



**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2000



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

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REPORT OF INDEPENDENT ACCOUNTANTS

Green Local School District
Scioto County
4070 Gallia Pike
Franklin Furnace, Ohio 45629

To the Board of Education:

We have audited the accompanying general purpose financial statements of the Green Local School District, Scioto County, Ohio (the School District), as of and for the year ended June 30, 2000, as listed in the table of contents. These general purpose financial statements are the responsibility of the School District's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Green Local School District, Scioto County, as of June 30, 2000, and the results of its operations and the cash flows of its Enterprise Fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated January 30, 2001, on our consideration of the School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. 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 the School District taken as a whole. The accompanying Schedule of Federal Awards Receipts and 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.

Jim Petro
Auditor of State

January 30, 2001

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**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2000**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Assets and Other Debits:				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$173,880	\$280,762	\$90,708	\$30,819
Receivables:				
Taxes	1,767,277	0	0	0
Accounts	172	0	0	0
Intergovernmental	33,600	600	0	0
Interfund Receivable	70,229	0	0	0
Prepaid Items	2,305	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	2,725	0	0	0
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	265,953	0	0	0
Fixed Assets (Net of Accumulated Depreciation)	0	0	0	0
Other Debits:				
Amount to be Provided From General Government Resources	0	0	0	0
Total Assets and Other Debits	\$2,316,141	\$281,362	\$90,708	\$30,819

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Trust and Agency			
\$8,133	\$4,212	\$0	\$0	\$588,514
0	0	0	0	1,767,277
0	0	0	0	172
0	0	0	0	34,200
0	0	0	0	70,229
0	0	0	0	2,305
1,535	0	0	0	1,535
150	0	0	0	2,875
0	0	0	0	265,953
7,933	0	977,139	0	985,072
0	0	0	147,838	147,838
\$17,751	\$4,212	\$977,139	\$147,838	\$3,865,970

(continued)

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2000
(Continued)**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Liabilities, Fund Equity and Other Credits:				
Liabilities:				
Accounts Payable	\$26,038	\$444	\$0	\$0
Accrued Wages and Benefits	260,862	55,457	0	0
Compensated Absences Payable	2,018	0	0	0
Interfund Payable	0	41,361	0	0
Intergovernmental Payable	178,374	26,130	0	0
Deferred Revenue	1,728,346	0	0	0
Undistributed Monies	0	0	0	0
	-----	-----	-----	-----
Total Liabilities	2,195,638	123,392	0	0
	-----	-----	-----	-----
Fund Equity and Other Credits:				
Investment in General Fixed Assets	0	0	0	0
Retained Earnings:				
Unreserved (Deficit)	0	0	0	0
Fund Balance:				
Reserved for Encumbrances	72,044	33,147	0	4,019
Reserved for Inventory	2,725	0	0	0
Reserved for Property Taxes	38,931	0	0	0
Reserved for Textbooks	79,859	0	0	0
Reserved for Capital Improvements	79,859	0	0	0
Reserved for Budget Stabilization	61,877	0	0	0
Reserved for Bus Purchases	44,358	0	0	0
Unreserved:				
Undesignated (Deficit)	(259,150)	124,823	90,708	26,800
	-----	-----	-----	-----
Total Fund Equity (Deficit) and Other Credits	120,503	157,970	90,708	30,819
	-----	-----	-----	-----
Total Liabilities, Fund Equity and Other Credits	\$2,316,141	\$281,362	\$90,708	\$30,819

See accompanying notes to the general purpose financial statements.

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Trust and Agency			
\$0	\$0	\$0	\$0	\$26,482
17,600	0	0	0	333,919
2,517	0	0	113,535	118,070
28,868	0	0	0	70,229
14,458	0	0	34,303	253,265
573	0	0	0	1,728,919
0	3,212	0	0	3,212
-----	-----	-----	-----	-----
64,016	3,212	0	147,838	2,534,096
-----	-----	-----	-----	-----
0	0	977,139	0	977,139
(46,265)	0	0	0	(46,265)
0	0	0	0	109,210
0	0	0	0	2,725
0	0	0	0	38,931
0	0	0	0	79,859
0	0	0	0	79,859
0	0	0	0	61,877
0	0	0	0	44,358
0	1,000	0	0	(15,819)
-----	-----	-----	-----	-----
(46,265)	1,000	977,139	0	1,331,874
-----	-----	-----	-----	-----
\$17,751	\$4,212	\$977,139	\$147,838	\$3,865,970
=====	=====	=====	=====	=====

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	Governmental Fund Types			Fiduciary	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects		Expensible Trust
Revenues:						
Property Taxes	\$1,591,322	\$0	\$0	\$0	\$0	\$1,591,322
Intergovernmental	1,986,775	744,054	0	26,799	0	2,757,628
Interest	28,536	0	0	0	0	28,536
Tuition and Fees	171	0	0	0	0	171
Extracurricular Activities	0	48,236	0	0	0	48,236
Gifts and Donations	0	4,289	0	0	1,000	5,289
Customer Service	0	237	0	0	0	237
Miscellaneous	78,343	0	0	0	0	78,343
Total Revenues	3,685,147	796,816	0	26,799	1,000	4,509,762
Expenditures:						
Current:						
Instruction:						
Regular	1,762,157	304,557	0	0	0	2,066,714
Special	276,068	241,887	0	0	0	517,955
Vocational	108,356	0	0	0	0	108,356
Adult/Continuing	0	0	0	0	1,000	1,000
Other	27,363	0	0	0	0	27,363
Support Services:						
Pupils	167,272	11,104	0	0	0	178,376
Instructional Staff	111,794	44,550	0	0	0	156,344
Board of Education	11,996	0	0	0	0	11,996
Administration	293,123	17,406	0	0	0	310,529
Fiscal	152,318	9,478	0	0	0	161,796
Operation and Maintenance of Plant	456,634	26,166	0	0	0	482,800
Pupil Transportation	337,877	0	0	0	0	337,877
Extracurricular Activities	24,807	35,578	0	0	0	60,385
Capital Outlay	14,348	0	0	0	0	14,348
Intergovernmental	0	29,435	0	0	0	29,435
Total Expenditures	3,744,113	720,161	0	0	1,000	4,465,274
Excess of Revenues Over (Under) Expenditures	(58,966)	76,655	0	26,799	0	44,488
Other Financing Sources (Uses):						
Operating Transfers - In	27	24,129	0	1,716	0	25,872
Operating Transfers - Out	(25,845)	(27)	0	0	0	(25,872)
Total Other Financing Sources (Uses)	(25,818)	24,102	0	1,716	0	0
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	(84,784)	100,757	0	28,515	0	44,488
Fund Balances at Beginning of Year	211,564	57,213	90,708	2,304	1,000	362,789
Decrease in Reserve for Inventory	(6,277)	0	0	0	0	(6,277)
Fund Balances at End of Year	\$120,503	\$157,970	\$90,708	\$30,819	\$1,000	\$401,000

See accompanying notes to the general purpose financial statements.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	General Fund			Special Revenue Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Property Taxes	\$1,558,729	\$1,600,467	\$41,738	\$0	\$0	\$0
Intergovernmental	2,209,784	1,956,075	(253,709)	679,924	714,019	34,095
Interest	22,556	28,536	5,980	0	0	0
Tuition and Fees	2,415	171	(2,244)	0	0	0
Rent	50	0	(50)	0	0	0
Extracurricular Activities	0	0	0	52,106	48,236	(3,870)
Gifts and Donations	2,556	0	(2,556)	4,559	4,289	(270)
Customer Services	0	0	0	50	237	187
Miscellaneous	4,573	78,815	74,242	0	0	0
Total Revenues	3,800,663	3,664,064	(136,599)	736,639	766,781	30,142
Expenditures:						
Current:						
Instruction:						
Regular	1,774,093	1,825,325	(51,232)	369,689	337,031	32,658
Special	285,896	285,896	0	279,588	250,501	29,087
Vocational	114,355	114,355	0	0	0	0
Adult/Continuing	0	0	0	0	0	0
Other	29,840	29,840	0	0	0	0
Support Services:						
Pupils	167,807	167,807	0	11,649	11,549	100
Instructional Staff	119,787	119,787	0	49,161	47,682	1,479
Board of Education	12,490	12,490	0	0	0	0
Administration	310,433	310,433	0	38,381	17,910	20,471
Fiscal	151,783	151,783	0	8,465	9,486	(1,021)
Operation and Maintenance of Plant	484,962	484,962	0	26,304	26,304	0
Pupil Transportation	341,200	341,200	0	0	0	0
Extracurricular Activities	25,147	25,147	0	46,820	38,351	8,469
Capital Outlay	14,348	14,348	0	0	0	0
Total Expenditures	3,832,141	3,883,373	(51,232)	830,057	738,814	91,243
Excess of Revenues Over (Under) Expenditures	(31,478)	(219,309)	(187,831)	(93,418)	27,967	121,385
Other Financing Sources (Uses):						
Refund of Prior Year Expenditures	197	(295)	(492)	197	0	(197)
Operating Transfers - In	323,169	27	(323,142)	45,556	24,129	(21,427)
Operating Transfers - Out	(25,845)	(25,845)	0	(27)	(27)	0
Advances In	0	18,421	18,421	0	30,000	30,000
Advances Out	(75,000)	(75,000)	0	0	0	0
Total Other Financing Sources (Uses)	222,521	(82,692)	(305,213)	45,726	54,102	8,376
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	191,043	(302,001)	(493,044)	(47,692)	82,069	129,761
Fund Balances (Deficit) at Beginning of Year	510,059	510,059	0	131,127	131,127	0
Prior Year Encumbrances Appropriated	54,422	54,422	0	4,330	4,330	0
Fund Balances at End of Year	\$755,524	\$262,480	(\$493,044)	\$87,765	\$217,526	\$129,761

See accompanying notes to the general purpose financial statements.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	Debt Service Fund			Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Intergovernmental	0	0	0	72,749	26,799	(45,950)
Interest	0	0	0	0	0	0
Tuition and Fees	0	0	0	0	0	0
Rent	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Gifts and Donations	0	0	0	0	0	0
Customer Services	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenues	0	0	0	72,749	26,799	(45,950)
Expenditures:						
Current:						
Instruction:						
Regular	0	0	0	25,800	4,019	21,781
Special	0	0	0	0	0	0
Vocational	0	0	0	0	0	0
Adult/Continuing	0	0	0	0	0	0
Other	0	0	0	0	0	0
Support Services:						
Pupils	0	0	0	0	0	0
Instructional Staff	0	0	0	0	0	0
Board of Education	0	0	0	0	0	0
Administration	0	0	0	0	0	0
Fiscal	0	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0	0
Pupil Transportation	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Capital Outlay	0	0	0	0	0	0
Total Expenditures	0	0	0	25,800	4,019	21,781
Excess of Revenues Over (Under) Expenditures	0	0	0	46,949	22,780	(24,169)
Other Financing Sources (Uses):						
Refund of Prior Year Expenditures	0	0	0	0	0	0
Advances In	0	0	0	0	1,716	1,716
Advances Out	0	0	0	0	0	0
Advances Out	0	0	0	0	0	0
Advances Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	1,716	1,716
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	0	0	46,949	24,496	(22,453)
Beginning of Year	90,708	90,708	0	(1,716)	(1,716)	0
Prior Year Encumbrances Appropriated	0	0	0	4,020	4,020	0
Fund Balances (Deficit) at End of Year	\$90,708	\$90,708	\$0	\$49,253	\$26,800	(\$22,453)

Expendable Trust		Totals (Memorandum Only)		
Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$1,558,729	\$1,600,467	\$41,738
0	0	2,962,457	2,696,893	(265,564)
0	0	22,556	28,536	5,980
0	0	2,415	171	(2,244)
0	0	50	0	(50)
0	0	52,106	48,236	(3,870)
1,000	0	8,115	5,289	(2,826)
0	0	50	237	187
0	0	4,573	78,815	74,242
-----	-----	-----	-----	-----
1,000	0	4,611,051	4,458,644	(152,407)
-----	-----	-----	-----	-----
0	0	2,169,582	2,166,375	3,207
0	0	565,484	536,397	29,087
0	0	114,355	114,355	0
1,000	0	1,000	1,000	0
0	0	29,840	29,840	0
0	0	179,456	179,356	100
0	0	168,948	167,469	1,479
0	0	12,490	12,490	0
0	0	348,814	328,343	20,471
0	0	160,248	161,269	(1,021)
0	0	511,266	511,266	0
0	0	341,200	341,200	0
0	0	71,967	63,498	8,469
0	0	14,348	14,348	0
-----	-----	-----	-----	-----
1,000	0	4,688,998	4,627,206	61,792
-----	-----	-----	-----	-----
0	0	(77,947)	(168,562)	(90,615)
-----	-----	-----	-----	-----
0	0	394	(295)	(689)
0	0	368,725	25,872	(342,853)
0	0	(25,872)	(25,872)	0
0	0	0	48,421	48,421
0	0	(75,000)	(75,000)	0
-----	-----	-----	-----	-----
0	0	268,247	(26,874)	(295,121)
-----	-----	-----	-----	-----
0	0	190,300	(195,436)	(385,736)
1,000	0	731,178	731,178	0
0	0	62,772	62,772	0
-----	-----	-----	-----	-----
\$1,000	\$0	\$984,250	\$598,514	(\$385,736)
=====	=====	=====	=====	=====

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**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	Food Service
Operating Revenues:	
Sales	\$86,032
Other Revenues	5

Total Operating Revenues	86,037

Operating Expenses:	
Salaries	80,567
Fringe Benefits	70,307
Purchased Services	2,538
Materials and Supplies	3,126
Cost of Sales	76,439
Depreciation	912
Other	3,377

Total Operating Expenses	237,266

Operating Loss	(151,229)

Non-Operating Revenues:	
Federal Donated Commodities	15,045
Federal and State Subsidies	99,739

Total Non-Operating Revenues	114,784

Net Loss	(36,445)

Retained Earnings (Deficit) at Beginning of Year	(9,820)

Retained Earnings (Deficit) at End of Year	(36,265)
	=====

See accompanying notes to the general purpose financial statements.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (BUDGET BASIS)
ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	Food Service		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Sales	\$81,241	\$86,032	\$4,791
Other Revenues	84	5	(79)
Federal and State Subsidies	118,313	112,025	(6,288)
	-----	-----	-----
Total Revenues	199,638	198,062	(1,576)
	-----	-----	-----
Expenses:			
Salaries	61,775	82,739	(20,964)
Fringe Benefits	68,685	68,685	0
Purchased Services	2,638	2,638	0
Materials and Supplies	63,767	63,767	0
Other	3,377	3,377	0
	-----	-----	-----
Total Expenses	200,242	221,206	(20,964)
	-----	-----	-----
Excess of Revenues Over (Under) Expenses	(604)	(23,144)	22,540
Advances In	0	45,000	45,000
Advances Out	(18,421)	(18,421)	0
	-----	-----	-----
Excess of Revenues Over (Under) Expenses and Advances	(19,025)	3,435	22,460
Fund Equity (Deficit) at Beginning of Year	(2,853)	(2,853)	0
Prior Year Encumbrances Appropriated	564	564	0
	-----	-----	-----
Fund Equity(Deficit) at End of Year	(\$21,314)	\$1,146	22,460
	=====	=====	=====

See accompanying notes to the general purpose financial statements.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**STATEMENT OF CASH FLOWS
ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

Increase (Decrease) in Cash and Cash Equivalents:	<u>Food Service</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$86,032
Cash Received from Other Operating Receipts	5
Cash Payments to Suppliers for Goods and Services	(66,405)
Cash Payments to Employees for Services	(82,739)
Cash Payments for Employee Benefits	(63,987)
Cash Payments for Other Operating Expenses	(3,377)

Net Cash Used for Operating Activities	(130,471)

Cash Flows from Noncapital Financing Activities:	
Operating Grants Received	112,025
Short-term Loan from Other Funds	45,000
Repayment of Cash Borrowed from Other Funds	(18,421)

Net Cash Provided by Noncapital Financing Activities	138,604

Net Increase in Cash and Cash Equivalents	8,133
Cash and Cash Equivalents at Beginning of Year	0

Cash and Cash Equivalents at End of Year	<u><u>\$8,133</u></u>
	=====
 Reconciliation of Operating Loss to Net	
Cash Used for Operating Activities:	
Operating Loss	(\$151,229)

Adjustments to Reconcile Operating	
Loss to Net Cash Used for Operating Activities	
Depreciation	912
Donated Commodities Used During Year	15,045

Changes in Assets and Liabilities:	
Decrease in Materials and Supplies Inventory	185
Decrease in Inventory Held for Resale	621
Decrease in Accounts Payable	(153)
Decrease in Accrued Wages and Benefits Payable	(1,197)
Increase in Compensated Absences Payable	326
Increase in Intergovernmental Payable	5,019

Total Adjustments	20,758

Net Cash Used For Operating Activities	<u><u>(\$130,471)</u></u>
	=====

See accompanying notes to the general purpose financial statements.

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**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

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

The School District was established in 1926 through the consolidation of existing land areas and school districts. The School District serves an area of approximately 36 square miles. It is located in Scioto County, and includes all of Green Township. It is staffed by 33 non-certificated employees, 55 certificated full-time teaching personnel and 3 administrative employees who provide services to 700 students and other community members. The School District currently operates three instructional buildings, one administrative building, and one maintenance building.

Reporting Entity:

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes. The School District has no component units.

The following entities which perform activities within the School District's boundaries for the benefit of its residents are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District.

- ▶ Booster Organizations
- ▶ Parent Teacher Organization
- ▶ Village of Franklin Furnace

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

(continued)

The School District is associated with four organizations, three of which are defined as jointly governed organizations, and one as a public entity shared risk pool. These organizations are the South Central Ohio Computer Association (SCOCA), the Scioto County Joint Vocational School, the Coalition of Rural and Appalachian Schools, and the Scioto County Regional Council of Governments. These organizations are presented in Notes 15 and 16 to the general purpose financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Basis Of Presentation - Fund Accounting

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

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

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Governmental Fund Types:

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

The following are the School District's governmental fund types:

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

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

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

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

Proprietary Fund Type:

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

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fiduciary Fund Types:

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The School District's fiduciary funds are expendable trust and agency funds. The expendable trust fund is accounted for in essentially the same manner as governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups:

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

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

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

B. Measurement Focus and Basis of Accounting

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

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. The School District has no contributed capital. Proprietary fund operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

The School District reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 2000, and delinquent property taxes, whose availability is indeterminable and which are intended to finance fiscal year 2001 operations, have been recorded as deferred revenue.

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

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund type. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported on the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified.

All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control is at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education. Budgetary allocations at the function and object level within all funds are made by the School District Treasurer.

Tax Budget:

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

By no later than January 20, the Board-adopted budget is filed with the Scioto County Budget Commission for rate determination.

Estimated Resources:

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2000.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund level of expenditures, which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education.

The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources.

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

Encumbrances:

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds and reported in the notes to the financial statements for the proprietary fund.

Lapsing of Appropriations:

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Cash and Cash Equivalents

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

During fiscal year 2000, investments were limited to repurchase agreements. Nonparticipating investment contracts such as repurchase agreements of deposits are reported at cost.

During fiscal year 2000, the hearing impaired special revenue fund and the food service enterprise fund experienced cash flow shortages which created cash deficits in these funds. For financial reporting purposes, the School District eliminated the cash deficits by recording interfund payables in the hearing impaired fund and the food service fund and an interfund receivable in the general fund.

The School District will continue to monitor budgetary documentation in order to ensure that future violations will not occur.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2000 amounted to \$28,536, which includes \$9,644 assigned from other School District funds.

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

E. Inventory

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2000, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

G. Fixed Assets and Depreciation

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

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

Assets in the general fixed assets account group are depreciated. Depreciation is computed using the straight-line method over a useful life of forty years for buildings, twenty to twenty-five years for improvements, four to ten years for vehicles, and ten years for textbooks. Depreciation of furniture and equipment in the enterprise fund and in the general fixed assets account group is computed using the straight-line method over an estimated useful life of five to twenty years.

H. Intergovernmental Revenues

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Entitlements

General Fund

- State Foundation Program
- State Property Tax Relief
- School Bus Purchase Reimbursement

Non-Reimbursable Grants

Special Revenue Funds

- Education Management Information System
- Disadvantaged Pupil Impact Aid
- Title I
- Title II
- Title VI
- Title VI-B
- Title VI-R
- Drug-Free Schools Grant
- Ohio Reads
- Ohio Works First
- Performance Incentive Grant
- Professional Development Block Grant

Non-Reimbursable Grants

Special Revenue Funds

- Textbook Subsidy
- Conflict Management
- Dwight D. Eisenhower Grant
- Goals 2000 Grant

Capital Projects Funds

- School Net Plus

Reimbursable Grants

Proprietary Funds

- National School Lunch Program
- National School Breakfast Program
- Government Donated Commodities

Grants and entitlements received in governmental funds amounted to 58 percent of governmental fund revenue during the 2000 fiscal year.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Interfund Assets/Liabilities

Short-term interfund loans are classified as “interfund receivables” and “interfund payables”.

J. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent it is probable that benefits will result in termination payments. The liability is an estimate based on the School District’s past experience of making termination payments.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In the proprietary fund, the entire amount of compensated absences is reported as a fund liability.

K. Accrued Liabilities and Long-Term Obligations

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

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. Interfund Transactions

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

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

M. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets represent amounts required by statute to be set-aside by the School District for the purchase of buses, the purchase of textbooks and other instructional materials, for the acquisition or construction of capital assets, and the creation of a reserve for budget stabilization. See Note 18 for additional information regarding set-asides.

N. Fund Balance Reserves

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

O. Estimates

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

P. Total Columns on General Purpose Financial Statements

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Accountability

At June 30, 2000, the Hearing Impaired and Title I Special Revenue Funds as well as the Food Service Enterprise Fund have deficit fund balances/retained earnings of \$9,466, \$12,747, and \$46,265, respectively, which was created by the application of generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

B. Compliance

The following funds had expenditures plus encumbrances in excess of appropriations for the fiscal year ended June 30, 2000.

Fund Type/Fund	Appropriations	Expenditures	Excess
General Fund Type:	\$3,731,296	\$3,782,528	(\$51,232)
Special Revenue Fund Type:			
Education Management Information System Fund	\$5,000	\$6,022	(\$1,022)
Disadvantaged Pupil Impact Aid Fund	230,000	231,029	(1,029)
Title I Fund	255,000	261,912	(6,913)
Enterprise Fund Type:			
Food Service Fund	181,821	202,784	(20,963)

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)

B. Compliance (continued)

The Green Local School District will continue to monitor budgetary documentation in order to ensure that future violations will not occur.

The following funds had appropriations in excess of estimated resources plus available balances for the fiscal year ended June 30, 2000.

Fund Type/Fund	Estimated Resources	Appropriations	Excess
Special Revenue Fund Type:			
Hearing Impaired Fund	\$41,136	\$65,000	(\$23,864)
Textbook Subsidy Fund	10,600	22,500	(11,900)
Ohio Reads Fund	0	32,000	(32,000)
Title VI-B Fund	31,372	36,000	(4,628)

The Green Local School District will continue to monitor budgetary documentation in order to ensure that future violations will not occur.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING (continued)

The major differences between the budget basis and GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and as note disclosure in the proprietary fund type (GAAP basis).
4. Advances-In and Advances-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

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

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

	General	Special Revenue	Capital Projects
GAAP Basis	(\$84,784)	\$100,757	\$28,515
Revenue Accruals	(21,378)	(30,035)	0
Expenditure Accruals	(51,380)	14,654	0
Encumbrances	(87,880)	(33,307)	(4,019)
Advances	(56,579)	30,000	0
Budget Basis	(\$302,001)	\$82,069	\$24,496

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING (continued)

	Food Service
Net Loss/Excess of Revenues Over (Under) Expenses and Advances Enterprise Fund	
GAAP Basis	(\$36,445)
Revenue Accruals	12,286
Expense Accruals	103
Depreciation	912
Advances	26,579
Budget Basis	\$3,435

NOTE 5 - DEPOSITS AND INVESTMENTS

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

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

Inactive deposits are public deposits that the Board of Education has identified as not required for use within the current two year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 5 - DEPOSITS AND INVESTMENTS (continued)

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

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

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 5 - DEPOSITS AND INVESTMENTS (continued)

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

The following information classifies deposits and investments by categories of risk as defined in *GASB Statement No. 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements"*.

Deposits: At fiscal year end, the carrying amount of the School District's deposits was \$128,708 and the bank balance was \$241,551. Of the bank balance, \$100,000 was covered by federal depository insurance and \$141,551 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging financial institution's trust department in the School District's name and all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the School District to a successful claim by the Federal Deposit Insurance Corporation.

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

	Category 3	Carrying/Fair Value
Repurchase Agreement	\$725,759	\$725,759

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in *GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting."*

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 5 - DEPOSITS AND INVESTMENTS (continued)

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

	Cash and Cash Equivalents/Deposits	Market Value
<i>GASB Statement No. 9</i>	\$854,467	\$0
Investment:		
Repurchase Agreement	(725,759)	725,759
<i>GASB Statement No. 3</i>	\$128,708	\$725,759

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the School District. Property tax revenue received during calendar 2000 for real and public utility property taxes represents collections of calendar 1999 taxes. Property tax payments received during calendar 2000 for tangible personal property (other than public utility property) are for calendar 2000 taxes.

2000 real property taxes are levied after April 1, 2000, on the assessed value as of January 1, 2000, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at thirty-five percent of true value. 2000 public utility property taxes became a lien December 31, 1999, are levied after April 1, 2000 and are collected in 2001 with real property taxes.

2000 tangible personal property taxes are levied after April 1, 1999, on the value as of December 31, 1999. Collections are made in 2000. Tangible personal property assessments are twenty-five percent of true value.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 6 - PROPERTY TAXES (continued)

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

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

The assessed values upon which fiscal year 2000 taxes were collected are:

	1999 Second- Half Collections		2000 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$29,897,540	47.30%	\$30,349,230	46.79%
Public Utility	89,710	0.14%	97,040	0.15%
Tangible Personal Property	33,219,250	52.56%	34,410,660	53.06%
Total Assessed Value	<u>\$63,206,500</u>	<u>100.00%</u>	<u>\$64,856,930</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$25.47		\$25.47	

The School District receives property taxes from Scioto County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2000, are available to finance fiscal year 2000 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes which became measurable as of June 30, 2000. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2000, was \$38,931 in the General Fund.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 7 - RECEIVABLES

Receivables at June 30, 2000, consisted of property taxes, accounts (membership, billing for user charged services, and student fees), interfund, and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

	<u>Amounts</u>
General Fund:	
Ohio Works Summer School Grant	<u>\$33,600</u>
Special Revenue Fund:	
Student Activities Fund	<u>600</u>
Total Intergovernmental Receivables	<u><u>\$34,200</u></u>

NOTE 8 - FIXED ASSETS

A summary of the enterprise fund's fixed assets at June 30, 2000, follows:

Furniture and Equipment	\$93,821
Less Accumulated Depreciation	<u>(85,888)</u>
Net Fixed Assets	<u><u>\$7,933</u></u>

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 8 - FIXED ASSETS (continued)

A summary of the changes in general fixed assets during fiscal year 2000 follows:

Asset Category	Balance at 6/30/99	Additions	Deletions	Balance at 6/30/00
Land and Improvements	\$24,000	\$4,450	\$0	\$28,450
Buildings and Improvements	3,539,741	66,273	0	3,606,014
Furniture, Fixtures and Equipment	745,317	55,621	0	800,938
Vehicles	403,353	0	0	403,353
Textbooks	352,514	33,529	0	386,043
Totals	<u>\$5,064,925</u>	<u>\$159,873</u>	<u>\$0</u>	5,224,798
Accumulated Depreciation				<u>4,247,659</u>
Total General Fixed Assets				<u>\$977,139</u>

NOTE 9 - RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2000, the School District contracted with Indiana Insurance for building and inland marine coverage and with Nationwide Insurance for fleet and liability insurance. Coverages provided by Indiana Insurance and Nationwide Insurance are as follows:

Building and Contents-replacement cost (\$250 deductible)	\$13,929,953
Inland Marine Coverage (\$100 deductible)	64,773
Boiler and Machinery (\$250 deductible)	No limit
Crime Insurance	No limit
Automobile Liability (\$100 deductible)	2,000,000
Uninsured Motorists (\$100 deductible)	500,000
Umbrella	1,000,000
General Liability	
Per occurrence	2,000,000
Total per year	5,000,000

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 9 - RISK MANAGEMENT (Continued)

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

The School District is a member of the Scioto County Regional Council of Governments, a public entity shared risk pool (Note 16), consisting of school districts within the County offering medical and dental insurance to their employees. Monthly premiums are paid to the South Central Ohio Educational Service Center as fiscal agent, who in turn pays the claims on the School District's behalf. The Council is responsible for the management and operations of the program. Upon termination from the Council, for any reason, the Council shall have no obligation under the plan beyond paying the difference between the claims incurred (even though later filed) and expenses of the Plan due up to the date of termination plus extended benefits, if any, provided under the Plan. Such claims and expenses shall be paid from the funds of the Council.

Workers' Compensation coverage is provided by the State of Ohio and is based on a rate per \$100 of salaries. The rate is calculated based on accident history and administrative costs.

NOTE 10 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 45 N. Fourth Street, Columbus, Ohio 43215-3634.

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2000, 5.5 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$24,519, \$36,647, and \$57,313, respectively; 28.87 percent has been contributed for fiscal year 2000 and 100 percent for fiscal years 1999 and 1998. \$17,440 representing the unpaid contribution for fiscal year 2000, is recorded as a liability within the respective funds and the general long-term obligations account group.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 10 - DEFINED BENEFIT PENSION PLANS

B. State Teachers Retirement System

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

For the fiscal year ended June 30, 2000, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$116,679, \$97,770, and \$198,611, respectively; 84.07 percent has been contributed for fiscal year 2000 and 100 percent for fiscal years 1999 and 1998. \$18,590 represents the unpaid contribution for fiscal year 2000 and is recorded as a liability within the respective funds.

NOTE 11 - POSTEMPLOYMENT BENEFITS

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2000, the STRS Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$155,572 for fiscal year 2000.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 11 - POSTEMPLOYMENT BENEFITS (continued)

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 1999, (the latest information available) the balance in the Fund was \$2,783 million. For the year ended June 30, 1999, net health care costs paid by STRS were \$249,929,000 and STRS had 95,796 eligible benefit recipients.

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

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, employer contributions to fund health care benefits were 8.5 percent of covered payroll, an increase from 6.3 percent for fiscal year 1999. 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 2000, the minimum pay was established at \$12,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2000 fiscal year equaled \$48,774.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 1999 (the latest information available), were \$126,380,984 and the target level was \$189.6 million. At June 30, 1999, SERS had net assets available for payment of health care benefits of \$188.0 million. SERS has approximately 51,000 participants currently receiving health care benefits.

NOTE 12 - EMPLOYEE BENEFITS

A. Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 205 days for all classified personnel and up to a maximum of 212 days for certified personnel. Upon retirement, payment is made for one-fourth of accrued, but unused sick leave credit to a maximum of 51.25 days for classified and 53 days for certified personnel.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 12 - EMPLOYEE BENEFITS (continued)

B. Life Insurance

The School District provides life insurance to employees through CoreSource.

C. Deferred Compensation

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

NOTE 13 - LONG-TERM OBLIGATIONS

The changes in the School District's long-term obligations during fiscal year 2000 were as follows:

	Principal Outstanding 6/30/99	Additions	Deductions	Principal Outstanding 6/30/00
Pension Obligation	\$34,662	\$34,303	\$34,662	\$34,303
Compensated Absences	105,395	8,140	0	113,535
Total General Long-Term Obligations	\$140,057	\$42,443	\$34,662	\$147,838

Compensated absences and the pension obligation will be paid from the fund from which the employees' salaries are paid.

Normally, the fund balance of the debt service fund is shown on the balance sheet as "Amount Available in Debt Service Fund for Retirement of General Obligation Bonds." Since the School District no longer has any general obligation debt, this entry has not been made and will not be disclosed on the balance sheet. The School District may seek to transfer this remaining balance to the General Fund.

The School District's overall legal debt margin was \$5,837,124 with an unvoted debt margin of \$64,857 at June 30, 2000.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 14 - INTERFUND ACTIVITY

As of June 30, 2000, receivables and payables that resulted from various interfund transactions were as follows:

	Interfund Receivables	Interfund Payables
General Fund	\$70,229	\$0
Special Revenue Funds:		
Title VI-B	0	6,880
Hearing Impaired	0	4,481
Miscellaneous Federal Grants	0	30,000
Total Special Revenue Funds	0	41,361
Enterprise Fund:		
Food Service	0	28,868
Total All Funds	\$70,229	\$70,229

NOTE 15 - JOINTLY GOVERNED ORGANIZATIONS

South Central Ohio Computer Association - The School District is a participant in the South Central Ohio Computer Association (SCOCA) which is a computer consortium. SCOCA is an association of public school districts within the boundaries of Highland, Adams, Pike, Scioto, Brown, Ross, Jackson, Vinton and Lawrence Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The governing board of SCOCA consists of two representatives from each of the participating counties, two school treasurers, plus one representative from the fiscal agent. The School District paid SCOCA \$396 for services provided during the year. Financial information can be obtained from their fiscal agent, the Pike County Joint Vocational School District, Tonya Cooper, who serves as Treasurer, at P. O. Box 577, 175 Beaver Creek Road, Piketon, Ohio 45661.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 15 - JOINTLY GOVERNED ORGANIZATIONS (Continued)

Scioto County Joint Vocational School - The Scioto County Joint Vocational School is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the participating school districts' elected boards, which possesses its own budgeting and taxing authority. To obtain financial information write to the Scioto County Joint Vocational School, at P.O. Box 766, Lucasville, Ohio 45648.

Coalition of Rural and Appalachian Schools - The Coalition of Rural and Appalachian Schools is a jointly governed organization of over one hundred school districts in southeastern Ohio. The Coalition is operated by a board which is composed of fourteen members. The board members are composed of one superintendent from each county elected by the school districts within that county. The Council provides various services for school district administrative personnel; gathers data regarding conditions of education in the region; cooperates with other professional groups to assess and develop programs designed to meet the needs of member districts; and provides staff development programs for school district personnel. The Council is not dependent upon the continued participation of the School District and the School District does not maintain an equity interest in or a financial responsibility for the Council. During fiscal year 2000, the School District made no payments to the Coalition.

NOTE 16 - PUBLIC ENTITY SHARED RISK POOL

Scioto County Regional Council of Governments - The School District is a member of the Scioto County Regional Council of Governments, a public entity shared risk pool. Several Scioto County school districts have entered into an agreement with the South Central Ohio Educational Service Center to form the Scioto County Regional Council of Governments. The overall objectives of the council are to formulate and administer a program of health insurance for the benefit of the council members' employees and their dependents, to obtain lower costs for health coverage, and to secure cost control by implementing a program of comprehensive loss control. The Council's business and affairs are managed by a Board of Directors, consisting of the superintendents from each of the participating school districts. The School District pays premiums based on what the Council estimates will cover the costs of all claims for which the Council is obligated. If the School District's claims exceed its premiums, there is no individual supplemental assessment; on the other hand, if the School District's claims are low, it will not receive a refund. The Council views its activities in the aggregate, rather than on an individual entity basis. To obtain financial information, write to the fiscal agent, South Central Ohio Educational Service Center at Fourth and Court Streets, Portsmouth, Ohio 45662.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 17 - SCHOOL FUNDING COURT DECISION

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's legislature to design a plan to remedy the perceived defects in that system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to the School District. During the fiscal year ended June 30, 2000, the School District received \$1,842,346 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State legislature in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. On May 11, 2000, the Ohio Supreme Court rendered an opinion on this issue. The Court concluded, "...the mandate of the [Ohio] Constitution has not been fulfilled." The Court's majority recognized efforts by the Ohio General Assembly taken in response to the Court's March 24, 1997, decision, however, it found seven "...major areas warrant further attention, study, and development by the General Assembly...", including the State's reliance on local property tax funding, the state's basic aid formula, the school foundation program, as discussed above, the mechanism for, and adequacy of, funding for school facilities, and the existence of the State's School Solvency Assistance Fund, which the Court found took the place of the unconstitutional emergency school loan assistance program.

The Court decided to maintain jurisdiction over these issues and continued the case at least until June 15, 2001.

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

NOTE 18 - SET-ASIDE CALCULATIONS

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

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE 18 - SET-ASIDE CALCULATIONS (Continued)

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

	Textbooks	Capital Acquisitions	Budget Stabilization
Set-aside Reserve Balance as of June 30, 1999	\$0	\$0	\$61,774
Current year set-aside requirement	79,859	79,859	103
Current year offsets	0	0	0
Qualifying disbursements	0	0	0
Set-aside Reserve Balance as of June 30, 2000	<u>\$79,859</u>	<u>\$79,859</u>	<u>\$61,877</u>

The total reserve balance for the set asides at the end of the fiscal year was \$221,595.

NOTE 19 - CONTINGENCIES

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2000.

B. Litigation

The School District is not currently party to any legal proceedings.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR JUNE 30, 2000**

Federal Grantor/ Pass Through Grantor Program Title	Pass-Through Entity's Number	Federal CFDA Number	Receipts	Noncash Receipts	Disbursements	Noncash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
<i>Passed Through Ohio Department of Education:</i>						
Nutrition Cluster: Food Distribution Program	N/A	10.550	\$	\$12,368	\$	\$15,045
National School Breakfast Program	05PU-99	10.553	21,587		21,587	
National School Lunch Program	04PU-99	10.555	<u>81,386</u>		<u>81,386</u>	
Total Nutrition Cluster			<u>102,973</u>	<u>12,368</u>	<u>102,973</u>	<u>15,045</u>
Total U.S. Department of Agriculture			102,973	12,368	102,973	15,045
<u>U.S. DEPARTMENT OF EDUCATION</u>						
<i>Passed Through Ohio Department of Education:</i>						
Title I Grants to Local Educational Agencies	C1-S1	84.010	234,775		261,912	
Special Education Grants to States	6B-S4	84.027	42,379			
Safe and Drug Free Schools and Communities - State Grants	DR-S1	84.186	2,411		10,001	
Goals 2000 - State and Local Education Systemic Improvement	G2-S1	84.276	31,562		49,951	
Eisenhower Professional Development Education Grant	MS-S1	84.281	1,762		872	
Innovative Educational Program Strategies-Title VI	C2-S1	84.298	1,648		555	
Classroom Reduction Funds (Title VIR)	CR-S1	84.340	<u>10,444</u>		<u>27,260</u>	
Total U.S. Department of Education			<u>324,981</u>	<u>0</u>	<u>350,551</u>	<u>0</u>
Total Federal Awards Receipts and Expenditures			<u>\$427,954</u>	<u>\$12,368</u>	<u>\$453,524</u>	<u>\$15,045</u>

The accompanying notes to the Schedule of Federal Awards Receipts and Expenditures are an integral part of this Schedule.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) is a summary of the activity of the School District's federal award programs. The Schedule has been prepared on the cash basis of accounting.

NOTE B - FOOD DISTRIBUTION

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Monies from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2000, the School District had food commodities valued at \$573 in inventory.

NOTE C - MATCHING REQUIREMENTS

Certain federal programs require that the School District contribute non-federal funds (matching funds) to support the federally-funded programs. The School District has complied with the matching requirements. The expenditure of non-federal matching funds is not included on the Schedule.



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OFFICE OF THE AUDITOR

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

Green Local School District
Scioto County
4070 Gallia Pike
Franklin Furnace, Ohio 45629

To the Board of Education:

We have audited the accompanying general purpose financial statements of Green Local School District, Scioto County, Ohio (the School District), as of and for the year ended June 30, 2000, and have issued our report thereon dated January 30, 2001. 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 School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards* which are described in the accompanying Schedule of Findings as items 2000-10773-001, 2000-10773-002, 2000-10773-003 and 2000-10773-004. We also noted certain immaterial instances of noncompliance that we have reported to the management of the School District in a separate letter dated January 30, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgement, could adversely affect the School District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying Schedule of Findings as items 2000-10773-005 and 2000-10773-006.

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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. We consider items 2000-10773-005 and 2000-10773-006 to be material weaknesses. We also noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the School District in a separate letter dated January 30, 2001.

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

Jim Petro
Auditor of State

January 30, 2001



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

Green Local School District
Scioto County
4070 Gallia Pike
Franklin Furnace, Ohio 45629

To the Board of Education:

Compliance

We have audited the compliance of Green Local School District, Scioto County, Ohio (the School District), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2000. The School District's major federal program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the School District's management. Our responsibility is to express an opinion on the School District's compliance based on our audit.

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

In our opinion, the School District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2000.

Internal Control Over Compliance

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

Green Local School District
Scioto County
Report of Independent Accountants on Compliance with Requirements
Applicable to Each Major Federal Program and Internal Control over
Compliance in Accordance with OMB Circular A-133
Page 2

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

Jim Petro
Auditor of State

January 30, 2001

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133, SECTION .505
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

1. SUMMARY OF AUDITOR'S RESULTS		
(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at financial statement level (GAGAS)?	Yes
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	Yes
(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 Section .510?	No
(d)(1)(vii)	Major Programs (list):	Title I Grant CFDA# 84.010
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

FINDING NUMBER 2000-10773-001

Noncompliance Citation

Ohio Rev. Code Sections 3307.291 (Formerly 3307.62) in regards to the State Teachers Retirement System (STRS) and 3309.57 in regards to the Public School Employees Retirement System (SERS) require that the employing government withhold from the employees' wages or pay on behalf of the employees, a certain percentage of earned wages as defined and to pay over to the appropriate system the amounts withheld, matched with an appropriate percentage of employer matching contributions.

During the fiscal year, \$13,097 was withheld for the SERS and \$32,423 was withheld for the STRS from employee wages and deposited into the payroll clearing account, however, this amount was not transmitted to the appropriate retirement system. This could result in late penalties and cumbersome reconciliations.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133, SECTION .505
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
(Continued)**

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS
(Continued)**

**FINDING NUMBER 2000-10773-001
(Continued)**

Noncompliance Citation

Ohio Rev. Code Sections 3307.291 and 3309.57 (Continued)

We recommend that employee retirement system contribution payments be promptly submitted to the appropriate retirement system upon completion of the School District's payroll.

FINDING NUMBER 2000-10773-002

Noncompliance Citation

Ohio Rev. Code Section 5705.39 states that the total appropriation from each fund should not exceed the total estimated resources.

At February 29, 2000, total appropriations exceeded total estimated resources in the Title VI-B Fund by \$4,628 or 15%. In addition, at June 30, 2000, total appropriations exceeded total estimated resources in the following funds: Textbook Subsidy Food, \$11,900 or 112%; Title VI-B Fund \$4,628 or 15%; Hearing Impaired Fund, \$23,864 or 58%. Also at June 30, 2000, total appropriations exceeded total estimated resources in the Ohio Reads Fund by \$32,000 as a result of no resources being estimated for the fund.

We recommend that the Treasurer monitor estimated resources versus appropriations throughout the year to monitor that appropriated amounts are within the amount of estimated resources.

FINDING NUMBER 2000-10773-003

Noncompliance Citation

Ohio Rev. Code Section 5705.41 (B) states no subdivision or taxing unit is to expend money unless it has been appropriated.

At December 31, 1999, actual disbursements exceeded the appropriations in the Goals 2000 Grant Fund by \$15,554 or 46% and the School Net Plus Fund \$4,019 or 100%. At March 31, 2000, actual disbursements exceeded the appropriations in the Goals 2000 Grant Fund by \$31,784 or 93%, the School Net Plus Fund by \$4,019 or 100% and the Student Managed Activities Fund by \$2,636 or 20%. In addition, at June 30, 2000, actual disbursements exceeded appropriations in the Food Service Fund by \$20,963 or 10% and the EMIS Fund by \$1,022 or 20%.

We recommend the Treasurer routinely compare the appropriations to the actual disbursements and file an amendment with the County Auditor when it is apparent that actual disbursements will exceed the level of appropriations.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133, SECTION .505
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
(Continued)**

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS
(Continued)**

FINDING NUMBER 2000-10773-004

Noncompliance Citation

Internal Revenue Code (IRC) Chapter 26 (26 U.S.C.) Section 3402 requires the employing government withhold Federal and employment-related taxes (such as Medicare). Section 3404 further requires the government report those tax matters to the appropriate tax authorities and to the recipients.

During the period under audit, \$93,963 was withheld from employee wages and deposited into the payroll clearing account, however, this amount was not transmitted to the Federal government. This could result in late penalties and cumbersome reconciliations.

We recommend that Federal tax payments be promptly submitted to the Federal government upon completion of the School District's payroll. This matter is being referred to the Internal Revenue Service.

FINDING NUMBER 2000-10773-005

Material Weakness

The Treasurer did not reconcile the payroll account during the audit period. This resulted in the following errors in the account going undetected for an extended period of time:

- Outstanding transfers from the general bank account were identified in the amount of \$7,695;
- Outstanding electronic Federal tax payments were identified in the amount of \$93,963;
- Outstanding SERS payments were identified in the amount of \$13,097; and
- STRS payments were identified in the amount of \$32,423.

We recommend that the Treasurer prepare monthly reconciliations of the payroll account on a timely basis. We further recommend that the Treasurer follow up on and correct the long outstanding items found in the payroll account.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133, SECTION .505
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
(Continued)**

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS (Continued)

FINDING NUMBER 2000-10773-006

Material Weakness

Monthly reconciliations of the ending bank account balance to the School District's book ending book balance were not properly performed by the Treasurer. These reconciliations were not accurate in the following manner:

- The outstanding checklist included several checks which have been outstanding for several years. Also, there were outstanding checks on the listing which had already cleared the bank and there were checks which had not cleared the bank that were not included in the listing.
- The outstanding deposit listing included deposits in transit which could not be traced to supporting documentation. Also, there were outstanding items on the list which have been outstanding for an extended period of time and there were outstanding items that were not included on the listing.
- Lump sum adjustments were made to the School District's ending monthly book balance in amounts ranging from \$157 to \$35,275 in order to reconcile to the School District's bank account. Many of these adjustments were unsupported as to the reason for the adjustment.

This resulted in misrepresented financial statements and inaccurate book balances. We reconciled the account. This reconciliation resulted in 48 adjustments to bring the financial statements into balance. The School District's financial statements were out of balance by a net amount of \$6,784.

We recommend that accurate reconciliations of the School District's bank accounts be performed by the Treasurer on a monthly basis. Any reconciling items should be documented and investigated to prevent unsupported adjustments from being recorded. Also, we recommend that the Treasurer maintain accurate listings of outstanding checks and deposits and to follow up on items which have been outstanding for an extended period of time to ensure that proper credit is given to the School District for outstanding deposits and outstanding checks are voided and paid into the School District's unclaimed monies fund. We further recommend that the monthly bank reconciliations be reviewed and approved by the District Board of Education as part of their monthly Board Meetings and signed or initialed by the Board President indicating Board review and approval.

3. FINDINGS FOR FEDERAL AWARDS

None

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133, SECTION .315 (b)
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

Finding Number	Finding Summary	Fully Corrected ?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain:
1999-10773-001	Ohio Rev. Code Section 5705.36 requires the School District to certify to the County Auditor on or about the first day of each fiscal year, the total amount from all sources which is available for expenditure from each fund in the tax budget along with any unencumbered balances that existed at the end of the preceding year.	No	Reissued due to significant budgetary variances.
1999-10773-002	Ohio Rev. Code Section 5705.38 requires the School District approve appropriation measurer on or about the first day of each fiscal year.	Yes	
1999-10773-003	Ohio Rev. Code Section 5705.41 (B) states that no subdivision is to expend money unless it has been appropriated.	No	Reissued.

**GREEN LOCAL SCHOOL DISTRICT
SCIOTO COUNTY**

**CORRECTIVE ACTION PLAN
OMB CIRCULAR A-133, SECTION .315 (c)
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2000-10773-001	The Treasurer will strive to remit retirement payments on a timely basis.	June 30, 2001	Daniel McDavid, Treasurer
2000-10773-002	The Treasurer will monitor appropriations versus estimated resources to assure that appropriations are within estimated resources.	June 30, 2001	Daniel McDavid, Treasurer
2000-10773-003	The Treasurer will monitor expenditures versus appropriations throughout the year to assure that expenditures are within appropriations.	June 30, 2001	Daniel McDavid, Treasurer
2000-10773-004	The Treasurer will strive to remit Federal taxes on a timely basis.	June 30, 2001	Daniel McDavid, Treasurer
2000-10773-005	The Treasurer will strive to reconcile the payroll account on a monthly basis.	June 30, 2001	Daniel McDavid, Treasurer
2000-10773-006	The Treasurer will strive to reconcile the general account on a monthly basis.	June 30, 2001	Daniel McDavid, Treasurer



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GREEN LOCAL SCHOOL DISTRICT

SCIOTO COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 20, 2001**