34,120	1,029,994,288	44,619,366	.0433	1,308

Notes:

- (1) Population estimates for 1990 are from United States Census Bureau. Other estimates are prepared by the City of Upper Arlington.
- (2) Assessed value from Table 4.
- (3) Office of the Treasurer, Upper Arlington City School District

Source: Office of the Treasurer, Upper Arlington City School District

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 9

RATIO OF ANNUAL GENERAL OBLIGATION BOND DEBT SERVICE EXPENDITURES
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES (1)

Last Ten Fiscal Years

Fiscal Years	Principal	Interest	Total	Total General Governmental Expenditures	Ratio of General Obligation Bond Debt Service to Total General Governmental Expenditures
1990	\$150,000	\$389,984	\$539,984	\$34,606,466	.0156
1991	286,620	386,021	672,641	34,441,514	.0195
1992	285,000	400,824	685,824	38,175,655	.0180
1993	412,000	394,135	806,135	39,336,796	.0205
1994	430,000	412,338	842,338	37,454,857	.0225
1995	435,000	370,752	805,752	41,399,965	.0195
1996	520,000	1,468,014	1,988,014	48,914,440	.0406
1997	1,375,000	2,194,220	3,569,220	76,570,257	.0466
1998	1,675,000	2,390,699	4,065,699	68,817,353	.0590
1999	1,810,000	2,306,264	4,116,264	55,884,310	.0736

Note:

(1) General governmental expenditures include all governmental fund types' expenditures.

Source: Office of the Treasurer, Upper Arlington City School District

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 10

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
June 30, 1999

	Assessed Valuation	General Bonded Debt	Percent Overlapping	Applicable to Upper Arlington City School District
Franklin County	\$18,607,705,184	\$163,947,628	5.54%	\$10,190,699
Upper Arlington City School District	1,029,994,288	44,959,366	100.00%	44,959,366
City of Upper Arlington	1,020,497,067	17,809,988	99.83%	17,779,711
City of Columbus	10,798,911,527	405,490,383	0.03%	121,647
Total				\$73,051,423

Source: Office of the County Auditor, Franklin County, Ohio
Fiscal Officers of Subdivisions

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 11

**DEMOGRAPHIC STATISTICS
ENROLLMENT DATA
Last Ten Years**

Year	Elementary Schools Enrollment	Middle Schools Enrollment	High School Enrollment	Total School Enrollment
1990	2,277	1,045	1,517	4,839
1991	2,398	1,076	1,483	4,957
1992	2,510	1,088	1,474	5,072
1993	2,554	1,177	1,510	5,241
1994	2,581	1,269	1,506	5,356
1995	2,583	1,312	1,611	5,506
1996	2,528	1,338	1,687	5,553
1997	2,470	1,336	1,741	5,547
1998	2,420	1,378	1,805	5,603
1999	2,445	1,333	1,833	5,611

Source: Office of Educational Services, Upper Arlington City School District

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 12

PROPERTY VALUE, CONSTRUCTION, AND BANK DEPOSITS
Last Ten Years

Fiscal Year	Residential (1)		Commercial (1)		No. of Permits	Value	No. of Permits	Value	Bank Deposits (2)	Property Value (3)
	No. of Permits	Value	No. of Permits	Value						
1990	398	\$16,652,129	71	\$6,731,871	469	\$23,384,000		\$16,300,000,000	\$1,668,942,429	
1991	374	13,686,112	63	5,243,449	437	18,929,561		17,619,000,000	1,682,045,200	
1992	368	13,642,781	158	8,364,997	524	22,007,758		18,567,000,000	2,059,005,514	
1993	379	15,125,405	74	2,574,175	453	17,699,580		16,698,307,000	2,069,463,657	
1994	437	18,491,005	71	4,741,002	508	23,232,007		18,074,036,000	2,389,489,571	
1995	406	18,259,982	45	3,595,709	451	21,855,691		19,048,525,000	2,474,332,131	
1996	271	10,659,878	64	3,684,361	335	14,344,239		20,065,000,000	2,405,824,229	
1997	275	15,539,650	69	27,766,303	344	43,305,953		20,601,499,000	2,730,287,000	
1998	292	15,318,859	82	12,655,046	374	27,973,905		19,077,211,000	2,741,463,914	
1999	296	13,263,492	76	7,688,901	372	20,952,393		41,599,732,000	2,755,280,657	

Sources:

- (1) City of Upper Arlington, Development Department
- (2) Total deposits of all banks headquartered in Franklin County (includes national and state chartered banks.)
State of Ohio, Department of Commerce, Banks Division
- (3) Office of the County Auditor, Franklin County, Ohio

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 13

COST TO EDUCATE A 1998 GRADUATE

School Year (1)	Grade	Annual Per Pupil Cost (2)
1999	12	9,123
1998	11	9,125
1997	10	8,121
1996	9	7,564
1995	8	6,891
1994	7	6,764
1993	6	6,950
1992	5	6,607
1991	4	6,452
1990	3	6,444
1989	2	6,054
1988	1	5,268
1987	Kindergarten	2,374
Total Cost		\$87,737

Annual cost per pupil is all funds except debt service and capital outlay on a cash basis.

Notes:

- (1) School year is from July 1 through June 30.
- (2) Annual per pupil cost for all years except Kindergarten where amount is one-half annual per pupil cost. These costs are published annually by the State of Ohio, Department of Education.

Source: Office of the Treasurer, Upper Arlington City School District

UPPER ARLINGTON CITY SCHOOL DISTRICT

Table 14

MISCELLANEOUS STATISTICS

Date of Incorporation	1918
Enrollment - October, 1998	5603
Staff - October, 1998	
Certificated	522
Classified	164
Total	<u>686</u>
Buildings	
High School	1
Middle School	2
Elementary School	5
Central Office	1
Operational Services	1
Transportation	1
Burbank	1
Cost Per Pupil - FY99	\$9,123
Valuation Per Pupil	\$179,063

Standardized Test Scores:

American College Test (ACT)

	UA	Ohio	Nation
English	24.0	20.8	20.5
Mathematics	24.5	21.1	20.7
Reading	24.7	21.9	21.4
Science Reasoning	24.0	21.4	21.0

Scholastic Aptitude Test

	UA	Ohio
Verbal	564	505
Mathematics	575	511

National Merit Scholarship Qualifying Test (PSAT/NMSQT)

	UA	Nation
Verbal	51.9	48.7
Mathematics	52.8	49.0
Writing	54.8	49.4

Ohio 9th Grade Proficiency (Percent Passing)

	UA	Ohio
Mathematics	97%	61%
Reading	99%	84%
Citizenship	96%	74%
Writing	99%	86%
Science	96%	69%



Single Audit Section



UPPER ARLINGTON CITY SCHOOL DISTRICT

Two Nationwide Plaza
Columbus, OH 43215

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Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

The Board of Education
Upper Arlington City School District
Upper Arlington, Ohio

and

The Honorable Jim Petro
Auditor of State

We have audited the financial statements of Upper Arlington City School District (the District) as of and for the year ended June 30, 1999, and have issued our report thereon dated November 12, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the District in a separate letter dated November 12, 1999.



UPPER ARLINGTON CITY SCHOOL DISTRICT

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

KPMG LLP

November 12, 1999



UPPER ARLINGTON CITY SCHOOL DISTRICT

Two Nationwide Plaza
Columbus, OH 43215

Telephone 614 249 2300
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Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program, Internal Control Over Compliance in Accordance With OMB Circular A-133 and Schedule of Receipts and Expenditures of Federal Awards

The Board of Education
Upper Arlington City School District
Upper Arlington, Ohio

and

The Honorable Jim Petro
Auditor of State

Compliance

We have audited the compliance of Upper Arlington City School District (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 1999. The 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 District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the 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.



UPPER ARLINGTON CITY SCHOOL DISTRICT

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the District in a separate letter dated November 12, 1999.

Schedule of Receipts and Expenditures of Federal Awards

We have audited the general purpose financial statements of the District as of and for the year ended June 30, 1999, and have issued our report thereon dated November 12, 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 receipts and 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 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 of the District's management, the Ohio Auditor of State, federal awarding and pass-through agencies and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

November 12, 1999

UPPER ARLINGTON CITY SCHOOL DISTRICT

UPPER ARLINGTON CITY SCHOOL DISTRICT

Schedule of Receipts and Expenditures of Federal Awards

For the year ended June 30, 1999

<u>Federal grantor/Pass through grantor/Program title</u>	<u>Federal CFDA number</u>	<u>Agency or pass-through number</u>	<u>Federal Receipts</u>	<u>Federal expenditures</u>
U.S. DEPARTMENT OF AGRICULTURE				
<i>Pass-through State Department of Education—</i>				
National School Lunch Program	10.555	—	\$ 27,980	27,980
<i>Other Federal Assistance—Inkind—</i>				
Food Distribution	10.550	—	26,289	26,289
<i>Subtotal—U.S. Department of Agriculture</i>			54,269	54,269
U.S. DEPARTMENT OF EDUCATION				
<i>Pass-through Columbus City School District:</i>				
Vocational Education Basic Grants to States	84.048	CPII	89,551	82,938
Drug-Free Schools Program	84.186	045138-DR-S1945	—	13,303
<i>Subtotal—Pass-through Columbus City School District</i>			89,551	96,241
<i>Pass-through State Department of Education:</i>				
<i>Special Education—Grants to State—</i>				
Title VI-B	84.027	045138-6B-SF	229,588	234,222
Handicapped Preschool State Grant	84.173	045138-PG-S1	16,224	16,224
<i>Subtotal—Special Education Cluster</i>			245,812	250,446
Character Education	84.215	—	11,667	11,554
Goals 2000	84.276	—	500	—
Immigrant Education	84.162	—	3,886	230
Eisenhower Professional Development State Grants	84.281	—	15,368	22,803
Innovative Education Program Strategy	84.298	045138-C2-S1	(2,966)	6,550
<i>Subtotal—Pass through State Department of Education</i>			274,267	291,583
<i>Subtotal—U.S. Department of Education</i>			560,881	578,803
U.S. DEPARTMENT OF LABOR				
<i>Pass-through State Department of Education:</i>				
School-to-Work Grant	17.249	—	142,794	148,233
COMMISSION ON NATIONAL AND COMMUNITY SERVICES				
<i>Pass-through State Department of Education—</i>				
Serve America Grant	94.004	—	29,946	31,485
TOTAL FEDERAL ASSISTANCE			\$ 590,827	621,811

See accompanying notes to the Schedule of Receipts and Expenditures of Federal Awards.

UPPER ARLINGTON CITY SCHOOL DISTRICT

UPPER ARLINGTON CITY SCHOOL DISTRICT

Notes to Schedule of Receipts and Expenditures of Federal Awards

June 30, 1999

Note A. General

The accompanying Schedule of Receipts and Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Upper Arlington City School District (the District) as the primary government. The District's reporting entity is defined in Note 1 to the District's general purpose financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other governmental agencies are included on the schedule.

Note B. Basis of Accounting

The accompanying Schedule of Receipts and Expenditures of Federal Awards is presented using the cash basis of accounting in which revenues are recognized when received and expenses are recognized when paid.

Note C. Noncash Programs

The District values its noncash program (National School Lunch Program) on the basis of the value of the goods received during the fiscal year.

Note D. Subrecipients

Of the federal expenditures presented in the schedule, the District provided federal awards to subrecipients as follows:

<u>CFDA #</u>	<u>Program Title</u>	<u>Recipient</u>	<u>Expended</u>
17.249	School To Work	Grandview Heights	1,500
17.249	School To Work	Westerville CSD	6,000
17.249	School To Work	Worthington CSD	85,500
84.027	Title VI-B	St. Agatha	9,272
84.281	Eisenhower Development	Wellington	1,403
84.298	Title VI	Wellington	10,508
			<hr/>
			114,183
			<hr/>

UPPER ARLINGTON CITY SCHOOL DISTRICT

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Schedule of Findings and Questioned Costs

For the year ended June 30, 1999

(1) SUMMARY OF AUDITORS' RESULTS

- (a) The type of report issued on the general purpose financial statements: **Unqualified opinion**
- (b) Reportable conditions in internal control were disclosed by the audit of the financial statements: **None reported**
Material weaknesses: **None**
- (c) Noncompliance which is material to the general purpose financial statements: **None**
- (d) Reportable conditions in internal control over major programs: **None reported**
Material weaknesses: **None**
- (e) The type of report issued on compliance for major programs. **Unqualified opinion**
- (f) Any audit findings which are required to be reported under section .510(a) of OMB Circular A-133: **None**
- (g) Major programs: **Special Education Cluster**
- (h) Dollar threshold used to distinguish between Type A and Type B programs: **\$300,000**
- (i) Auditee qualified as a low-risk auditee under section .530 of OMB Circular A-133: **Yes**

(2) FINDINGS RELATING TO THE GENERAL PURPOSE FINANCIAL STATEMENTS REPORTED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS:

None

(3) FINDINGS AND QUESTIONED COSTS RELATING TO FEDERAL AWARDS:

None



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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UPPER ARLINGTON CITY SCHOOL DISTRICT
FRANKLIN 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

Clerk of the Bureau

Date: _____

JAN 18 2000