

CLARK STATE COMMUNITY COLLEGE

Financial Statements

June 30, 2001 and 2000

with

Independent Auditors' Report



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

35 North Fourth Street, 1st Floor
Columbus, Ohio 43215
Telephone 614-466-4514
800-282-0370
Facsimile 614-728-7398

Board of Trustees
Clark State Community College

We have reviewed the Independent Auditor's Report of the Clark State Community College, Clark County, prepared by Clark, Schaefer, Hackett & Co., for the audit period July 1, 2000 to June 30, 2001. 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 Clark State Community College is responsible for compliance with these laws and regulations.

JIM PETRO
Auditor of State

November 15, 2001

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CLARK STATE COMMUNITY COLLEGE

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Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

Independent Auditors' Report

Board of Trustees
Clark State Community College

We have audited the accompanying general purpose financial statements of Clark State Community College, a component unit of the State of Ohio, as of and for the years ended June 30, 2001 and 2000, as listed in the table of contents. These general purpose financial statements are the responsibility of Clark State Community College's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide 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 Clark State Community College, as of June 30, 2001 and 2000, and the changes in fund balances and current funds revenues, expenditures, and other changes for the years then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 13, 2001 on our consideration of Clark State Community College's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of Clark State Community College taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects, in relation to the general purpose financial statements taken as a whole.


Springfield, Ohio
September 13, 2001

CLARK STATE COMMUNITY COLLEGE

Balance Sheets

June 30, 2001 and 2000

	<u>Assets</u>	
	2001	2000
Current funds:		
Unrestricted:		
Educational and general:		
Cash	\$ 235,367	1,182,822
Investments	2,786,029	1,026,661
Accounts receivable, less allowance for uncollectible accounts of \$151,061 and \$160,124 for 2001 and 2000	725,488	762,489
Prepaid expenses	413,280	315,568
Due from restricted fund	187,825	338,732
Total educational and general	4,347,989	3,626,272
Auxiliary enterprises:		
Cash	626,633	545,877
Inventories, at cost	178,638	176,874
Prepaid expenses	28,215	29,108
Total auxiliary enterprises	833,486	751,859
Total unrestricted	5,181,475	4,378,131
Restricted:		
Accounts receivable	801,171	873,031
Prepaid expenses	164,959	112,666
Total restricted	966,130	985,697
Total current funds	\$ 6,147,605	5,363,828

See accompanying notes to the financial statements.

Liabilities and Fund Balances

	<u>2001</u>	<u>2000</u>
Current funds:		
Unrestricted:		
Educational and general:		
Accounts payable	\$ 508,987	450,008
Accrued liabilities	674,594	624,693
Unclaimed funds	23,410	20,412
Deferred credits	573,593	567,644
Fund balance - allocated	1,632,291	1,308,550
Fund balance - unallocated	<u>935,114</u>	<u>654,965</u>
Total educational and general	<u>4,347,989</u>	<u>3,626,272</u>
Auxiliary enterprises:		
Accrued liabilities	9,185	13,585
Fund balance - unallocated	<u>824,301</u>	<u>738,274</u>
Total auxiliary enterprises	<u>833,486</u>	<u>751,859</u>
Total unrestricted	<u>5,181,475</u>	<u>4,378,131</u>
Restricted:		
Accounts payable	63,673	65,187
Accrued liabilities	10,795	9,462
Due to education and general fund	187,825	338,732
Fund balance	<u>703,837</u>	<u>572,316</u>
Total restricted	<u>966,130</u>	<u>985,697</u>
Total current funds	<u>\$ 6,147,605</u>	<u>5,363,828</u>

CLARK STATE COMMUNITY COLLEGE

Balance Sheets (Continued)

June 30, 2001 and 2000

	<u>Assets</u>	
	2001	2000
Agency funds:		
Cash	\$ 215,030	237,220
Accounts receivable	167,832	97,113
Prepaid expenses	<u>76,330</u>	<u>56,567</u>
Total agency funds	\$ <u>459,192</u>	<u>390,900</u>
Loan funds:		
Cash	\$ 23,098	24,904
Accounts receivable	<u>31,902</u>	<u>30,096</u>
Total loan funds	\$ <u>55,000</u>	<u>55,000</u>
Endowment and similar funds:		
Cash	\$ 1,584,159	399,726
Investments	<u>-</u>	<u>1,249,148</u>
Total endowment and similar funds	\$ <u>1,584,159</u>	<u>1,648,874</u>
Plant funds:		
Unexpended:		
Cash	\$ <u>60,487</u>	<u>4,487</u>
Total unexpended	<u>60,487</u>	<u>4,487</u>
Investment in plant:		
Land	1,195,735	1,086,131
Improvements other than buildings	2,696,593	2,696,593
Buildings	31,476,925	31,476,925
Moveable equipment	7,094,488	6,873,020
Library books	704,757	687,536
Construction in progress	<u>297,053</u>	<u>42,816</u>
Total investment in plant	<u>43,465,551</u>	<u>42,863,021</u>
Total plant funds	\$ <u>43,526,038</u>	<u>42,867,508</u>

See accompanying notes to the financial statements.

Liabilities and Fund Balances

	<u>2001</u>	<u>2000</u>
Agency funds:		
Accounts payable	\$ 1,980	1,546
Accrued liabilities	19,057	14,788
Deposits held in custody for others	<u>438,155</u>	<u>374,566</u>
Total agency funds	\$ <u>459,192</u>	<u>390,900</u>
Loan funds:		
Fund balance	\$ <u>55,000</u>	<u>55,000</u>
Total loan funds	\$ <u>55,000</u>	<u>55,000</u>
Endowment and similar funds:		
Fund balance	\$ <u>1,584,159</u>	<u>1,648,874</u>
Total endowment and similar funds	\$ <u>1,584,159</u>	<u>1,648,874</u>
Plant funds:		
Unexpended:		
Fund balance	\$ <u>60,487</u>	<u>4,487</u>
Total unexpended	<u>60,487</u>	<u>4,487</u>
Investment in plant:		
Note payable	47,234	68,172
Fund balance	<u>43,418,317</u>	<u>42,794,849</u>
Total investment in plant	<u>43,465,551</u>	<u>42,863,021</u>
Total plant funds	\$ <u>43,526,038</u>	<u>42,867,508</u>

CLARK STATE COMMUNITY COLLEGE

Statement of Changes in Fund Balances

Year Ended June 30, 2001

	Current Funds		
	Unrestricted		Restricted
	Educational and General	Auxiliary Enterprises	Educational and General
Revenues and other additions:			
Unrestricted current fund revenues	\$ 13,148,545	2,371,853	-
State appropriations - restricted	-	-	450,516
Federal grants and contracts - restricted	-	-	2,446,967
State grants and contracts - restricted	-	-	548,371
Local grants and contracts - restricted	-	-	606,304
Private gifts, grants and contracts - restricted	-	-	218,129
Investment income - restricted	-	-	-
Expended for plant facilities	-	-	-
Retirement of indebtedness	-	-	-
Total revenues and other additions	<u>13,148,545</u>	<u>2,371,853</u>	<u>4,270,287</u>
Expenditures and other deductions:			
Educational and general expenditures	12,488,177	-	4,138,766
Auxiliary enterprises expenditures	-	2,249,835	-
Expended for plant facilities	-	-	-
Interest and service charges	-	-	-
Disposal of plant facilities	-	-	-
Total expenditures and other deductions	<u>12,488,177</u>	<u>2,249,835</u>	<u>4,138,766</u>
Other transfers and additions/(deductions):			
Non-mandatory:			
Current allocated fund balance adjustment	(323,741)	-	-
Unrestricted E & G to Unexpended Plant Fund	<u>(56,000)</u>	<u>-</u>	<u>-</u>
Total other transfers and additions/(deductions)	<u>(379,741)</u>	<u>-</u>	<u>-</u>
Fund balance adjustment	<u>(478)</u>	<u>(35,991)</u>	<u>-</u>
Net increase/(decrease) for the year	280,149	86,027	131,521
Fund balance, beginning of year	<u>654,965</u>	<u>738,274</u>	<u>572,316</u>
Fund balance, end of year	\$ <u>935,114</u>	<u>824,301</u>	<u>703,837</u>

See accompanying notes to the financial statements.

Plant Funds

<u>Loan Funds</u>	<u>Endowment and Similar Funds</u>	<u>Unexpended</u>	<u>Investment in Plant</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	92,522	-	-
-	-	-	1,091,503
-	-	-	23,967
-	<u>92,522</u>	<u>-</u>	<u>1,115,470</u>
-	157,237	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	488,973
-	<u>157,237</u>	<u>-</u>	<u>488,973</u>
-	-	-	-
-	-	56,000	-
-	-	<u>56,000</u>	-
-	-	-	<u>377,533</u>
-	(64,715)	56,000	1,004,030
<u>55,000</u>	<u>1,648,874</u>	<u>4,487</u>	<u>42,414,287</u>
<u>55,000</u>	<u>1,584,159</u>	<u>60,487</u>	<u>43,418,317</u>

CLARK STATE COMMUNITY COLLEGE
 Statements of Current Funds Revenues, Expenditures, and Other Changes
 Years Ended June 30, 2001 and 2000

	Unrestricted		
	Educational and General	Auxiliary Enterprises	Total Unrestricted
Revenues:			
Tuition and fees, and other student charges	\$ 5,062,754	962,456	6,025,210
State appropriations	7,074,108	-	7,074,108
Federal grants and contracts	-	-	-
State grants and contracts	6,157	18,979	25,136
Local grants and contracts	-	-	-
Private gifts, grants, and contracts	-	-	-
Sales and services of auxiliary enterprises	-	1,390,418	1,390,418
Other sources	<u>1,005,526</u>	<u>-</u>	<u>1,005,526</u>
Total current revenues	<u>13,148,545</u>	<u>2,371,853</u>	<u>15,520,398</u>
Expenditures and mandatory transfers:			
Educational and general:			
Instruction and departmental research	4,381,521	-	4,381,521
Public service	1,010,575	-	1,010,575
Academic support	676,990	-	676,990
Student services	1,406,064	-	1,406,064
Institutional support	2,901,414	-	2,901,414
Operation and maintenance of plant	1,927,308	-	1,927,308
Scholarships and fellowships	184,305	-	184,305
Total educational and general expenditures	<u>12,488,177</u>	<u>-</u>	<u>12,488,177</u>
Auxiliary enterprises:			
Expenditures	<u>-</u>	<u>2,249,835</u>	<u>2,249,835</u>
Total auxiliary enterprises	<u>-</u>	<u>2,249,835</u>	<u>2,249,835</u>
Total expenditures and mandatory transfers	<u>12,488,177</u>	<u>2,249,835</u>	<u>14,738,012</u>
Other transfers and additions/(deductions):			
Current allocated fund balance adjustment	(323,741)	-	(323,741)
Excess of restricted receipts over transfers to revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total other transfers and additions/(deductions)	<u>(323,741)</u>	<u>-</u>	<u>(323,741)</u>
Net increase (decrease) in fund balances	\$ <u>336,627</u>	<u>122,018</u>	<u>458,645</u>

See accompanying notes to the financial statements.

<u>Restricted</u> <u>Educational</u> <u>and</u> <u>General</u>	<u>(Memorandum</u> <u>Only)</u>	
	<u>2001</u> <u>Total Current</u> <u>Funds</u>	<u>2000</u> <u>Total Current</u> <u>Funds</u>
-	6,025,210	5,709,149
450,516	7,524,624	6,949,625
2,446,967	2,446,967	2,189,929
548,371	573,507	403,025
606,304	606,304	359,344
218,129	218,129	113,446
-	1,390,418	1,207,027
-	1,005,526	823,228
<u>4,270,287</u>	<u>19,790,685</u>	<u>17,754,773</u>
654,909	5,036,430	4,588,340
1,479,989	2,490,564	2,172,594
20,426	697,416	418,878
112,441	1,518,505	1,376,552
31,898	2,933,312	2,842,618
32,088	1,959,396	1,801,545
1,807,015	1,991,320	1,860,111
<u>4,138,766</u>	<u>16,626,943</u>	<u>15,060,638</u>
-	2,249,835	1,939,035
-	2,249,835	1,939,035
<u>4,138,766</u>	<u>18,876,778</u>	<u>16,999,673</u>
-	(323,741)	(600,743)
-	-	572,316
-	(323,741)	(28,427)
<u>131,521</u>	<u>590,166</u>	<u>726,673</u>

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

1. Summary of Significant Accounting Principles:

A. Description of Entity:

Clark State Community College (CSCC) is a public, two-year institution of higher education. The Ohio Board of Regents chartered CSCC as Clark Technical College (CTC) in 1966. On June 17, 1988, in accordance with the provisions of Chapter 3358 of the Ohio Revised Code, the Ohio Board of Regents granted to the Board of Trustees of CTC the right and privilege to create, establish and operate as Clark State Community College. The College curriculum includes agriculture, arts, business, health, sciences and public service technologies, as well as engineering technologies. Educational processes are conducted at four buildings on the main campus, a downtown center, which houses the business technologies, and a performing arts center. Clark State Community College is governed by a nine member Board of Trustees, appointed by the Governor of the State of Ohio. Clark State Community College is a component unit of the State of Ohio.

B. Accrual and Fund Accounting:

The general purpose financial statements of Clark State Community College have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America of fund accounting for educational institutions, except for the use of encumbrance accounting for material and services. Under this method, resources for various purposes are classified into funds in accordance with specific activities or objectives with separate accounts maintained for each fund. For reporting purposes, funds with similar characteristics are combined into fund groups, and financial transactions are recorded and reported by such fund groups.

Funds provided by outside sources for specific purposes are reported as restricted funds and may only be used for the purposes intended. Unrestricted fund balances may be internally designated by the Board of Trustees for specific purposes and are reported as allocated funds.

Generally, unrestricted and internally designated funds are accounted for initially in the unrestricted current fund group and then in the group designated by the Board of Trustees.

Current funds

Unrestricted - The unrestricted fund is used to account for transactions related to the primary and supporting missions of an educational institution. Assets of the unrestricted fund include all resources that are not restricted to use by either a donor or an external agency.

Current funds used for the replacement of moveable equipment, library books and furniture are recorded as expenditures; non-mandatory transfers as approved by the Board of Trustees include funds to be expended for capital projects and certain other items.

The current fund group includes those economic resources of a college which are expendable for the purpose of performing the primary missions of instruction, research, and public

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

service and which are not restricted by external sources or designated by the governing board for other than operating purposes.

Auxiliary funds - An auxiliary enterprise is an accounting entity within the current unrestricted fund conducted primarily to provide goods, facilities and services to and generate revenue from students, faculty, staff and, to a lesser extent, the general public. The distinguishing characteristic of an auxiliary enterprise is that it is managed as, and intended to be, a self-supporting activity.

Restricted - The restricted fund accounts for resources that are available to finance current operations of the College but whose use has been restricted to some designated activity by donors and other external agencies.

Agency funds

The agency fund group consists of funds held by the college as fiscal agent for the benefit of the students attending the college. Transactions of the agency funds are not transactions of unrestricted or restricted current funds. Assets of the agency funds are accounts receivable, cash and prepaid expenses. Liabilities of agency funds include accounts payable and balances representing the net assets owing to the individual or organization for which the institution is acting as custodian.

Loan funds

This fund accounts for interest-free loans made to employees of the College for the purchase of computers for personal use.

Endowment and similar funds

Endowment funds are those for which donors or other external agencies have stipulated, under the terms of the gift instrument creating the fund, that the principal of the fund is not expendable.

Plant funds

The plant fund group is used to account for (1) unexpended plant funds to be used for the acquisition of long-lived assets for institutional purposes, (2) funds set aside for the renewal and replacement of institutional properties, (3) funds set aside for debt service charges and retirement of indebtedness on institutional plant, and (4) the cost of long-lived assets (other than those of endowment and similar funds) and the sources from which the cost is funded, including associated liabilities.

C. Estimates:

The preparation of 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 and disclosure of contingent assets and liabilities at the date of

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

D. Pooled Cash and Investments:

Clark State Community College maintains a cash and investment pool used by all funds. Each fund's portion of this pool is displayed on the "Balance Sheet."

Investment procedures are restricted by the provision of the Revised Code. Purchased investments are valued at cost, which approximates market, and are neither charged when purchased nor credited at the time of redemption to their respective fund balances. Interest earned is recognized and recorded when received.

Legal requirements - Statutes require the classification of monies held by Clark State Community College into three categories. Category 1 consists of "active" monies, those monies required to be kept in a "cash" or "near cash" status for immediate use by the College. Such monies must be maintained either as cash in the College treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" monies, those monies not required for use within the current two-year period of designation of depositories. Inactive monies may be deposited or invested only as certificates of deposits maturing not later than the end of the current period of designation of depositories. Category 3 consists of "interim" monies, those monies which are not needed for immediate use, but which will be needed before the end of the current period of depositories. Interim monies may be invested or deposited in the following securities:

1. Bonds, notes, debentures, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest;
2. Bonds, notes debentures, or other obligations or securities issued by any federal government agency, or by the Export-Import Bank of Washington;
3. Repurchase agreements in the securities enumerated above;
4. Interim deposits in the eligible institutions applying for interim monies;
5. Bonds and other obligations of the State of Ohio; and
6. The State Treasurer's investment pool (STAR Ohio).

Notwithstanding the foregoing requirements, Clark State Community College may invest any monies not required to be used for a period of six months in the following classes of investments:

1. Bonds or other obligations of the United States, or those for which the faith of the United States is pledged for the payment of principal and interest;
2. Discount notes of the federal national mortgage association;
3. Bonds issued by the home owner's loan corporation;
4. Bonds of the State of Ohio; and
5. Bonds of any municipal corporation, village, county, township, or other political subdivision of this state, as to which there is no default of principal, interest, or coupons.

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

E. Property, Plant and Equipment:

Property, plant and equipment are recorded at cost or, if acquired by gift, at fair market value at the date of the gift. In the absence of historical cost records, equipment is recorded at the current cost of replacement as of that date, based on an inventory and appraisal of the equipment by an independent appraisal firm.

Subsequent additions are recorded at cost. When assets are sold or otherwise disposed of, the net investment in the plant fund is reduced accordingly. The College follows the general educational institution practice of not providing for depreciation.

Investment in Plant subgroup is not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in current funds, and related assets are reported in the Plant Fund investment in plant subgroup. All purchased fixed assets are valued at cost. Donated fixed assets are valued at their estimated fair market value on date received. Assets in the plant fund are not depreciated.

F. Financial Statements:

The statement of current funds revenues, expenditures and other changes is a statement of financial activity of current funds related to the current reporting period. This statement is presented in two sections to separately account for unrestricted funds, over which the Board of Trustees has full control as to use in achieving any of its institutional purposes, in contrast to restricted funds, whose use is limited to specified activities or objectives. Unrestricted revenues reported in this statement represent funds available for current operating needs. Certain other current fund expendable resources received during the year will be reported as revenues as expended in future periods in accordance with their terms.

G. Memorandum Only - Total Columns:

Total columns on the general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Fiscal year 2000 totals have also been included to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. State Support:

The College is a state-assisted institution of higher education, which receives a student-based subsidy, determined annually using a formula devised by the Ohio Board of Regents.

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

In addition to the student subsidies, the State of Ohio provides the funding for construction of major plant facilities on the College campus. The funding is obtained from the issuance of revenue bonds by the Ohio Public Facilities Commission (OPFC), which in turn causes the construction and subsequent lease of the facility by the Ohio Board of Regents. Upon completion of a facility, the Board of Regents turns over control to the College, which capitalizes the cost.

Neither the obligation for the revenue bonds issued by the OPFC nor the annual debt service charges for principal and interest on the bonds are reflected in the College's financial statements. Currently, these are being funded through appropriations to the Board of Regents by the Ohio General Assembly.

The facilities are not pledged as collateral for the revenue bonds. Instead the bonds are supported by a pledge of monies in the Higher Education Bond Service Fund established in the custody of the Treasurer of State. If sufficient monies are not available from this fund, a pledge exists to assess a special student fee uniformly applicable to students in state-assisted institutions of higher education.

3. Deposits:

At year-end, the carrying amount of Clark State Community College's cash and deposits was \$186,988 and the bank balance was \$542,619. Of the bank balance:

1. \$289,368 was covered by federal depository insurance, or by collateral held by a qualified third party trustee in the name of the College.
2. \$253,251 was covered by collateral held by third party trustees pursuant to Section 135.181, Revised Code, in collateral pools securing all public funds on deposit with specific depository institutions.

Investments - The College's investments are categorized below to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the College.

Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the College's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer or by its trust department but not in the College's name.

	Category <u>1</u>	Category <u>2</u>	Category <u>3</u>	Carrying Value	Market Value
Certificates of Deposit	2,786,029	-	-	2,786,029	2,786,029
Equity Securities	-			-	-
Investment in State Treasurer's Investment Pool	-	-	-	2,557,786	2,508,425
	<u>2,786,029</u>	<u>-</u>	<u>-</u>	<u>5,343,815</u>	<u>5,343,815</u>

A reconciliation between the classifications of cash and investments on the combined financial statements and classifications per GASB #3 is as follows:

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

Cash and Cash Equivalents

	<u>Deposits</u>	<u>Investments</u>
Amounts per financial statements	\$ 2,744,774	2,786,029
Investments: STAR Ohio	<u>(2,557,786)</u>	<u>2,557,786</u>
GASB Statement #3	\$ <u>186,988</u>	<u>5,343,815</u>

4. Fund Balance Adjustments:

The fund balance adjustments are attributable to minor prior year adjustments. Also, construction in progress and moveable equipment were increased in this line item.

5. Defined Benefit Pension Plans:

A. School Employees Retirement System

Plan Description: Clark State Community College contributes to the School Employees Retirement System of Ohio (SERS), a cost sharing multiple-employer defined pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. The School Employees Retirement System issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to SERS, 45 North Fourth Street, Columbus, Ohio 43215-3684 or by calling (614) 222-5853.

Funding Policy: Plan members are required to contribute 9% of their annual covered salary and Clark State Community College is required to contribute at an actuarially determined rate. The current rate is 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The College's contributions to SERS for the fiscal years ended June 30, 2001, 2000, and 1999 were \$472,866, \$529,798, and \$465,979, respectively, equal to the required contributions for each year.

B. State Teachers Retirement System

State Teachers Retirement System of Ohio (STRS Ohio) is a cost-sharing, multiple-employer public employee retirement system.

STRS Ohio is a statewide retirement plan for certified teachers and other faculty members employed in the public schools of Ohio or any school, college, university, institution, or other agency wholly controlled, managed, and supported in whole, or in part, by the state or any political subdivision thereof. Any member who has (i) five years of service credit and attained age 60, (ii) 25 years of service credit and attained age 55, or (iii) 30 years of service credit regardless of age may retire. The maximum annual retirement allowance, payable for life, is the

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

greater of the "formula benefit" or the "money-purchase benefit" calculation. Under the "formula benefit," the retirement allowance is based on years of credited service and final average salary, which is the average of the member's three highest years' salaries. The annual allowance is calculated by using a base percentage of 2.1% multiplied by the total number of years of service credit (including Ohio-valued purchased credit) times the final average salary. The 31st year of earned Ohio service credit is calculated at 2.5%. An additional one-tenth of a percent is added to the calculation for every year of earned Ohio service over 31 years (2.6% for 32 years, 2.7% for 33 years and so on) until 100% of final average salary is reached.

Legislation passed in April 2000 with a July 1999 effective date provided an adjustment for retirees whose benefits have not kept pace with the rate of inflation. The legislation also changed the formula for calculating the formula benefit. The formula benefit increased to 2.2% from 2.1% per year for all years up to 30 years. For members with 35 or more years of earned Ohio service, the first 30 years will be calculated at 2.5% instead of 2.2%. For earned Ohio service over 30 years, the formula will remain as current law, which proved an escalating formula of 2.5% for the 31st year, 2.6% for the 32nd year, 2.7% for the 33rd year, etc. until 100% of final average salary is reached.

Under the "money-purchase benefit" calculation, a member's lifetime contributions plus interest at specified rates are matched by an equal amount from other STRS Ohio funds. This total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance.

Eligible faculty of Ohio's public colleges and universities may choose to enroll in either STRS Ohio or an alternative retirement plan (ARP) offered by their employer. Full-time faculty with less than five years of service credit have a one-time option to select an ARP instead of STRS Ohio. Employees hired after the ARP is established have 90 days from their employment date to select a retirement plan.

A retiree of STRS or other Ohio public retirement system is eligible for reemployment as a teacher following the elapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during the reemployment. Upon termination of the reemployment or age 65, whichever comes later, the retiree is eligible for a money-purchase benefit or a lump-sum payment in addition to the original retirement allowance.

Retirement benefits are annually increased by the greater of the amount of the change in the Consumer Price Index (CPI) or the cumulative CPI increases since retirement, less previous cost-of-living increases, up to a maximum of 3% of the original base benefit. The plan offers comprehensive health care benefits to retirees and their dependents. Coverage includes hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare premiums.

A member with five or more years' credited service who becomes disabled is entitled to a disability benefit. Survivor benefits are available to eligible spouses and dependents of active members who die before retirement. A death benefit of \$1,000 is payable to the beneficiary of each deceased retired member. Additional death benefit coverage of \$1,000 or \$2,000 can be purchased. Various other benefits are available to members' beneficiaries.

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

Benefits are established by Chapter 3307, Revised Code.

Chapter 3307 of the Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers.

Contribution requirements and the contributions actually made for the fiscal year ended June 30, 2001, were 9.3% of covered payroll for members and 14% for employers. The contribution requirements for the years ended June 30, 2001, 2000 and 1999 were \$488,087, \$486,523 and \$495,643, which represents 100% of required employer contributions for each of the years ending June 30, 2001, 2000 and 1999, respectively.

STRS Ohio issues a stand-alone financial report. Copies of STRS Ohio's 2001 *Comprehensive Annual Financial Report* will be available after January 1, 2002, and can be requested by writing to STRS Ohio, 275 East Broad Street, Columbus, Ohio 43215-3771, or by calling (614) 277-4090.

Alternative Retirement Programs

The College's contributions to alternative retirement plans for the year ended June 30, 2001, was \$54,063, which is equal to the required contribution for the year.

6. Postemployment Benefits:

A. School Employees Retirement System

The Ohio Revised Code gives SERS the discretionary authority to provide postretirement health care to retirees and their dependents. Coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivor benefit recipients. Members retiring on or after August 1, 1989 with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2000 (the latest information available), the allocation rate was 8.45%. In addition, SERS levies a surcharge to fund health care benefits equal to 14% of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2000, the minimum pay was established at \$12,400. The surcharge, added to the unallocated portion of the 14% employer contribution rate, provides for maintenance of the asset target level for the health care fund.

Health care benefits are financed on a pay-as-you-go basis. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care at June 30, 2000, were \$140,696,340 and the target level was \$211.0 million. At June 30, 2000, the Retirement System's net assets available for payment of health care benefits of \$252.3 million.

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

The number of benefit recipients currently receiving health care benefits is approximately 50,000.

The portion of the College's contributions that were used to fund health care benefits, including the surcharge, was \$380,401 for fiscal year 2001.

B. State Teachers Retirement System

State Teachers Retirement System of Ohio (STRS Ohio) provides comprehensive healthcare benefits to retirees and their dependents. Coverage includes hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare premiums. All benefit recipients and sponsored dependents are eligible for health care coverage. Pursuant to the Ohio Revised Code (R.C.), the State Teachers Retirement Board (the Board) has discretionary authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium.

The R.C. grants authority to STRS Ohio to provide health care coverage to benefit recipients, spouses and dependents. By Ohio law, the cost of coverage paid from STRS Ohio funds shall be included in the employer contribution rate, currently 14% of covered payroll.

The Retirement Board allocates employer contributions to the Health Care Reserve Fund from which health care benefits are paid. For fiscal year ended June 30, 2000 (the latest information available), the board allocated employer contributions equal to 4.5% of covered payroll to the Health Care Reserve Fund. The balance in the Health Care Reserve Fund was \$3.419 billion on June 30, 2000.

For the year ended June 30, 2000, net health care costs paid by STRS Ohio were \$283,137,000. There were 99,011 eligible benefit recipients.

7. Insurance:

The College maintains comprehensive insurance coverage with private carriers for real property, building contents and vehicles. Vehicle policies include liability coverage for bodily injury and property damages.

8. Guaranteed Student Loan Program:

The college receives non-cash assistance in the form of federal student loan guarantees. The total of subsidized and unsubsidized Stafford Loans and Parents Loans for Undergraduate Students granted for the years ended June 30, 2001 and 2000 was \$2,051,020 and \$1,899,165, respectively.

9. Compensated Absences:

Management and professional employees earn vacation leave at a rate of 13.33 hours for each month of service up to a maximum of 160 hours. Support staff earn vacation at a rate of 6.66 hours per month of service, up to a maximum of 80 hours, during the first five years of service. After five years of continuous employment, 6.66 hours per month plus 8 hours for each year employed is accrued for the next five years of service up to a maximum of 120 hours. After 15 full years of

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

employment, employees will receive 160 hours of accrued vacation per year. College policy, however, allows a maximum of 40 vacation hours to be carried over to the subsequent year. Upon termination of employment, an employee is entitled to payment for all unused, accrued vacation hours.

All college employees earn 10 hours of sick leave for each month of service up to a maximum of 120 hours per year. Annual unused sick leave has unlimited accrual. This sick leave will either be absorbed by time off due to illness or injury, or within certain limitations, be paid to the employee upon retirement. The amount paid to an employee upon retirement is limited to one-quarter of the accumulated sick leave to a maximum payout of 240 hours. The College uses a five-year rolling average to estimate the liability for the next fiscal year.

The President is covered by the above stated Board policy on "sick leave severance upon retirement." The President is entitled to 30 days annual paid vacation. The President may elect to receive the cash equivalent of up to 10 days of unused vacation annually.

The total amount accrued for compensated absences at June 30, 2001 is as follows:

Vacation	\$43,500
Sick leave	<u>38,537</u>
 Total compensated absence accrued liability	 <u>\$82,037</u>

10. Plant Fund Assets:

The following is a summary of changes in the general fixed assets account group during the fiscal year:

	Balance <u>6/30/00</u> (as restated)	<u>Additions</u>	<u>Deletions</u>	Balance <u>6/30/01</u>
Land	1,086,131	109,604	-	1,195,735
Buildings	31,476,925	-	-	31,476,925
Improvements other than buildings	2,696,593	-	-	2,696,593
Moveable equipment	6,873,020	710,441	(488,973)	7,094,488
Library books	687,536	17,221	-	704,757
Construction in progress	<u>42,816</u>	<u>254,237</u>	-	<u>297,053</u>
 Total	 <u>42,863,021</u>	 <u>1,091,503</u>	 <u>(488,973)</u>	 <u>43,465,551</u>

11. Construction in Progress:

At June 30, 2001, the following project was in progress:

The college is presently involved in the following capital project:

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

ASC/LRC Renovation – This project is being financed from a combination of local funds and basic renovation funds in the current capital bill that was effective July 1, 2000. As of June 30, 2001, drawings and specification were complete. The project was bid during March 2001 and construction contracts were issued in April 2001. For the fiscal year ended June 30, 2001, construction in progress was \$297,053; funds were received from local sources to fund this project.

12. Receivables:

Receivables at June 30, 2001 and 2000, consisted of employee loans, billings for student fees, rentals, sponsored billings and intergovernmental receivables arising from grants. All receivables are not considered collectible in full and an allowance for doubtful accounts was established as reflected in the financial statements.

A summary of the principal items of receivables follows:

Receivables

	<u>2001</u>	<u>2000</u>
<u>Current Fund - Unrestricted</u>		
Student charges	\$ 343,365	356,978
Room rental	7,539	16,033
Post secondary	140,311	176,030
Customized training services	138,059	174,819
Sponsored billings	109,256	73,748
Miscellaneous	138,019	125,005
Allowance of bad debt	(151,061)	(160,124)
Total	\$ <u>725,488</u>	<u>762,489</u>
 <u>Auxiliary Fund</u>		
Miscellaneous	\$ <u>-</u>	<u>-</u>
 <u>Restricted Fund</u>		
Intergovernmental receivables	\$ 755,892	825,841
Miscellaneous	45,279	47,190
Total	\$ <u>801,171</u>	<u>873,031</u>
 <u>Agency Funds</u>		
Intergovernmental receivables	\$ 88,616	47,459
Miscellaneous	79,216	49,654
Total	\$ <u>167,832</u>	<u>97,113</u>
 <u>Loan Fund</u>		
Employee receivable	\$ <u>31,902</u>	<u>30,096</u>

CLARK STATE COMMUNITY COLLEGE

Notes to the Financial Statements

June 30, 2001 and 2000

13. Contingent Liability:

Miscellaneous amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amounts, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the management expects such amounts, if any, to be immaterial.

14. Legal Compliance:

Pursuant to Section 117.11 (A) of the Revised Code, tests were performed with respect to compliance with various provisions of local, state and/or federal laws, as appropriate.

15. Joint Venture:

During 1996, in conjunction with Clark County Joint Vocational School, the College participated in creating a separate 501(c)(3) organization that operates a child day care facility. Clark State Community College operates as the Center's fiscal agent. Financial information can be obtained by writing Early Childhood Education Center c/o Clark State Community College at 570 East Leffel Lane, Springfield, Ohio 45505.

16. Prior Period Adjustment:

Plant Fund Assets at June 30, 2000 were restated as follows:

	<u>Construction In Progress</u>	<u>Moveable Equipment</u>
Previously reported	\$ -	6,535,274
Additions	<u>42,816</u>	<u>337,746</u>
Restated balance	\$ <u>42,816</u>	<u>6,873,020</u>

17. Foundation:

Clark State Community College Foundation (Foundation) is a separate nonprofit corporation under IRC § 501(c)(3). The assets of the Foundation have been given by donors/grantors independent from CSCC and is governed by a Board of Trustees separate from CSCC although certain related parties serve on that Board. The use of the funds of the Foundation in past history has been used mainly for the benefits of CSCC, its students and joint ventures under current accounting literature. The Foundation is not considered a component unit of CSCC and is therefore not reflected in the accompanying financial statements. A separate audit of the Foundation has been performed and can be obtained from the finance office of CSCC.

CLARK STATE COMMUNITY COLLEGE

Board of Trustees

June 30, 2001

<u>Name</u>	<u>Title</u>	<u>Term of Office</u>
O. Lester Smithers	Chairperson	12/1/98 - 11/30/2004
Alicia Hupp	Vice-Chairperson	12/1/00 - 11/30/2006
Dr. Richard A. Umbaugh	Member	12/1/96 - 11/30/2002
Donna B. Hart	Member	12/1/96 - 11/30/2002
Joseph Kuyoth, Jr.	Member	12/1/00 - 11/30/2006
Faye M. Flack	Member	12/1/98 - 11/30/2004
James N. Doyle	Member	12/1/98 - 11/30/2004
Than Johnson	Member	12/1/96 - 11/30/2002
Jennifer Baader	Member	12/1/00 - 11/30/2006

Legal Counsel

Phyllis S. Nedelman
333 North Limestone Street
Springfield, Ohio 45503

CLARK STATE COMMUNITY COLLEGE

Administrative Personnel

As of June 30, 2001

<u>Name</u>	<u>Title</u>
Karen Nagle Rafinski	President
Joseph R. Jackson	Vice President for Business Affairs
Dixie Depew	Controller

Employees are bonded by the Cincinnati Insurance Company under blanket bond coverage of \$500,000.

CLARK STATE COMMUNITY COLLEGE

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2001

Federal Grantor/Program Title	Federal Catalog Number	Project Number	Beginning Balance 7/1/2000	Total Revenue	Total Expenditures	Ending Balance 6/30/2001
<u>Department of Education</u>						
<u>Title IV Programs</u>						
Student Financial Assistance Cluster:						
Supplemental Educational Opportunity Grant	84.007	P007A993254	\$ -	84,632	84,632	-
College Work Study	84.033	P033A33254	-	86,063	86,063	-
Pell Grant	84.063	P063P992021	-	1,636,320	1,636,320	-
Total Student Financial Assistance Cluster			-	1,807,015	1,807,015	-
Vocational Education						
	84.048	VECPIL-P2000-506	-	86,283	86,283	-
Tech-Prep Program						
	84.243	VETP-2000-19	33,966	219,965	252,733	1,198
Total Title IV Programs			33,966	2,113,263	2,146,031	1,198
<u>Title III Programs</u>						
Strengthening Institutions	84.031A	P031A980166	-	333,704	333,704	-
Total Department of Education			33,966	2,446,967	2,479,735	1,198
<u>Department of Agriculture</u>						
Rural business - cooperative service	10.769	N/A	-	33,000	33,000	-
<u>Department of Labor</u>						
Workforce Investment Act	17.255	N/A	-	535,822	535,822	-
Total Federal Assistance			\$ 33,966	3,015,789	3,048,557	1,198

This schedule was prepared using the accrual basis of accounting.

During the fiscal year ending June 30, 2001, the College processed the following amount of new loans for the Guaranteed Student Loan Program (which includes Stafford Loans and Parents Loans for Undergraduate Students.)

Guaranteed Student Loans	CDEFA Number	Amount Authorized
	84.032	\$ 2,051,202

Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

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

Board of Trustees
Clark State Community College

We have audited the financial statements of Clark State Community College as of and for the year ended June 30, 2001, and have issued our report thereon dated September 13, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Clark State Community College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted other matters involving the internal control over compliance, which we reported to management of Clark State Community College in a separate letter, dated September 13, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Clark State Community College'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 compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Finance and Facilities (Audit) Committee, Board of Trustees, management and federal awarding agencies and pass through entities and is not intended to be and should not be used by anyone other than these specified parties.

Clark, Schaefer, Hackett & Co.
Springfield, Ohio
September 13, 2001

Report On Compliance With Requirements Applicable To Each Major Program and Internal Control
Over Compliance in Accordance with OMB Circular A-133

Board of Trustees
Clark State Community College

Compliance

We have audited the compliance of Clark State Community College 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, 2001. Clark State Community College'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 Clark State Community College's management. Our responsibility is to express an opinion on Clark State Community College's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 Clark State Community College'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 Clark State Community College's compliance with those requirements.

In our opinion, Clark State Community College 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, 2001.

Internal Control Over Compliance

The management of Clark State Community College 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 Clark State Community College'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.

This report is intended for the information of the Finance and Facilities (Audit) Committee, Board of Trustees, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Clark, Schaefer, Hackett & Co.
Springfield, Ohio
September 13, 2001

CLARK STATE COMMUNITY COLLEGE
 Schedule of Findings and Questioned Costs
 June 30, 2001

1. Summary of Auditors' Results

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Were there any reported non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § 510?	No
(d)(1)(vii)	Major Programs	Supplemental Educational Opportunity Grant, Federal Family Education Loan Program, College Work Study, Pell Grant CFDA #: 84.007, 84.032, 84.033, 84.063; Strengthening Institutions CFDA #: 84.031A; Tech-Prep Program CFDA #: 84.243
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: All others
(d)(1)(ix)	Low Risk Auditee?	Yes

2. Findings Related to the Financial Statements Required to be Reported in Accordance with GAGAS

NONE

3. Findings and Questioned Costs for Federal Awards

NONE

CLARK STATE COMMUNITY COLLEGE
Schedule of Prior Year Audit Findings and Questioned Costs
OMB Circular A-133 § 315(b)
June 30, 2000

NONE



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

CLARK STATE COMMUNITY COLLEGE

CLARK COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
NOVEMBER 27, 2001**