

**KETTERING CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2000



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**KETTERING CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

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**KETTERING CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

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

| Federal Grant/ Pass Through Grantor Program | Pass Through Entity Number | Federal CFDA Number | Receipts | Non-Cash Receipts | Disbursements | Non-Cash Disbursements |
|--|----------------------------------|---------------------------|-------------|----------------------|---------------|---------------------------|
| U.S Department of Agriculture | | | | | | |
| <i>Pass Through Ohio Department of Education:</i> | | | | | | |
| Nutrition Cluster: | | | | | | |
| School Breakfast Program | 05-PU | 10.553 | \$52,439 | | \$52,439 | |
| National School Lunch Program | 03-PU & 04-PU | 10.555 | 359,056 | | 359,056 | |
| Child Care Food Program | 16-CC & 21-ML | 10.558 | 10,093 | | 10,093 | |
| Food Distribution Program | | 10.550 | 0 | 123,005 | 0 | 89,833 |
| Total U.S. Department of Agriculture - Nutrition Cluster | | | 421,588 | 123,005 | 421,588 | 89,833 |
| U.S Department of Education | | | | | | |
| <i>Passed Through Ohio Department of Education:</i> | | | | | | |
| Adult Education | AB-S1 | 84.002 | 67,896 | | 74,368 | |
| Special Education Cluster: | | | | | | |
| Special Education Grant to States (IDEA Part B) | 6B-SF | 84.027 | 376,397 | | 409,902 | |
| Special Education - Preschool Grants | PG-S1 | 84.173 | 4,774 | | 695 | |
| Total Special Education Cluster | | | 381,171 | | 410,597 | |
| Vocational Education Basic Grants | 20-00 | 84.048 | 210 | | 0 | |
| Innovative Education Program Strategies | C2-S1 | 84.298 | 36,677 | | 32,328 | |
| Eisenhower Professional Development | MS-S1 | 84.281 | 33,665 | | 11,858 | |
| Safe and Drug Free Schools and Communities | DR-S1 | 84.186 | 42,098 | | 41,875 | |
| Even Start | EV-S4 | 84.213 | 9,201 | | 21,828 | |
| Even Start - Family Literacy | FV-S1 | 84.314 | 0 | | 14,152 | |
| Title I Grant to Local Educational Agencies | C1-S1 | 84.010 | 389,158 | | 392,865 | |
| Class Size Reduction | CR-S1 | 84.340 | 30,772 | | 0 | |
| Goals 2000 | G2-S2 | 84.276 | 117,057 | | 147,057 | |
| America Reads | | 84.117 | 5,000 | | 10,785 | |
| <i>Passed Through Centerville City School District:</i> | | | | | | |
| Vocational Education - Carl Perkins | | 84.049 | 70,284 | | 72,236 | |
| Total U.S. Department of Education | | | 1,183,189 | 0 | 1,229,949 | 0 |
| U.S Department of Labor | | | | | | |
| <i>Passed Through Ohio Department of Education:</i> | | | | | | |
| School to Work | | 17.249 | 57,518 | | 45,110 | |
| Total Federal Assistance | | | \$1,662,295 | \$123,005 | \$1,696,647 | \$89,833 |

The notes to this schedule are an integral part of this schedule.

**KETTERING CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

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

NOTE A -- SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B – NUTRITION CLUSTER

Non-monetary 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. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first. (The amount of commodities reported in the financial statements are at the net amount, rather than the gross amount as reported in the Schedule of Federal Awards Receipts and Expenditures.)

NOTE C – MATCHING REQUIREMENTS

Certain Federal programs require that the District contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District complied with the matching requirements. The expenditures 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**

Kettering City School District
Montgomery County
3750 Far Hills Avenue
Kettering, Ohio 45429

To the Board of Education:

We have audited the financial statements of Kettering City School District as of and for the year ended June 30, 2000, and have issued our report thereon dated November 29, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2000-10357-001 through 2000-10357-003. We also noted certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated November 29, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated November 29, 2000.

Kettering City School District
Montgomery County
Report of Independent Accountants on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

This report is intended for the information and use of the finance committee, the management, 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.

A handwritten signature in black ink, appearing to read "Jim Petro", with a large, stylized flourish at the end.

Jim Petro
Auditor of State

November 29, 2000



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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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**

Kettering City School District
Montgomery County
3750 Far Hills Avenue
Kettering, Ohio 45429

To the Board of Education:

Compliance

We have audited the compliance of Kettering City School District with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2000. The 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 District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

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

Internal Control Over Compliance

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

Kettering City School District
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.

We have audited the general-purpose financial statements of the District as of and for the year ended June 30, 2000, and have issued our report thereon dated November 29, 2000. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

This report is intended for the information and use of the finance committee, the management, 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

November 29, 2000

**KETTERING CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

**SCHEDULE OF FINDINGS
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 the financial statement level (GAGAS)? | None |
| (d)(1)(ii) | Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)? | None |
| (d)(1)(iii) | Was there any reported material non-compliance 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 § .510? | No |
| (d)(1)(vii) | Major Programs (list): | Nutrition Cluster - CFDA # 10.550, 10.553, 10.555, 10.558 |
| (d)(1)(viii) | Dollar Threshold: Type A/B Programs | Type A: > \$ 300,000 Type B: all others |
| (d)(1)(ix) | Low Risk Auditee? | Yes |

**KETTERING CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2000
(Continued)**

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

| | |
|-----------------------|----------------|
| Finding Number | 2000-10357-001 |
|-----------------------|----------------|

Ohio Rev. Code Section 5705.40 states that any appropriation measure may be amended or supplemented as long as the entity complies with the same provisions of the law as are used in making the original appropriations. However, no appropriation may be reduced below an amount sufficient to cover all unliquidated and outstanding contracts or obligations against them. The Board is prohibited from delegating duties statutorily assigned to it, such as the ability to amend appropriations.

The Board did not approve amendments to appropriations before certifying them to the county auditor. Further, the monthly comparative financial reports presented to the Board included appropriation amounts that were not approved by the Board which could result in inaccurate financial decisions based on the information provided.

The District should implement procedures to provide that all amendments are approved by the Board and the amounts presented to the Board on comparative financial statements include only Board approved amended amounts. These procedures will provide the Board with further control over appropriations and accurate information for decision making purposes.

| | |
|-----------------------|----------------|
| Finding Number | 2000-10357-002 |
|-----------------------|----------------|

Ohio Rev. Code Section 5705.41(B) prohibits a subdivision from making an expenditure unless it has been properly appropriated. The following funds, and fund types, had expenditures in excess of amounts appropriated on the listed dates: (Other immaterial variances were also noted)

| | Appropriated | Actual Expenditures | Variance |
|--------------------------------|---------------------|----------------------------|-----------------|
| (As of April 30, 2000) | | | |
| Special Revenue Funds: | | | |
| Pathfinder/Preschool | \$ 7,496 | \$ 16,240 | (\$ 8,744) |
| Career Development | 6,593 | 18,467 | (11,874) |
| Post Secondary Voc | 0 | 16,280 | (16,280) |
| Local Professional Development | 26,037 | 29,736 | (3,699) |
| Educ. MIS | 3,292 | 21,364 | (18,072) |
| Public School Preschool | 60,382 | 168,273 | (107,891) |
| Idvl. Grant | 8,321 | 9,106 | (8,824) |
| Ohio Reads | 0 | 30,579 | (30,579) |
| Parent Mentor/School Conflict | 250,294 | 528,152 | (277,858) |
| Carl D. Perkins | 43,612 | 63,559 | (19,947) |
| Title IV Innovation | 40,750 | 43,800 | (3,050) |
| Systemic Grant | 197,776 | 207,829 | (10,053) |

**KETTERING CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

**SCHEDULE OF FINDINGS
JUNE 30, 2000
(Continued)**

Finding Number - 2000-10357-002 (Continued)

(As of June 30, 2000)

Special Revenue Funds:

| | | | |
|--------------------------|-----------|-----------|-------------|
| Pathfinder/Preschool | \$ 7,496 | \$ 21,343 | (\$ 13,847) |
| Auxiliary Services | 1,168,813 | 1,362,112 | (193,300) |
| Career Development | 8,678 | 21,832 | (13,154) |
| Post Secondary Education | 0 | 16,281 | (16,281) |
| Educational Mis | 3,292 | 26,105 | (22,813) |
| Public School Preschool | 60,382 | 249,880 | (189,498) |
| Ohio Reads | 0 | 55,103 | (55,103) |
| Parent Mentor/School | 250,294 | 591,453 | (341,159) |
| Carl D Perkins | 45,487 | 75,009 | (29,522) |
| Systemic | 118,192 | 161,899 | (43,707) |

Special Revenue Fund Type \$ 4,025,837 \$ 4,629,865 (\$ 604,028)

Capital Projects Funds:

| | | | |
|------------------------------|-------------|--------------|--------------|
| Permanent Improvement | \$1,175,022 | \$ 1,581,243 | (\$ 406,221) |
| Replacement | 4,376 | 7,698 | (3,332) |
| Vocational Educational Equip | 0 | 18,774 | (18,774) |
| School Net | 282 | 9,730 | (9,448) |

Capital Projects Fund Type \$1,179,680 \$ 1,617,445 (\$ 437,765)

Enterprise Funds:

| | | | |
|-----------------|-------------|-------------|--------------|
| Food Service | \$1,667,983 | \$1,175,123 | (\$ 492,860) |
| Adult Education | 38,398 | 40,878 | (2,480) |

Enterprise Fund Type \$1,854,589 \$ 1,922,874 (\$ 68,285)

Internal Service Fund:

| | | | |
|--------------------|-----------|------------|-------------|
| Employees Benefits | \$ 87,000 | \$ 120,150 | (\$ 33,150) |
|--------------------|-----------|------------|-------------|

Internal Service Fund Type: \$ 615,024 \$ 648,174 (\$ 33,150)

The expenditure of funds beyond available appropriations could result in overspending available resources, which could result in negative fund balances. The District should implement procedures to monitor expenditures throughout the year and make any necessary changes to remain within its amended budget.

| | |
|-----------------------|----------------|
| Finding Number | 2000-10357-003 |
|-----------------------|----------------|

Ohio Rev. Code Section 5705.36 states that on or about the first day of each fiscal year, the fiscal officer of each subdivision shall certify to the county auditor the total amount of all sources available for expenditure from each fund. The District failed to include the Dental Self- Insurance fund, which had revenues of \$555,586 during the year, as part of its budget. Additionally, contrary to Ohio Rev. Code 5705.38, the District did not adopt appropriations for the fund, which had expenditures of \$528,024. Procedures should be developed and implemented to provide that all funds are properly included in the budgetary process.

| |
|--|
| 3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS |
|--|

None

KETTERING CITY SCHOOL DISTRICT

KETTERING, OHIO

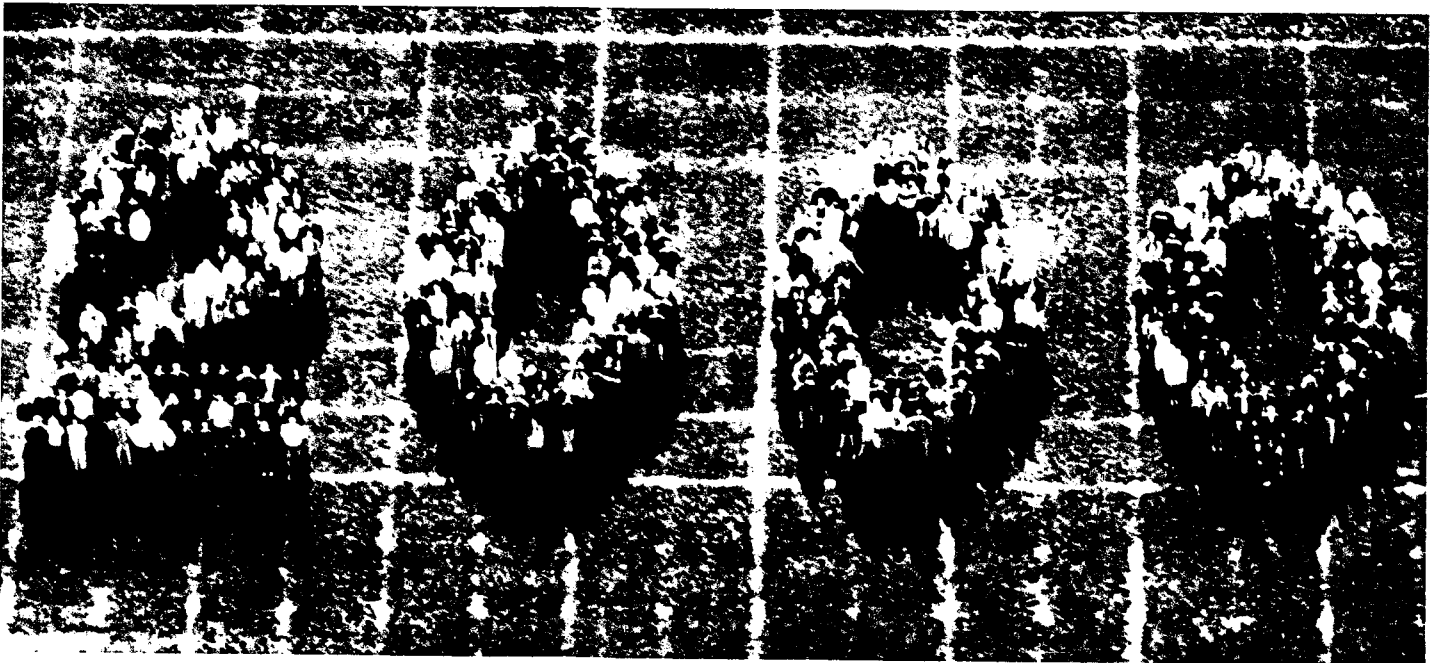


Photo by Skip Peterson, Dayton Daily News

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

KETTERING CITY SCHOOL DISTRICT

KETTERING, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2000



Students of Moraine Meadows at Camp Kern

PREPARED BY: OFFICE OF THE TREASURER

STEVEN G. CLARK
TREASURER

KETTERING CITY SCHOOL
BOARD OF EDUCATION



James Trent
President



Christina Manchester
Vice President



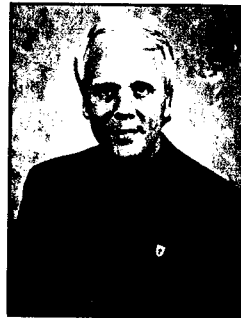
Julie Gilmore
Board Member



Michael Howley
Board Member



Sally Brown
Board Member

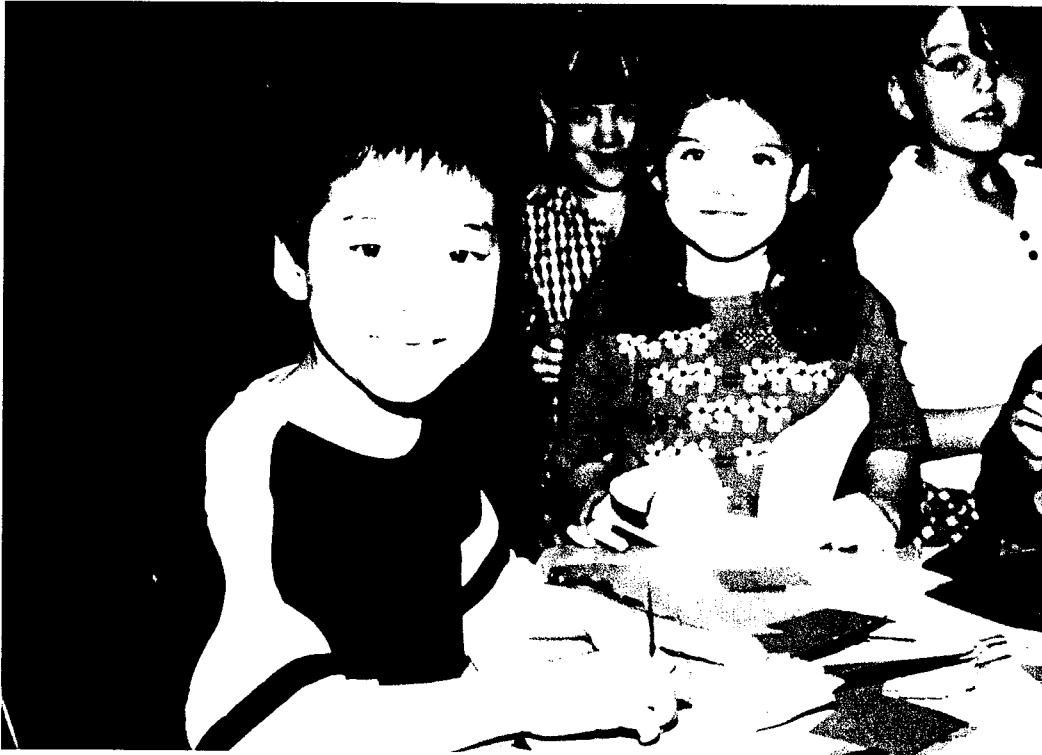


Robert Mengerink
Superintendent



Steven G. Clark
CFO/Treasurer

INTRODUCTORY SECTION



KETTERING CITY SCHOOL DISTRICT



KETTERING CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

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KETTERING CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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KETTERING CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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KETTERING CITY SCHOOL DISTRICT
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Kettering City School District

November 29, 2000

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

We are pleased to present the seventh Comprehensive Annual Financial Report (CAFR) of the Kettering City School District for the fiscal year ended June 30, 2000. This report was prepared by the Treasurer's Office, and includes the unqualified opinion of our independent auditors, The Ohio Auditor of State. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. The CAFR conforms to generally accepted accounting principles (GAAP) applicable to governmental entities.

The CAFR is presented in three sections:

Introductory Section - This section introduces the reader to the report and includes the table of contents, this transmittal letter, the Certificates of Excellence in Financial Reporting, the District's organizational chart and lists of principal and elected officials.

Financial Section - This section includes the unqualified opinion letter of our independent auditors, the Ohio Auditor of State, the general purpose financial statements and the combining and individual fund and account group financial statements and schedules.

Statistical Section - The information presented in this section is designed to reflect social and economical data, financial trends and the fiscal capacity of the District presented on a multi-year basis for comparative purposes.

Copies of this report will be widely distributed throughout the District. A copy will be sent to all school buildings, the Chamber of Commerce, major taxpayers, the Public Library, Moody's and Standard and Poor's financial rating services, banks, and any other interested parties.

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

Serving The Children



Of Kettering And Moraine

In addition to providing these general activities, the District receives pass-thru State funds which are distributed to private and parochial schools located within the District boundaries. The private school served by the Kettering City School District is Alexandria Montessori. The parochial schools served by the Kettering City School District are St. Albert Elementary School, St. Charles Elementary School, Ascension Elementary School and Alter High School. While these organizations share operational and service similarity with the District, each are separate and distinct entities. Because of their independent nature, none of these organizations' financial statements are included in this report. The District has no component units.

HISTORY AND BACKGROUND

The year 2000 marked the 159th year of existence for the Van Buren Township/ Kettering City School District. Van Buren Township was established on June 26, 1841, through separation from Dayton. The township was at first divided into small one-room district schools (#1, #6, #9, #10, #11 and #12) and later into Carrmonte, Pasadena and Fairmont elementary districts. Oakwood and Belmont were originally part of Van Buren Township. Oakwood formed its own district in 1926. Later, the Belmont area was annexed to Dayton.

Kettering City, the second largest public school district in the greater Dayton metropolitan area, lies south of Dayton and Oakwood, north of Centerville/Washington Township and west of Greene County. The City of Kettering and part of the City of Moraine fall under the jurisdiction of the school district.

Three names have been associated with the current Kettering City School District: Van Buren, Kettering and Moraine.

Van Buren Township was named for President Martin Van Buren. In 1803, Montgomery County was created, and four townships were formed. Dayton Township included the area now known as Kettering. Van Buren Township separated from Dayton in 1841 and remained a separate township with its own schools until 1952, when residents voted to become the Village of Kettering.

In 1954, Dayton proposed annexing the Delco facilities. The earlier annexation of Belmont did not sit well with Van Buren Township. Not wanting further erosion of the township, Van Buren countered, applied for, and was granted exempted village status, the last time such status was given in Ohio. This move was spearheaded by then Superintendent Dwight L. Barnes and Assistant Superintendent J. E. Prass. The exempted village status precluded the proposed Delco annexation by Dayton and secured the area for Van Buren/Kettering.

A special census conducted in 1954-55 verified that the township had more than 10,000 residents, and in 1955, the township became the City of Kettering.

The City of Kettering and hence the Kettering City School District were named in honor of Charles F. Kettering, the noted inventor of the automobile self-starter and holder of more than 150 patents. Together with Edward A. Deeds, Mr. Kettering formed a partnership in 1909, known as the "Barn Gang" since they, and other engineers, worked in Deeds' barn. That partnership developed into the Dayton Engineering Laboratories Company (DELCO), with Deeds as President and Kettering as Vice-President. In 1916, DELCO was sold to General Motors. During World War I, Deeds and Kettering organized the Dayton Wright Airplane Company and invented "The Bug" a remote-controlled, unmanned aircraft. The war ended before "The Bug" could be used. Charles F. Kettering's other accomplishments included work with leaded gasoline, freon refrigeration, diesel locomotion, and quick-drying car paint.

Kettering was a very civic-minded man, directing both his efforts and funds into the Sloan-Kettering Institute for Cancer Research, the Kettering Foundation, which works to strengthen the public role in

government, educational and science policy, and the Miami Conservancy District, instrumental in flood control.

Moraine took its name from the pre-historic glacier which deposited vast amounts of sand and gravel over the terrain. Because of concern over police and fire department services, the west Moraine section voted to become a separate township in 1953. They became a village in 1957, and a city in 1965. Throughout this period, Moraine has retained its ties to the Kettering City School District.

The Kettering City School District currently has a population of about 62,371 and covers 21.3 square miles. The City of Moraine has 6,854 residents of which approximately 1,371 reside within the Kettering City School District and encompasses 9.22 square miles of which approximately 2.9 are within the Kettering City School District.

The official opening enrollment of the District was 7,616 (approximately 217 from Moraine) enrolled in nine elementary schools, two middle schools and one high school during the 1999-00 school year. Other facilities operated by the District include a maintenance building, a transportation building, and the Central Office/Adult School Building which had been a high school and junior high school previously.

On September 15, 1998 the Kettering City Board of Education passed a resolution to change the name of the school district from the Kettering-Moraine School District to the Kettering City School District effective July 1, 1998.

ORGANIZATION OF THE DISTRICT

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

The Board members on June 30, 2000 were as follows:

Michael J. Howley
M. Christina Manchester
Julie Ann Gilmore
Sally Roush Brown
James S. Trent

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all operations. Dr. Robert A. Mengerink was appointed as Superintendent effective August 1, 1998.

The Treasurer is the chief financial officer of the District, responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets, and investing idle funds as specified by Ohio Law. Steven G. Clark was appointed Treasurer effective January 3, 2000.

ECONOMIC CONDITION AND OUTLOOK

The economic environment for Kettering's business community continued to be one of relative stability during 1999. Kettering's unemployment rate has consistently run well below the averages for the local area, the State of Ohio and the United States. This trend continued in 1999 and the first half of 2000.

Kettering's unemployment rate for 1999 was 1.9% compared to rates of 3.8% for Montgomery County, 4.3% for the State of Ohio and 4.2% for the United States.

Kettering's broad range of businesses includes several major employers. The largest of these is Delphi automotive Systems, a former division of General Motors, employing about 2,600 people in Kettering. Since spinning off from General Motors in 1999, Delphi Automotive Systems' financial future is already looking better. The company, which makes suspension parts for automobiles, predicts that it will make a marginal profit in 2000, operating in the black for the first time in a long, long time. The Kettering facility will be a key manufacturing site for the company's new MagneRide suspension system. The new system utilizes the very latest in technology and will be produced for a North American customer in 2002 with a second contract to be fulfilled in 2003. Also, the company is expanding the Kettering plant's production capability for the Continuously Variable Real Time Damping System, another product that should make Kettering more competitive. It appears that the company and its employees are very serious about plans that agreed to in 1998 to make the plants profitable again. The progress that has been made in less than a year since the spin-off have been a win-win situation for Kettering and the entire Miami Valley.

The City's second largest employer is the Kettering Medical Center (KMC) employing about 2,500 people. Three years ago, KMC and another Dayton area hospital, Grandview Hospital, formed the Alliance for Health of Southwest Ohio. During the past three years, the hospitals worked on developing and implementing several strategic plans. During 1999, Kettering Medical Center and Grandview Hospital completed a merger as the next step in the affiliation process. Hospital officials said that the public can expect more coordinated care at all of the new hospital's facilities, improve access to KMC and Grandview under the expanded system and financially stronger institutions. Both KMC and Grandview are profitable institutions and officials believe that the combined hospitals will be even more profitable in future years through the efficiencies they project will result from the merger. This merger comes on the heels of extensive renovations made at Kettering Medical Center. An investment in excess of \$25 million was made during a three year period to completely remodel and enlarge the surgical wing and to reorganize and expand outpatient services. It would appear that KMC is continuing to look to the future with an emphasis on meeting the changing needs of the healthcare industry and improving the effectiveness of all patient services.

Kettering's future economic outlook continues to look promising. The emphasis by the City through a number of different efforts on economic development both within Kettering and regionally is a high priority. The City's Economic Development Department is responsible for promoting Kettering as a good place to do business for new businesses as well as existing Kettering businesses. It seems that the business community agrees. Reynolds and Reynolds, a Fortune 1000 company based in Dayton since 1866, opened its new 250,000-square foot facility employing over 700 in the Miami Valley Research Park. The company also broke ground on its Phase II vacility which will be 350,000 square foot and will employee an additional 800 associates.. The School of Advertising Arts opened its new 15,000 square-foot facility on part of the former Borden's Dairy site. The Borden's Dairy was purchased by the City and demolished using Community Development Block Grant funds resulting in another ten acres of business property that could easily be developed by future companies wanting to locate in Kettering. The other half of the Borden's site will be purchased by Circuit Pak for its new 45,000-square-foot building. Circuit Pak is a company that assembles circuit boards for computers. The company was run by the owners out of their home for about a year before leasing space behind a pizza restaurant. Five years later, they expanded to their current location, and now the company is ready to construct a permanent headquarters.

In addition to the more significant expansions and additions in the Kettering business community over 100 small businesses opened or expanded in Kettering creating over 1,400 jobs

Similarly, Moraine's future economic outlook strengthened in 1999, the local economy remained stable. Income tax, the City's largest revenue source, increased by more than 5.0 percent in 19989, and overall revenues increased by over 2.0 percent. The majority of this increase came through increased income taxes, and grants for economic development. Overall employment remained strong and stable. Some of the highlights for the year are described below:

ISUZU Motors and General Motors (DMAX) completed construction of a-650,000 square foot diesel engine manufacturing and testing facility late in 1999. Inno Van, Inc., a company that manufactures step vans moved into a vacant facility in the City late in 1999, stated operations in 2000. These projects and several others will help create new jobs and retain current jobs in Moraine.

There were over forty-seven new businesses, which moved into Moraine during the year. In addition to new businesses, several of the existing businesses expanded during 1999.

During the year there were seven single-family home permits and sixteen multi-family apartment permits issued. There were 289 building permits issued during the year with a total construction value of over \$14.7 million.

With the activity that is currently going on, the City continues to look forward to continued business and residential growth over the coming years.

EMPLOYEE RELATIONS

The Board employs 799.79 full-time-equivalent (FTE) employees (including non-teaching personnel). Of the Board's current employees, 550.80 (FTE) are certificated by the Ohio Department of Education serving as classroom teachers, education specialists and administrators, all of whom have at least a bachelor's degree and 263 of whom hold advanced degrees. The starting salary for a teacher with a bachelor's degree for the period beginning September 1, 1999 was \$25,401. The maximum teacher salary in 1999-2000 for a master's degree was \$57,915 with 28 years longevity.

508.80 of the Board's certificated teachers and educational specialists are members of the Kettering Education Association (the "KEA Association") which is a labor organization affiliated with the Ohio Education Association. The present contract between the Board and the Association became effective July 1, 2000 and expires May 31, 2003.

All of the Board's 258.23 (FTE) classified employees except the classified administrators (11) and exempted clerical staff (8) are members of the Ohio Association of Public School Employees ("OAPSE") which is a labor organization affiliated with the American Federation of State, County and Municipal Employees ("AFSCME"). The present contract between the Board and OAPSE became effective August 1, 2000 and expires July 31, 2003.

These agreements marked a continuation of the historical turn in labor relations between the District, KEA, and OAPSE. The collaborative interest-based bargaining approach that involves the exchange of ideas, concerns and mutual problem solving to improve the instruction of students and to address the needs of the District in a cooperative manner was used and resulted in a third consecutive 3-year negotiated agreement with both employee bargaining groups.

MAJOR INITIATIVES

For the Year

Since it was first recommended six years ago by the community action groups involved in a district-wide Strategic Planning Process, reducing class sizes has been a primary goal of the Board of Education. As a result of excellent financial planning and management, the district was in a position this year to make good on that commitment to lower class sizes in kindergarten through the third grade by hiring an additional 11 teachers.

Over the summer, the district's Human Resource Services Department worked closely with building principals to hire the new teachers that would be needed in order to bring the average class size in the primary grades down to 20. The 11 additional teachers were hired over the summer months - and a 12th was hired in early September, when enrollment at one of the elementary schools put the class size at the third grade over that 20-student mark.

"Because of the quality of our district, we have the ability to attract outstanding talent," says Frank Spolrich, director of human resource services. "This gives us the opportunity to be selective, and we have a tradition of hiring the very best and the highest quality teachers. This year, with a total of 65 new staff members, including those 11 additional teachers, I am proud to say that we have once again hired the best in Kettering."

Interestingly, the result of the district's efforts is an average class size that is slightly less than 20. "While 20 remains our goal in terms of class sizes for our primary grades, we are actually closer to an average size of 19 in kindergarten, first, second and third grades across the district this year," says Mr. Spolrich, who adds: "We have a unique opportunity in the Kettering City Schools to make a remarkable difference in the progress of our students. Because of these lower class sizes, we will be able to put more individualized instruction into place, giving each child the attention needed to improve on those core skills, such as math and reading, that are so important."

For the Future

Since it was first released across Ohio three years ago, the annual State Report Card has served as a tool for measuring a school district's performance across a variety of indicators, the majority of which are Proficiency Test-based. In addition, and perhaps more importantly, the Report Card is proving to be a valuable tool for districts to use in examining, reviewing, strengthening or modifying the way specific programs and services are delivered in an effort to stimulate continued improvement of student achievement.

The Kettering City School District is proud of the steady progress made in the area of student performance on the Ninth-Grade Proficiency Test, passage of which is a graduation requirement for all Ohio high school students.

During a meeting at the beginning of the 2000-01 school year, the Kettering Board of Education outlined its expectations for the continued improvement of two additional Report Card Indicators: the Fourth-Grade Proficiency Test and the District Graduation Rate.

Under the guidance of the district's Director of Elementary Education and Director of Secondary Education, the Kettering Schools have begun to establish strategies that will lead to improvement in these two very important areas.

Fourth-Grade Proficiency Test Improvement

Designed to test a student's proficiency in the areas of fourth-grade reading, writing, math, science and citizenship, the Fourth-Grade Proficiency Test took on new meaning in 1999, when the Ohio Legislature enacted the "Fourth-Grade Guarantee." This "Guarantee" says that a student who does not pass the reading portion of the Fourth-Grade Proficiency Test may not matriculate to the fifth grade, at the discretion of the building principal and the child's teacher.

With a commitment to reading proficiency, the Kettering Schools began actively participating last year in the Miami Valley Reads program, which is the locally based extension of Gov. Bob Taft's statewide initiative, Ohio Reads. This year, with renewed emphasis on improvement in all areas of the Fourth-Grade Proficiency Test, the district's Elementary Education Director initiated a Fourth-Grade Teacher Proficiency Summit and held work sessions with all of the elementary principals. During these sessions a representative group of fourth-grade teachers - working with principals and under the guidance of the elementary education director - developed both short and long-term improvement strategies that include:

- 1) Placement of a classroom aide at each elementary building - A classroom aide will work at each of the district's nine elementary buildings for the equivalent of four hours per day from November 1 to March 30. These aides will work one-on-one or in small groups with those students recommended by the classroom teachers. Their expertise, coupled with data from the off-grade proficiency test will aid the teachers in identifying those students who could best benefit from this type of small-group intervention and improve upon their performance on the Fourth-Grade Proficiency Test.
- 2) Curriculum mapping - Twelve of the district's 29 fourth-grade teachers have less than two years of experience teaching fourth grade, and seven of these 12 are first-year teachers. With this in mind, the curriculum department talked with a group of fourth-grade teachers to determine when various learning outcomes are emphasized in relation to the administration of the Proficiency Test. "What we wanted to find out when we talked to the 'veteran' fourth-grade teachers was an idea of when they teach what they teach to their students so that they are really hitting on those major items that are covered on the Proficiency Test," says Norm Knowlton, Elementary Education Director. "After we did that, then we were able to come up with organizational tips for all of our fourth-grade teachers so that they have a better idea of what should be emphasized prior to the administration of the Proficiency Test. This is not to say that other items are not important to the student's learning, but rather, that some of these things can be taught in April and May, after the test has been given.
- 3) Proficiency Vocabulary - In order to answer a question correctly, a student needs to correctly understand the question. In other words, if the vocabulary used in a question on the test is not clearly understood by the student, chances are they won't do as well as they would if the words were familiar to them. With this in mid, a group of fourth-grade teachers developed a "Proficiency Vocabulary Book" that includes a listing of words used on the test that may not be familiar to a student. The book has been distributed to every elementary building, and all teachers and other staff members are using the different words in everyday conversation with students so that they get used to the words and will better understand their meanings if they encounter them on the Proficiency Test.

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- 4) Summer School - In addition to the mandated summer proficiency intervention for third and fourth-grade students who don't score well on the reading portion of the test, individual summer school programs will also be designed by each school. According to Mr. Knowlton, the goal will be to give the teachers and principals the opportunity to help build the type of summer program that will best suit the needs of their students. "For some that may mean a kind of summer school 'boost' right before the next school year starts, for others it might mean a program that last all summer long. This is something that we will be working on and developing with our teachers and principals over the remainder of the school year," he says.
 - 5) Technology - This will include two components: Increased technology education for teachers and improved hardware and software in the school buildings. "Our teachers want to do more with technology and to better integrate it into the different subject areas," says Mr. Knowlton. "In order to do this, we'll need to enhance our computer hardware so that it can handle the new software that is available to teachers today. We'll also need to provide ongoing education so that our teachers can better integrate technology into the curriculum and can do so in a way that maximizes the education and learning potential of the technology."

Graduation Rate Improvement

Over the past four years, the Kettering City School District has cut its drop-out rate almost in half, and is committed to working toward even greater improvement as the secondary curriculum department - in partnership with the secondary principals - continues several successful initiatives and works toward implementation of one new one.

"One of the first things we tried to do at Fairmont when we made the commitment four years ago to really tackle the drop-out problem was to work at making the high school a friendlier, more welcoming and inviting place for our students," says Dr. Schoenlein, Director of Secondary Education and former principal of Kettering Fairmont High School. "A huge, mall-like high school can be a very impersonal place, and it's absolutely devastating for at-risk students. What we had to do was look at things we could do to make our big school seem 'smaller' and more friendly for all of our students."

To accomplish this, says Dr. Schoenlein, the staff at Fairmont High School put in place these successful initiatives over the past few years:

- Advisory Periods - A group of about 20 students is assigned to each teacher for the four years the student is at Fairmont. "That advisor is there to just listen and give advise, when asked," says Dr. Schoenlein. "The advisor isn't the one who grades that student or disciplines him. Instead, he's there simply to serve as that student's advocate, and this has proven to be very successful for all of our students.
- Emphasis on Career - We have a theme at the high school, that goes like this: "What are you going to do and be someday?" says Dr. Schoenlein. "Our goal is to give kids direction and focus. This, in turn, gives meaning to what they do in class every day."
- A Strong Career Tech Program - The Career Tech Program at Fairmont High School has exploded in the past five years, with opportunities for students to take Tech Prep courses in everything from engineering technology to allied health. "Our career tech program has grown into an extremely successful and viable option for students at the high school," says Dr. Schoenlein.
- A Sense of Belonging - The administration and staff at Fairmont High School are trying very hard to cause each and every student to feel that Fairmont is their school by recognizing them, awarding them and rewarding them and by inviting and encouraging them to take part

in all facets of school life. For example, attendance at the Homecoming Dance has increased from 550 to 1200 students in the last four years.

The new initiative that Dr. Schoenlein and the secondary staff are working on is an Alternative School. The program will have five main components: work experience, community service, Proficiency Test tutoring, classroom and individual instruction. The establishment of an Alternative School is recognition on the part of the district that the traditional seven-hour school day is not always the best option for every young person out there.

It is, says Dr. Schoenlein, "a realization that we need to be more flexible and more willing to accommodate the lifestyles of some of our students if we are going to help them get that high school degree.

In the event that this five-component program does not work for a student, the alternative program will serve as a "home schooling" resource for the student. "There are a number of ways that a student can get an education, including the Nebraska Plan, the American School diploma and ECOT, which is the Electronic Classroom of Tomorrow," says Dr. Schoenlein.

"The whole issue of student drop outs is a 'big-picture' issue, and there are a lot of pieces to the puzzle - a lot of reasons why kids crop out and a lot of things that we can do to try to help them. "Our goal as educators should be to help all students find their place in society, to become productive workers, respectful people and responsible citizens. What we've done over the past four years to become more student-centered and more career-focused has helped us cut our drop-out rate in half," says Dr. Schoenlein. "With the alternative program, I really believe that we'll be able to equip all of our students with the knowledge, skills and attitudes to be productive members of the community."

DEPARTMENTAL FOCUS

Student Services Department

The days when a typical public school staff list was limited to a principal, teachers, a few "lunch ladies" and a custodian are long gone. Today, as students arrive at school with a variety of social, emotional and physical needs, the services provided to those young people are becoming increasingly diverse, with school districts working hard to make sure that these needs don't interfere with the student's ability to learn.

Determining the needs of the student population and providing the services to meet those needs are the responsibilities of the Student Services Department in the Kettering City School District. "It's our job to provide all those special services to kids, whether that be the direct classroom services of our special education department or the more ancillary services of our counselors, psychologists and nurses," says Bill Lautar, Director of Student Services for the Kettering Schools.

In addition, the Student Services Department is responsible for the monumental task of coordinating all student testing, including State Proficiency Testing and off-grade ability and achievement testing; and for coordinating and reporting all data related to student accountability. "Our department is charged with gathering and organizing all of the student information that is used to determine state and federal funding levels and the disbursement of grant monies," says Mr. Lautar. "We also coordinate all of the information that is provided to the state for its Education Management Information System, or EMIS, which is the document that drives the development of an annual State Report Card.

A new responsibility of the Student Services Department as of the 2000-01 school year is the coordination of Grants Program Office. Through county and federal grants, Kettering offers the ABLD (Adult Basic Literacy Education) Program, the Pathfinders Preschool Program and the Even Start Family Literacy Program. GED preparation and testing, preschool programs, English as a second language classes and parenting courses are just a few of the services provided by the Grant Programs Office.

"With the addition of adult programming under the overall Student Services umbrella, our department is working with children as young as three and with every age in between and all the way through adulthood. As our responsibilities have changes over the years, we have truly become a department committed to lifelong learning and to assisting students of all ages along the way," says Mr. Lautar.

Student Services Personnel

The Student Services Department is made up of the following staff members:

- 1 Director
- 2 Secretaries
- 4 School Psychologist
- 1 Visiting Teacher
- 8.2 Elementary School Guidance Counselors
- 5 Middle School Guidance Counselors
- 6 High School Guidance Counselors
- 1 High School Director of Guidance
- 4.9 School Nurses
- 6.4 Speech and Language Pathologists
- 1 Student Assistance Program Coordinator
- 17 Auxiliary Services Staff Members (working in non-public schools)
- 26 Grant Program Employees

While it is somewhat unusual to have guidance counselors at all grade levels, Mr. Lautar notes that the district-wide placement of counselors in every school building has long been a tradition that is supported in Kettering. "There are any of a number of social or emotional issues that can negatively impact a student's ability to learn," says Mr. Lautar. "Historically, we find that when we are able to provide assistance outside the classroom setting to students who have special needs, then those students tend to behave better and achieve more while in class." The counseling staff at the high school also works closely with students to help them decide on career or college plans after graduating from Fairmont High School. Counselors across the district also serve as valuable resources to teachers, principals, and guardians, as the entire "school community" works together to maximize a student's educational experiences.

In addition, the Student Services Department includes the following Special Education staff members:

- 1 Supervisor of Special Education
- 1 Secretary
- 3 Special Education Coordinators
- 4 Teachers of Gifted Education
- 1 Gifted Education Coordinator
- 1 Adaptive Physical Education Instructor
- 2 Occupational Therapists
- 1 Case Manager
- 1 Parent Mentor
- 20 Developmentally Handicapped (DH) Teachers
- 23 Learning Disabled (LD) Teachers

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- 8 Learning Disabled (LD) Tutors
 - 6 Multiple-Handicapped (MH) Teachers
 - 27 Special Education Classroom Aides
 - 3 Interpreters
 - 2 Job Coaches

Staffing for the special education department is determined by the number of students enrolled in the Kettering City School who have IEPs, or "individual education plans." In the Kettering District, approximately 800 students - or 10 percent of the enrollment - are on IEPs and are eligible for some type of special education services.

Special education services are provided to students with disabilities, as defined by the Individuals with Disabilities Education Act (IDEA), which was enacted in 1975. These services include preschool programs for children with disabilities who are from three to five years old, special learning centers, individual and small group instruction and co-taught classes with a special education teacher and a general education teacher working together to meet the needs of the students.

Other special education services, such as occupational therapy, adapted physical education, speech and language therapy, physical therapy and interpreter services are also available, based upon a student's needs.

The Kettering School District has a work adjustment program that includes career orientation, vocational assessment, work experiences and job training for high school students with disabilities.

The district also contracts with the Dayton City Schools, the Montgomery County Educational Service Center and the Montgomery County Board of Mental Retardation/Developmental Disabilities (MR/DD), each of which operates regional programs to assist students throughout the greater Miami Valley who have special needs.

The Special Education Department also operates a program for academically gifted students, beginning in the fourth grade. Students in the gifted program work on projects that center on the development of creative thinking and problem solving skills and the use of technology.

Additional Student Services Programs

The following services are also coordinated through the Student Services Department:

- Physician Services - the district contracts for the services of two physicians who serve as resources when staff members have questions regarding the care of students who have medical conditions.
- Vision/hearing - The district conducts vision and hearing screenings for every student in grades kindergarten, 1, 3, 5, 7 and 9.
- Medical services - A public school district is required to provide services to students who have any medical conditions that do not require a physician's care and are needed to allow them to benefit from attending school. For instance, if a student must have intermittent catheterizations during the regular school day, the district must have an individual trained to provide that service on staff (or must contract for the service.)
- Visiting Teacher - The district has a visiting teacher in place who is responsible for working with students who have attendance problems. The visiting teacher makes home visits and attempts to involve the student and his or her parents or guardian in the establishment of a plan to improve the student's attendance at school.

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- Athletic physicals - Every student involved in a school-sponsored, extracurricular athletic activity is required to have a physical done before they can practice or play in any games. The district's contracted physicians conduct these physicals.
 - Student Assistance Program - The coordinator of this program works out of Kettering Fairmont High School and provides assistance to students who may be struggling with substance abuse problems. This individual also provides invaluable assistance to staff members, parents and the community through substance abuse awareness and training programs and by making referrals to outside agencies, when needed.
 - Kettering Youth Counselor - Working in partnership with the City of Kettering, the Kettering Schools contract with two full-time youth counselors from South Community, Inc., who work with students and their families when an issue goes beyond what our own counselors are trained to handle.

Committed to meeting the need of students

As evidenced by the staff outline alone, it is obvious that the scope of responsibility for the Student Services Department is huge. Perhaps more than any other department, Student Services touches the day-to-day operations of every other department in the district. Whether it's working with the Transportation Department to arrange for the special needs of a child with a disability, or serving as a consultant to the general education teacher whose classroom includes a student with special needs, the Student Services staff members are dedicated to providing the services that will help every student become more self-sufficient, self-directed and socially integrated.

"As society has wanted school systems to be more inclusive and to provide educational opportunities to all children, we have changed and adapted in order to provide the support services that will allow every child to attend school in their least restrictive environment," says Mr. Lautar. "One of the really positive things we're seeing about inclusion is the fact that our children today are growing up in an atmosphere where they don't so much see the differences between the typical child and the child with a disability as they are seeing the opportunities to learn from each other, and we see this even in our youngest students."

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund and account group is a distinct, self-balancing entity. Records for general governmental operations are maintained on a cash basis system of accounting as prescribed by the Auditor of State. Cash basis accounting differs from GAAP as promulgated by the Governmental Accounting Standards Board (GASB). GAAP, as more fully described in the notes to the financial statements, provides for a modified accrual basis of accounting for the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Expendable and Non-Expendable Trust Funds and Agency Funds, and for full accrual basis of accounting for all other funds. The District began a conversion to GAAP for financial reporting with the 1992 fiscal year.

INTERNAL CONTROL

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the

cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

SINGLE AUDIT ACT

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

The results of the District's single audit for the fiscal year ended June 30, 2000 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

BUDGETARY CONTROLS

The District maintains its accounts, appropriations and other financial records in accordance with the procedures established and prescribed by the Ohio Auditor of State. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution approved by the Board of Education. Activities of all funds, with the exception of the Dental Insurance fund, are included in the annual appropriation resolution. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established by object of expenditure within an individual fund. This District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

GOVERNMENTAL FUNDS

The following table presents the amount of revenues by source for the General Fund for the fiscal year ended June 30, 2000 and the percentage of increases and decreases in relation to prior year revenues.

| Revenues | 2000 Amount | Percent of Total | Increase (Decrease) From 1999 | Percent of Increase (Decrease) |
|----------------------------|----------------|------------------------|-------------------------------------|--------------------------------------|
| Taxes | \$38,407,084 | 76.16% | \$1,362,137 | 3.55% |
| Tuition and Fees | 146,437 | 0.29% | 26,614 | 18.17% |
| Transportation | 182,021 | 0.36% | (63,984) | -35.15% |
| Earnings on Investments | 1,241,325 | 2.46% | 172,457 | 13.89% |
| Intergovernmental | 10,214,285 | 20.25% | 318,633 | 3.12% |
| Extracurricular Activities | 60,102 | 0.12% | (2,182) | -3.63% |
| Classroom Materials & Fees | 136,514 | 0.27% | (13,762) | -10.08% |
| Other Local Revenues | 43,695 | 0.09% | (199,212) | -455.91% |
| Total Revenues | \$50,431,463 | 100.00% | \$1,600,701 | 3.17% |

The 3.55% or \$1,362,137 increase in taxes was primarily due to an increase in personal property taxes from new developments and expansion of the General Motors Corporation production plants. The 18.17% or \$26,614 increase in tuition and fees was due to a continuation of a new source from school foundation tuition line. The \$63,984 decrease in transportation was a due to final rate adjustment. The \$172,457 increase in earnings on investments was due to higher rates, and managing our investment portfolio more actively. The \$318,633 increase in intergovernmental was due to an increase in State Foundation for transportation.

The following table presents the amount of expenditures by function for the General Fund for the fiscal year ended June 30, 2000 and the percentage of increases and decreases in relation to prior year expenditures.

| Expenditures | 2000 Amount | Percent of Total | Increase (Decrease) From 1999 | Percent of Increase (Decrease) |
|--|----------------|------------------------|-------------------------------------|--------------------------------------|
| Instruction: | | | | |
| Regular | \$22,077,102 | 45.56% | \$89,011 | 0.40% |
| Special | 3,284,027 | 6.78% | 477,459 | 13.63% |
| Vocational | 1,472,134 | 3.04% | (3,209) | -0.22% |
| Adult/Continuing | 75,456 | 0.16% | 72,349 | 95.88% |
| Other | 1,160,161 | 2.39% | (237,759) | -20.49% |
| Support Services: | | | | |
| Pupils | 3,367,631 | 6.95% | 28,542 | 0.85% |
| Instructional Staff | 2,004,574 | 4.14% | 205,429 | 10.25% |
| Board of Education | 41,882 | 0.09% | (22,157) | -52.90% |
| Administration | 4,189,610 | 8.65% | 727,187 | 17.36% |
| Fiscal Services | 1,147,099 | 2.37% | 156,911 | 13.68% |
| Business | 744,856 | 1.54% | (5,312) | -0.71% |
| Operation and Maintenance of Plant | 5,301,331 | 10.94% | 198,126 | 3.74% |
| Pupil Transportation | 1,805,751 | 3.73% | 114,537 | 6.34% |
| Central | 685,341 | 1.41% | 194,819 | 28.43% |
| Non-Instructional Services | 1,507 | 0.00% | (320) | -21.23% |
| Extracurricular Activities | 865,363 | 1.79% | 17,543 | 2.03% |
| Facilities Acquisitions and Construction | 83,403 | .17% | 41,193 | 49.39% |
| Debt Services | 151,423 | 0.31% | 1,240 | 0.82% |
| <hr/> | | | | |
| Total Expenditures | \$48,458,621 | 100.00% | \$2,025,589 | 4.18% |

The 4.18% increase in expenditures was due primarily to an increase in salaries of 3% in addition to the 1.5% increase required to finance annual salary step increments and salary increases for additional educational training. The increase of \$727,187 in administration was due to retirement and new personnel. The increase of \$447,459 in special instruction was due to the change in State funding which now requires districts to pay for tuition for special students attending the County program from the General Fund rather than the State paying the County directly.

With General Fund revenue exceeding expenditures by \$1,972,842, the District remains in a stable financial position and is projected to remain so for the next four fiscal years.

Special Revenue Funds

Special Revenue Funds account for certain revenue sources restricted by law or other formal actions to be expended for a specific purpose. The sources are primarily grants and entitlements. All Special Revenue Funds on a combined basis operated with \$3,895,668 in revenues and \$3,755,389 in expenditures in fiscal year 2000.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the government is obligated in some manner for the payment. It is also used to account for the accumulation of resources and payment of general obligation notes payable, as required by Ohio Law. The Debt Service Fund ended the 2000 fiscal year with a balance of \$978,825.

Capital Projects Fund

The District's Capital Projects Funds are used to account for the purchase of equipment and the financing of major improvement projects. District Capital Projects Funds ended the 2000 fiscal year with a balance of \$1,106,323.

Trust and Agency Funds And Nonexpendable Trust

Trust and Agency Funds require a fiduciary relationship in their management by the District. The Trust Fund currently carried on the records of the District represents an expendable trust for memorial, scholarship, and other special purposes requested by individuals or groups of individuals, and a non-expendable trust for the Charles Craig Memorial. The Agency Fund utilized by the District is a Student Managed Activities Fund. Agency Fund liabilities totaled \$84,671 as of June 30, 2000 for the Student Managed Activities.

Enterprise Funds

The District's Enterprise Funds are Food Service, Uniform School Supplies, Rotary Special Services, and Adult School Education Funds. These funds are similar in nature to profit making activities found in the private sector and are managed accordingly. District Enterprise Funds operated in fiscal year 2000 with \$1,556,099.

Internal Service Funds

The Internal Service Fund accounts for the District's Employee Benefits Self-Insurance which accounts for employee contributions for Section 125 Medical Reimbursement Benefits, and dental insurance which accounts for premiums received and the claims and administrative costs paid by the School District for employees. The Internal Service Fund showed a retained earnings of \$294,575.

Debt Administration

At June 30, 2000, the District had three general obligation bond issues outstanding. The first, issued in 1994, is a general obligation bond issue to provide funds for the purpose of expanding and renovating Fairmont High, Oakview Elementary and Prass Elementary Schools. The principal balance of this issue at June 30, 2000 was \$13,810,000. The second, issued in 1996, is a general obligation bond issued to provide funds for the purpose of purchasing computers for technology. the principal balance of this issue at June 30, 2000 was \$130,240. The third, issued in fiscal year 1998, is a school energy conservation bond to provide funds for the purpose of energy efficient lighting, energy management system, and new boilers. The principal balance of this issue at June 30, 2000 was \$1,300,000. Under the current Ohio Revised Code, the District's general obligation bonded debt issuances are subject to an overall direct legal debt limitation of 9% of the total assessed value of real and personal property or \$119,345,903 and an unvoted debt limitation of .1% of the total assessed valuation or \$1,326,066 for the District.

Other debt includes Energy Conservation Notes of \$30,000 issued under the Energy Conservation Bond Limitation (Ohio Revised Code Section 133.042) of .9% of the total assessed value of real and personal property or \$11,934,590 for the District.

The District's current bond rating is A1.

Risk Management

The District maintains protection for its assets and employees through a comprehensive insurance program. Insurance policies for vehicle fleet liability, general liability, property loss and boiler and machinery coverage are purchased from the Indiana Insurance Company and the Royal Insurance Company through the Brower Insurance Agency, P.L.L. Employee health insurance is provided by United Health Care and dental insurance is provided by a self-insured plan administered by CoreSource, a third party administrator. Additional information is presented in Note 8 to the General Purpose Financial Statements.

Cash Management

The District's cash management program addresses the issues of safety, liquidity and yield while maximizing returns. The District utilizes the State Treasury Asset Reserve of Ohio (STAR Ohio) program investment pool operated by the Treasurer of State, J. Kenneth Blackwell, for ready cash and yield. Certificates of Deposit, Treasury Notes, Bankers' Acceptances, Commercial Paper and Repurchase Agreements are utilized for both short and intermediate terms. Treasury notes and agency notes are utilized for longer term investments.

Interest earned for all Governmental and Fiduciary funds during the fiscal year was \$1,346,740 or approximately 2.3% of total revenues.

Independent Audit

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. The State Auditor performed the audit for the fiscal year ended June 30, 2000. The auditor's report on the District's general purpose financial statements, combining and individual fund statements and schedules, is included in the financial section of this Comprehensive Annual Financial Report.

Awards

The Government Finance Officers Association of the United State and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Kettering City School District for its comprehensive annual financial report for the fiscal year ended June 30, 1999. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

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

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

The Association of School Business Officials of the United States and Canada awarded a Certificate of Excellence in Financial Reporting to The Kettering City School District for its comprehensive annual financial report for the fiscal year ended June 30, 1999. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials.

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

Acknowledgments


The preparation and publication of this seventh Comprehensive Annual Financial Report would not have been possible without the cooperation and support of the entire staff of the Treasurer's Office and the Business Services Department. Sincere appreciation is extended to Rosalinda G. Revels and Diane Pence for their exceptional individual efforts and dedication to this achievement. A special thanks to Mr. Kenneth Lackey, and the Business Services staff; Community Relations Coordinator - Kari Harrell; Montgomery County Auditor's Office; Kettering City Finance Department; Moraine City Finance Department; and the State Auditor's Office for their special support.

Finally, this report would not have been possible without the leadership of the Board of Education, who approved the reorganization of the Treasurer's Office to include the position of Assistant Treasurer, and their commitment to excellence in financial accountability.

Sincerely,



Steven G. Clark, Treasurer



Dr. Robert A. Mengerink, Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Kettering-Moraine School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1999

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



Cary Brueck
President
Jeffrey L. Esler
Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

KETTERING CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 1999

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

Sam Deering
President

Don A. Huges
Executive Director

KETTERING CITY SCHOOL DISTRICT, OHIO
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2000

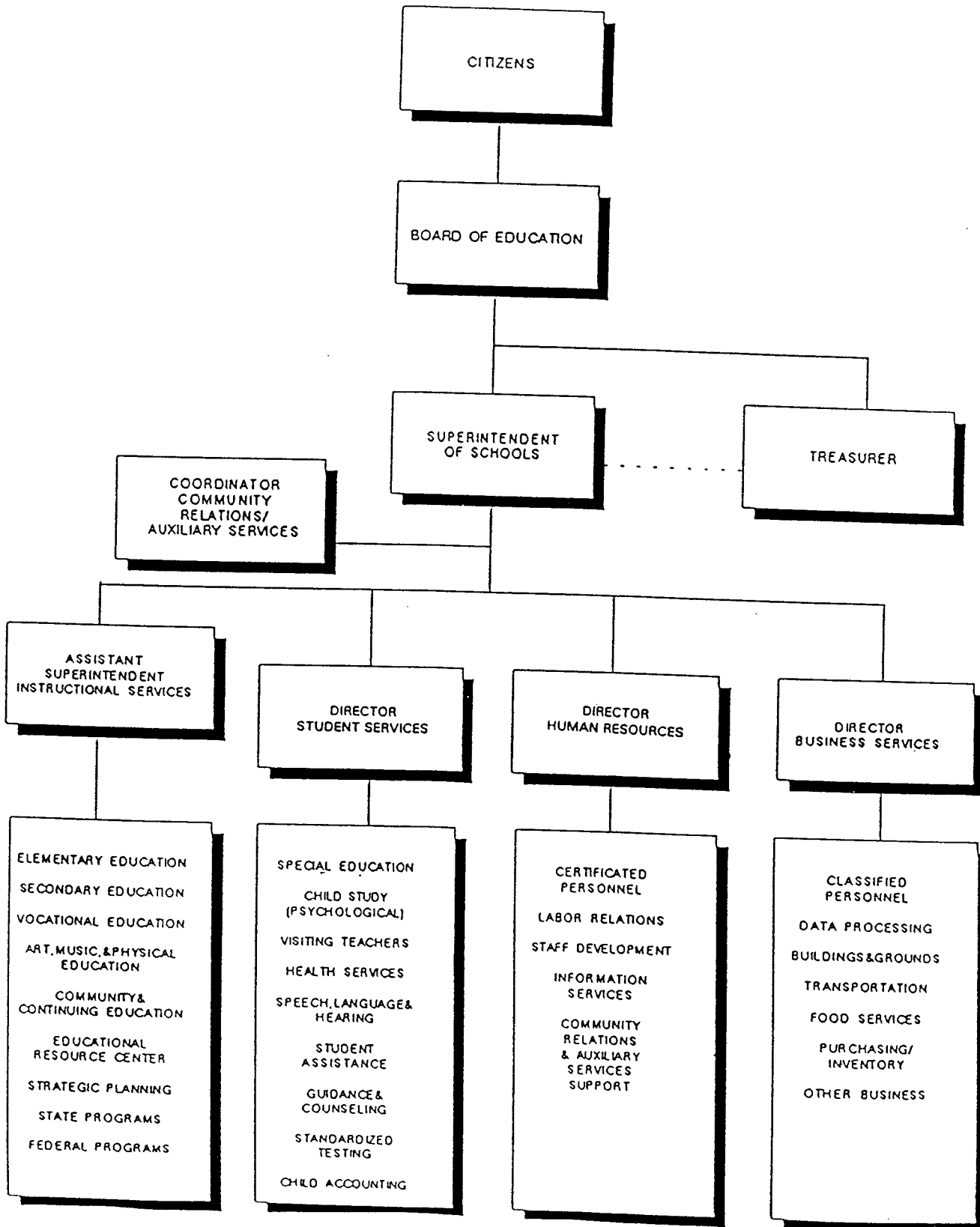
ELECTED OFFICIALS

| | | |
|-------------------------------------|-------|------------------------------|
| PRESIDENT - BOARD OF EDUCATION | ..... | MR. JAMES S. TRENT |
| VICE PRESIDENT - BOARD OF EDUCATION | ..... | MRS. M. CHRISTINA MANCHESTER |
| BOARD MEMBER | ..... | MR. MICHAEL J. HOWLEY |
| BOARD MEMBER | ..... | MISS JULIE ANN GILMORE |
| BOARD MEMBER | ..... | MRS. SALLY ROUSH BROWN |

ADMINISTRATIVE OFFICIALS

| | | |
|--------------------------------|-------|------------------------|
| SUPERINTENDENT | ..... | DR. ROBERT A. MENERINK |
| TREASURER | ..... | STEVEN G. CLARK |
| DIRECTOR - PUPIL SERVICES | ..... | MR. WILLIAM J. LAUTAR |
| DIRECTOR - PERSONNEL SERVICES | ..... | MR. FRANK SPOLRICH |
| DIRECTOR - BUSINESS SERVICES | ..... | MR. KEN LACKEY |
| SUPERVISOR - SPECIAL EDUCATION | ..... | MRS. SUSAN D. NELSON |

KETTERING CITY SCHOOL DISTRICT ORGANIZATIONAL CHART



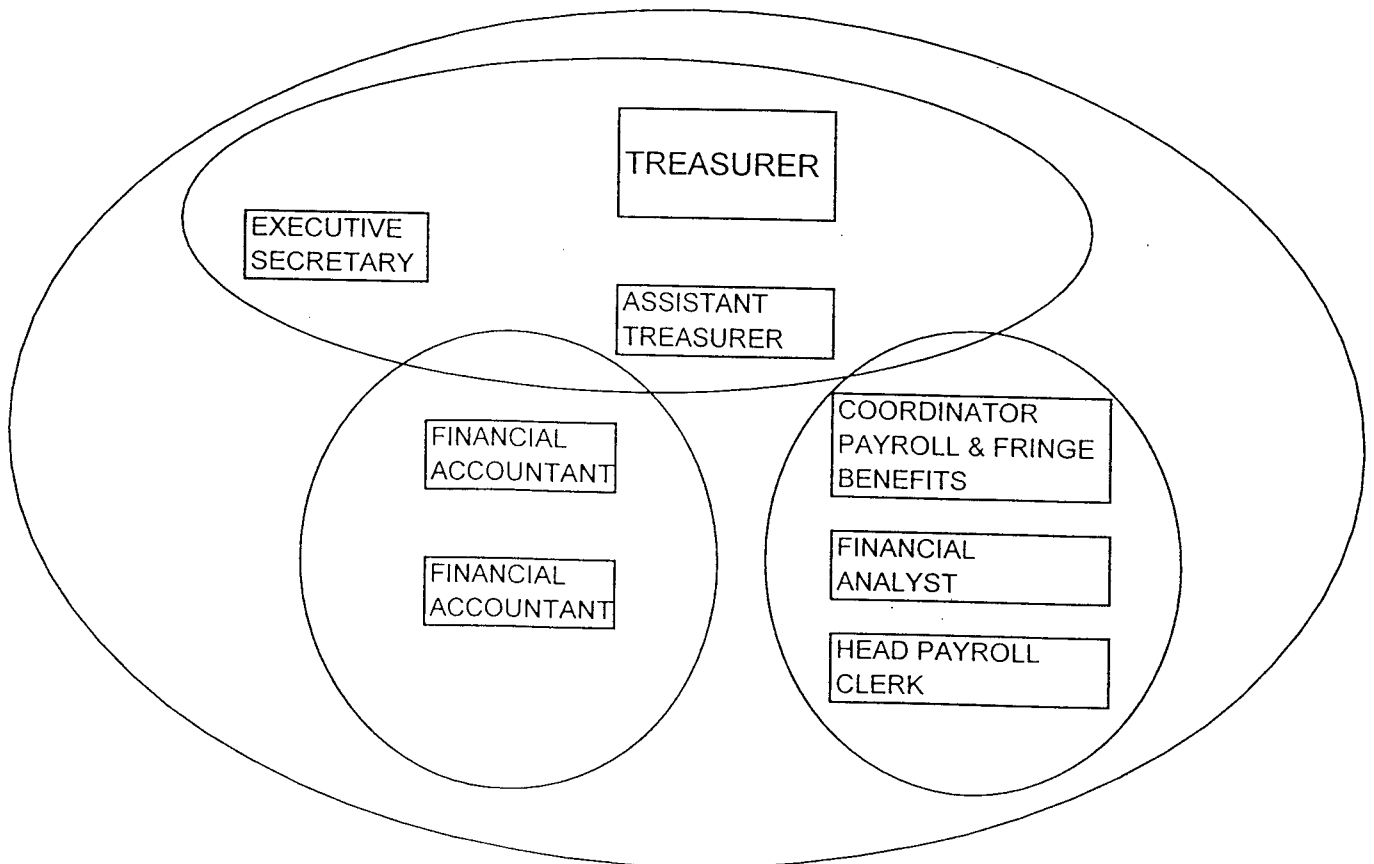
KETTERING CITY SCHOOL DISTRICT

OFFICE OF THE TREASURER

Steven G. Clark
Rosalinda G. Revels
Jill E. Lopez
Paula L. Calderone
B. Diane Pence
Denise Hargis
Robin Keogh
Sonia G. Dermis

Treasurer
Assistant Treasurer
Coordinator - Payroll & Fringe Benefits
Financial Analyst
Executive Secretary
Financial Accountant
Financial Accountant
Head Payroll Clerk

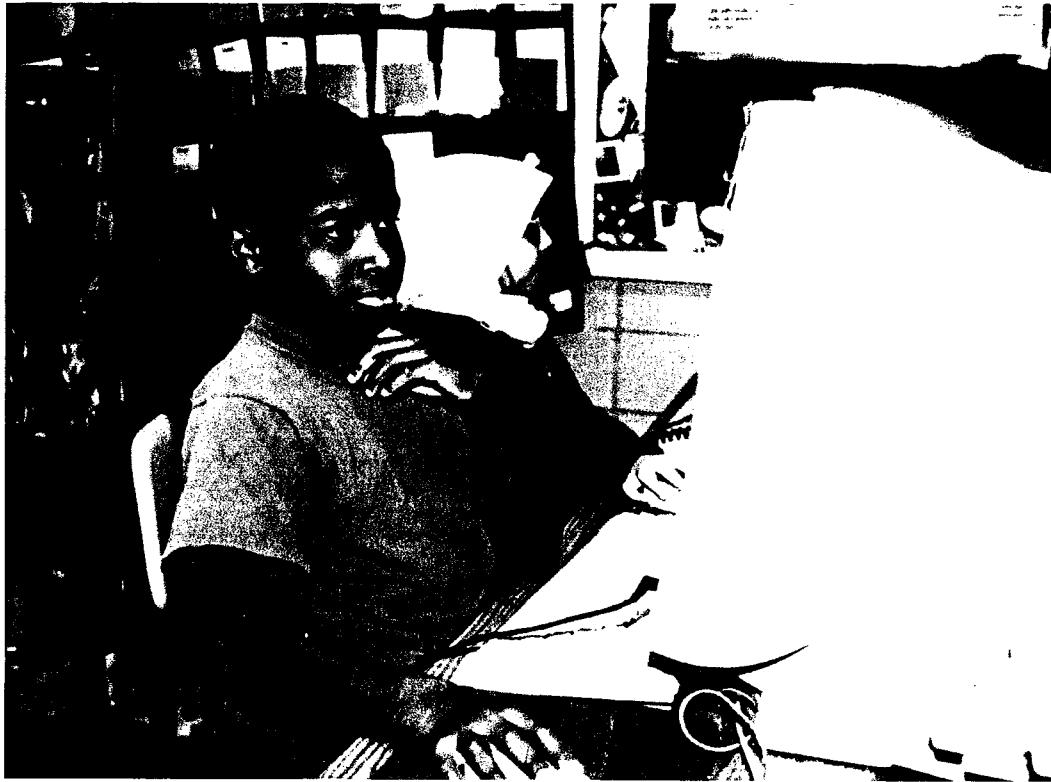
TEAM ORGANIZATION



FINANCIAL SECTION



KETTERING CITY SCHOOL DISTRICT





STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

One First National Plaza
130 West Second Street
Suite 2040
Dayton, Ohio 45402
Telephone 937-285-6677
800-443-9274
Facsimile 937-285-6688
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Kettering City School District
Montgomery County
3750 Far Hills Avenue
Kettering, Ohio 45429

We have audited the accompanying general-purpose financial statements of the Kettering City School District, Montgomery County, (the 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 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 Kettering City School District, as of June 30, 2000, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2000 on our consideration of the 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 District, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is fluid and cursive, with a large loop at the end.

JIM PETRO
Auditor of State

November 29, 2000

GENERAL PURPOSE FINANCIAL STATEMENTS

The following general purpose financial statements, along with notes to general purpose financial statements, present an overview of the School District's financial position at June 30, 2000 and the results of operations and cash flows of its proprietary funds for the year then ended.

KETTERING CITY SCHOOL DISTRICT
 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 | \$1,030,513 | \$1,449,735 | \$947,941 | \$1,288,606 |
| Investment | 15,728,113 | 0 | 0 | 0 |
| Receivables: | | | | |
| Taxes | 39,788,846 | 0 | 1,101,752 | 698,847 |
| Accounts | 12,941 | 0 | 0 | 0 |
| Accrued Interest | 227,408 | 5,371 | 0 | 4,980 |
| Intergovernmental | 0 | 96,918 | 0 | 0 |
| Materials and Supplies Inventory | 305,798 | 0 | 0 | 0 |
| Inventory for Resale | 0 | 0 | 0 | 0 |
| Restricted Assets: | | | | |
| Cash and Cash Equivalents | 1,074,006 | 0 | 0 | 0 |
| Fixed Assets (Net, where applicable, of Accumulated Depreciation) | 0 | 0 | 0 | 0 |
| Other Debits: | | | | |
| Amount Available in Debt Service Fund | 0 | 0 | 0 | 0 |
| Amount to be Provided for Retirement of General Long-Term Debt | 0 | 0 | 0 | 0 |
| Total Assets and Other Debits | \$58,167,625 | \$1,552,024 | \$2,049,693 | \$1,992,433 |
| Liabilities, Equity and Other Credits | | | | |
| Liabilities: | | | | |
| Accounts Payable | 513,043 | 155,040 | 0 | 206,372 |
| Accrued Wages | 5,032,936 | 229,911 | 0 | 0 |
| Claims Payable | 0 | 0 | 0 | 0 |
| Compensated Absences Payable | 0 | 0 | 0 | 0 |
| Intergovernmental Payable | 801,622 | 28,530 | 0 | 0 |
| Deferred Revenue | 38,912,424 | 0 | 1,070,868 | 679,738 |
| Capital Leases | 0 | 0 | 0 | 0 |
| Notes Payable | 0 | 0 | 0 | 0 |
| General Obligation Bonds Payable | 0 | 0 | 0 | 0 |
| Premiums on General Obligation Bonds | 0 | 0 | 0 | 0 |
| Total Liabilities | 45,260,025 | 413,481 | 1,070,868 | 886,110 |
| Equity and Other Credits: | | | | |
| Investment in General Fixed Assets | 0 | 0 | 0 | 0 |
| Contributed Capital - See Note 3 | 0 | 0 | 0 | 0 |
| Retained Earnings: | | | | |
| Unreserved | 0 | 0 | 0 | 0 |
| Fund Balances: | | | | |
| Reserved for Encumbrances | 440,244 | 345,378 | 0 | 285,495 |
| Reserved for Debt Service | 0 | 0 | 978,825 | 0 |
| Reserved for Charles Graig Memorial | 0 | 0 | 0 | 0 |
| Reserved for Bus Purchase | 59,273 | 0 | 0 | 0 |
| Reserved for Set-aside | 812,334 | 0 | 0 | 0 |
| Designated | 202,399 | 0 | 0 | 0 |
| Reserved for Inventory | 305,798 | 0 | 0 | 0 |
| Reserved for Property Tax | 876,422 | 0 | 0 | 19,109 |
| Unreserved | 10,211,130 | 793,165 | 0 | 801,719 |
| Total Equity and Other Credits | 12,907,600 | 1,138,543 | 978,825 | 1,106,323 |
| Total Liabilities, Equity and Other Credits | \$58,167,625 | \$1,552,024 | \$2,049,693 | \$1,992,433 |

See accompanying notes to the general purpose financial statements

| Proprietary Fund Types | | Fiduciary Fund Type | Account | Groups | | |
|---------------------------|---------------------|------------------------|----------------------------|------------------------------|-------------------------------|--|
| Enterprise | Internal Service | Trust and Agency | General Fixed Assets | General Long-Term Debt | Total (Memorandum Only) | |
| \$407,838 | \$468,467 | \$169,012 | \$0 | \$0 | \$5,762,112 | |
| 0 | 0 | 0 | | | 15,728,113 | |
| 0 | 0 | 0 | 0 | 0 | 41,589,445 | |
| 3,471 | 0 | 569 | 0 | 0 | 16,981 | |
| 1,541 | 0 | 0 | 0 | 0 | 239,300 | |
| 67,219 | 0 | 0 | 0 | 0 | 164,137 | |
| 0 | 0 | 0 | 0 | 0 | 305,798 | |
| 40,523 | 0 | 0 | 0 | 0 | 40,523 | |
| 0 | 0 | 0 | 0 | 0 | 1,074,006 | |
| 141,236 | 0 | 0 | 40,449,823 | 0 | 40,591,059 | |
| 0 | 0 | 0 | 0 | 978,825 | 978,825 | |
| 0 | 0 | 0 | 0 | 19,884,960 | 19,884,960 | |
| <u>\$661,828</u> | <u>\$468,467</u> | <u>\$169,581</u> | <u>\$40,449,823</u> | <u>\$20,863,785</u> | <u>\$126,375,259</u> | |

| | | | | | | |
|------------------|------------------|------------------|---------------------|---------------------|----------------------|--|
| 7,792 | 0 | 6,670 | 0 | 0 | 888,917 | |
| 94,491 | 0 | 0 | 0 | 0 | 5,357,338 | |
| 0 | 173,892 | 0 | 0 | 0 | 173,892 | |
| 47,974 | 0 | 0 | 0 | 4,692,923 | 4,740,897 | |
| 35,551 | 0 | 78,001 | 0 | 336,627 | 1,280,331 | |
| 40,523 | 0 | 0 | 0 | 0 | 40,703,553 | |
| 0 | 0 | 0 | 0 | 90,493 | 90,493 | |
| 0 | 0 | 0 | 0 | 30,000 | 30,000 | |
| 0 | 0 | 0 | 0 | 15,240,240 | 15,240,240 | |
| 0 | 0 | 0 | 0 | 473,502 | 473,502 | |
| <u>226,331</u> | <u>173,892</u> | <u>84,671</u> | <u>0</u> | <u>20,863,785</u> | <u>68,979,163</u> | |
| 0 | 0 | 0 | 40,449,823 | 0 | 40,449,823 | |
| 121,387 | 0 | 0 | 0 | 0 | 121,387 | |
| 314,110 | 294,575 | 0 | 0 | 0 | 608,685 | |
| 0 | 0 | 847 | 0 | 0 | 1,071,964 | |
| 0 | 0 | 0 | 0 | 0 | 978,825 | |
| 0 | 0 | 10,000 | 0 | 0 | 10,000 | |
| 0 | 0 | 0 | 0 | 0 | 59,273 | |
| 0 | 0 | 0 | 0 | 0 | 812,334 | |
| 0 | 0 | 0 | 0 | 0 | 202,399 | |
| 0 | 0 | 0 | 0 | 0 | 305,798 | |
| 0 | 0 | 0 | 0 | 0 | 895,531 | |
| 0 | 0 | 74,063 | 0 | 0 | 11,880,077 | |
| <u>435,497</u> | <u>294,575</u> | <u>84,910</u> | <u>40,449,823</u> | <u>0</u> | <u>57,396,096</u> | |
| <u>\$661,828</u> | <u>\$468,467</u> | <u>\$169,581</u> | <u>\$40,449,823</u> | <u>\$20,863,785</u> | <u>\$126,375,259</u> | |

KETTERING CITY SCHOOL DISTRICT
 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 | | |
|--|-------------------------|--------------------|------------------|
| | General | Special Revenue | Debt Service |
| Revenues: | | | |
| Taxes | \$38,407,084 | \$0 | \$1,028,578 |
| Tuition and Fees | 146,437 | 102,621 | 0 |
| Transportation | 182,021 | 0 | 0 |
| Interest | 1,241,325 | 34,665 | 0 |
| Intergovernmental | 10,214,285 | 3,086,840 | 161,074 |
| Extracurricular Activities | 60,102 | 549,352 | 0 |
| Classroom Materials and Fees | 136,514 | 41,382 | 0 |
| Miscellaneous | 43,695 | 80,808 | 0 |
| Total Revenues | 50,431,463 | 3,895,668 | 1,189,652 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | 22,077,102 | 449,780 | 0 |
| Special | 3,284,027 | 378,541 | 0 |
| Vocational | 1,472,134 | 185,887 | 0 |
| Adult/Continuing | 75,456 | 47,321 | 0 |
| Other | 1,160,161 | 0 | 0 |
| Support Services: | | | |
| Pupil | 3,367,631 | 367,963 | 0 |
| Instructional Staff | 2,004,574 | 200,724 | 0 |
| Board of Education | 41,882 | 0 | 0 |
| Administration | 4,189,610 | 428,110 | 0 |
| Fiscal Services | 1,147,099 | 0 | 12,345 |
| Business | 744,856 | 0 | 0 |
| Operation and Maintenance of Plant | 5,301,331 | 26,692 | 0 |
| Pupil Transportation | 1,805,751 | 40,274 | 0 |
| Central | 685,341 | 34,365 | 0 |
| Non-Instructional Services | 1,507 | 1,173,086 | 0 |
| Extracurricular Activities | 865,333 | 422,646 | 0 |
| Facilities Acquisitions and Constructions | 83,403 | 0 | 0 |
| Debt Service: | | | |
| Principal Retirement | 94,222 | 0 | 621,961 |
| Interest and Fiscal Charges | 57,201 | 0 | 858,474 |
| Total Expenditures | 48,458,621 | 3,755,389 | 1,492,780 |
| Excess of Revenues Over (Under) Expenditures | 1,972,842 | 140,279 | (303,128) |
| Other Financing Sources (Uses): | | | |
| Proceeds from Sale of Assets | 5,523 | 0 | 0 |
| Operating Transfers-In | 0 | 8,000 | 441,974 |
| Operating Transfers-Out | (456,125) | 0 | 0 |
| Total Other Financing Sources (Uses) | (450,602) | 8,000 | 441,974 |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses | 1,522,240 | 148,279 | 138,846 |
| Fund Balances at Beginning of Year | 11,503,734 | 990,264 | 839,979 |
| Increase in Reserve for Inventory | (118,374) | 0 | 0 |
| Fund Balances at End of Year | \$12,907,600 | \$1,138,543 | \$978,825 |

See accompanying notes to the general purpose financial statements

| Governmental Fund Type | Fiduciary Fund Type | Totals (Memorandum Only) |
|---------------------------|------------------------|--------------------------------|
| Capital Projects | Expendable Trust | |
| \$666,205 | \$0 | \$40,101,867 |
| 0 | 0 | 249,058 |
| 0 | 0 | 182,021 |
| 67,954 | 2,796 | 1,346,740 |
| 199,003 | 0 | 13,661,202 |
| 0 | 16,852 | 626,306 |
| 0 | 0 | 177,896 |
| 402,761 | 18,287 | 545,551 |
| <u>1,335,923</u> | <u>37,935</u> | <u>56,890,641</u> |
| 894 | 1,407 | 22,529,183 |
| 0 | 0 | 3,662,568 |
| 18,774 | 0 | 1,676,795 |
| 0 | 0 | 122,777 |
| 0 | 0 | 1,160,161 |
| 0 | 11 | 3,735,605 |
| 0 | 22,941 | 2,228,239 |
| 0 | 0 | 41,882 |
| 0 | 0 | 4,617,720 |
| 7,962 | 0 | 1,167,406 |
| 0 | 0 | 744,856 |
| 473,273 | 0 | 5,801,296 |
| 101,658 | 0 | 1,947,683 |
| 8,836 | 0 | 728,542 |
| 0 | 0 | 1,174,593 |
| 0 | 0 | 1,287,979 |
| 645,134 | 0 | 728,537 |
| 0 | 0 | 716,183 |
| 0 | 0 | 915,675 |
| <u>1,256,531</u> | <u>24,359</u> | <u>54,987,680</u> |
| 79,392 | 13,576 | 1,902,961 |
| 0 | 0 | 5,523 |
| 0 | 0 | 449,974 |
| 0 | 0 | (456,125) |
| <u>0</u> | <u>0</u> | <u>(628)</u> |
| 79,392 | 13,576 | 1,902,333 |
| 1,026,931 | 61,039 | 14,421,947 |
| <u>0</u> | <u>0</u> | <u>(118,374)</u> |
| <u>\$1,106,323</u> | <u>\$74,615</u> | <u>\$16,205,906</u> |

KETTERING CITY SCHOOL DISTRICT
 COMBINED STATEMENTS OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - BUDGET
 (NON-GAAP BASIS) AND ACTUAL - ALL GOVERNMENTAL
 FUND TYPES AND EXPENDABLE TRUST FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | General Fund | | |
|--|-------------------|--------------|-------------|
| | Revised Budget | Actual | Over/Under |
| Revenues: | | | |
| Taxes | | | |
| Tuition and Fees | \$38,090,442 | \$38,509,728 | \$419,286 |
| Transportation | 147,687 | 148,237 | 550 |
| Interest | 182,208 | 182,208 | 0 |
| Intergovernmental | 750,000 | 1,120,562 | 370,562 |
| Extracurricular Activities | 9,749,864 | 10,214,284 | 464,420 |
| Classroom Materials and Fees | 60,102 | 60,102 | 0 |
| Other Local Revenues | 136,505 | 136,514 | 9 |
| | 157,436 | 157,396 | (40) |
| Total Revenues | 49,274,244 | 50,529,031 | 1,254,787 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | | | |
| Special | 22,498,434 | 22,158,925 | 339,509 |
| Vocational | 3,229,470 | 3,216,754 | 12,716 |
| Adult/Continuing | 1,473,133 | 1,466,723 | 6,410 |
| Other Instruction | 72,982 | 72,489 | 493 |
| Support Services: | 1,510,335 | 1,402,260 | 108,075 |
| Pupil | | | |
| Instructional Staff | 3,507,993 | 3,501,384 | 6,609 |
| Board of Education | 2,032,881 | 2,018,094 | 14,787 |
| Administration | 66,268 | 47,095 | 19,173 |
| Fiscal Services | 4,099,669 | 4,068,404 | 31,265 |
| Business | 1,171,962 | 1,166,650 | 5,312 |
| Operation and Maintenance of Plant | 817,129 | 793,301 | 23,828 |
| Pupil Transportation | 5,508,580 | 5,470,649 | 37,931 |
| Central | 1,912,522 | 1,891,730 | 20,792 |
| Non-Instructional Services | 919,738 | 888,079 | 31,659 |
| Extracurricular Activities | 2,398 | 2,146 | 252 |
| Facilities Acquisitions and Constructions | 863,162 | 863,162 | 0 |
| Debt Service: | 86,067 | 85,978 | 89 |
| Principal Retirement | 0 | 0 | 0 |
| Interest and Fiscal Charges | 0 | 0 | 0 |
| Total Expenditures | 49,772,723 | 49,113,823 | 658,900 |
| Excess of Revenues Over (Under) Expenditures | (498,479) | 1,415,208 | 1,913,687 |
| Other Financing Sources (Uses): | | | |
| Proceeds from Sale of Fixed Assets | 5,523 | 5,523 | 0 |
| Refund of Prior Year's Expenditures | 0 | 0 | 0 |
| Operating Transfers-In | 0 | 0 | 0 |
| Advances - In | 0 | 0 | 0 |
| Refund of Prior Year's Receipts | 275,000 | 275,000 | 0 |
| Operating Transfers-Out | (10,000) | (9,665) | 335 |
| Advances - Out | (456,125) | (456,125) | 0 |
| | 0 | 0 | 0 |
| Total Other Financing Sources (Uses) | (185,602) | (185,267) | 335 |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | (684,081) | 1,229,941 | 1,914,022 |
| Fund Balances at Beginning of Year | 14,663,715 | 14,663,715 | 0 |
| Prior Year Encumbrances Appropriated | 985,695 | 985,695 | 0 |
| Fund Balances at End of Year | \$14,965,329 | \$16,879,351 | \$1,914,022 |

See accompanying notes to the general purpose financial statements

| Governmental Fund Types | | | | | |
|-------------------------|-----------|-------------|--------------------|-------------|------------|
| Special Revenue Funds | | | Debt Service Funds | | |
| Revised Budget | Actual | Over/Under | Revised Budget | Actual | Over/Under |
| \$0 | \$0 | \$0 | \$1,030,306 | \$1,030,306 | \$0 |
| 102,621 | 102,621 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 29,294 | 29,294 | 0 | 0 | 0 | 0 |
| 3,298,833 | 3,298,833 | 0 | 161,074 | 161,074 | 0 |
| 549,352 | 549,352 | 0 | 0 | 0 | 0 |
| 41,382 | 41,382 | 0 | 0 | 0 | 0 |
| 80,808 | 80,808 | 0 | 0 | 0 | 0 |
| 4,102,290 | 4,102,290 | 0 | 1,191,380 | 1,191,380 | 0 |
| 288,115 | 519,943 | (231,828) | 0 | 0 | 0 |
| 439,453 | 387,263 | 52,190 | 0 | 0 | 0 |
| 253,056 | 302,959 | (49,903) | 0 | 0 | 0 |
| 53,317 | 48,562 | 4,755 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 367,744 | 373,482 | (5,738) | 0 | 0 | 0 |
| 196,954 | 234,970 | (38,016) | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 441,276 | 447,305 | (6,029) | 0 | 0 | 0 |
| 0 | 0 | 0 | 12,345 | 12,345 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 24,793 | 32,719 | (7,926) | 0 | 0 | 0 |
| 47,033 | 40,916 | 6,117 | 0 | 0 | 0 |
| 12,357 | 39,698 | (27,341) | 0 | 0 | 0 |
| 1,224,359 | 1,372,087 | (147,728) | 0 | 0 | 0 |
| 639,712 | 517,293 | 122,419 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 621,961 | 621,961 | 0 |
| 0 | 0 | 0 | 858,474 | 858,474 | 0 |
| 3,988,169 | 4,317,197 | (329,028) | 1,492,780 | 1,492,780 | 0 |
| 114,121 | (214,907) | (329,028) | (301,400) | (301,400) | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 8,000 | 8,000 | 0 | 441,974 | 441,974 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| (37,668) | (37,668) | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | (275,000) | (275,000) | 0 | 0 | 0 |
| (29,668) | (304,668) | (275,000) | 441,974 | 441,974 | 0 |
| 84,453 | (519,575) | (604,028) | 140,574 | 140,574 | 0 |
| 741,161 | 741,161 | 0 | 807,367 | 807,367 | 0 |
| 723,115 | 723,115 | 0 | 0 | 0 | 0 |
| \$1,548,729 | \$944,701 | (\$604,028) | \$947,941 | \$947,941 | \$0 |

(Continued)

KETTERING CITY SCHOOL DISTRICT
 COMBINED STATEMENTS OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - BUDGET
 (NON-GAAP BASIS) AND ACTUAL - ALL GOVERNMENTAL
 FUND TYPES AND EXPENDABLE TRUST FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000
 (Continued)

| | Governmental Fund Types | | |
|--|-------------------------|-----------|-------------|
| | Capital Projects Funds | | |
| | Revised Budget | Actual | Over/Under |
| Revenues: | | | |
| Taxes | | | |
| Tuition and Fees | \$668,787 | \$668,787 | \$0 |
| Transportation | 0 | 0 | 0 |
| Interest | 0 | 0 | 0 |
| Intergovernmental | 62,973 | 62,973 | 0 |
| Extracurricular Activities | 199,003 | 199,003 | 0 |
| Classroom Materials and Fees | 0 | 0 | 0 |
| Other Local Revenues | 0 | 0 | 0 |
| | 400,000 | 400,000 | 0 |
| Total Revenues | 1,330,763 | 1,330,763 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | | | |
| Special | 282 | 894 | (612) |
| Vocational | 0 | 0 | 0 |
| Adult/Continuing | 0 | 18,774 | (18,774) |
| Other Instruction | 0 | 0 | 0 |
| Support Services: | | | |
| Pupil | 0 | 0 | 0 |
| Instructional Staff | 0 | 0 | 0 |
| Board of Education | 0 | 0 | 0 |
| Administration | 0 | 0 | 0 |
| Fiscal Services | 0 | 0 | 0 |
| Business | 7,962 | 7,962 | 0 |
| Operation and Maintenance of Plant | 0 | 0 | 0 |
| Pupil Transportation | 420,798 | 790,763 | (369,965) |
| Central | 90,000 | 101,658 | (11,658) |
| Non-Instructional Services | 0 | 8,836 | (8,836) |
| Extracurricular Activities | 0 | 0 | 0 |
| Facilities Acquisitions and Constructions | 0 | 0 | 0 |
| Debt Service: | 660,638 | 688,558 | (27,920) |
| Principal Retirement | 0 | 0 | 0 |
| Interest and Fiscal Charges | 0 | 0 | 0 |
| Total Expenditures | 1,179,680 | 1,617,445 | (437,765) |
| Excess of Revenues Over (Under) Expenditures | 151,083 | (286,682) | (437,765) |
| Other Financing Sources (Uses): | | | |
| Proceeds from Sale of Fixed Assets | 0 | 0 | 0 |
| Refund of Prior Year's Expenditures | 2,761 | 2,761 | 0 |
| Operating Transfers-In | 0 | 0 | 0 |
| Advances - In | 0 | 0 | 0 |
| Refund of Prior Year's Receipts | 0 | 0 | 0 |
| Operating Transfers-Out | 0 | 0 | 0 |
| Advances - Out | 0 | 0 | 0 |
| Total Other Financing Sources (Uses) | 2,761 | 2,761 | 0 |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 153,844 | (283,921) | (437,765) |
| Fund Balances at Beginning of Year | 629,084 | 629,084 | 0 |
| Prior Year Encumbrances Appropriated | 451,125 | 451,125 | 0 |
| Fund Balances at End of Year | \$1,234,053 | \$796,288 | (\$437,765) |

See accompanying notes to the general purpose financial statements

| Fiduciary Fund Types | | | Totals | | |
|------------------------|----------|------------|-------------------|--------------|------------|
| Expendable Trust Funds | | | (Memorandum Only) | | |
| Revised Budget | Actual | Over/Under | Revised Budget | Actual | Over/Under |
| \$0 | \$0 | \$0 | \$39,789,535 | \$40,208,821 | \$419,286 |
| 0 | 0 | 0 | 250,308 | 250,858 | 550 |
| 0 | 0 | 0 | 182,208 | 182,208 | 0 |
| 2,284 | 2,284 | 0 | 844,551 | 1,215,113 | 370,562 |
| 0 | 0 | 0 | 13,408,774 | 13,873,194 | 464,420 |
| 16,852 | 16,852 | 0 | 626,306 | 626,306 | 0 |
| 0 | 0 | 0 | 177,887 | 177,896 | 9 |
| 18,287 | 18,287 | 0 | 656,531 | 656,491 | (40) |
| 37,423 | 37,423 | 0 | 55,936,100 | 57,190,887 | 1,254,787 |
| 1,407 | 1,407 | 0 | 22,788,238 | 22,681,169 | 107,069 |
| 0 | 0 | 0 | 3,668,923 | 3,604,017 | 64,906 |
| 0 | 0 | 0 | 1,726,189 | 1,788,456 | (62,267) |
| 0 | 0 | 0 | 126,299 | 121,051 | 5,248 |
| 0 | 0 | 0 | 1,510,335 | 1,402,260 | 108,075 |
| 11 | 11 | 0 | 3,875,748 | 3,874,877 | 871 |
| 20,424 | 23,788 | (3,364) | 2,250,259 | 2,276,852 | (26,593) |
| 0 | 0 | 0 | 66,268 | 47,095 | 19,173 |
| 0 | 0 | 0 | 4,540,945 | 4,515,709 | 25,236 |
| 0 | 0 | 0 | 1,192,269 | 1,186,957 | 5,312 |
| 0 | 0 | 0 | 817,129 | 793,301 | 23,828 |
| 0 | 0 | 0 | 5,954,171 | 6,294,131 | (339,960) |
| 0 | 0 | 0 | 2,049,555 | 2,034,304 | 15,251 |
| 0 | 0 | 0 | 932,095 | 936,613 | (4,518) |
| 0 | 0 | 0 | 1,226,757 | 1,374,233 | (147,476) |
| 0 | 0 | 0 | 1,502,874 | 1,380,455 | 122,419 |
| 0 | 0 | 0 | 746,705 | 774,536 | (27,831) |
| 0 | 0 | 0 | 621,961 | 621,961 | 0 |
| 0 | 0 | 0 | 858,474 | 858,474 | 0 |
| 21,842 | 25,206 | (3,364) | 56,455,194 | 56,566,451 | (111,257) |
| 15,581 | 12,217 | (3,364) | (519,094) | 624,436 | 1,143,530 |
| 0 | 0 | 0 | 5,523 | 5,523 | 0 |
| 0 | 0 | 0 | 2,761 | 2,761 | 0 |
| 0 | 0 | 0 | 449,974 | 449,974 | 0 |
| 0 | 0 | 0 | 275,000 | 275,000 | 0 |
| 0 | 0 | 0 | (47,668) | (47,333) | 335 |
| 0 | 0 | 0 | (456,125) | (456,125) | 0 |
| 0 | 0 | 0 | 0 | (275,000) | (275,000) |
| 0 | 0 | 0 | 229,465 | (45,200) | (274,665) |
| 15,581 | 12,217 | (3,364) | (289,629) | 579,236 | 868,865 |
| 60,940 | 60,940 | 0 | 16,902,267 | 16,902,267 | 0 |
| 100 | 100 | 0 | 2,160,035 | 2,160,035 | 0 |
| \$76,621 | \$73,257 | (\$3,364) | \$18,772,673 | \$19,641,538 | \$868,865 |

KETTERING CITY SCHOOL DISTRICT
 COMBINED STATEMENTS OF REVENUES,
 EXPENSES AND CHANGES IN FUND EQUITY
 ALL PROPRIETARY FUND TYPES AND
 NON-EXPENDABLE TRUST FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Proprietary Fund Types | | Fiduciary Fund Types | Totals (Memorandum Only) |
|---|---------------------------|---------------------|-----------------------------|--------------------------------|
| | Enterprise | Internal Service | Non- Expendable Trust | |
| Operating Revenues: | | | | |
| Sales | \$1,490,115 | \$0 | \$0 | \$1,490,115 |
| Tuition and Fees | 63,683 | 0 | 0 | 63,683 |
| Charges for Services | 0 | 673,750 | 0 | 673,750 |
| Interest | 0 | 0 | 594 | 594 |
| Miscellaneous | 2,301 | 0 | 0 | 2,301 |
| Total Operating Revenues | 1,556,099 | 673,750 | 594 | 2,230,443 |
| Operating Expenses: | | | | |
| Salaries | 653,046 | 0 | 0 | 653,046 |
| Fringe Benefits | 255,478 | 137,897 | 0 | 393,375 |
| Purchased Services | 51,439 | 555,237 | 660 | 607,336 |
| Supplies and Materials | 6,206 | 0 | 0 | 6,206 |
| Cost of Sales | 986,408 | 0 | 0 | 986,408 |
| Other Operating Expenses | 6,502 | 29 | 0 | 6,531 |
| Depreciation | 29,540 | 0 | 0 | 29,540 |
| Total Operating Expenses | 1,988,619 | 693,163 | 660 | 2,682,442 |
| Operating Income (Loss) | (432,520) | (19,413) | (66) | (451,999) |
| Non-Operating Revenues (Expenses): | | | | |
| Federal Donated Commodities | 89,833 | 0 | 0 | 89,833 |
| Intergovernmental | 436,334 | 0 | 0 | 436,334 |
| Interest | 10,824 | 22,326 | 0 | 33,150 |
| Loss on Disposal of Fixed Assets | (1,744) | 0 | 0 | (1,744) |
| Total Non-Operating Revenues (Expenses): | 535,247 | 22,326 | 0 | 557,573 |
| Net Income (Loss) Before Operating Transfers | 102,727 | 2,913 | (66) | 105,574 |
| Operating Transfer From Other Funds: | | | | |
| General Fund | 6,151 | 0 | 0 | 6,151 |
| Retained Earnings at Beginning of Year | 205,232 | 291,662 | 10,361 | 507,255 |
| Retained Earnings at End of Year | 314,110 | 294,575 | 10,295 | 618,980 |
| Contributed Capital at Beginning of Year | | | | |
| Restated (Note 3) | 121,387 | 0 | 0 | 121,387 |
| Total Fund Equity at End of Year | \$435,497 | \$294,575 | \$10,295 | \$740,367 |

See accompanying notes to the general purpose financial statements

KETTERING CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES AND
 NON-EXPENDABLE TRUST FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Proprietary Fund Types | | Fiduciary Fund Type | Totals (Memorandum Only) |
|---|---------------------------|---------------------|-----------------------------|--------------------------------|
| | Enterprise | Internal Service | Non- Expendable Trust | |
| Cash Flows from Operating Activities: | | | | |
| Cash Received from Customers and Users | \$1,566,408 | \$673,750 | \$0 | \$2,240,158 |
| Cash Paid to Employees for Services and Benefits | (917,298) | 0 | 0 | (917,298) |
| Cash Paid to Suppliers for Goods and Services | (963,347) | 0 | (660) | (964,007) |
| Cash Payments for Claims | 0 | (648,174) | 0 | (648,174) |
| Net Cash Provided (Used) by Operating Activities | (314,237) | 25,576 | (660) | (289,321) |
| Cash Flows from Investing Activities: | | | | |
| Earnings on Investments | 9,284 | 22,326 | 537 | 32,147 |
| Net Cash Provided by Investing Activities | 9,284 | 22,326 | 537 | 32,147 |
| Cash Flows from Noncapital Financing Activities: | | | | |
| Operating Grants Received | 434,303 | 0 | 0 | 434,303 |
| Operating Transfer from General Fund | 6,151 | 0 | 0 | 6,151 |
| Net Cash Provided by Noncapital Financing Activities | 440,454 | 0 | 0 | 440,454 |
| Cash Flows from Capital and Related Financing Activities: | | | | |
| Payments for Capital Acquisitions | (20,230) | 0 | 0 | (20,230) |
| Net Cash Used for Capital and Related Financing Activities | (20,230) | 0 | 0 | (20,230) |
| Net Increase (Decrease) in Cash | 115,271 | 47,902 | (123) | 163,050 |
| Cash and Cash Equivalents at Beginning of Year | 292,567 | 420,565 | 10,361 | 723,493 |
| Cash and Cash Equivalents at End of Year | \$407,838 | \$468,467 | \$10,238 | \$886,543 |

(Continued)

KETTERING CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES AND
 NON-EXPENDABLE TRUST FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000
 (Continued)

| | Proprietary Fund Types | | Fiduciary Fund Type | Totals (Memorandum Only) |
|---|---------------------------|---------------------|-----------------------------|--------------------------------|
| | Enterprise | Internal Service | Non- Expendable Trust | |
| <u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u> | | | | |
| Operating Income (Loss) | (\$432,520) | (\$19,413) | (\$66) | (\$451,999) |
| <u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u> | | | | |
| Depreciation | 29,540 | 0 | 0 | 29,540 |
| Donated Commodities Used During the Year | 89,833 | 0 | 0 | 89,833 |
| Changes in Assets and Liabilities: | | | | |
| (Increase) in Accounts Receivable | (2,493) | 0 | 0 | (2,493) |
| Decrease in Interfund Receivable | 13,101 | 0 | 0 | 13,101 |
| Decrease in Inventory Held for Resale | 19,436 | 0 | 0 | 19,436 |
| (Decrease) in Accounts Payable | (2,923) | 0 | 0 | (2,923) |
| (Decrease) in Accrued Wages | (8,842) | 0 | 0 | (8,842) |
| (Decrease) in Intergovernmental Payable | (5,064) | 0 | 0 | (5,064) |
| Increase in Compensated Absences | 5,131 | 0 | 0 | 5,131 |
| (Decrease) in Deferred Revenue | (19,436) | 0 | 0 | (19,436) |
| Increase in Claims Payable | 0 | 44,989 | 0 | 44,989 |
| Interest Reported as Operating Income | 0 | 0 | (594) | (594) |
| Total Adjustments | 118,283 | 44,989 | (594) | 162,678 |
| Net Cash Provided by (Used for) Operating Activities | (314,237) | 25,576 | (660) | (289,321) |

Reconciliation of Cash and Cash Equivalents in Non-Expendable Trust Fund to Balance Sheet:

| | |
|---|-----------------|
| Cash and Cash Equivalents - All Fiduciary Funds | \$169,012 |
| Cash and Cash Equivalents - Expendable Trust and Agency Funds | (158,774) |
| Cash and Cash Equivalents - Non-Expendable Trust Fund | <u>\$10,238</u> |

Non-cash Investing, Capital and Financing Activities:

During the year the Food Service Enterprise Fund used materials and supplies inventory valued at \$89,833. This inventory was donated to the District and no cash payments were made to acquire the inventory. An expense for this usage was included in the Operating Loss of the fund and therefore, Donated Commodities must be recognized as an adjustment to reconcile to Net Cash Used for Operating Activities.

See accompanying notes to the general purpose financial statements

KETTERING CITY SCHOOL DISTRICT - KETTERING, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

1. DESCRIPTION OF THE DISTRICT

The Kettering City School District (District) was originally chartered in 1841 by the Ohio State Legislature. In 1853 State laws were enacted to create local Boards of Education. Today, the District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code.

The District operates under a locally elected five member Board form of government and provides educational services as authorized by its charter or further mandated by state and/or federal agencies. This Board controls the District's instructional and support facilities staffed by 248.99 (FTE) classified personnel and 550.80 (FTE) certificated teaching and administrative personnel to provide services to students and other community members.

In terms of enrollment the District is the 28th largest in the State of Ohio (among 611 districts) and the second largest in Montgomery County. It currently operates 9 elementary schools, 2 middle schools (grades 6-8), and one comprehensive high school (grades 9-12).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The District's significant accounting policies are described below.

A. The Reporting Entity

For financial reporting purposes the District's financial statements include all funds and account groups for which the District is financially accountable based upon criteria set forth in GASB Statement 14. The District has no component units. Generally, component units are legally separate organizations for which the elected officials of the primary government (i.e. the District) are financially accountable. The District would consider an organization to be a component unit if:

1. The District appoints a voting majority of the organization's governing body AND (a) is able to impose its will on that organization OR (b) there is a potential for the organization to provide specific financial burdens on the District; OR
2. The organization is fiscally dependent upon the District; OR
3. The nature of the relationship between the District and the organization is such that the exclusion from the financial reporting entity would render the financial statements of the District misleading.

B. 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 District functions or activities.

KETTERING CITY SCHOOL DISTRICT
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

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 expendable available resources.

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

Governmental Fund Types:

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the 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 District's governmental fund types:

General Fund - The general fund is the operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the 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 expendable trusts or major capital projects) that are legally restricted to expenditures 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 debt principal, interest, and related costs; and for the payment of interest on general obligation notes payable as required by Ohio law.

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

Proprietary Fund Types:

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

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

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

KETTERING CITY SCHOOL DISTRICT
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

Fiduciary Fund Types:

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Expendable Trust Funds - The expendable trust funds are accounted for in essentially the same manner as governmental fund types, using the same measurement focus and basis of accounting. Expendable trust funds account for assets where both principal and interest may be spent.

Nonexpendable Trust Funds - The nonexpendable trust funds are accounted for in essentially the same manner as the proprietary funds, using the same measurement focus and basis of accounting. Nonexpendable trust funds account for assets of which the principal may not be spent.

Agency Funds - The 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 District, other than those accounted for in the Proprietary or Trust Funds.

General Long-Term Debt Account Group - This account group is established to account for all long-term obligations of the District except those accounted for in the Proprietary or Trust Funds.

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All Governmental Fund Types and Expendable Trust Funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. The reported fund balances are considered a measure of available spendable resources.

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. Proprietary Funds operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

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

KETTERING CITY SCHOOL DISTRICT
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

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

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes, investment earnings, tuition, grants and entitlements, and student fees.

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

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year, and the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees.

The accrual basis of accounting is utilized for reporting purposes by the Proprietary Funds. Revenues are recognized when they are earned and become measurable, and expenses are recognized when they are incurred, if measurable. There were no unbilled service charges receivable at year end. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

D. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control is at the object level within each function. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

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 comments from taxpayers. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

KETTERING CITY SCHOOL DISTRICT
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

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

Estimated Resources

Prior to March 15, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered cash balances from the preceding year. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statement reflect the amounts in the final Amended Certificate issued during fiscal year 2000.

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 and between July 1 and October 1, the annual appropriation resolution must be legally enacted by the Board of Education at the fund, function, and object level of expenditures, which are the legal levels of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation or alter total function appropriations within a fund, or alter object appropriations with functions, must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund does 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 as a management control device during the year for all funds, including the Debt Service Fund, 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 year end are reported as a reservation of fund balance for subsequent-year expenditures for Governmental Funds and reported in the notes to the financial statements for Proprietary Funds.

Lapsing of Appropriations

At the close of each 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.

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

Budgetary Basis of Accounting

While the District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law and described above 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 (Non-GAAP Basis) and Actual, All Governmental Fund Types and Expendable Trust Fund and the Combined Statement of Revenues, Expenses and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual, and Proprietary Fund Types are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. 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 disclosures in the proprietary fund types (GAAP basis).
4. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as 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
 Governmental Fund Types and Expendable Trust Fund

| | General | Special Revenue | Debt Service | Capital Projects | Expendable Trust |
|--|-------------|--------------------|-----------------|---------------------|---------------------|
| GAAP Basis | \$1,522,240 | \$148,279 | \$138,846 | \$79,392 | \$13,576 |
| Net Adjustment for Revenue Accruals | 97,568 | 206,622 | 1,728 | (2,399) | (512) |
| Net Adjustment for Expenditure Accruals | 288,420 | (94,443) | 0 | 131,404 | 510 |
| Net Adjustment for Advances | 275,000 | (275,000) | 0 | 0 | 0 |
| Adjustment for Encumbrances | (953,287) | (505,033) | 0 | (492,318) | (1,357) |
| | ----- | | | | |
| Budget Basis | \$1,229,941 | (\$519,575) | \$140,574 | (\$283,921) | \$12,217 |
| | ===== | | | | |

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

Net Income/Excess of Revenues Over (Under) Expenses

| | Proprietary Fund Types | |
|---------------------------------------|------------------------|------------------|
| | Enterprise | Internal Service |
| GAAP Basis | \$102,727 | \$2,913 |
| Net Adjustment for Revenue Accruals | 6,738 | 0 |
| Net Adjustments for Expenses Accruals | 58,204 | 44,989 |
| Commodities Used | (89,833) | 0 |
| Depreciation Expense | 29,540 | 0 |
| Net adjustments for transfers | 6,151 | 0 |
| Loss on Disposal of Fixed Assets | 1,744 | 0 |
| Adjustment for Encumbrances | (21,999) | 0 |
| | ----- | ----- |
| Budget Basis | \$93,272 | \$47,902 |
| | ===== | ===== |

Excess of Expenditures Over Appropriations

For the fiscal year ended June 30, 2000, total expenditures exceeded total appropriations for the following funds which is in violation of Ohio Revised Code Section 5705.41 (B).

| | | |
|-------------------------|----------------------------------|-----------|
| Special Revenue Funds: | Pathfinder/Preschool | \$13,847 |
| | Auxiliary Services | \$162,206 |
| | Career Development | \$13,154 |
| | Post Secondary VocEd | \$16,281 |
| | Local Professional Development | \$13,767 |
| | Education Management Info System | \$22,813 |
| | Public School Preschool | \$189,498 |
| | Ohio Reads | \$55,103 |
| | Other State Funds | \$341,159 |
| | Carl D. Perkins | \$29,522 |
| | Systemic Grant | \$43,707 |
| Capital Projects Funds: | Permanent Improvement | \$406,221 |
| | Replacement | \$3,322 |
| | Vocational Education | \$18,774 |
| | Schoolnet | \$9,448 |
| Enterprise Funds: | Food Service | \$77,140 |
| | Adult School | \$2,480 |
| | Special Enterprise | \$34,156 |
| Internal Service Funds: | Employee Benefits Self-Insurance | \$33,150 |
| | Dental Insurance | \$528,024 |

The overexpenditures in each fund were funded by available fund balance.

KETTERING CITY SCHOOL DISTRICT
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

The District did not obtain Board approval before submitting appropriation amendments to the Montgomery County Budget Commission, which is in violation of Ohio Revised Code Section 5705.40. Additionally, the District did not budget the activity of the Dental Self-Insurance funds as required by Ohio Revised Code Section 5705.36 and 5705.38.

E. Cash and Cash Equivalents and Investments

For the 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 a maturity of three months or less at the time they are purchased by the District are considered to be cash equivalents. During the fiscal year all investments of the District had a maturity of two years or less. Investments are stated at fair value.

During the fiscal year the District invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on June 30, 2000.

F. Inventory

Inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market values. 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 are 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 spendable resources even though it is a component of net current assets. Inventories of proprietary funds consist of donated food, purchased food, and school supplies held for resale and are expensed when used. The amount of unused donated food is also reported as deferred revenue.

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 related assets are reported in the general fixed assets account group. Fixed assets utilized in the proprietary funds are capitalized in the respective fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of five hundred dollars.

The 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 and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture, equipment, and vehicles in the proprietary fund types is computed using the straight-line method over an estimated useful life of five years for furniture and ten years for equipment and vehicles.

KETTERING CITY SCHOOL DISTRICT
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

H. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as grants awarded on a non-reimbursement basis and entitlements, 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.

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

Entitlements

General Fund

- State Foundation Program
- Homestead and Rollback
- 10% Tangible Personal Property Tax Exemption

Non-Reimbursable Grants

Special Revenue Funds

- Pathfinder/Preschool
- Venture Capital
- Auxiliary Services
- Career Development
- Post Secondary Vocational Education
- Local Professional Development
- Education Management Information Systems
- Public School Preschool
- Instructional Materials Subsidy
- OhioReads
- Parent Mentor Program
- Horn Grant
- Other State Funds
- Adult Basic Education
- EESA - Title II
- EESA - Title VI-B
- Carl D. Perkins Vocational Education
- Title I
- Even Start Program
- Family Literacy
- Title VI Innovation
- Drug Free School Grant
- Systemic Grant
- Other Federal Grants

Reimbursable Grants

General Fund

- School Bus Purchase Reimbursement
- Driver Education Reimbursement
- Vocational Education Travel/Salary

KETTERING CITY SCHOOL DISTRICT
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

Capital Projects Fund

Vocational Education Equipment
SchoolNet Plus
SchoolNet

Proprietary Funds

National School Lunch Program
Government Donated Commodities

Grants and entitlements amounted to approximately twenty-three and seven tenths percent of the District's operating revenue during the 2000 fiscal year.

I. Short-Term Interfund Assets/Liabilities

Short-term interfund loans are classified as interfund payables/receivables.

J. Interfund Transactions

Reimbursements 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.

K. Compensated Absences

The District accounts for compensated absences in accordance with GASB Statement No. 16 which requires that compensated absences be accrued as they are earned by employees if both of the following conditions are met:

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

For Governmental Funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the respective Governmental Fund. Amounts that are not expected to be liquidated with expendable available financial resources are reported in the General Long-Term Debt Account Group. Compensated absences of Proprietary Funds are recorded as an expense and liability of the respective proprietary fund. Salary related payments are included, if material.

L. Long-Term Debt

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

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

the general long-term debt account group. Long-term liabilities expected to be financed from Proprietary Fund operations are accounted for in those funds.

M. Fund Balance Reserves

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available spendable resources and therefore are not available for appropriations for expenditures. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for property taxes, debt services, Charles Craig Memorial, encumbrances, inventories of supplies and materials, bus purchase, and Ohio House Bill 412 budget reserves, which are presented as restricted assets on the balance sheet.

N. Total Columns on General Purpose Financial Statements

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

O. Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting

In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting," the District applies all GASB pronouncements and all FASB Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, unless they conflict with GASB pronouncements. The District has elected not to apply Financial Accounting Standards Board Statements and Interpretations issued after November 30, 1989 to its proprietary activities.

3. RESTATEMENT

The following represents a restatement in contributed capital for the adult school enterprise fund and the general fixed asset account group.

| | Enterprise Funds |
|--|---------------------|
| Beginning Contributed Capital | \$144,538 |
| Transfer of Contributed Capital to Investment in General Fixed Assets | (23,151) |
| Restatement of Beginning Contributed Capital | <u>\$121,387</u> |

KETTERING CITY SCHOOL DISTRICT
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

| | |
|---|--------------------|
| Beginning Furniture and Equipment | |
| | \$5,078,794 |
| Transfer of Fixed Assets from Adult School Enterprise Funds | <u>23,151</u> |
| Restatement of Beginning Furniture and Equipment in General Fixed Assets Account Group | <u>\$5,101,945</u> |

4. DEPOSITS AND INVESTMENTS

State statutes require the classification of monies held by the District into three categories.

Category 1 consists of "active" monies, those monies required to be kept in a "cash" or "near-cash" status for immediate use by the District. Such monies must be maintained either as cash in the District

Treasury, in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Category 2 consists of "inactive" monies, those monies not required for use within the current two year period of designation of depositories. Inactive monies may be deposited or invested as certificates of

deposit maturing not later than the end of the current period of designation of depositories, or as savings or deposit accounts including, but not limited to, passbook accounts.

Category 3 consists of "interim" monies, those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim monies may be invested or deposited in the following securities:

1. Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
2. Bonds, notes, debentures, or other obligations or securities issued by any federal government agency.
3. Repurchase agreements in the securities enumerated above.
4. Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts, including, but not limited to, passbook accounts.
5. Bonds and other obligations of the State of Ohio.
6. The State Treasurer's investment pool (STAR Ohio).
7. Certain highly rated bankers' acceptances and commercial paper notes in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time.

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

Protection of District cash and investments is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pooled collateral must equal at least 110 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

The following information categorizes deposits and investments as defined in GASB Statement 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements."

Deposits: At year-end, the carrying amount of the District's deposit was (\$80,957) and the bank balance was \$593,598. Of the bank balance, \$285,366 was covered by the federal depository insurance. The remaining amounts were uninsured and uncollateralized as defined by GASB Statement 3.

Investments: The District's investments are categorized below to give an indication of the level of risk assumed by the District at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the District or its agent in the District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent but not in the District's name. The District's investment in Star Ohio is not categorized because it is not evidenced by securities that exist in physical or book entry form.

At year end, the District's investment balances were as follows:

| | Category 1 | Category 3 | Carrying Value | Fair Value |
|-----------------------------|--------------|------------|----------------|--------------|
| U. S. Government Securities | \$15,728,113 | \$0 | \$15,728,113 | \$15,776,343 |
| Bankers Acceptances | 1,979,498 | 0 | 1,979,498 | 1,980,750 |
| Repurch. Agreements | 0 | 949,983 | 949,983 | 949,983 |
| Star Ohio | 0 | 0 | 3,987,594 | 3,987,594 |
| Total | \$17,707,611 | \$949,983 | \$22,645,188 | \$22,694,670 |

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.

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

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

| | Cash and Cash Equivalents/ Deposits | Investments |
|-----------------------------------|---|--------------|
| | ----- | ----- |
| GASB Statement 9 | \$ 6,836,118 | \$15,728,113 |
| Investments: | | |
| Bankers' Acceptance | (1,979,498) | 1,979,498 |
| Repurchase Agreements | (949,983) | 949,983 |
| Investment in State Treasury Pool | (3,987,594) | 3,987,594 |
| | ----- | ----- |
| GASB Statement 3 | \$ (80,957) | \$22,645,188 |
| | ===== | ===== |

5. PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years with a statistical update every third year following each full reappraisal. Public utility property taxes are assessed on tangible personal property at 100 percent of true value (with certain exceptions) and on real property at 35 percent of true value.

Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25 percent of true value.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due January 20; if paid semi-annually, the first payment is due January 20 with the remainder payable by June 20. Under certain circumstances, state statute permits earlier or later 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 District receives property taxes from Montgomery County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the county by June 30, 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.

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

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

| <u>Assessed Valuation Class</u> | 2000 Second- Half Collections | | 2001 First- Half Collections | |
|---|----------------------------------|----------------|---------------------------------|----------------|
| | <u>Amount</u> | <u>Percent</u> | <u>Amount</u> | <u>Percent</u> |
| Agricultural/Residential and Other Real Estate | \$978,807,480 | 78.5% | \$1,056,251,560 | 79.6% |
| Public Utility Personal | 82,582,490 | 6.6% | 88,732,220 | 6.4% |
| Tangible Personal Property | 185,801,525 | 14.9% | 181,081,808 | 14.0% |
| Total Assessed Value | <u>\$1,247,191,495</u> | 100.0% | <u>\$1,326,065,588</u> | 100.0% |

Tax rate (Full) per \$1,000
of assessed valuation \$53.10 \$53.10

Tax Rate (Adjusted for H.B.920
Tax Reduction Factors) per \$1,000
of assessed real property valuation

Residential/Agricultural \$28.519 \$26.997
 Commercial/Industrial \$34.15 \$33.711

6. RECEIVABLES

Receivables at June 30, 2000 consisted of interest, taxes, accounts receivables, and intergovernmental grants and entitlements. 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 year guarantee of Federal Funds. A summary of the principal items of receivables follows:

| | General | Special Revenue | Debt Service | Capital Projects | Enterprise | Trust Fund | Totals |
|-------------------|---------------------|--------------------|--------------------|---------------------|-----------------|---------------|---------------------|
| Receivables: | | | | | | | |
| Taxes | \$39,788,845 | \$0 | \$1,101,752 | \$698,847 | \$0 | | \$41,589,445 |
| Interest | 227,408 | 5,371 | 0 | 4,980 | 1,541 | | 239,300 |
| Accounts | 12,941 | 0 | 0 | 0 | 3,471 | 569 | 16,981 |
| Intergovernmental | 0 | 96,918 | 0 | 0 | 67,219 | | 164,137 |
| Total Receivables | <u>\$40,029,195</u> | <u>\$102,289</u> | <u>\$1,101,752</u> | <u>\$703,827</u> | <u>\$72,231</u> | <u>\$569</u> | <u>\$42,009,863</u> |

7. FIXED ASSETS

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

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

| | |
|-------------------------------|------------|
| Furniture and Equipment | \$377,185 |
| Less accumulated depreciation | 235,949 |
| | ----- |
| Net Fixed Assets | \$ 141,236 |
| | ===== |

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

| | Balance July 1 | Additions | Deletions | Balance June 30 |
|-------------------------|-------------------|-----------|-----------|--------------------|
| Buildings and land | \$32,044,810 | \$0 | \$0 | \$32,044,810 |
| Furniture and equipment | 5,101,945 | 617,121 | 150,799 | 5,568,267 |
| Vehicles | 2,785,151 | 131,715 | 80,120 | 2,836,746 |
| | ----- | ----- | ----- | ----- |
| | \$39,931,906 | \$748,836 | \$230,919 | \$40,449,823 |
| | ===== | ===== | ===== | ===== |

8. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 1999, the District contracted with Indiana Insurance Company through Brower Insurance Agency for general liability insurance with a \$1,000,000 per occurrence limit and a \$2,000,000 aggregate. Property is protected by Indiana Insurance Company through Brower Insurance Agency and holds a \$1,000 occurrence deductible.

The District's vehicles are insured under a policy by Indiana Insurance through Brower Insurance Agency which carries a \$500 deductible and a \$1,000,000 combined single limit on any accident.

The District has earthquake (\$50,000,000 limit) and flood (\$3,000,000 limit) insurance with Royal Insurance Company through Brower Insurance Agency.

The District has a \$10,000,000 limit umbrella policy with no retention with Indiana Insurance Company through Brower Insurance Agency.

Settlement of claims have not exceeded insurance coverage during the last three years. Also, there have been no significant reductions in insurance coverage during the fiscal year.

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

The District provides life insurance and accidental death and dismemberment insurance to most employees through Anthem Life Insurance Company. The District has elected to provide employee medical/surgical benefits through Anthem Blue Cross/Blue Shield's Community Choice Plan.

The District is self-insured for employee dental care benefits. The program is administered by CoreSource, which provides claims review and processing services. The self-insurance program is

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

accounted for as an Internal Service Fund. The District has recorded a liability for incurred but not reported claims at year end based on an actuarial estimate by CoreSource.

The District is self-insured for liabilities arising in connection with the Employee Benefits Self-Insurance Program. This self-insurance program is also accounted for as an Internal Service Fund. The District records liabilities for the Employee Self-Insurance Fund for incurred but not reported claims.

| | <u>Employee Benefits Self - Insurance</u> | | <u>Dental Insurance</u> | |
|--------------------------|---|------------------|-------------------------|------------------|
| | June 30, 1999 | June 30, 2000 | June 30, 1999 | June 30, 2000 |
| Beginning Claims Payable | \$16,615 | \$16,081 | \$122,795 | \$112,822 |
| Claims Incurred | 106,011 | 137,897 | 476,729 | 555,237 |
| Claims Paid | (106,545) | (120,121) | (486,702) | (528,024) |
| | ----- | ----- | ----- | ----- |
| Ending Claims Payable | \$16,081 | \$33,857 | \$112,822 | \$140,035 |
| | ===== | ===== | ===== | ===== |

9. DEFINED BENEFIT PENSION PLAN

All District employees are covered by the statewide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System (STRS). District employees hired after April 1, 1986 are also currently covered under the Federal Social Security Act for the Medicare portion only. The District's employer contributions to both systems are based on a percentage of employees salaries. State law requires the District to pay the employer share as determined by each Retirement System.

A. School Employees Retirement System

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

Plan members are required to contribute 9% of their annual covered salary and the Kettering City School District is required to contribute 14%; 5.5% was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by SERS's Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The District's contributions to SERS for the years ending June 30, 2000, 1999, and 1998, were \$1,081,056, \$965,340, and \$954,120 respectively; 50.0% percent has been contributed for fiscal year 2000 and 100 percent for the fiscal years 1999 and 1998; \$540,528 representing the unpaid contribution for fiscal year 2000 is recorded as a liability within the respective funds and the general long-term debt account group.

KETTERING CITY SCHOOL DISTRICT
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

B. State Teachers Retirement System

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

Plan members are required to contribute 9.3% of their annual covered salary and the Kettering City School District is required to contribute 14%; 6.0% was the portion to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The District's contributions to STRS for the years ending June 30, 2000, 1999, and 1998 were \$3,769,296, \$3,567,072 and \$3,509,870 respectively; 82.4% has been contributed for fiscal year 2000 and 100% for the fiscal years 1999 and 1998; \$661,920 representing the unpaid contribution for fiscal year 2000 is recorded as a liability within the respective funds.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose social security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2000 two of the board of education members have elected social security. The Board's liability is 6.2 percent of wages paid.

10. POSTEMPLOYMENT BENEFITS

For the State Teachers Retirement System, no premiums are currently paid by retirees or primary benefit recipients; however, monthly payments are required for covered spouses and other dependents. Benefits are funded on a pay-as-you-go basis through an allocation of employer contributions to the System equal to eight percent of covered payroll, an increase from 3.5% for fiscal year 1999 and 3.5% for fiscal year 1998. For the District, the amount equaled \$2,042,118 for the 2000 fiscal year. As of July 1, 2000 (the latest information available), eligible benefit recipients totaled 95,000 for the System as a whole.

For the School Employees Retirement System, all retirees with a retirement date prior to July 1, 1986, are eligible to receive benefits. Retirees with a retirement date on or after July 1, 1986, must have ten years of service credit to be eligible to receive benefits. Retirees with retirement dates on or after August 1, 1989, who have ten to twenty-five years of service credit must pay a portion of their own coverage. Retirees with a retirement date prior to August 1, 1989, and retirees with a retirement date on or after August 1, 1989 with more than twenty-five years of service credit, do not pay a premium. Premium payments are required for all covered spouses and dependents. For this fiscal year, employer contributions to fund health care benefits were 6.30 percent of covered payroll, an increase from 4.21 per cent for fiscal year 1999. For the District, this amount equaled \$608,605 during the 2000 fiscal year. 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, prorated for partial service credit. For the fiscal year 2000, the minimum pay has been established at \$12,400. The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund.

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

As of June 30, 2000 (the latest information available), the number of retirees and covered dependents currently receiving benefits is approximately 51,000. Actuarial contribution requirements are determined for the SERS as a whole, not for individual employers. Net assets available for payment of benefits at June 30, 1999 (the latest information available) was \$188.0 million for the System as a whole.

11. CAPITALIZED LEASE - LESSEE DISCLOSURE

The District has entered into capitalized leases. The term of the agreement provides options to purchase the equipment for technology. This lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service in the Combined Financial Statements for the governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis.

General fixed assets acquired by lease have been capitalized in the general fixed assets account group in an amount equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the general long-term obligations account group. Principal payments in fiscal year 2000 totaled \$94,222.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2000:

| <u>Fiscal Year</u> <u>Ending June 30</u> | <u>Long-Term</u> <u>Debt</u> |
|---|---------------------------------|
| 2001 | 92,261 |
| | ----- |
| Total Minimum Lease Payments | \$ 92,261 |
| Less: Amount representing Interest | (1,768) |
| | ----- |
| Present Value of Minimum Lease Payments | \$ 90,493 |
| | ===== |

12. LONG TERM DEBT

Changes in Long-Term Liabilities. During the fiscal year ended June 30, 2000, the following changes occurred in liabilities reported in the general long-term debt account group:

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

| | Balance July 1 | Additions | Reductions | Balance June 30 |
|--|----------------------|------------------|--------------------|---------------------|
| Energy Conservation Notes 1992 5.39% | \$40,000 | \$0 | \$10,000 | \$30,000 |
| Compensated Absences | 4,712,311 | 550,708 | 570,096 | 4,692,923 |
| Capital Leases | 184,715 | 0 | 94,222 | 90,493 |
| General Obligation Debt School Employees Retirement System | 16,325,780 | 0 | 612,038 | 15,713,742 |
| | 299,032 | 336,627 | 299,032 | 336,627 |
| | <u>\$ 21,561,838</u> | <u>\$887,335</u> | <u>\$1,585,388</u> | <u>\$20,863,785</u> |

The District's voted legal debt margin was \$106,514,728 with an unvoted debt margin of \$1,195,826 as of June 30, 2000.

On June 1, 1992, Kettering City School District issued \$117,000 in unvoted general obligation notes for the purpose of providing energy conservation measures for the District, under the authority of Ohio Revised Code Sections 133.06(G) and 3313.372. The notes were issued for ten fiscal year periods with final maturity during fiscal year 2002.

General obligation energy notes will be paid from the Debt Service Fund. Compensated absences will be paid from the fund from which the person is paid.

Principal and interest requirements to retire the general obligation energy notes outstanding at June 30, 2000 are as follows:

| Fiscal Year Ending June 30 | Principal | Interest | Total |
|-------------------------------|-----------------|----------------|-----------------|
| 2001 | 15,000 | 1,763 | 16,763 |
| 2002 | 15,000 | 893 | 15,893 |
| Totals | <u>\$30,000</u> | <u>\$2,656</u> | <u>\$32,656</u> |

General Obligation Bonds. The District issued general obligation bonds to provide funds for the purpose of expanding and renovating Fairmont High, Oakview Elementary and Prass Elementary Schools. Also, the District issued general obligation bonds to provide funds for the purpose of purchasing a mainframe computer system and general obligation bonds for school improvement to provide funds for the purpose of purchasing computers for technology. In fiscal year 1998, the District issued school energy conservation bonds to provide funds for the purpose of energy efficient lighting, energy management system, and new boilers.

General obligation bonds are direct obligations and pledge the full faith and credit of the District. Bonds for expanding and renovating are issued as 30-year serial bonds. The bonds for the mainframe system,

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

and for school improvement are issued as 5-year serial bonds. The school energy conservation bonds are issued as 10-year serial bonds. General obligation bonds currently outstanding are as follows:

| Purpose | Interest Rate | Amount |
|----------------------------|---------------|---------------|
| Capital Projects | 3.05-5.30% | \$ 13,485,000 |
| School Improvement | 4.90% | \$130,240 |
| School Energy Conservation | 4.70-4.90% | \$1,300,000 |

Annual debt service requirements to maturity for general obligation bonds, including interest of \$10,160,970 as follows:

| Fiscal Year Ending June 30 | Principal | Interest | Total |
|-------------------------------|--------------|--------------|--------------|
| 2001 | 520,240 | 828,768 | 1,349,008 |
| 2002 | 410,000 | 808,239 | 1,218,239 |
| 2003 | 425,000 | 789,062 | 1,214,062 |
| 2004 | 445,000 | 768,842 | 1,213,842 |
| 2005 | 470,000 | 754,599 | 1,224,599 |
| Thereafter | 12,645,000 | 6,211,460 | 18,856,460 |
| Totals | \$14,915,240 | \$10,160,970 | \$25,076,210 |

Super-premium debt. The District also issued super-premium debt where the District pledged income derived from a debt issuance significantly in excess of the face value of the debt as follows:

| Original Principal | Dollar Price/Bond | Reoffering Price | Interest Rate | Net Premium |
|--------------------|-------------------|------------------|---------------|-------------|
| \$ 325,000 | \$ 245.69 | \$ 798,502 | 21.625% | \$ 473,502 |

Super-premium debt requirements to maturity, including \$473,502 of interest are as follows:

| Fiscal Year Ending June 30 | Amount |
|-------------------------------|------------|
| 2006 | \$ 798,502 |

13. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains four Enterprise Funds to account for the operations of Food Service, Uniform School Supplies, Rotary Special Service, Adult School, and Special Enterprise. The table below reflects a summary of the most significant financial data relating to the Enterprise Funds of the Kettering City School District for the fiscal year ended June 30, 2000.

KETTERING CITY SCHOOL DISTRICT
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (continued)

| | <u>Food Service</u> | <u>Uniform School Supplies</u> | <u>Rotary Special Services</u> | <u>Adult School</u> | <u>Special Enterprise</u> | <u>Totals</u> |
|----------------------------------|---------------------|--------------------------------|--------------------------------|---------------------|---------------------------|---------------|
| Operating Revenues | \$1,398,430 | \$81,246 | \$23,240 | \$11,212 | \$41,971 | \$1,556,099 |
| Operating Expenses | | | | | | |
| Before Depreciation | 1,812,523 | 73,714 | 23,057 | 12,772 | 37,013 | 1,959,079 |
| Depreciation | 24,425 | 0 | 0 | 5,115 | 0 | 29,540 |
| Operating (Loss) Donated | (438,518) | 7,532 | 183 | (6,675) | 4,958 | (432,520) |
| Commodities | 89,833 | 0 | 0 | 0 | 0 | 89,833 |
| Operating Grants | 436,195 | 0 | 0 | 139 | 0 | 436,334 |
| Interest | 10,824 | 0 | 0 | 0 | 0 | 10,824 |
| Loss on Disposal of Fixed Assets | (1,744) | 0 | 0 | 0 | 0 | (1,744) |
| Net Income (Loss) | 96,590 | 7,532 | 183 | (6,536) | 4,958 | 102,727 |
| Fixed Assets Addition | 20,230 | 0 | 0 | 0 | 0 | 20,230 |
| Net Working Capital | 301,785 | 28,166 | 7,326 | 0 | 4,958 | 342,235 |
| Total Assets | 618,434 | 28,166 | 7,413 | 0 | 7,815 | 661,828 |
| Total Equity | 395,047 | 28,166 | 7,326 | 0 | 4,958 | 435,497 |
| Encumbrances at June 30, 2000 | \$19,321 | \$1,678 | \$1,000 | \$0 | \$0 | \$21,999 |

14. STATUTORY SET-ASIDE RESERVES

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

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

| | <u>Textbooks</u> | <u>Capital Acquisition</u> | <u>Budget Stabilization</u> |
|--------------------------------|--------------------|----------------------------|-----------------------------|
| Balance, Beginning of Year | \$0 | \$0 | \$577,400 |
| Required Set-Aside | 1,311,998 | 1,311,998 | 437,333 |
| Current Year Offsets | 0 | 0 | (202,399) |
| Qualifying Expenditures | <u>(1,619,387)</u> | <u>(2,298,848)</u> | <u>0</u> |
| Set-Aside Reserve, End of Year | <u>(\$307,389)</u> | <u>(\$986,850)</u> | <u>\$812,334</u> |
| Designated | | | <u>\$202,399</u> |

15. CONTINGENCIES

A. School Funding 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 the system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to this District. During the fiscal year ended June 30, 2000, the School District received \$10,214,285 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State General Assembly in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State 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 (these programs) and on its financial operations.

B. Grants:

The District received financial assistance from federal and state agencies in the form of grants. The expenditures 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 District at June 30, 2000.

C. Litigation:

The District's attorney estimates any potential claims against the District not covered by insurance resulting from all litigation would not materially affect the financial statements of the District.

KETTERING CITY SCHOOL DISTRICT

**COMBINING AND INDIVIDUAL FUND
AND ACCOUNT GROUP FINANCIAL
STATEMENTS AND SCHEDULES**



KETTERING CITY SCHOOL DISTRICT



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 other funds.

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|-------------------------------|-------------------|-------------------|------------------|
| Revenues: | | | |
| Taxes | \$38,090,442 | \$38,509,728 | \$419,286 |
| Tuition and Fees | 147,687 | 148,237 | 550 |
| Transportation | 182,208 | 182,208 | 0 |
| Interest | 750,000 | 1,120,562 | 370,562 |
| Intergovernmental | 9,749,864 | 10,214,284 | 464,420 |
| Extracurricular Activities | 60,102 | 60,102 | 0 |
| Classroom Materials and Fees | 136,505 | 136,514 | 9 |
| Miscellaneous | 157,436 | 157,396 | (40) |
| Total Revenues | 49,274,244 | 50,529,031 | 1,254,787 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 17,155,156 | 17,000,811 | 154,345 |
| Fringe Benefits | 4,307,697 | 4,237,030 | 70,667 |
| Purchased Services | 94,093 | 88,961 | 5,132 |
| Supplies and Materials | 805,645 | 700,447 | 105,198 |
| Capital Outlay | 135,843 | 131,676 | 4,167 |
| Total Regular | 22,498,434 | 22,158,925 | 339,509 |
| Special: | | | |
| Salaries and Wages | 2,379,286 | 2,379,286 | 0 |
| Fringe Benefits | 572,990 | 572,990 | 0 |
| Purchased Services | 33,999 | 29,415 | 4,584 |
| Supplies and Materials | 75,667 | 69,324 | 6,343 |
| Capital Outlay | 38,998 | 37,209 | 1,789 |
| Other Special | 128,530 | 128,530 | 0 |
| Total Special | 3,229,470 | 3,216,754 | 12,716 |
| Vocational: | | | |
| Salaries and Wages | 1,062,676 | 1,062,676 | 0 |
| Fringe Benefits | 258,256 | 258,256 | 0 |
| Purchased Services | 8,548 | 8,548 | 0 |
| Supplies and Materials | 94,881 | 89,966 | 4,915 |
| Capital Outlay | 48,772 | 47,277 | 1,495 |
| Total Vocational | 1,473,133 | 1,466,723 | 6,410 |
| Adult/Continuing: | | | |
| Salaries and Wages | 54,540 | 54,540 | 0 |
| Fringe Benefits | 13,730 | 13,730 | 0 |
| Purchased Services | 4,315 | 3,822 | 493 |
| Supplies and Materials | 397 | 397 | 0 |
| Total Adult/Continuing | 72,982 | 72,489 | 493 |

(Continued)

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000
 (Continued)

| | Revised Budget | Actual | Over/Under |
|---------------------------|-------------------|------------|------------|
| Other Instruction: | | | |
| Purchased Services | 1,510,335 | 1,402,260 | 108,075 |
| Total Other Instruction | 1,510,335 | 1,402,260 | 108,075 |
| Total Instruction | 28,784,354 | 28,317,151 | 467,203 |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 2,562,245 | 2,562,245 | 0 |
| Fringe Benefits | 636,580 | 636,580 | 0 |
| Purchased Services | 54,787 | 51,524 | 3,263 |
| Supplies and Materials | 187,555 | 184,209 | 3,346 |
| Capital Outlay | 66,826 | 66,826 | 0 |
| Total Pupil | 3,507,993 | 3,501,384 | 6,609 |
| Instructional Staff: | | | |
| Salaries and Wages | 1,347,302 | 1,347,302 | 0 |
| Fringe Benefits | 417,631 | 417,631 | 0 |
| Purchased Services | 49,022 | 41,473 | 7,549 |
| Supplies and Materials | 133,310 | 126,072 | 7,238 |
| Capital Outlay | 85,616 | 85,616 | 0 |
| Total Instructional Staff | 2,032,881 | 2,018,094 | 14,787 |
| Board of Education: | | | |
| Salaries and Wages | 8,240 | 8,240 | 0 |
| Fringe Benefits | 950 | 950 | 0 |
| Purchased Services | 28,282 | 9,309 | 18,973 |
| Supplies and Materials | 4,287 | 4,287 | 0 |
| Capital Outlay | 200 | 0 | 200 |
| Other Board of Education | 24,309 | 24,309 | 0 |
| Total Board of Education | 66,268 | 47,095 | 19,173 |
| Administration: | | | |
| Salaries and Wages | 2,881,969 | 2,881,969 | 0 |
| Fringe Benefits | 759,787 | 759,787 | 0 |
| Purchased Services | 240,200 | 213,603 | 26,597 |
| Supplies and Materials | 104,812 | 103,687 | 1,125 |
| Capital Outlay | 30,051 | 26,508 | 3,543 |
| Other Administration | 82,850 | 82,850 | 0 |
| Total Administration | 4,099,669 | 4,068,404 | 31,265 |

(Continued)

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
(Continued)

| | Revised Budget | Actual | Over/Under |
|---|-------------------|-------------------|----------------|
| Fiscal: | | | |
| Salaries and Wages | 446,464 | 446,464 | 0 |
| Fringe Benefits | 154,038 | 154,038 | 0 |
| Purchased Services | 36,111 | 32,383 | 3,728 |
| Supplies and Materials | 11,781 | 11,781 | 0 |
| Capital Outlay | 35,560 | 33,976 | 1,584 |
| Other Fiscal Services | 488,008 | 488,008 | 0 |
| Total Fiscal | 1,171,962 | 1,166,650 | 5,312 |
| Business: | | | |
| Salaries and Wages | 277,158 | 277,158 | 0 |
| Fringe Benefits | 53,860 | 53,860 | 0 |
| Purchased Services | 303,078 | 287,827 | 15,251 |
| Supplies and Materials | 8,531 | 0 | 8,531 |
| Capital Outlay | 130,530 | 130,484 | 46 |
| Other Business Services | 43,972 | 43,972 | 0 |
| Total Business | 817,129 | 793,301 | 23,828 |
| Operation and Maintenance of Plant: | | | |
| Salaries and Wages | 2,515,538 | 2,515,538 | 0 |
| Fringe Benefits | 700,246 | 700,246 | 0 |
| Purchased Services | 1,843,087 | 1,807,696 | 35,391 |
| Supplies and Materials | 380,917 | 378,662 | 2,255 |
| Capital Outlay | 68,792 | 68,507 | 285 |
| Total Operation and Maintenance of Plant | 5,508,580 | 5,470,649 | 37,931 |
| Pupil Transportation: | | | |
| Salaries and Wages | 1,141,960 | 1,141,960 | 0 |
| Fringe Benefits | 317,704 | 317,704 | 0 |
| Purchased Services | 124,426 | 103,669 | 20,757 |
| Supplies and Materials | 319,850 | 319,815 | 35 |
| Capital Outlay | 8,582 | 8,582 | 0 |
| Total Pupil Transportation | 1,912,522 | 1,891,730 | 20,792 |
| Central: | | | |
| Salaries and Wages | 280,432 | 280,432 | 0 |
| Fringe Benefits | 81,807 | 81,807 | 0 |
| Purchased Services | 398,608 | 369,791 | 28,817 |
| Supplies and Materials | 77,691 | 75,260 | 2,431 |
| Capital Outlay | 80,409 | 79,998 | 411 |
| Other Central Services | 791 | 791 | 0 |
| Total Central | 919,738 | 888,079 | 31,659 |
| Total Support Services | 20,036,742 | 19,845,386 | 191,356 |

(Continued)

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000
 (Continued)

| | Revised Budget | Actual | Over/Under |
|--|-------------------|---------|------------|
| Non-Instructional Services: | | | |
| Purchased Services | 1,306 | 1,214 | 92 |
| Supplies and Materials | 1,092 | 932 | 160 |
| Total Non-Instructional Services | 2,398 | 2,146 | 252 |
| Extracurricular Activities: | | | |
| Academic and Subject Oriented: | | | |
| Salaries and Wages | 110,227 | 110,227 | 0 |
| Fringe Benefits | 16,612 | 16,612 | 0 |
| Total Academic and Subject Oriented | 126,839 | 126,839 | 0 |
| Occupation Oriented: | | | |
| Salaries and Wages | 7,624 | 7,624 | 0 |
| Fringe Benefits | 1,142 | 1,142 | 0 |
| Total Occupation Oriented | 8,766 | 8,766 | 0 |
| Sports Oriented: | | | |
| Salaries and Wages | 514,815 | 514,815 | 0 |
| Fringe Benefits | 91,160 | 91,160 | 0 |
| Purchased Services | 5,235 | 5,235 | 0 |
| Total Sports Oriented | 611,210 | 611,210 | 0 |
| School and Public Services: | | | |
| Salaries and Wages | 97,184 | 97,184 | 0 |
| Fringe Benefits | 19,163 | 19,163 | 0 |
| Total School and Public Services | 116,347 | 116,347 | 0 |
| Total Extracurricular Activities | 863,162 | 863,162 | 0 |
| Facilities Acquisitions and Constructions: | | | |
| Site Improvement Services: | | | |
| Purchased Services | 3,932 | 3,883 | 49 |
| Total Site Improvement Services | 3,932 | 3,883 | 49 |
| Architecture and Engineering: | | | |
| Purchased Services | 82,135 | 82,095 | 40 |
| Total Architecture and Engineering | 82,135 | 82,095 | 40 |

(Continued)

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
(Continued)

| | Revised Budget | Actual | Over/Under |
|---|-------------------|--------------|-------------|
| Total Facilities Acquisitions and Constructions | 86,067 | 85,978 | 89 |
| Total Expenditures | 49,772,723 | 49,113,823 | 658,900 |
| Excess of Revenues Over (Under) Expenditures | (498,479) | 1,415,208 | 1,913,687 |
| Other Financing Sources (Uses): | | | |
| Proceed from Sale of Fixed Assets | 5,523 | 5,523 | 0 |
| Advances-In Return | 275,000 | 275,000 | 0 |
| Refund of Prior Year's Receipts | (10,000) | (9,665) | 335 |
| Operating Transfers-Out | (456,125) | (456,125) | 0 |
| Total Other Financing Sources (Uses) | (185,602) | (185,267) | 335 |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | (684,081) | 1,229,941 | 1,914,022 |
| Fund Balance at Beginning of Year | 14,663,715 | 14,663,715 | 0 |
| Prior Year Encumbrances Appropriated | 985,695 | 985,695 | 0 |
| Fund Balance at End of Year | \$14,965,329 | \$16,879,351 | \$1,914,022 |

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditure for specific purposes. A description of the School District's Special Revenue Funds follow:

PUBLIC SCHOOL SUPPORT FUND

To support the various needs of the school such as supplies and equipment for use in the school; for support and recognition of school activities as deemed appropriate by the building principal.

PATHFINDER/PRESCHOOL

To account for receipts and expenditures in conjunction with preschool activities.

VENTURE CAPITAL FUND

To account for State monies which support the school improvement program and to enhance faculty knowledge and experiences.

ATHLETIC FUND

This fund is a combination of subject matters and experiences usually not provided in a regular class, designed for pupils who wish to pursue satisfying individual/group interest and study in specific aspects of the subject matter provided in a regular classroom.

AUXILIARY SERVICES FUND

This fund accounts for funds which provide services and materials to pupils attending non-public schools within the School District.

CAREER DEVELOPMENT FUND

To account for monies received and expended in conjunction with Vocational Education Career Development projects funded by the State of Ohio, Ohio Department of Education, Division of Vocational Education.

POST SECONDARY VOCATIONALAL EDUCATION FUND

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

LOCAL PROFESSIONAL DEVELOPMENT FUND

To support the school district's professional development and teacher training activities that is guided by Ohio's model competency-based education programming or comparable models to support student achievement, including proficiency test performance.

EDUCATION MANAGEMENT INFORMATION SYSTEM FUND

Accounts for state monies which support the development of hardware and software or other costs associated with the requirements of the management information system.

PUBLIC SCHOOL PRESCHOOL FUND

To account for programs for early childhood education for disadvantaged four and five year olds.

INSTRUCTIONAL MATERIALS SUBSIDY

To account for State monies to provide for textbooks, instructional software, and instructional materials.

OHIO READS

Grants received at the building level to support the building coordinators for Ohio Reads.

OTHER STATE FUNDS

Parent Mentor Fund and Horn Grant

To account for State monies to provide the need for support and education of parents of children with disabilities, and to provide the opportunity for parents to participate in regularly scheduled support groups. To provide for the use of the productivity improvement challenge program to expand, enhance and upgrade career programming for students in southern Montgomery County school districts.

ADULT BASIC EDUCATION FUND

This fund accounts for federal monies used to provide programs in reading, writing and math competency for adults that do not have a high school diploma.

EESA TITLE II FUND

Provided for strengthening instruction in science, mathematics, modern foreign languages, English, the arts and computer learning.

EESA TITLE VI-B FUND

This federal program assists schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full education opportunities to handicapped children at the preschool, elementary and secondary levels.

CARL D. PERKINS VOCATIONAL EDUCATION ACT OF 1984 FUND

Provision of funds to boards of education, teacher training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including sex equity grants. Funds are administered by the Ohio Department of Education, Division of Vocational and Career Education.

TITLE I FUND

Accounts for federal monies used to assist the School District in meeting the special needs of educationally deprived children.

EVEN START PROGRAM FUND

To improve the educational opportunities of children and adults by integrating early childhood education into a unified, family-centered program to help parents become full partners in their children's education and to assist children in reaching their full potential as learners.

FAMILY LITERACY

To provide in response to a need to bring together a wide field of educators for linkage into the new initiatives and program planning for meeting the educational needs of children and adults in the community.

TITLE VI INNOVATION FUND

To account for federal revenues which support the implementation of computer education programs, gifted and talented programs, inservice training and staff development.

DRUG FREE SCHOOL FUND

Accounts for federal revenues which support the implementation of programs for drug abuse education and prevention.

SYSTEMIC GRANT FUND

A fund provided to account for the District's continuous improvement plan.

OTHER FEDERAL PROGRAMS

To account for the activities of preschool grant, America reads, and school to work program.

KETTERING CITY SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 JUNE 30, 2000

| | Public School Support | Pathfinder/ Preschool | Venture Capital | Athletic | Auxiliary Services |
|---|--------------------------|--------------------------|--------------------|------------------|-----------------------|
| Assets: | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$212,055 | \$16,419 | \$2,210 | \$189,256 | \$468,542 |
| Receivables: | | | | | |
| Interest | 3,069 | 0 | 0 | 0 | 2,302 |
| Intergovernmental | 0 | 0 | 0 | 0 | 0 |
| Total Assets | \$215,124 | \$16,419 | \$2,210 | \$189,256 | \$470,844 |
| Liabilities and Fund Balances | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | \$13,913 | \$0 | \$0 | \$15,407 | \$71,428 |
| Accrued Wages | 0 | 830 | 0 | 0 | 103,815 |
| Intergovernmental Payable | 0 | 229 | 0 | 0 | 11,901 |
| Total Liabilities | 13,913 | 1,059 | 0 | 15,407 | 187,144 |
| Fund Balances: | | | | | |
| Reserved for Encumbrances | 28,540 | 0 | 0 | 88,409 | 157,977 |
| Unreserved | 172,671 | 15,360 | 2,210 | 85,440 | 125,723 |
| Total Fund Balances | 201,211 | 15,360 | 2,210 | 173,849 | 283,700 |
| Total Liabilities and Fund Balances | \$215,124 | \$16,419 | \$2,210 | \$189,256 | \$470,844 |

| Career Development | Post Secondary Vocational Education | Local Professional Development | Education Management Information System | Public School Preschool | Instructional Materials Subsidy | OhioReads | Other State Funds |
|--------------------|-------------------------------------|--------------------------------|---|-------------------------|---------------------------------|-----------------|-------------------|
| \$88,846 | \$0 | \$38,798 | \$0 | \$48,755 | \$8,435 | \$56,114 | \$79,119 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| <u>\$88,846</u> | <u>\$0</u> | <u>\$38,798</u> | <u>\$0</u> | <u>\$48,755</u> | <u>\$8,435</u> | <u>\$56,114</u> | <u>\$79,119</u> |
| \$1,000 | \$0 | \$0 | \$0 | \$24,408 | \$0 | \$1,279 | \$18,429 |
| 0 | 0 | 0 | 0 | 4,602 | 0 | 1,053 | 3,979 |
| 0 | 0 | 0 | 0 | 1,224 | 0 | 485 | 496 |
| <u>1,000</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>30,234</u> | <u>0</u> | <u>2,817</u> | <u>22,904</u> |
| 0 | 0 | 8,755 | 0 | 6,094 | 0 | 3,939 | 21,246 |
| <u>87,846</u> | <u>0</u> | <u>30,043</u> | <u>0</u> | <u>12,427</u> | <u>8,435</u> | <u>49,358</u> | <u>34,969</u> |
| <u>87,846</u> | <u>0</u> | <u>38,798</u> | <u>0</u> | <u>18,521</u> | <u>8,435</u> | <u>53,297</u> | <u>56,215</u> |
| <u>\$88,846</u> | <u>\$0</u> | <u>\$38,798</u> | <u>\$0</u> | <u>\$48,755</u> | <u>\$8,435</u> | <u>\$56,114</u> | <u>\$79,119</u> |

(Continued)

KETTERING CITY SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 JUNE 30, 2000
 (Continued)

| | Adult Basic Education | EESA Title II | EESA Title VI-B | Carl D. Perkins | Title I |
|---|--------------------------|------------------|--------------------|--------------------|-----------------|
| Assets: | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$17,329 | \$29,941 | \$26,216 | \$19,297 | \$36,713 |
| Receivables: | | | | | |
| Interest | 0 | 0 | 0 | 0 | 0 |
| Intergovernmental | 0 | 0 | 38,427 | 0 | 43,321 |
| Total Assets | \$17,329 | \$29,941 | \$64,643 | \$19,297 | \$80,034 |
| Liabilities and Fund Balances | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | \$0 | \$126 | \$165 | \$581 | \$0 |
| Accrued Wages | 3,903 | 0 | 45,873 | 2,566 | 59,752 |
| Intergovernmental Payable | 546 | 0 | 5,373 | 479 | 6,692 |
| Total Liabilities | 4,449 | 126 | 51,411 | 3,626 | 66,444 |
| Fund Balances: | | | | | |
| Reserved for Encumbrances | 15 | 519 | 550 | 2,192 | 0 |
| Unreserved | 12,865 | 29,296 | 12,682 | 13,479 | 13,590 |
| Total Fund Balances | 12,880 | 29,815 | 13,232 | 15,671 | 13,590 |
| Total Liabilities and Fund Balances | \$17,329 | \$29,941 | \$64,643 | \$19,297 | \$80,034 |

| Even Start Program | Family Literacy | Title VI Innovation | Drug Free School Grant | Systemic Grant | Other Federal Programs | Totals |
|-----------------------|--------------------|------------------------|------------------------------|-------------------|------------------------------|--------------------|
| \$0 | \$0 | \$24,819 | \$9,126 | \$54,440 | \$23,305 | \$1,449,735 |
| 0 | 0 | 0 | 0 | 0 | 0 | 5,371 |
| 0 | 0 | 0 | 0 | 0 | 15,170 | 96,918 |
| <u>\$0</u> | <u>\$0</u> | <u>\$24,819</u> | <u>\$9,126</u> | <u>\$54,440</u> | <u>\$38,475</u> | <u>\$1,552,024</u> |
| \$0 | \$0 | \$0 | \$417 | \$4,289 | \$3,598 | \$155,040 |
| 0 | 0 | 0 | 0 | 0 | 3,538 | 229,911 |
| 0 | 0 | 0 | 0 | 0 | 1,105 | 28,530 |
| 0 | 0 | 0 | 417 | 4,289 | 8,241 | 413,481 |
| 0 | 0 | 0 | 2,334 | 5,553 | 19,255 | 345,378 |
| 0 | 0 | 24,819 | 6,375 | 44,598 | 10,979 | 793,165 |
| 0 | 0 | 24,819 | 8,709 | 50,151 | 30,234 | 1,138,543 |
| <u>\$0</u> | <u>\$0</u> | <u>\$24,819</u> | <u>\$9,126</u> | <u>\$54,440</u> | <u>\$38,475</u> | <u>\$1,552,024</u> |

KETTERING CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Public School Support | Pathfinder/ Preschool | Venture Capital | Athletic | Auxiliary Services |
|--|--------------------------|--------------------------|--------------------|----------------|-----------------------|
| Revenues: | | | | | |
| Tuition and Fees | \$0 | \$26,372 | \$0 | \$76,249 | \$0 |
| Interest | 15,506 | 0 | 0 | 0 | 19,159 |
| Intergovernmental | 0 | 7,527 | 0 | 0 | 1,194,238 |
| Extracurricular Activities | 242,422 | 0 | 0 | 306,930 | 0 |
| Classroom Materials and Fees | 41,382 | 0 | 0 | 0 | 0 |
| Miscellaneous | 54,761 | 1,489 | 0 | 24,558 | 0 |
| Total Revenues | 354,071 | 35,388 | 0 | 407,737 | 1,213,397 |
| Expenditures: | | | | | |
| Current: | | | | | |
| Instruction: | | | | | |
| Regular | 42,497 | 14,254 | 14 | 0 | 0 |
| Special | 0 | 0 | 0 | 0 | 0 |
| Vocational | 0 | 0 | 0 | 0 | 0 |
| Adult/Continuing | 0 | 0 | 0 | 0 | 0 |
| Support Services: | | | | | |
| Pupil | 0 | 0 | 0 | 0 | 0 |
| Instructional Staff | 11,201 | 0 | 12 | 0 | 0 |
| Administration | 263,902 | 8,148 | 0 | 0 | 0 |
| Operation and Maintenance of Plant | 0 | 0 | 0 | 3,883 | 0 |
| Pupil Transportation | 0 | 0 | 0 | 0 | 0 |
| Central | 0 | 0 | 0 | 0 | 0 |
| Non-Instructional Services | 0 | 0 | 0 | 0 | 1,127,188 |
| Extracurricular Activities | 0 | 0 | 0 | 422,646 | 0 |
| Total Expenditures | 317,600 | 22,402 | 26 | 426,529 | 1,127,188 |
| Excess of Revenue Over (Under) Expenditures | 36,471 | 12,986 | (26) | (18,792) | 86,209 |
| Other Financing Sources: | | | | | |
| Operating Transfers-In | 0 | 0 | 0 | 8,000 | 0 |
| Fund Balances at Beginning of Year | 164,740 | 2,374 | 2,236 | 184,641 | 197,491 |
| Fund Balances at End of Year | \$201,211 | \$15,360 | \$2,210 | \$173,849 | \$283,700 |

| Career Development | Post Secondary Vocational Education | Local Professional Development | Education Management Information System | Public School Preschool | Instructional Materials Subsidy | OhioReads | Other State Funds |
|--------------------|-------------------------------------|--------------------------------|---|-------------------------|---------------------------------|-----------|-------------------|
| \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26,017 | 16,281 | 43,811 | 22,716 | 256,462 | 0 | 106,000 | 157,415 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26,017 | 16,281 | 43,811 | 22,716 | 256,462 | 0 | 106,000 | 157,415 |
| 0 | 0 | 0 | 0 | 88,295 | 13,095 | 46,976 | 54,311 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 16,281 | 0 | 0 | 0 | 0 | 0 | 99,185 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19,788 | 0 | 0 | 0 | 45,933 | 0 | 5,727 | 25,247 |
| 0 | 0 | 31,051 | 0 | 58,610 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 36,011 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 5,606 | 0 | 0 | 17,203 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 24,993 | 5,892 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19,788 | 16,281 | 31,051 | 24,993 | 240,347 | 13,095 | 52,703 | 195,946 |
| 6,229 | 0 | 12,760 | (2,277) | 16,115 | (13,095) | 53,297 | (38,531) |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 81,617 | 0 | 26,038 | 2,277 | 2,406 | 21,530 | 0 | 94,746 |
| \$87,846 | \$0 | \$38,798 | \$0 | \$18,521 | \$8,435 | \$53,297 | \$56,215 |

(Continued)

KETTERING CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000
 (Continued)

| | Adult Basic Education | EESA Title II | EESA Title VI-B | Carl D. Perkins | Title I |
|--|--------------------------|------------------|--------------------|--------------------|-----------------|
| Revenues: | | | | | |
| Tuition and Fees | \$0 | \$0 | \$0 | \$0 | \$0 |
| Interest | 0 | 0 | 0 | 0 | 0 |
| Intergovernmental | 88,128 | 25,603 | 384,243 | 70,285 | 393,155 |
| Extracurricular Activities | 0 | 0 | 0 | 0 | 0 |
| Classroom Materials and Fees | 0 | 0 | 0 | 0 | 0 |
| Miscellaneous | 0 | 0 | 0 | 0 | 0 |
| Total Revenues | 88,128 | 25,603 | 384,243 | 70,285 | 393,155 |
| Expenditures: | | | | | |
| Current: | | | | | |
| Instruction: | | | | | |
| Regular | 0 | 11,915 | 0 | 0 | 0 |
| Special | 0 | 0 | 11,360 | 0 | 359,333 |
| Vocational | 0 | 0 | 0 | 70,421 | 0 |
| Adult/Continuing | 47,321 | 0 | 0 | 0 | 0 |
| Support Services: | | | | | |
| Pupil | 0 | 0 | 205,730 | 0 | 31,626 |
| Instructional Staff | 43,014 | 68 | 20,578 | 0 | 0 |
| Administration | 4,367 | 0 | 113,931 | 0 | 0 |
| Operation and Maintenance of Plant | 0 | 0 | 0 | 0 | 0 |
| Pupil Transportation | 0 | 0 | 39,914 | 0 | 0 |
| Central | 0 | 0 | 0 | 0 | 0 |
| Non-Instructional Services | 0 | 0 | 37,095 | 0 | 0 |
| Extracurricular Activities | 0 | 0 | 0 | 0 | 0 |
| Total Expenditures | 94,702 | 11,983 | 428,608 | 70,421 | 390,959 |
| Excess of Revenue Over (Under) Expenditures | (6,574) | 13,620 | (44,365) | (136) | 2,196 |
| Other Financing Sources: | | | | | |
| Operating Transfers-In | 0 | 0 | 0 | 0 | 0 |
| Fund Balances at Beginning of Year | 19,454 | 16,195 | 57,597 | 15,807 | 11,394 |
| Fund Balances at End of Year | \$12,880 | \$29,815 | \$13,232 | \$15,671 | \$13,590 |

| Even Start Program | Family Literacy | Title VI Innovation | Drug Free School Grant | Systemic Grant | Other Federal Programs | Totals |
|--------------------|-----------------|---------------------|------------------------|----------------|------------------------|-------------|
| \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$102,621 |
| 0 | 0 | 0 | 0 | 0 | 0 | 34,665 |
| 0 | 0 | 36,678 | 27,990 | 147,829 | 82,462 | 3,086,840 |
| 0 | 0 | 0 | 0 | 0 | 0 | 549,352 |
| 0 | 0 | 0 | 0 | 0 | 0 | 41,382 |
| 0 | 0 | 0 | 0 | 0 | 0 | 80,808 |
| 0 | 0 | 36,678 | 27,990 | 147,829 | 82,462 | 3,895,668 |
| 0 | 1,000 | 25,916 | 1,091 | 104,590 | 45,826 | 449,780 |
| 4,157 | 0 | 0 | 0 | 0 | 3,691 | 378,541 |
| 0 | 0 | 0 | 0 | 0 | 0 | 185,887 |
| 0 | 0 | 0 | 0 | 0 | 0 | 47,321 |
| 456 | 2,860 | 0 | 22,677 | 7,919 | 0 | 367,963 |
| 1,467 | 0 | 0 | 0 | 33,639 | 1,084 | 200,724 |
| 1,751 | 0 | 0 | 0 | 0 | 0 | 428,110 |
| 0 | 0 | 0 | 0 | 0 | 0 | 26,692 |
| 360 | 0 | 0 | 0 | 0 | 0 | 40,274 |
| 20 | 0 | 0 | 0 | 0 | 3,460 | 34,365 |
| 0 | 0 | 6,412 | 2,391 | 0 | 0 | 1,173,086 |
| 0 | 0 | 0 | 0 | 0 | 0 | 422,646 |
| 8,211 | 3,860 | 32,328 | 26,159 | 146,148 | 54,061 | 3,755,389 |
| (8,211) | (3,860) | 4,350 | 1,831 | 1,681 | 28,401 | 140,279 |
| 0 | 0 | 0 | 0 | 0 | 0 | 8,000 |
| 8,211 | 3,860 | 20,469 | 6,878 | 48,470 | 1,833 | 990,264 |
| \$0 | \$0 | \$24,819 | \$8,709 | \$50,151 | \$30,234 | \$1,138,543 |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
PUBLIC SCHOOL SUPPORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|-----------|------------|
| Revenues: | | | |
| Interest | \$12,437 | \$12,437 | \$0 |
| Extracurricular Activities | 242,422 | 242,422 | 0 |
| Classroom Materials and Fees | 41,382 | 41,382 | 0 |
| Miscellaneous | 54,761 | 54,761 | 0 |
| Total Revenues | 351,002 | 351,002 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Supplies and Materials | 47,290 | 47,290 | 0 |
| Capital Outlay | 10,712 | 10,712 | 0 |
| Other Regular Instruction | 2,924 | 2,924 | 0 |
| Total Regular | 60,926 | 60,926 | 0 |
| Total Instruction | 60,926 | 60,926 | 0 |
| Support Services: | | | |
| Instructional Staff: | | | |
| Purchased Services | 975 | 975 | 0 |
| Supplies and Materials | 2,060 | 2,060 | 0 |
| Capital Outlay | 10,345 | 10,345 | 0 |
| Total Instructional Staff | 13,380 | 13,380 | 0 |
| Administration: | | | |
| Purchased Services | 71,628 | 71,628 | 0 |
| Supplies and Materials | 150,584 | 150,584 | 0 |
| Capital Outlay | 26,814 | 26,814 | 0 |
| Other Administration | 37,752 | 37,752 | 0 |
| Total Administration | 286,778 | 286,778 | 0 |
| Total Support Services | 300,158 | 300,158 | 0 |
| Total Expenditures | 361,084 | 361,084 | 0 |
| Excess of Revenues Over (Under) Expenditures | (10,082) | (10,082) | 0 |
| Fund Balance at Beginning of Year | 151,581 | 151,581 | 0 |
| Prior Year Encumbrances Appropriated | 28,103 | 28,103 | 0 |
| Fund Balance at End of Year | \$169,602 | \$169,602 | \$0 |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP)
 BASIS) AND ACTUAL - PATHFINDER/PRESCHOOL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$7,527 | \$7,527 | \$0 |
| Tuition | 26,372 | 26,372 | 0 |
| Miscellaneous | 1,489 | 1,489 | 0 |
| Total Revenues | 35,388 | 35,388 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular : | | | |
| Supplies and Materials | 89 | 14,254 | (14,165) |
| Capital Outlay | 35 | 0 | 35 |
| Total Regular | 124 | 14,254 | (14,130) |
| Total Instruction | 124 | 14,254 | (14,130) |
| Support Services: | | | |
| Administration : | | | |
| Salaries and Wages | 5,393 | 5,225 | 168 |
| Fringe Benefits | 1,979 | 1,864 | 115 |
| Total Administration | 7,372 | 7,089 | 283 |
| Total Expenditures | 7,496 | 21,343 | (13,847) |
| Excess of Revenues Over (Under) Expenditures | 27,892 | 14,045 | (13,847) |
| Fund Balance at Beginning of Year | 2,374 | 2,374 | 0 |
| Fund Balance at End of Year | \$30,266 | \$16,419 | (\$13,847) |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
VENTURE CAPITAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|---------|------------|
| Revenues: | | | |
| Intergovernmental | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 938 | 938 | 0 |
| Fringe Benefits | 145 | 145 | 0 |
| Purchased Services | 1,045 | 785 | 260 |
| Capital Outlay | 32 | 0 | 32 |
| Total Regular | 2,160 | 1,868 | 292 |
| Total Instruction | 2,160 | 1,868 | 292 |
| Support Services: | | | |
| Instructional Staff: | | | |
| Salaries and Wages | 1,625 | 813 | 812 |
| Fringe Benefits | 266 | 125 | 141 |
| Total Instructional Staff | 1,891 | 938 | 953 |
| Administration: | | | |
| Purchased Services | 466 | 0 | 466 |
| Supplies and Materials | 488 | 0 | 488 |
| Total Administration | 954 | 0 | 954 |
| Total Support Services | 2,845 | 938 | 1,907 |
| Total Expenditures | 5,005 | 2,806 | 2,199 |
| Excess of Revenues Over (Under) Expenditures | (5,005) | (2,806) | 2,199 |
| Fund Balance at Beginning of Year | 4,239 | 4,239 | 0 |
| Prior Year Encumbrances Appropriated | 777 | 777 | 0 |
| Fund Balance at End of Year | \$11 | \$2,210 | \$2,199 |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - ATHLETIC FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|------------------|------------------|
| Revenues: | | | |
| Tuition and Fees | \$76,249 | \$76,249 | \$0 |
| Extracurricular Activities | 306,930 | 306,930 | 0 |
| Miscellaneous | 24,558 | 24,558 | 0 |
| Total Revenues | 407,737 | 407,737 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Support Services: | | | |
| Operation and Maintenance of Plant: | | | |
| Purchased Services | 8,200 | 5,763 | 2,437 |
| Total Operation and Maintenance of Plant | 8,200 | 5,763 | 2,437 |
| Total Support Services | 8,200 | 5,763 | 2,437 |
| Extracurricular Activities: | | | |
| Academic and Subject Oriented: | | | |
| Supplies and Materials | 64,676 | 64,676 | 0 |
| Capital Outlay | 2,020 | 2,020 | 0 |
| Other Academic and Subject Oriented | 49,839 | 49,839 | 0 |
| Total Academic and Subject Oriented | 116,535 | 116,535 | 0 |
| Sports Oriented: | | | |
| Salaries and Wages | 3,079 | 2,662 | 417 |
| Fringe Benefits | 10,758 | 390 | 10,368 |
| Purchased Services | 151,873 | 89,633 | 62,240 |
| Supplies and Materials | 179,462 | 130,068 | 49,394 |
| Capital Outlay | 22,438 | 22,438 | 0 |
| Other Sports Oriented | 21,097 | 21,097 | 0 |
| Total Sports Oriented | 388,707 | 266,288 | 122,419 |
| School and Public Services: | | | |
| Purchased Services | 71,357 | 71,357 | 0 |
| Supplies and Materials | 35,201 | 35,201 | 0 |
| Capital Outlay | 2,000 | 2,000 | 0 |
| Other School and Public Services | 25,912 | 25,912 | 0 |
| Total School and Public Services | 134,470 | 134,470 | 0 |
| Total Extracurricular Activities | 639,712 | 517,293 | 122,419 |
| Total Expenditures | 647,912 | 523,056 | 124,856 |
| Excess of Revenues Over (Under) Expenditures | (240,175) | (115,319) | 124,856 |
| Other Financing Sources (Uses): | | | |
| Operating Transfers-In | 8,000 | 8,000 | 0 |
| Fund Balance at Beginning of Year | 111,535 | 111,535 | 0 |
| Prior Year Encumbrances Appropriated | 81,225 | 81,225 | 0 |
| Fund Balance at End of Year | (\$39,415) | \$85,441 | \$124,856 |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - AUXILIARY SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|------------------|--------------------|
| Revenues: | | | |
| Interest | \$16,857 | \$16,857 | \$0 |
| Intergovernmental | 1,194,238 | 1,194,238 | 0 |
| Total Revenues | 1,211,095 | 1,211,095 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Non-Instructional: | | | |
| Salaries and Wages | 633,394 | 546,485 | 86,909 |
| Fringe Benefits | 166,506 | 139,852 | 26,654 |
| Purchased Services | 12,758 | 59,638 | (46,880) |
| Supplies and Materials | 336,192 | 549,510 | (213,318) |
| Capital Outlay | 19,963 | 35,534 | (15,571) |
| Total Non-Instructional Services | 1,168,813 | 1,331,019 | (162,206) |
| Total Expenditures | 1,168,813 | 1,331,019 | (162,206) |
| Excess of Revenues Over (Under) Expenditures | 42,282 | (119,924) | (162,206) |
| Other Financing Sources (Uses) | | | |
| Refund of Prior Year's Receipts | (31,093) | (31,093) | 0 |
| Total Other Financing Sources (Uses) | (31,093) | (31,093) | 0 |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 11,189 | (151,017) | (162,206) |
| Fund Balance at Beginning of Year | 18,952 | 18,952 | 0 |
| Prior Year Encumbrances Appropriated | 371,203 | 371,203 | 0 |
| Fund Balance at End of Year | \$401,344 | \$239,138 | (\$162,206) |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NONGAAP
BASIS) AND ACTUAL - CAREER DEVELOPMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$26,017 | \$26,017 | \$0 |
| Total Revenues | 26,017 | 26,017 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 100 | 6,500 | (6,400) |
| Fringe benefits | 126 | 960 | (834) |
| Purchased Services | 6,577 | 0 | 6,577 |
| Supplies and Materials | 0 | 12,497 | (12,497) |
| Total Pupil | 6,803 | 19,957 | (13,154) |
| Total Support Services | 6,803 | 19,957 | (13,154) |
| Total Expenditures | 6,803 | 19,957 | (13,154) |
| Excess of Revenues Over (Under) Expenditures | 19,214 | 6,060 | (13,154) |
| Other Financing Sources (Uses) | | | |
| Refund of Prior Year's Receipts | (1,875) | (1,875) | 0 |
| Total Other Financing Sources (Uses) | (1,875) | (1,875) | 0 |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 17,339 | 4,185 | (13,154) |
| Fund Balance at Beginning of Year | 80,728 | 80,728 | 0 |
| Prior Year Encumbrances Appropriated | 2,933 | 2,933 | 0 |
| Fund Balance at End of Year | \$101,000 | \$87,846 | (\$13,154) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET
 (NON-GAAP BASIS) AND ACTUAL
 POST SECONDARY VOCATIONAL EDUCATION FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$16,281 | \$16,281 | \$0 |
| Total Revenues | 16,281 | 16,281 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Vocational: | | | |
| Salaries and Wages | 0 | 16,281 | (16,281) |
| Total Vocational | 0 | 16,281 | (16,281) |
| Total Instruction | 0 | 16,281 | (16,281) |
| Total Expenditures | 0 | 16,281 | (16,281) |
| Excess of Revenues Over (Under) Expenditures | 16,281 | 0 | (16,281) |
| Fund Balance at Beginning of Year | 0 | 0 | 0 |
| Fund Balance at End of Year | \$16,281 | \$0 | (\$16,281) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET
 (NON-GAAP BASIS) AND ACTUAL
 LOCAL PROFESSIONAL DEVELOPMENT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$43,811 | \$43,811 | \$0 |
| Total Revenues | 43,811 | 43,811 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Support Services: | | | |
| Instructional Staff: | | | |
| Salaries and Wages | 25,953 | 35,093 | (9,140) |
| Fringe Benefits | 0 | 1,404 | (1,404) |
| Purchased Services | 85 | 3,308 | (3,223) |
| Total Instructional Staff | 26,038 | 39,805 | (13,767) |
| Total Support Services | 26,038 | 39,805 | (13,767) |
| Total Expenditures | 26,038 | 39,805 | (13,767) |
| Excess of Revenues Over (Under) Expenditures | 17,773 | 4,006 | (13,767) |
| Fund Balance at Beginning of Year | 25,952 | 25,952 | 0 |
| Prior Year Encumbrances Appropriated | 85 | 85 | 0 |
| Fund Balance at End of Year | \$43,810 | \$30,043 | (\$13,767) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
 EDUCATION MANAGEMENT INFORMATION SYSTEM FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$22,716 | \$22,716 | \$0 |
| Total Revenues | 22,716 | 22,716 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Support Services: | | | |
| Central: | | | |
| Salaries and Wages | 2,429 | 20,777 | (18,348) |
| Fringe Benefits | 863 | 5,328 | (4,465) |
| Total Central | 3,292 | 26,105 | (22,813) |
| Total Support Services | 3,292 | 26,105 | (22,813) |
| Total Expenditures | 3,292 | 26,105 | (22,813) |
| Excess of Revenues Over (Under) Expenditures | 19,424 | (3,389) | (22,813) |
| Fund Balance at Beginning of Year | 3,389 | 3,389 | 0 |
| Fund Balance at End of Year | \$22,813 | \$0 | (\$22,813) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - PUBLIC SCHOOL PRESCHOOL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|-----------|-------------|
| Revenues: | | | |
| Intergovernmental | \$256,462 | \$256,462 | \$0 |
| Total Revenues | 256,462 | 256,462 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 10,000 | 57,287 | (47,287) |
| Fringe Benefits | 2,047 | 9,329 | (7,282) |
| Supplies and Materials | 995 | 9,510 | (8,515) |
| Capital Outlay | 1,405 | 15,443 | (14,038) |
| Other Regular Instruction | 0 | 1,832 | (1,832) |
| Total Regular | 14,447 | 93,401 | (78,954) |
| Total Instruction | 14,447 | 93,401 | (78,954) |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 0 | 35,726 | (35,726) |
| Fringe Benefits | 0 | 5,520 | (5,520) |
| Purchased Services | 303 | 2,018 | (1,715) |
| Supplies and Materials | 0 | 494 | (494) |
| Total Pupil | 303 | 43,758 | (43,455) |
| Instructional Staff: | | | |
| Salaries and Wages | 33,307 | 45,989 | (12,682) |
| Fringe Benefits | 4,066 | 14,272 | (10,206) |
| Purchased Services | 0 | 439 | (439) |
| Supplies and Materials | 0 | 475 | (475) |
| Capital Outlay | 1,955 | 2,446 | (491) |
| Total Instructional Staff | 39,328 | 63,621 | (24,293) |
| Administration: | | | |
| Salaries and Wages | 3,231 | 28,386 | (25,155) |
| Fringe Benefits | 423 | 5,347 | (4,924) |
| Supplies and Materials | 0 | 3,125 | (3,125) |
| Total Administration | 3,654 | 36,858 | (33,204) |
| Operation and Maintenance of Plant: | | | |
| Purchased Services | 1,179 | 5,743 | (4,564) |
| Total Operation and Maintenance of Plant | 1,179 | 5,743 | (4,564) |
| Central: | | | |
| Purchased Services | 0 | 2,065 | (2,065) |
| Supplies and Materials | 1,471 | 4,434 | (2,963) |
| Total Central | 1,471 | 6,499 | (5,028) |
| Total Support Services | 45,935 | 156,479 | (110,544) |
| Total Expenditures | 60,382 | 249,880 | (189,498) |
| Excess of Revenues Over (Under) Expenditures | 196,080 | 6,582 | (189,498) |
| Fund Balance at Beginning of Year | 9,137 | 9,137 | 0 |
| Prior Year Encumbrances Appropriated | 2,533 | 2,533 | 0 |
| Fund Balance at End of Year | \$207,750 | \$18,252 | (\$189,498) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
 INSTRUCTIONAL MATERIALS SUBSIDY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Supplies and Materials | 20,634 | 13,095 | 7,539 |
| Total Regular | 20,634 | 13,095 | 7,539 |
| Total Instruction | 20,634 | 13,095 | 7,539 |
| Total Expenditures | 20,634 | 13,095 | 7,539 |
| Excess of Revenues Over (Under) Expenditures | (20,634) | (13,095) | 7,539 |
| Fund Balance at Beginning of Year | 8,309 | 8,309 | 0 |
| Prior Year Encumbrances Appropriated | 13,221 | 13,221 | 0 |
| Fund Balance at End of Year | \$896 | \$8,435 | \$7,539 |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - OHIOREADS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|-----------|------------|
| Revenues: | | | |
| Intergovernmental | \$106,000 | \$106,000 | \$0 |
| Total Revenues | 106,000 | 106,000 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 0 | 3,441 | (3,441) |
| Fringe Benefits | 0 | 1,357 | (1,357) |
| Purchased Services | 0 | 30,652 | (30,652) |
| Supplies and Materials | 0 | 9,682 | (9,682) |
| Capital Outlay | 0 | 4,592 | (4,592) |
| Other Regular | 0 | 0 | 0 |
| Total Regular | 0 | 49,724 | (49,724) |
| Total Instruction | 0 | 49,724 | (49,724) |
| Support Services: | | | |
| Instructional Staff: | | | |
| Salaries and Wages | 0 | 184 | (184) |
| Fringe Benefits | 0 | 28 | (28) |
| Purchased Services | 0 | 5,167 | (5,167) |
| Supplies and Materials | 0 | 0 | 0 |
| Other Instructional Staff | 0 | 0 | 0 |
| Total Instructional Staff | 0 | 5,379 | (5,379) |
| Total Support Services | 0 | 5,379 | (5,379) |
| Total Expenditures | 0 | 55,103 | (55,103) |
| Excess of Revenues Over (Under) Expenditures | 106,000 | 50,897 | (55,103) |
| Fund Balance at Beginning of Year | 0 | 0 | 0 |
| Fund Balance at End of Year | \$106,000 | \$50,897 | (\$55,103) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - OTHER STATE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|-----------|-------------|
| Revenues: | | | |
| Intergovernmental | \$355,604 | \$355,604 | \$0 |
| Total Revenues | 355,604 | 355,604 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 0 | 0 | 0 |
| Fringe Benefits | 0 | 0 | 0 |
| Purchased Services | 0 | 5,352 | (5,352) |
| Supplies and Materials | 0 | 18,861 | (18,861) |
| Capital Outlay | 0 | 38,137 | (38,137) |
| Total Regular | 0 | 62,350 | (62,350) |
| Vocational: | | | |
| Supplies and Materials | 40,894 | 40,894 | 0 |
| Capital Outlay | 166,675 | 170,775 | (4,100) |
| Total Vocational | 207,569 | 211,669 | (4,100) |
| Total Instruction | 207,569 | 274,019 | (66,450) |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 20,239 | 16,437 | 3,802 |
| Fringe Benefits | 9,648 | 7,614 | 2,034 |
| Purchased Services | 1,434 | 716 | 718 |
| Supplies and Materials | 0 | 464 | (464) |
| Total Pupil | 31,321 | 25,231 | 6,090 |
| Operation and Maintenance of Plant: | | | |
| Purchased Services | 3,125 | 9,581 | (6,456) |
| Supplies and Materials | 8,279 | 7,622 | 657 |
| Total Operation and Maintenance of Plant | 11,404 | 17,203 | (5,799) |
| Total Support Services | 42,725 | 42,434 | 291 |
| Total Expenditures | 250,294 | 316,453 | (66,159) |
| Excess of Revenues Over (Under) Expenditures | 105,310 | 39,151 | (66,159) |
| Other Financing (Uses): | | | |
| Advances-Out, Return | 0 | (275,000) | (275,000) |
| Excess of Revenue Over (Under) Expenditures and Other Financing Uses | 105,310 | (235,849) | (341,159) |
| Fund Balance at Beginning of Year | 109,360 | 109,360 | 0 |
| Prior Year Encumbrances Appropriated | 165,933 | 165,933 | 0 |
| Fund Balance at End of Year | \$380,603 | \$39,444 | (\$341,159) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
 ADULT BASIC EDUCATION FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|-----------|------------|
| Revenues: | | | |
| Intergovernmental | \$105,636 | \$105,636 | \$0 |
| Total Revenues | 105,636 | 105,636 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Adult/Continuing: | | | |
| Salaries and Wages | 38,457 | 39,219 | (762) |
| Fringe Benefits | 6,154 | 6,078 | 76 |
| Purchased Services | 2,964 | 932 | 2,032 |
| Supplies and Materials | 2,251 | 902 | 1,349 |
| Capital Outlay | 3,491 | 1,431 | 2,060 |
| Total Adult/Continuing | 53,317 | 48,562 | 4,755 |
| Total Instruction | 53,317 | 48,562 | 4,755 |
| Support Services: | | | |
| Instructional Staff: | | | |
| Salaries and Wages | 34,639 | 33,569 | 1,070 |
| Fringe Benefits | 6,689 | 7,410 | (721) |
| Purchased Services | 802 | 711 | 91 |
| Supplies and Materials | 300 | 61 | 239 |
| Capital Outlay | 433 | 433 | 0 |
| Total Instructional Staff | 42,863 | 42,184 | 679 |
| Administration: | | | |
| Salaries and Wages | 3,449 | 3,007 | 442 |
| Fringe Benefits | 978 | 640 | 338 |
| Purchased Services | 0 | 400 | (400) |
| Total Administration | 4,427 | 4,047 | 380 |
| Central: | | | |
| Purchased Services | 500 | 0 | 500 |
| Total Support Services | 47,790 | 46,231 | 1,559 |
| Total Expenditures | 101,107 | 94,793 | 6,314 |
| Excess of Revenues Over (Under) Expenditures | 4,529 | 10,843 | 6,314 |
| Fund Balance at Beginning of Year | 6,471 | 6,471 | 0 |
| Fund Balance at End of Year | \$11,000 | \$17,314 | \$6,314 |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
AND CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - EESA TITLE II FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$25,603 | \$25,603 | \$0 |
| Total Revenues | 25,603 | 25,603 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 2,260 | 5,005 | (2,745) |
| Fringe Benefits | 2,670 | 773 | 1,897 |
| Purchased Services | 624 | 1,689 | (1,065) |
| Supplies and Materials | 4,836 | 1,627 | 3,209 |
| Capital Outlay | 1,590 | 3,215 | (1,625) |
| Total Regular | 11,980 | 12,309 | (329) |
| Total Instruction | 11,980 | 12,309 | (329) |
| Support Services: | | | |
| Instructional Staff: | | | |
| Purchased Services | 150 | 68 | 82 |
| Total Instructional Staff | 150 | 68 | 82 |
| Administration: | | | |
| Capital Outlay | 2,854 | 0 | 2,854 |
| Total Administration | 2,854 | 0 | 2,854 |
| Total Support Services | 3,004 | 68 | 2,936 |
| Total Expenditures | 14,984 | 12,377 | 2,607 |
| Excess of Revenues Over (Under) Expenditures | 10,619 | 13,226 | 2,607 |
| Fund Balance at Beginning of Year | 16,095 | 16,095 | 0 |
| Prior Year Encumbrances Appropriated | 100 | 100 | 0 |
| Fund Balance at End of Year | \$26,814 | \$29,421 | \$2,607 |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - EESA TITLE VI-B FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|-----------|------------|
| Revenues: | | | |
| Intergovernmental | \$376,397 | \$376,397 | \$0 |
| Total Revenues | 376,397 | 376,397 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Special: | | | |
| Salaries and Wages | 6,358 | 4,385 | 1,973 |
| Fringe Benefits | 3,181 | 1,052 | 2,129 |
| Supplies and Materials | 302 | 302 | 0 |
| Capital Outlay | 1,705 | 10,620 | (8,915) |
| Total Special | 11,546 | 16,359 | (4,813) |
| Total Instruction | 11,546 | 16,359 | (4,813) |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 156,261 | 137,650 | 18,611 |
| Fringe Benefits | 49,872 | 43,804 | 6,068 |
| Purchased Services | 17,563 | 17,528 | 35 |
| Capital Outlay | 843 | 843 | 0 |
| Total Pupil | 224,539 | 199,825 | 24,714 |
| Instructional Staff: | | | |
| Salaries and Wages | 17,946 | 15,382 | 2,564 |
| Fringe Benefits | 2,833 | 2,376 | 457 |
| Purchased Services | 4,893 | 3,969 | 924 |
| Total Instructional Staff | 25,672 | 21,727 | 3,945 |
| Administration: | | | |
| Salaries and Wages | 100,226 | 79,156 | 21,070 |
| Fringe Benefits | 21,526 | 20,169 | 1,357 |
| Purchased Services | 1,500 | 1,272 | 228 |
| Capital Outlay | 2,620 | 2,571 | 49 |
| Total Administration | 125,872 | 103,168 | 22,704 |
| Pupils Transportation: | | | |
| Salaries and Wages | 35,197 | 31,378 | 3,819 |
| Fringe Benefits | 11,476 | 9,178 | 2,298 |
| Total Pupils Transportation | 46,673 | 40,556 | 6,117 |
| Total Support Services | 422,756 | 365,276 | 57,480 |
| Non-Instructional Services: | | | |
| Salaries and Wages | 31,683 | 24,686 | 6,997 |
| Fringe Benefits | 7,016 | 5,651 | 1,365 |
| Purchased Services | 1,200 | 180 | 1,020 |
| Supplies and Materials | 2,650 | 0 | 2,650 |
| Total Non-Instructional Services | 42,549 | 30,517 | 12,032 |
| Total Expenditures | 476,851 | 412,152 | 64,699 |
| Excess of Revenues Over (Under) Expenditures | (100,454) | (35,755) | 64,699 |
| Fund Balance at Beginning of Year | 58,476 | 58,476 | 0 |
| Prior Year Encumbrances Appropriated | 2,780 | 2,780 | 0 |
| Fund Balance at End of Year | (\$39,198) | \$25,501 | \$64,699 |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET (NON-GAAP
 BASIS) AND ACTUAL - CARL D. PERKINS VEA FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$70,285 | \$70,285 | \$0 |
| Total Revenues | 70,285 | 70,285 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Vocational: | | | |
| Salaries and Wages | 14,179 | 22,366 | (8,187) |
| Fringe Benefits | 6,753 | 9,194 | (2,441) |
| Purchased Services | 15,866 | 31,866 | (16,000) |
| Supplies and Materials | 8,689 | 11,583 | (2,894) |
| Total Vocational | 45,487 | 75,009 | (29,522) |
| Total Instruction | 45,487 | 75,009 | (29,522) |
| Total Expenditures | 45,487 | 75,009 | (29,522) |
| Excess of Revenues Over (Under) Expenditures | 24,798 | (4,724) | (29,522) |
| Fund Balance at Beginning of Year | 13,775 | 13,775 | 0 |
| Prior Year Encumbrances Appropriated | 7,472 | 7,472 | 0 |
| Fund Balance at End of Year | \$46,045 | \$16,523 | (\$29,522) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - TITLE I FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|-----------|------------|
| Revenues: | | | |
| Intergovernmental | \$389,158 | \$389,158 | \$0 |
| Total Revenues | 389,158 | 389,158 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Special: | | | |
| Salaries and Wages | 325,152 | 285,152 | 40,000 |
| Fringe Benefits | 84,451 | 67,448 | 17,003 |
| Purchased Services | 490 | 490 | 0 |
| Supplies and Materials | 4,337 | 4,337 | 0 |
| Total Special | 414,430 | 357,427 | 57,003 |
| Total Instruction | 414,430 | 357,427 | 57,003 |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 24,155 | 24,155 | 0 |
| Fringe Benefits | 10,272 | 10,272 | 0 |
| Total Pupil | 34,427 | 34,427 | 0 |
| Administration: | | | |
| Purchased Services | 900 | 900 | 0 |
| Supplies and Materials | 110 | 110 | 0 |
| Total Administration | 1,010 | 1,010 | 0 |
| Total Support Services | 35,437 | 35,437 | 0 |
| Total Expenditures | 449,867 | 392,864 | 57,003 |
| Excess of Revenues Over (Under) Expenditures | (60,709) | (3,706) | 57,003 |
| Fund Balance at Beginning of Year | 36,903 | 36,903 | 0 |
| Prior Year Encumbrances Appropriated | 3,516 | 3,516 | 0 |
| Fund Balance at End of Year | (\$20,290) | \$36,713 | \$57,003 |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET (NON-GAAP
BASIS) AND ACTUAL - EVEN START PROGRAM FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$9,202 | \$9,202 | \$0 |
| Total Revenues | 9,202 | 9,202 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Special: | | | |
| Salaries and Wages | 6,691 | 6,691 | 0 |
| Fringe Benefits | 1,132 | 1,132 | 0 |
| Supplies and Materials | 99 | 99 | 0 |
| Capital Outlay | 781 | 781 | 0 |
| Total Special | 8,703 | 8,703 | 0 |
| Total Instruction | 8,703 | 8,703 | 0 |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 685 | 685 | 0 |
| Fringe Benefits | 115 | 115 | 0 |
| Total Pupil | 800 | 800 | 0 |
| Instructional Staff: | | | |
| Salaries and Wages | 5,574 | 5,574 | 0 |
| Fringe Benefits | 1,146 | 1,146 | 0 |
| Purchased Services | 470 | 470 | 0 |
| Total Instructional Staff | 7,190 | 7,190 | 0 |
| Administration: | | | |
| Salaries and Wages | 2,777 | 2,777 | 0 |
| Fringe Benefits | 578 | 578 | 0 |
| Total Administration | 3,355 | 3,355 | 0 |
| Pupil Transportation: | | | |
| Other Pupil Transportation | 360 | 360 | 0 |
| Total Pupil Transportation | 360 | 360 | 0 |
| Central: | | | |
| Purchased Services | 1,420 | 1,420 | 0 |
| Total Central | 1,420 | 1,420 | 0 |
| Total Support Services | 13,125 | 13,125 | 0 |
| Total Expenditures | 21,828 | 21,828 | 0 |
| Excess of Revenues Over (Under) Expenditures | (12,626) | (12,626) | 0 |
| Fund Balance at Beginning of Year | 11,329 | 11,329 | 0 |
| Prior Year Encumbrances Appropriated | 1,297 | 1,297 | 0 |
| Fund Balance at End of Year | \$0 | \$0 | \$0 |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - FAMILY LITERACY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Supplies and Materials | 4,710 | 4,710 | 0 |
| Total Regular | 4,710 | 4,710 | 0 |
| Total Instruction | 4,710 | 4,710 | 0 |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 855 | 855 | 0 |
| Fringe Benefits | 132 | 132 | 0 |
| Purchased Services | 1,805 | 1,805 | 0 |
| Supplies and Materials | 426 | 426 | 0 |
| Total Pupil | 3,218 | 3,218 | 0 |
| Operation and Maintenance of Plant: | | | |
| Purchased Services | 4,010 | 4,010 | 0 |
| Total Operation and Maintenance of Plant | 4,010 | 4,010 | 0 |
| Central: | | | |
| Purchased Services | 2,214 | 2,214 | 0 |
| Total Central | 2,214 | 2,214 | 0 |
| Total Support Services | 9,442 | 9,442 | 0 |
| Total Expenditures | 14,152 | 14,152 | 0 |
| Excess of Revenues Over (Under) Expenditures | (14,152) | (14,152) | 0 |
| Other Financing (Uses): | | | |
| Refund of Prior Year's Receipts | (2,848) | (2,848) | 0 |
| Excess of Revenues Over (Under) Expenditures and Other Financing Uses | (17,000) | (17,000) | 0 |
| Fund Balance at Beginning of Year | 7,442 | 7,442 | 0 |
| Prior Year Encumbrances Appropriated | 9,558 | 9,558 | 0 |
| Fund Balance at End of Year | \$0 | \$0 | \$0 |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - TITLE VI INNOVATION FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$36,678 | \$36,678 | \$0 |
| Total Revenues | 36,678 | 36,678 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Supplies and Materials | 3,802 | 0 | 3,802 |
| Capital Outlay | 29,417 | 25,916 | 3,501 |
| Total Regular | 33,219 | 25,916 | 7,303 |
| Total Instruction | 33,219 | 25,916 | 7,303 |
| Non-Instructional Services: | | | |
| Supplies and Materials | 700 | 700 | 0 |
| Capital Outlay | 8,275 | 6,373 | 1,902 |
| Total Non-Instructional Services | 8,975 | 7,073 | 1,902 |
| Total Expenditures | 42,194 | 32,989 | 9,205 |
| Excess of Revenues Over (Under) Expenditures | (5,516) | 3,689 | 9,205 |
| Fund Balance at Beginning of Year | 20,469 | 20,469 | 0 |
| Fund Balance at End of Year | \$14,953 | \$24,158 | \$9,205 |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - DRUG FREE SCHOOL PROGRAM FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$42,097 | \$42,097 | \$0 |
| Total Revenues | 42,097 | 42,097 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 1,750 | 945 | 805 |
| Fringe Benefits | 275 | 146 | 129 |
| Total Regular | 2,025 | 1,091 | 934 |
| Total Instruction | 2,025 | 1,091 | 934 |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 31,703 | 25,611 | 6,092 |
| Fringe Benefits | 2,186 | 2,186 | 0 |
| Purchased Services | 8,561 | 6,699 | 1,862 |
| Supplies and Materials | 17,673 | 5,560 | 12,113 |
| Total Pupil | 60,123 | 40,056 | 20,067 |
| Total Support Services | 60,123 | 40,056 | 20,067 |
| Non-Instructional Services: | | | |
| Purchased Services | 2,119 | 2,119 | 0 |
| Supplies and Materials | 1,903 | 1,359 | 544 |
| Total Non-Instructional Services | 4,022 | 3,478 | 544 |
| Total Expenditures | 66,170 | 44,625 | 21,545 |
| Excess of Revenues Over (Under) Expenditures | (24,073) | (2,528) | 21,545 |
| Fund Balance at Beginning of Year | 6,571 | 6,571 | 0 |
| Prior Year Encumbrances Appropriated | 2,332 | 2,332 | 0 |
| Fund Balance at End of Year | (\$15,170) | \$6,375 | \$21,545 |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - SYSTEMIC GRANT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|-----------|------------|
| Revenues: | | | |
| Intergovernmental | \$147,829 | \$147,829 | \$0 |
| Total Revenues | 147,829 | 147,829 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 35,523 | 30,523 | 5,000 |
| Fringe Benefits | 7,652 | 4,670 | 2,982 |
| Purchased Services | 12,244 | 51,663 | (39,419) |
| Supplies and Materials | 12,205 | 24,239 | (12,034) |
| Total Regular | 67,624 | 111,095 | (43,471) |
| Total Instruction | 67,624 | 111,095 | (43,471) |
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 1,358 | 1,358 | 0 |
| Fringe Benefits | 210 | 210 | 0 |
| Purchased Services | 3,920 | 3,920 | 0 |
| Supplies and Materials | 722 | 722 | 0 |
| Total Pupil | 6,210 | 6,210 | 0 |
| Instructional Staff: | | | |
| Salaries and Wages | 70 | 70 | 0 |
| Fringe Benefits | 11 | 11 | 0 |
| Purchased Services | 35,226 | 35,462 | (236) |
| Supplies and Materials | 4,051 | 4,051 | 0 |
| Total Instructional Staff | 39,358 | 39,594 | (236) |
| Administration: | | | |
| Other Administration | 5,000 | 5,000 | 0 |
| Total Administration | 5,000 | 5,000 | 0 |
| Total Support Services | 50,568 | 50,804 | (236) |
| Total Expenditures | 118,192 | 161,899 | (43,707) |
| Excess of Revenues Over (Under) Expenditures | 29,637 | (14,070) | (43,707) |
| Other Financing (Uses) | | | |
| Refund of Prior Year's Receipts | (1,852) | (1,852) | 0 |
| Fund Balance at Beginning of Year | 37,706 | 37,706 | |
| Prior Year Encumbrances Appropriated | 17,811 | 17,811 | 0 |
| Fund Balance at End of Year | \$83,302 | \$39,595 | (\$43,707) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
 BASIS) AND ACTUAL - OTHER FEDERAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$67,292 | \$67,292 | \$0 |
| Total Revenues | 67,292 | 67,292 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 2,660 | 2,660 | 0 |
| Fringe Benefits | 304 | 304 | 0 |
| Purchased Services | 47,066 | 46,004 | 1,062 |
| Supplies and Materials | 20,236 | 20,236 | 0 |
| Total Regular | 70,266 | 69,204 | 1,062 |
| Special: | | | |
| Purchased Services | 4,774 | 4,774 | 0 |
| Total Special | 4,774 | 4,774 | 0 |
| Total Instruction | 75,040 | 73,978 | 1,062 |
| Support Services: | | | |
| Instructional Staff: | | | |
| Purchased Services | 1,084 | 1,084 | 0 |
| Total Instructional Staff | 1,084 | 1,084 | 0 |
| Central: | | | |
| Purchased Services | 3,460 | 3,460 | 0 |
| Total Central | 3,460 | 3,460 | 0 |
| Total Support Services | 4,544 | 4,544 | 0 |
| Total Expenditures | 79,584 | 78,522 | 1,062 |
| Excess of Revenues Over (Under) Expenditures | (12,292) | (11,230) | 1,062 |
| Fund Balance at Beginning of Year | 368 | 368 | |
| Prior Year Encumbrances Appropriated | 12,236 | 12,236 | 0 |
| Fund Balance at End of Year | \$312 | \$1,374 | \$1,062 |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - ALL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|-------------------------------|-------------------|------------------|------------------|
| Revenues: | | | |
| Tuition and Fees | \$102,621 | \$102,621 | \$0 |
| Interest | 29,294 | 29,294 | 0 |
| Intergovernmental | 3,298,833 | 3,298,833 | 0 |
| Extracurricular Activities | 549,352 | 549,352 | 0 |
| Classroom Materials and Fees | 41,382 | 41,382 | 0 |
| Miscellaneous | 80,808 | 80,808 | 0 |
| Total Revenues | 4,102,290 | 4,102,290 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Salaries and Wages | 53,131 | 100,799 | (47,668) |
| Fringe Benefits | 13,093 | 16,724 | (3,631) |
| Purchased Services | 60,979 | 136,145 | (75,166) |
| Supplies and Materials | 114,797 | 163,504 | (48,707) |
| Capital Outlay | 43,191 | 98,015 | (54,824) |
| Other Regular | 2,924 | 4,756 | (1,832) |
| Total Regular | 288,115 | 519,943 | (231,828) |
| Special: | | | |
| Salaries and Wages | 338,201 | 296,228 | 41,973 |
| Fringe Benefits | 88,764 | 69,632 | 19,132 |
| Purchased Services | 5,264 | 5,264 | 0 |
| Supplies and Materials | 4,738 | 4,738 | 0 |
| Capital Outlay | 2,486 | 11,401 | (8,915) |
| Total Special | 439,453 | 387,263 | 52,190 |
| Vocational: | | | |
| Salaries and Wages | 14,179 | 38,647 | (24,468) |
| Fringe Benefits | 6,753 | 9,194 | (2,441) |
| Purchased Services | 15,866 | 31,866 | (16,000) |
| Supplies and Materials | 49,583 | 52,477 | (2,894) |
| Capital Outlay | 166,675 | 170,775 | (4,100) |
| Total Vocational | 253,056 | 302,959 | (49,903) |
| Adult/Continuing: | | | |
| Salaries and Wages | 38,457 | 39,219 | (762) |
| Fringe Benefits | 6,154 | 6,078 | 76 |
| Purchased Services | 2,964 | 932 | 2,032 |
| Supplies and Materials | 2,251 | 902 | 1,349 |
| Capital Outlay | 3,491 | 1,431 | 2,060 |
| Total Adult/Continuing | 53,317 | 48,562 | 4,755 |
| Total Instruction | 1,033,941 | 1,258,727 | (224,786) |

(Continued)

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - ALL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
(Continued)

| | Revised Budget | Actual | Over/Under |
|--|-------------------|---------|------------|
| Support Services: | | | |
| Pupil: | | | |
| Salaries and Wages | 235,356 | 248,977 | (13,621) |
| Fringe Benefits | 72,561 | 70,813 | 1,748 |
| Purchased Services | 40,163 | 32,686 | 7,477 |
| Supplies and Materials | 18,821 | 20,163 | (1,342) |
| Capital Outlay | 843 | 843 | 0 |
| Total Pupil | 367,744 | 373,482 | (5,738) |
| Instructional Staff: | | | |
| Salaries and Wages | 119,114 | 136,674 | (17,560) |
| Fringe Benefits | 15,011 | 26,772 | (11,761) |
| Purchased Services | 43,685 | 51,653 | (7,968) |
| Supplies and Materials | 6,411 | 6,647 | (236) |
| Capital Outlay | 12,733 | 13,224 | (491) |
| Total Instructional Staff | 196,954 | 234,970 | (38,016) |
| Administration: | | | |
| Salaries and Wages | 115,076 | 118,551 | (3,475) |
| Fringe Benefits | 25,484 | 28,598 | (3,114) |
| Purchased Services | 74,494 | 74,200 | 294 |
| Supplies and Materials | 151,182 | 153,819 | (2,637) |
| Capital Outlay | 32,288 | 29,385 | 2,903 |
| Other Administration | 42,752 | 42,752 | 0 |
| Total Administration | 441,276 | 447,305 | (6,029) |
| Operation & Maintenance of Plant: | | | |
| Purchased Services | 16,514 | 25,097 | (8,583) |
| Supplies and Materials | 8,279 | 7,622 | 657 |
| Total Operation & Maintenance of Plant | 24,793 | 32,719 | (7,926) |
| Pupil Transportation: | | | |
| Salaries and Wages | 35,197 | 31,378 | 3,819 |
| Fringe Benefits | 11,476 | 9,178 | 2,298 |
| Other Pupil Transportation | 360 | 360 | 0 |
| Total Pupil Transportation | 47,033 | 40,916 | 6,117 |
| Central: | | | |
| Salaries and Wages | 2,429 | 20,777 | (18,348) |
| Fringe Benefits | 863 | 5,328 | (4,465) |
| Purchased Services | 7,594 | 9,159 | (1,565) |
| Supplies and Materials | 1,471 | 4,434 | (2,963) |
| Total Central | 12,357 | 39,698 | (27,341) |

(Continued)

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - ALL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
(Continued)

| | Revised Budget | Actual | Over/Under |
|--|-------------------|-----------|-------------|
| Total Support Services | 1,090,157 | 1,169,090 | (78,933) |
| Non-Instructional Services: | | | |
| Salaries and Wages | 665,077 | 571,171 | 93,906 |
| Fringe Benefits | 173,522 | 145,503 | 28,019 |
| Purchased Services | 16,077 | 61,937 | (45,860) |
| Supplies and Materials | 341,445 | 551,569 | (210,124) |
| Capital Outlay | 28,238 | 41,907 | (13,669) |
| Total Non-Instructional Services | 1,224,359 | 1,372,087 | (147,728) |
| Extracurricular Activities: | | | |
| Academic and Subject Oriented: | | | |
| Supplies and Materials | 64,676 | 64,676 | 0 |
| Capital Outlay | 2,020 | 2,020 | 0 |
| Other Academic and Subject Oriented | 49,839 | 49,839 | 0 |
| Total Academic and Subject Oriented | 116,535 | 116,535 | 0 |
| Sports Oriented: | | | |
| Salaries and Wages | 3,079 | 2,662 | 417 |
| Fringe Benefits | 10,758 | 390 | 10,368 |
| Purchased Services | 151,873 | 89,633 | 62,240 |
| Supplies and Materials | 179,462 | 130,068 | 49,394 |
| Capital Outlay | 22,438 | 22,438 | 0 |
| Other Sports Oriented | 21,097 | 21,097 | 0 |
| Total Sports Oriented | 388,707 | 266,288 | 122,419 |
| School and Public Services: | | | |
| Purchased Services | 71,357 | 71,357 | 0 |
| Supplies and Materials | 35,201 | 35,201 | 0 |
| Capital Outlay | 2,000 | 2,000 | 0 |
| Other School and Public Services | 25,912 | 25,912 | 0 |
| Total School and Public Services | 134,470 | 134,470 | 0 |
| Total Extracurricular Activities | 639,712 | 517,293 | 122,419 |
| Total Expenditures | 3,988,169 | 4,317,197 | (329,028) |
| Excess of Revenues Over (Under) Expenditures | 114,121 | (214,907) | (329,028) |
| Other Financing Sources (Uses): | | | |
| Operating Transfers-In | 8,000 | 8,000 | 0 |
| Refund of Prior Year's Receipts | (37,668) | (37,668) | 0 |
| Advances - Out, Return | 0 | (275,000) | (275,000) |
| Total Other Financing Sources (Uses) | (29,668) | (304,668) | (275,000) |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 84,453 | (519,575) | (604,028) |
| Fund Balances at Beginning of Year | 741,161 | 741,161 | 0 |
| Prior Year Encumbrances Appropriated | 723,115 | 723,115 | 0 |
| Fund Balances at End of Year | \$1,548,729 | \$944,701 | (\$604,028) |

CAPITAL PROJECTS FUNDS

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

Permanent Improvement Fund

A fund provided to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code.

Replacement Fund

A fund provided to account for monies used in the rebuilding, restoration or improvement of property which has been totally or partially destroyed due to any cause.

Vocational Education Equipment Fund

To account for receipts and expenditures involved in the replacement or updating of equipment essential for the instruction of students in job skills.

SchoolNet Plus Fund

A fund provided to account for additional funding targeted for the acquisition of computer workstations in grades K-4.

SchoolNet Fund

A fund provided to account for wiring to all classrooms in the state and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

KETTERING CITY SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 ALL CAPITAL PROJECTS FUNDS
 JUNE 30, 2000

| | Permanent Improvement | Replacement | Vocational Education Equipment | SchoolNet Plus | SchoolNet | Totals |
|--|--------------------------|------------------|--------------------------------------|-------------------|--------------|--------------------|
| Assets: | | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$1,078,889 | \$103,796 | \$0 | \$105,648 | \$273 | \$1,288,606 |
| Receivables: | | | | | | |
| Taxes | 698,847 | 0 | 0 | 0 | 0 | 698,847 |
| Interest | 4,453 | 527 | 0 | 0 | 0 | 4,980 |
| Total Assets | \$1,782,189 | \$104,323 | \$0 | \$105,648 | \$273 | \$1,992,433 |
| Liabilities and Fund Balances: | | | | | | |
| Liabilities: | | | | | | |
| Accounts Payable | 206,372 | 0 | 0 | 0 | 0 | 206,372 |
| Deferred Revenue | 679,738 | 0 | 0 | 0 | 0 | 679,738 |
| Total Liabilities | 886,110 | 0 | 0 | 0 | 0 | 886,110 |
| Fund Balances: | | | | | | |
| Reserved for Encumbrances | 285,495 | 0 | 0 | 0 | 0 | 285,495 |
| Reserved for Property Tax | 19,109 | 0 | 0 | 0 | 0 | 19,109 |
| Unreserved | 591,475 | 104,323 | 0 | 105,648 | 273 | 801,719 |
| Total Fund Balances | 896,079 | 104,323 | 0 | 105,648 | 273 | 1,106,323 |
| Total Liabilities and Fund Balances | \$1,782,189 | \$104,323 | \$0 | \$105,648 | \$273 | \$1,992,433 |

KETTERING CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 ALL CAPITAL PROJECTS FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Permanent Improvement | Replacement | Vocational Education Equipment | SchoolNet Plus | Schoolnet | Totals |
|---|--------------------------|------------------|--------------------------------------|-------------------|----------------|--------------------|
| Revenues: | | | | | | |
| Taxes | \$666,205 | \$0 | \$0 | \$0 | \$0 | \$666,205 |
| Interest | 62,246 | 5,708 | 0 | 0 | 0 | 67,954 |
| Intergovernmental | 74,581 | 0 | 18,774 | 105,648 | 0 | 199,003 |
| Miscellaneous | 402,761 | 0 | 0 | 0 | 0 | 402,761 |
| Total Revenues | 1,205,793 | 5,708 | 18,774 | 105,648 | 0 | 1,335,923 |
| Expenditures: | | | | | | |
| Current: | | | | | | |
| Instruction: | | | | | | |
| Regular | 0 | 0 | 0 | 0 | 894 | 894 |
| Vocational | 0 | 0 | 18,774 | 0 | 0 | 18,774 |
| Support Services: | | | | | | |
| Fiscal | 7,962 | 0 | 0 | 0 | 0 | 7,962 |
| Operation and Maintenance of Plant | 466,024 | 7,249 | 0 | 0 | 0 | 473,273 |
| Transportation | 101,658 | 0 | 0 | 0 | 0 | 101,658 |
| Central | 0 | 0 | 0 | 0 | 8,836 | 8,836 |
| Facilities Acquisitions and Constructions | 645,134 | 0 | 0 | 0 | 0 | 645,134 |
| Total Expenditures | 1,220,778 | 7,249 | 18,774 | 0 | 9,730 | 1,256,531 |
| Excess of Revenues Over (Under) Expenditures | (14,985) | (1,541) | 0 | 105,648 | (9,730) | 79,392 |
| Fund Balances at Beginning of Year | 911,064 | 105,864 | 0 | 0 | 10,003 | 1,026,931 |
| Fund Balances at End of Year | \$896,079 | \$104,323 | \$0 | \$105,648 | \$273 | \$1,106,323 |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
PERMANENT IMPROVEMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|------------------|--------------------|
| Revenues: | | | |
| Taxes | \$668,787 | \$668,787 | \$0 |
| Interest | 57,792 | 57,792 | 0 |
| Intergovernmental | 74,581 | 74,581 | |
| Miscellaneous | 400,000 | 400,000 | 0 |
| Total Revenues | 1,201,160 | 1,201,160 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Support Services: | | | |
| Fiscal: | | | |
| Miscellaneous | 7,962 | 7,962 | 0 |
| Total Fiscal | 7,962 | 7,962 | 0 |
| Operation and Maintenance of Plant: | | | |
| Purchased Services | 392,196 | 719,239 | (327,043) |
| Supplies and Materials | 0 | 3,500 | (3,500) |
| Capital Outlay | 24,226 | 60,326 | (36,100) |
| Total Operation and Maintenance of Plant | 416,422 | 783,065 | (366,643) |
| Transportation: | | | |
| Capital Outlay | 90,000 | 101,658 | (11,658) |
| Total Transportation | 90,000 | 101,658 | (11,658) |
| Total Support Services | 514,384 | 892,685 | (378,301) |
| Facilities Acquisition and Construction Services: | | | |
| Architecture and Engineering Services: | | | |
| Capital Outlay | 660,638 | 688,558 | (27,920) |
| Total Architecture and Engineering Services | 660,638 | 688,558 | (27,920) |
| Total Expenditures | 1,175,022 | 1,581,243 | (406,221) |
| Excess of Revenues Over (Under) Expenditures | 26,138 | (380,083) | (406,221) |
| Other Financing Sources (Uses): | | | |
| Refund of Prior Year's Expenditures | 2,761 | 2,761 | 0 |
| Total Other Financing Sources (Uses) | 2,761 | 2,761 | 0 |
| Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 28,899 | (377,322) | (406,221) |
| Fund Balance at Beginning of Year | 513,218 | 513,218 | 0 |
| Prior Year Encumbrances Appropriated | 451,125 | 451,125 | 0 |
| Fund Balance at End of Year | \$993,242 | \$587,021 | (\$406,221) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
 REPLACEMENT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|-----------|------------|
| Revenues: | | | |
| Interest | \$5,181 | \$5,181 | \$0 |
| Total Revenues | 5,181 | 5,181 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Support Services: | | | |
| Operation and Maintenance of Plant: | | | |
| Purchased Services | 4,376 | 7,698 | (3,322) |
| Total Operation and Maintenance of Plant | 4,376 | 7,698 | (3,322) |
| Total Support Services | 4,376 | 7,698 | (3,322) |
| Total Expenditures: | 4,376 | 7,698 | (3,322) |
| Excess of Revenues Over (Under) Expenditures | 805 | (2,517) | (3,322) |
| Fund Balance at Beginning of Year | 105,863 | 105,863 | 0 |
| Fund Balance at End of Year | \$106,668 | \$103,346 | (\$3,322) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
 VOCATIONAL EQUIPMENT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|----------|------------|
| Revenues: | | | |
| Intergovernmental | \$18,774 | \$18,774 | \$0 |
| Total Revenues | 18,774 | 18,774 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Vocational: | | | |
| Capital Outlay | 0 | 18,774 | (18,774) |
| Total Vocational | 0 | 18,774 | (18,774) |
| Total Instruction | 0 | 18,774 | (18,774) |
| Total Expenditures | 0 | 18,774 | (18,774) |
| Excess of Revenues Over (Under) Expenditures | 18,774 | 0 | (18,774) |
| Fund Balance at Beginning of Year | 0 | 0 | 0 |
| Fund Balance at End of Year | \$18,774 | \$0 | (\$18,774) |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
 SCHOOLNET PLUS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|-----------|------------|
| Revenues: | | | |
| Intergovernmental | \$105,648 | \$105,648 | \$0 |
| Total Revenues | 105,648 | 105,648 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | | | |
| Capital Outlay | 0 | 0 | 0 |
| Total Regular | 0 | 0 | 0 |
| Total Instruction | 0 | 0 | 0 |
| Total Expenditures | 0 | 0 | 0 |
| Excess of Revenues Over (Under) Expenditures | 105,648 | 105,648 | 0 |
| Fund Balance at Beginning of Year | 0 | 0 | 0 |
| Fund Balance at End of Year | \$105,648 | \$105,648 | \$0 |

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL
 SCHOOLNET FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|---|-------------------|---------|------------|
| Revenues: | | | |
| Intergovernmental | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Supplies and Materials | 282 | 237 | 45 |
| Capital Outlay | 0 | 657 | (657) |
| Total Regular | 282 | 894 | (612) |
| Total Instruction | 282 | 894 | (612) |
| Support Services: | | | |
| Central: | | | |
| Purchased Services | 0 | 8,836 | (8,836) |
| Total Central | 0 | 8,836 | (8,836) |
| Total Support Services | 0 | 8,836 | (8,836) |
| Total Expenditures | 282 | 9,730 | (9,448) |
| Excess of Revenues Over (Under) Expenditures | (282) | (9,730) | (9,448) |
| Fund Balance at Beginning of Year | 10,003 | 10,003 | 0 |
| Fund Balance at End of Year | \$9,721 | \$273 | (\$9,448) |

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES-BUDGET (NON-GAAP
BASIS) AND ACTUAL - ALL CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Revised Budget | Actual | Over/Under |
|--|-------------------|-----------|-------------|
| Revenues: | | | |
| Taxes | \$668,787 | \$668,787 | \$0 |
| Interest | 62,973 | 62,973 | 0 |
| Intergovernmental | 199,003 | 199,003 | 0 |
| Miscellaneous | 400,000 | 400,000 | 0 |
| Total Revenues | 1,330,763 | 1,330,763 | 0 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular: | | | |
| Supplies and Materials | 282 | 237 | 45 |
| Capital Outlay | 0 | 657 | (657) |
| Total Regular | 282 | 894 | (612) |
| Vocational: | | | |
| Capital Outlay | 0 | 18,774 | (18,774) |
| Total Vocational | 0 | 18,774 | (18,774) |
| Total Instruction | 282 | 19,668 | (19,386) |
| Support Services: | | | |
| Fiscal: | | | |
| Miscellaneous | 7,962 | 7,962 | 0 |
| Total Fiscal | 7,962 | 7,962 | 0 |
| Operation and Maintenance of Plant: | | | |
| Purchased Services | 396,572 | 726,937 | (330,365) |
| Supplies and Materials | 0 | 3,500 | (3,500) |
| Capital Outlay | 24,226 | 60,326 | (36,100) |
| Total Operation and Maintenance of Plant | 420,798 | 790,763 | (369,965) |
| Transportation: | | | |
| Capital Outlay | 90,000 | 101,658 | (11,658) |
| Total Transportation | 90,000 | 101,658 | (11,658) |
| Central: | | | |
| Purchased Services | 0 | 8,836 | (8,836) |
| Total Central | 0 | 8,836 | (8,836) |
| Total Support Services | 518,760 | 909,219 | (390,459) |
| Facilities Acquisition and Construction Services: | | | |
| Architecture and Engineering Services: | | | |
| Capital Outlay | 660,638 | 688,558 | (27,920) |
| Total Facilities Acquisition and Construction Services | 660,638 | 688,558 | (27,920) |
| Total Expenditures | 1,179,680 | 1,617,445 | (437,765) |
| Excess of Revenues Over (Under) Expenditures | 151,083 | (286,682) | (437,765) |
| Other Financing Sources: | | | |
| Refund of Prior Year's Expenditures | 2,761 | 2,761 | 0 |
| Excess of Revenue and Other Financing Sources Over (Under) Expenditures | 153,844 | (283,921) | (437,765) |
| Fund Balances at Beginning of Year | 629,084 | 629,084 | 0 |
| Prior Year Encumbrances Appropriated | 451,125 | 451,125 | 0 |
| Fund Balances at End of Year | \$1,234,053 | \$796,288 | (\$437,765) |

ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent 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.

Food Service Fund

This fund accounts for the financial transactions related to the food service operations of the School District.

Uniform School Supplies Fund

This fund accounts for the purchase and sale of school supplies for use in the School District. Profits derived from such sales are used for school purposes or activities connected with the school.

Rotary Special Services Fund

A fund provided to account for income and expenses made in connection with goods and services provided by the School District.

Adult School Education Fund

A fund provided to account for transactions made in connection with adult education classes. Receipts include, but not limited to, tuition from patrons and students and reimbursement from the State Department of Education.

Special Enterprise Funds

To account for the financial transactions related to the child care program call "morning and afternoon supervision program"

KETTERING CITY SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 ALL ENTERPRISE FUNDS
 JUNE 30, 2000

| | Food Service | Uniform School Supplies | Rotary Special Services | Adult School Education | Special Enterprise | Totals |
|--|------------------|-------------------------------|-------------------------------|---------------------------|-----------------------|------------------|
| Assets: | | | | | | |
| Current Assets: | | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$365,172 | \$27,438 | \$7,413 | \$0 | \$7,815 | \$407,838 |
| Receivables: | | | | | | |
| Accounts | 2,743 | 728 | 0 | 0 | 0 | 3,471 |
| Interest | 1,541 | 0 | 0 | 0 | 0 | 1,541 |
| Intergovernmental | 67,219 | 0 | 0 | 0 | 0 | 67,219 |
| Inventory for Resale | 40,523 | 0 | 0 | 0 | 0 | 40,523 |
| Total Current Assets | 477,198 | 28,166 | 7,413 | 0 | 7,815 | 520,592 |
| Non-Current Assets: | | | | | | |
| Fixed Assets (net, where applicable, of Accumulated Depreciation) | 141,236 | 0 | 0 | 0 | 0 | 141,236 |
| Total Non-Current Assets | 141,236 | 0 | 0 | 0 | 0 | 141,236 |
| Total Assets | \$618,434 | \$28,166 | \$7,413 | \$0 | \$7,815 | \$661,828 |
| Liabilities: | | | | | | |
| Accounts Payable | 7,705 | 0 | 87 | 0 | 0 | 7,792 |
| Accrued Wages | 93,143 | 0 | 0 | 0 | 1,348 | 94,491 |
| Compensated Absences | 47,974 | 0 | 0 | 0 | 0 | 47,974 |
| Intergovernmental Payable | 34,042 | 0 | 0 | 0 | 1,509 | 35,551 |
| Deferred Revenue | 40,523 | 0 | 0 | 0 | 0 | 40,523 |
| Total Liabilities | 223,387 | 0 | 87 | 0 | 2,857 | 226,331 |
| Fund Equity: | | | | | | |
| Retained Earnings | 273,660 | 28,166 | 7,326 | 0 | 4,958 | 314,110 |
| Contributed Capital | 121,387 | 0 | 0 | 0 | 0 | 121,387 |
| Total Fund Equity | 395,047 | 28,166 | 7,326 | 0 | 4,958 | 435,497 |
| Total Liabilities and Fund Equity | \$618,434 | \$28,166 | \$7,413 | \$0 | \$7,815 | \$661,828 |

KETTERING CITY SCHOOL DISTRICT
 COMBINING STATEMENTS OF REVENUES,
 EXPENSES AND CHANGES IN FUND EQUITY
 ALL ENTERPRISE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Food Service | Uniform School Supplies | Rotary Special Services | Adult School Education | Special Enterprise | Totals |
|--|------------------|-------------------------------|-------------------------------|---------------------------|-----------------------|------------------|
| Operating Revenues: | | | | | | |
| Sales | \$1,397,876 | \$76,928 | \$15,131 | \$180 | \$0 | \$1,490,115 |
| Tuition and Fees | 0 | 2,755 | 8,109 | 10,848 | 41,971 | 63,683 |
| Miscellaneous | 554 | 1,563 | 0 | 184 | 0 | 2,301 |
| Total Operating Revenues | 1,398,430 | 81,246 | 23,240 | 11,212 | 41,971 | 1,556,099 |
| Operating Expenses: | | | | | | |
| Salaries | 620,765 | 0 | 0 | 6,073 | 26,208 | 653,046 |
| Fringe Benefits | 246,579 | 0 | 0 | 1,563 | 7,336 | 255,478 |
| Purchased Services | 47,164 | 0 | 0 | 4,275 | 0 | 51,439 |
| Supplies and Materials | 2,737 | 0 | 0 | 0 | 3,469 | 6,206 |
| Cost of Sales | 892,037 | 71,314 | 23,057 | 0 | 0 | 986,408 |
| Other Operating Expenses | 3,241 | 2,400 | 0 | 861 | 0 | 6,502 |
| Depreciation | 24,425 | 0 | 0 | 5,115 | 0 | 29,540 |
| Total Operating Expenses | 1,836,948 | 73,714 | 23,057 | 17,887 | 37,013 | 1,988,619 |
| Operating Income (Loss) | (438,518) | 7,532 | 183 | (6,675) | 4,958 | (432,520) |
| Non-Operating Revenues (Expenses): | | | | | | |
| Federal Donated Commodities | 89,833 | 0 | 0 | 0 | 0 | 89,833 |
| Intergovernmental | 436,195 | 0 | 0 | 139 | 0 | 436,334 |
| Interest | 10,824 | 0 | 0 | 0 | 0 | 10,824 |
| Loss on Disposal of Fixed Assets | (1,744) | 0 | 0 | 0 | 0 | (1,744) |
| Total Non-Operating Revenues (Expenses) | 535,108 | 0 | 0 | 139 | 0 | 535,247 |
| Net Income (Loss) Before Operating Transfers | 96,590 | 7,532 | 183 | (6,536) | 4,958 | 102,727 |
| Operating Transfer From Other Funds: | | | | | | |
| General Fund | 0 | 0 | 0 | 6,151 | 0 | 6,151 |
| Retained Earnings at Beginning of Year | 177,070 | 20,634 | 7,143 | 385 | 0 | 205,232 |
| Retained Earnings at End of Year | 273,660 | 28,166 | 7,326 | 0 | 4,958 | 314,110 |
| Contributed Capital at Beginning of Year - See Note 3 | | | | | | |
| | 121,387 | 0 | 0 | 0 | 0 | 121,387 |
| Total Fund Equity at End of Year | \$395,047 | \$28,166 | \$7,326 | \$0 | \$4,958 | \$435,497 |

KETERING CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF CASH FLOWS
 ALL ENTERPRISE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Food Service | Uniform School Supplies | Rotary Special Services | Adult School Education | Special Enterprise | Totals |
|---|------------------|-------------------------------|-------------------------------|---------------------------|-----------------------|------------------|
| Cash Flows from Operating Activities: | | | | | | |
| Cash Received from Customers and Users | \$1,395,687 | \$80,518 | \$23,240 | \$24,992 | \$41,971 | \$1,566,408 |
| Cash Paid to Employees for Services and Benefits | (855,213) | 0 | 0 | (31,398) | (30,687) | (917,298) |
| Cash Paid to Suppliers for Goods and Services | (850,359) | (77,069) | (22,970) | (9,480) | (3,469) | (963,347) |
| Net Cash Provided (Used) by Operating Activities | (309,885) | 3,449 | 270 | (15,886) | 7,815 | (314,237) |
| Cash Flows from Investing Activities: | | | | | | |
| Earnings on Investments | 9,284 | 0 | 0 | 0 | 0 | 9,284 |
| Net Cash Provided by Investing Activities | 9,284 | 0 | 0 | 0 | 0 | 9,284 |
| Cash Flows from Noncapital Financing Activities: | | | | | | |
| Operating Grants Received | 432,950 | 0 | 0 | 1,353 | 0 | 434,303 |
| Operating Transfer from General Fund | 0 | 0 | 0 | 6,151 | 0 | 6,151 |
| Net Cash Provided by Noncapital Financing Activities | 432,950 | 0 | 0 | 7,504 | 0 | 440,454 |
| Cash Flows from Capital and Related Financing Activities: | | | | | | |
| Payments for Capital Acquisitions | (20,230) | 0 | 0 | 0 | 0 | (20,230) |
| Net Cash Used for Capital and Related Financing Activities | (20,230) | 0 | 0 | 0 | 0 | (20,230) |
| Net Increase (Decrease) in Cash | 112,119 | 3,449 | 270 | (8,382) | 7,815 | 115,271 |
| Cash and Cash Equivalents at Beginning of Year | 253,053 | 23,989 | 7,143 | 8,382 | 0 | 292,567 |
| Cash and Cash Equivalents at End of Year | \$365,172 | \$27,438 | \$7,413 | \$0 | \$7,815 | \$407,838 |

(Continued)

KETTERING CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF CASH FLOWS
 ALL ENTERPRISE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000
 (Continued)

| | Food Service | Uniform School Supplies | Rotary Special Services | Adult School Education | Special Enterprise | Totals |
|---|------------------|-------------------------------|-------------------------------|---------------------------|-----------------------|------------------|
| <u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u> | | | | | | |
| Operating Income (Loss) | (\$438,518) | \$7,532 | \$183 | (\$6,675) | \$4,958 | (\$432,520) |
| <u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u> | | | | | | |
| Depreciation | 24,425 | 0 | 0 | 5,115 | 0 | 29,540 |
| Donated Commodities Used During the Year | 89,833 | 0 | 0 | 0 | 0 | 89,833 |
| <u>Changes in Assets and Liabilities:</u> | | | | | | |
| (Increase)/Decrease in Accounts Receivable | (2,743) | (728) | 0 | 978 | 0 | (2,493) |
| Decrease in Interfund Receivable | 0 | 0 | 0 | 13,101 | 0 | 13,101 |
| (Increase)/Decrease in Inventory Held for Resale | (3,986) | 0 | 0 | 23,422 | 0 | 19,436 |
| Increase/(Decrease) in Accounts Payable | 4,988 | (3,355) | 87 | (4,643) | 0 | (2,923) |
| Increase/(Decrease) in Accrued Wages | 7,280 | 0 | 0 | (17,470) | 1,348 | (8,842) |
| Increase/(Decrease) in Intergovernmental Payable | (2,647) | 0 | 0 | (3,926) | 1,509 | (5,064) |
| Increase/(Decrease) in Compensated Absences | 7,497 | 0 | 0 | (2,366) | 0 | 5,131 |
| Increase/(Decrease) in Deferred Revenue | 3,986 | 0 | 0 | (23,422) | 0 | (19,436) |
| Total Adjustments | 128,633 | (4,083) | 87 | (9,211) | 2,857 | 118,283 |
| Net Cash Provided by (Used for) Operating Activities | <u>(309,885)</u> | <u>3,449</u> | <u>270</u> | <u>(15,886)</u> | <u>7,815</u> | <u>(314,237)</u> |

Non-cash Investing, Capital and Financing Activities:

During the year, the Food Service Enterprise Fund used materials and supplies inventory valued at \$89,833. This inventory was donated to the District and no cash payments were made to acquire the inventory. An expense for this usage was included in the Operating Loss of the fund and therefore, Donated Commodities must be recognized as an adjustment to reconcile to Net Cash Used for Operating Activities.

INTERNAL SERVICE FUND

These funds are used to account for the financing of goods and services provided by one fund to other funds of the District or to other governments on a cost-reimbursement basis.

Employee Benefits Self-Insurance Fund

Accounts for the premiums received and the claims and administrative costs paid by the School District for employee health and dental/vision insurance.

Computer Network Fund

To account for State monies to support library automation products and services.

Dental Insurance

Accounts for the premiums received and the claims and administrative costs paid by the School District for employee dental insurance.

KETTERING CITY SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 ALL INTERNAL SERVICE FUNDS
 JUNE 30, 2000

| | Employee Benefits Self-Insurance | Computer Network | Dental Insurance | Totals |
|---|--|---------------------|---------------------|------------------|
| Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$71,487 | \$795 | \$396,185 | \$468,467 |
| Total Assets | \$71,487 | \$795 | \$396,185 | \$468,467 |
| Liabilities: | | | | |
| Claims Payable | 33,857 | 0 | 140,035 | 173,892 |
| Total Liabilities | 33,857 | 0 | 140,035 | 173,892 |
| Fund Equity: | | | | |
| Retained Earnings | 37,630 | 795 | 256,150 | 294,575 |
| Total Fund Equity | 37,630 | 795 | 256,150 | 294,575 |
| Total Liabilities and Fund Equity | \$71,487 | \$795 | \$396,185 | \$468,467 |

KETTERING CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES,
 EXPENSES AND CHANGES IN FUND EQUITY
 ALL INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Employee Benefits Self-Insurance | Computer Network | Dental Insurance | Totals |
|--|--|---------------------|---------------------|-----------|
| Operating Revenues: | | | | |
| Charges for Services | \$139,851 | \$0 | \$533,899 | \$673,750 |
| Total Operating Revenues | 139,851 | 0 | 533,899 | 673,750 |
| Operating Expenses: | | | | |
| Fringe Benefits | 137,897 | 0 | 0 | 137,897 |
| Purchased Services | 0 | 0 | 555,237 | 555,237 |
| Other Operating Expenses | 29 | 0 | 0 | 29 |
| Total Operating Expenses | 137,926 | 0 | 555,237 | 693,163 |
| Operating Income (Loss) | 1,925 | 0 | (21,338) | (19,413) |
| Non-Operating Revenues: | | | | |
| Interest | 639 | 0 | 21,687 | 22,326 |
| Total Non-Operating Revenues | 639 | 0 | 21,687 | 22,326 |
| Net Income | 2,564 | 0 | 349 | 2,913 |
| Retained Earnings at Beginning of Year | 35,066 | 795 | 255,801 | 291,662 |
| Retained Earnings at End of Year | 37,630 | 795 | 256,150 | 294,575 |

KETTERING CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF CASH FLOWS
 ALL INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Employee Benefits Self-Insurance | Computer Network | Dental Insurance | Totals |
|--|--|---------------------|---------------------|-----------|
| Increase (Decrease) in Cash and Cash Equivalents: | | | | |
| Cash Flows from Operating Activities: | | | | |
| Cash Received from Customers and Users | \$139,851 | \$0 | \$533,899 | \$673,750 |
| Cash Payments for Claims | (120,150) | 0 | (528,024) | (648,174) |
| Net Cash Provided (Used) by Operating Activities | 19,701 | 0 | 5,875 | 25,576 |
| Cash Flows from Investing Activities: | | | | |
| Earnings on Investments | 639 | 0 | 21,687 | 22,326 |
| Net Cash Provided by Investing Activities | 639 | 0 | 21,687 | 22,326 |
| Net Increase in Cash | 20,340 | 0 | 27,562 | 47,902 |
| Cash and Cash Equivalents at Beginning of Year | 51,147 | 795 | 368,623 | 420,565 |
| Cash and Cash Equivalents at End of Year | \$71,487 | \$795 | \$396,185 | \$468,467 |
| Reconciliation of Operating Loss to Net Cash Provided by (Used for) Operating Activities: | | | | |
| Operating Income (Loss) | 1,925 | 0 | (21,338) | (19,413) |
| Adjustments to Reconcile Operating Loss to Net Cash Provided by (Used for) Operating Activities: | | | | |
| Increase in Claims Payable | 17,776 | 0 | 27,213 | 44,989 |
| Total Adjustments | 17,776 | 0 | 27,213 | 44,989 |
| Net Cash Provided by (Used for) Operating Activities | \$19,701 | \$0 | \$5,875 | \$25,576 |

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. These include expendable trust and agency funds. Expendable trust funds are 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.

Expendable Trust Funds

Special Trust Funds

A fund used to account for assets held by a school system in a trustee capacity or as an agent for individuals, private organizations, other governmental and/or other funds.

Non-Expendable Trust Funds

Charles Craig Memorial Fund

This fund is used to account for principal trust amount received and related interest income. The interest portion of the trust can be used for the music department.

Agency Funds

Student Managed Activities Fund

This fund reflects resources that belong to the student bodies of the various schools, accounting for sales and other revenue generating activities.

KETTERING CITY SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 TRUST AND AGENCY FUNDS
 JUNE 30, 2000

| | Expendable Trust | Non- Expendable Trust | Agency Student Managed Activities | Totals |
|---|---------------------|------------------------------|--|------------------|
| | Special Trust | Charles Craig Memorial | | |
| Assets: | | | | |
| Equity in pooled Cash and Cash Equivalents | \$74,613 | \$10,238 | \$84,161 | \$169,012 |
| Accounts Receivable | 512 | 57 | 0 | 569 |
| Total Assets | <u>\$75,125</u> | <u>\$10,295</u> | <u>\$84,161</u> | <u>\$169,581</u> |
| Liabilities: | | | | |
| Accounts Payable | 510 | 0 | 6,160 | 6,670 |
| Intergovernmental Payable | 0 | 0 | 78,001 | 78,001 |
| Total Liabilities | <u>510</u> | <u>0</u> | <u>84,161</u> | <u>84,671</u> |
| Fund Equity: | | | | |
| Fund Balance: | | | | |
| Reserved for Encumbrances | 847 | 0 | 0 | 847 |
| Reserved for Charles Craig Memorial | 0 | 10,000 | 0 | 10,000 |
| Unreserved | 73,768 | 295 | 0 | 74,063 |
| Total Fund Equity | <u>74,615</u> | <u>10,295</u> | <u>0</u> | <u>84,910</u> |
| Total Liabilities and Fund Equity | <u>\$75,125</u> | <u>\$10,295</u> | <u>\$84,161</u> | <u>\$169,581</u> |

KETTERING CITY SCHOOL DISTRICT
 STATEMENT OF CHANGES IN ASSETS
 AND LIABILITIES
 STUDENT MANAGED ACTIVITIES AGENCY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| | Balance July 1, 1999 | Additions | Deductions | Balance June 30, 2000 |
|--|-------------------------|------------------|------------------|--------------------------|
| Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$55,919 | \$246,331 | \$218,089 | \$84,161 |
| Total Assets | \$55,919 | \$246,331 | \$218,089 | \$84,161 |
| Liabilities: | | | | |
| Accounts Payable | 1,143 | 6,160 | 1,143 | 6,160 |
| Intergovernmental Payable | 54,776 | 78,001 | 54,776 | 78,001 |
| Total Liabilities | \$55,919 | \$84,161 | \$55,919 | \$84,161 |

GENERAL FIXED ASSETS ACCOUNT GROUP

The general fixed assets account group is used to account for all land, buildings, equipment and machinery, furniture and fixtures, and vehicles not used in the operations of the proprietary funds.

KETTERING CITY SCHOOL DISTRICT
 SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE
 AS OF JUNE 30, 2000

| | |
|---|---------------------|
| General Fixed Assets: | |
| Land | \$466,616 |
| Buildings and Building Improvements | 31,578,194 |
| Furniture, Fixtures and Equipment | <u>8,405,013</u> |
| Total General Fixed Assets | <u>\$40,449,823</u> |
| Investment in General Fixed Assets by Source: | |
| General Fund | 3,385,379 |
| Special Revenue Funds | 994,672 |
| Capital Projects Funds | 18,395,429 |
| Acquired Before July 1, 1991 * | <u>17,674,343</u> |
| Total Investment in General Fixed Assets | <u>\$40,449,823</u> |

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

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND TYPE
AS OF JUNE 30, 2000

| Function | Land and Land Improvements | Buildings and Building Improvements | Furniture Fixture and Equipment | Total |
|---|----------------------------------|---|---------------------------------------|---------------------|
| Instruction: | | | | |
| Regular | \$458,616 | \$16,794,580 | \$3,211,411 | \$20,464,607 |
| Special | 0 | 0 | 207,978 | 207,978 |
| Vocational | 0 | 0 | 454,572 | 454,572 |
| Support Services: | | | | |
| Pupil | | | 72,758 | 72,758 |
| Instructional Staff | 0 | 0 | 269,598 | 269,598 |
| Administration | 8,000 | 205,000 | 297,751 | 510,751 |
| Fiscal Services | 0 | 0 | 65,903 | 65,903 |
| Business | 0 | 0 | 366,094 | 366,094 |
| Operation and Maintenance of Plant | 0 | 0 | 360,374 | 360,374 |
| Pupil Transportation | 0 | 0 | 1,335,728 | 1,335,728 |
| Central | 0 | 0 | 513,230 | 513,230 |
| Extracurricular Activities | 0 | 0 | 21,206 | 21,206 |
| Non-Instructional Services | 0 | 0 | 277,982 | 277,982 |
| Facilities Acquisitions and Constructions | 0 | 14,578,614 | 938,428 | 15,517,042 |
| Other-Pre July 1, 1991 items * | 0 | 0 | 12,000 | 12,000 |
| Total General Fixed Assets | <u>\$466,616</u> | <u>\$31,578,194</u> | <u>\$8,405,013</u> | <u>\$40,449,823</u> |

*Represents older assets for which function/activity cannot practically be obtained.

KETTERING CITY SCHOOL DISTRICT
SCHEDULE OF CHANGES IN GENERAL
FIXED ASSETS BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

| Function | Balance at July 1, 1999 | Additions | Deductions | Balance at June 30, 2000 |
|---|----------------------------|------------------|------------------|-----------------------------|
| Instruction: | | | | |
| Regular | \$20,433,819 | \$108,946 | \$78,158 | \$20,464,607 |
| Special | 189,942 | 18,036 | 0 | 207,978 |
| Vocational | 299,122 | 155,450 | 0 | 454,572 |
| Support Services: | | | | |
| Pupil | 62,121 | 10,637 | 0 | 72,758 |
| Instructional staff | 223,610 | 45,988 | 0 | 269,598 |
| Administration | 493,581 | 17,170 | 0 | 510,751 |
| Fiscal Services | 49,852 | 16,051 | 0 | 65,903 |
| Business | 304,192 | 61,902 | 0 | 366,094 |
| Operation and Maintenance of Plant | 301,473 | 58,901 | 0 | 360,374 |
| Pupil Transportation | 1,284,133 | 131,715 | 80,120 | 1,335,728 |
| Central | 430,357 | 82,873 | 0 | 513,230 |
| Extracurricular Activities | 8,057 | 13,149 | 0 | 21,206 |
| Non-Instructional Services | 249,964 | 28,018 | 0 | 277,982 |
| Facilities Acquisitions and Constructions | 15,517,042 | 0 | 0 | 15,517,042 |
| Other-Pre July 1, 1991 Items * | 84,641 | 0 | 72,641 | 12,000 |
| Total General Fixed Assets | \$39,931,906 | \$748,836 | \$230,919 | \$40,449,823 |

*Represents older assets for which function/activity cannot practically be obtained.

KETTERING CITY SCHOOL DISTRICT

STATISTICAL SECTION



KETTERING CITY SCHOOL DISTRICT



STATISTICAL TABLES

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

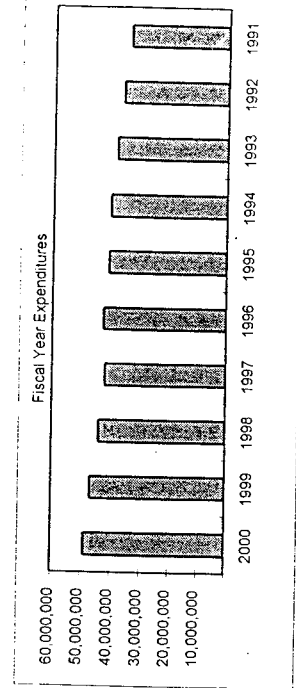
KETTERING CITY SCHOOL DISTRICT, OHIO
 GENERAL FUND EXPENDITURES BY FUNCTION
 LAST TEN FISCAL YEARS (1)
 1991-2000

TABLE 1

| | 2000 Fiscal | 1999 Fiscal | 1998 Fiscal | 1997 Fiscal | 1996 Fiscal | 1995 Fiscal | 1994 Fiscal | 1993 Fiscal | 1992 Fiscal | 1991 Fiscal |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Instruction | \$28,068,880 | \$27,701,029 | \$25,873,143 | \$24,781,686 | \$24,761,092 | \$24,149,420 | \$23,611,953 | \$23,452,715 | \$21,679,652 | \$20,451,704 |
| Pupil Support | 3,367,631 | 3,339,089 | 3,171,244 | 3,081,770 | 3,140,318 | 3,005,286 | 2,844,239 | 2,621,846 | 2,510,932 | 2,159,670 |
| Instructional Staff Support | 2,004,574 | 1,799,145 | 1,661,116 | 1,473,362 | 1,547,427 | 1,510,360 | 1,482,578 | 1,362,338 | 1,276,274 | 1,179,118 |
| Board of Education | 41,882 | 64,039 | 55,101 | 40,665 | 53,010 | 47,247 | 39,769 | 34,283 | 40,950 | 55,083 |
| Administration | 4,189,610 | 3,462,423 | 3,438,046 | 3,147,860 | 3,478,666 | 3,167,268 | 3,231,564 | 2,935,631 | 3,044,628 | 2,709,137 |
| Fiscal Services | 1,147,099 | 990,188 | 797,455 | 827,174 | 591,246 | 1,083,407 | 925,837 | 842,042 | 887,026 | 694,127 |
| Business | 744,856 | 750,168 | 549,380 | 756,728 | 560,836 | 637,721 | 578,399 | 435,743 | 383,486 | 417,843 |
| Plant Operations | 5,301,331 | 5,103,205 | 5,032,322 | 4,769,614 | 5,016,837 | 4,692,348 | 5,066,232 | 4,341,451 | 4,129,192 | 4,150,503 |
| Pupil Transportation | 1,805,751 | 1,691,214 | 1,807,120 | 1,638,472 | 1,542,442 | 1,560,123 | 1,691,888 | 1,640,208 | 1,552,578 | 1,399,513 |
| Central | 685,341 | 490,522 | 551,731 | 443,983 | 383,990 | 411,371 | 485,725 | 399,179 | 448,287 | 455,720 |
| Non-Instructional Services | 1,507 | 1,927 | 1,041 | 1,243 | 1,270 | 1,013 | 1,145 | 1,424 | 1,664 | 842 |
| Extracurricular Activities | 865,333 | 847,790 | 800,792 | 730,494 | 698,747 | 725,308 | 689,133 | 717,657 | 725,858 | 559,395 |
| Capital Outlay | 83,403 | 42,210 | 55,552 | 50,815 | 631,991 | 32,121 | 28,054 | 35,556 | 33,748 | 50,036 |
| Debt Service | 151,423 | 150,183 | 147,527 | 150,183 | 45,511 | 23,123 | 0 | 0 | 0 | 0 |
| Other Financing Uses | 456,125 | 501,982 | 210,801 | 306,119 | 279,917 | 51,761 | 0 | 0 | 0 | 65,000 |
| Total Expenditures and Other Financing Uses | \$48,914,746 | \$46,935,014 | \$44,152,371 | \$42,200,178 | \$42,733,300 | \$41,097,877 | \$40,676,516 | \$38,820,073 | \$36,714,275 | \$34,347,691 |

Source: Kettering City School District Financial Records

(1) 1992, 1993, 1994, 1995, 1996, 1997, 1998 and 1999 fiscal years reported on a GAAP basis; all prior years are reported on a cash basis.



KETTERING CITY SCHOOL DISTRICT, OHIO
GENERAL FUND REVENUES BY SOURCE
LAST TEN FISCAL YEARS (1)
1991-2000

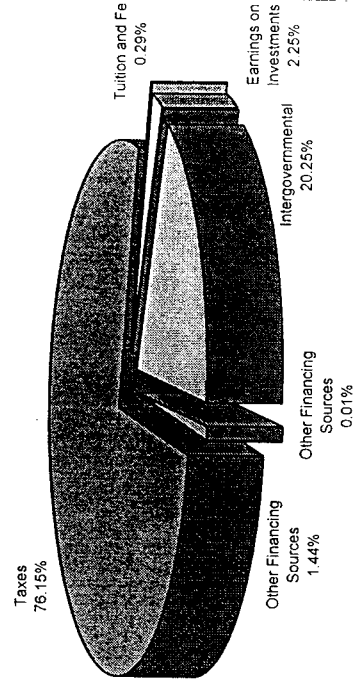
TABLE 2

| | 2000 Fiscal | 1999 Fiscal | 1998 Fiscal | 1997 Fiscal | 1996 Fiscal | 1995 Fiscal | 1994 Fiscal | 1993 Fiscal | 1992 Fiscal | 1991 Fiscal |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|------------------|----------------|
| Taxes | \$38,407,084 | \$37,044,947 | \$36,393,675 | \$35,217,070 | \$32,558,028 | \$30,251,651 | \$31,292,741 | \$29,460,020 | \$32,718,847 (2) | \$27,361,245 |
| Tuition and Fees | 146,437 | 119,823 | 43,674 | 35,829 | 35,334 | 38,123 | 35,346 | 50,053 | 58,245 | 55,855 |
| Earnings on Investments | 1,241,325 | 1,068,868 | 1,056,544 | 812,702 | 699,862 | 659,613 | 449,580 | 439,610 | 534,681 | 566,685 |
| Intergovernmental | 10,214,285 | 9,895,652 | 8,895,297 | 8,667,382 | 8,157,609 | 7,939,529 | 7,850,050 | 7,891,324 | 7,537,800 | 7,618,847 |
| Other Local Revenues | 422,332 | 701,472 | 562,949 | 354,710 | 657,106 | 440,799 | 294,395 | 358,525 | 234,164 | 633,724 |
| Other Financing Sources | 5,523 | 3,284 | 11,700 | 39,800 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Revenues and Other Financing Sources | \$50,436,986 | \$48,834,046 | \$46,963,839 | \$45,127,493 | \$42,107,939 | \$39,329,715 | \$39,922,112 | \$38,199,532 | \$41,083,737 | \$36,236,356 |

Source: Kettering City School District Financial Records

- (1) 1992, 1993, 1994, 1995, 1996, 1997, 1998 and 1999 fiscal years reported on a GAAP basis; all prior years are reported on a cash basis.
 (2) The 19.58% increase in taxes is due to converting from cash basis to GAAP Basis, accounting for taxes receivables.

2000 Fiscal Year Revenues By Source



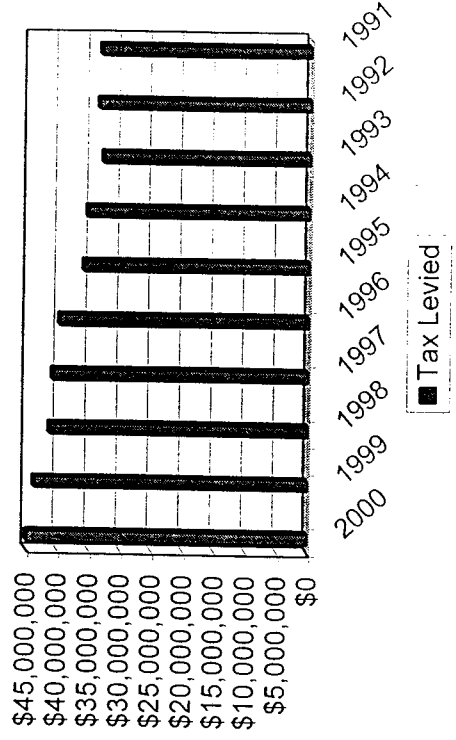
KETTERING CITY SCHOOL DISTRICT, OHIO
 PROPERTY TAX LEVIES AND COLLECTIONS - REAL, PERSONAL, AND PUBLIC UTILITY PROPERTY
 LAST TEN COLLECTION (CALENDAR) YEARS
 1991-2000

TABLE 3

| Collection Year | Tax Levied (1) | Current Tax Collections (2) | Percent Collected | Delinquent Collection | Total Tax Collections (2) | Percent of Total Collections To Levy | Outstanding Delinquent Taxes (3) | Percent of Outstanding Delinquent Taxes To Tax Levied |
|-----------------|----------------|-----------------------------|-------------------|-----------------------|---------------------------|--------------------------------------|----------------------------------|---|
| 2000 | \$44,879,638 | \$44,381,401 | 98.89% | \$ 1,061,019 | \$ 45,442,420 | 101.25% | \$2,103,823 | 4.60% |
| 1999 | 43,746,765 | 42,478,593 | 97.10% | 1,144,286 | 43,622,879 | 99.72% | 1,713,996 | 3.92% |
| 1998 | 41,284,309 | 42,023,033 | 101.79% | 1,150,888 | 43,173,921 | 104.58% | 1,686,924 | 4.09% |
| 1997 | 40,843,160 | 39,539,747 | 96.81% | 1,688,788 | 41,228,535 | 100.94% | 1,599,255 | 3.92% |
| 1996 | 39,719,917 | 39,299,492 | 98.94% | 823,389 | 40,122,881 | 101.01% | 2,929,414 | 7.38% |
| 1995 | 35,981,853 | 35,420,771 | 98.44% | 844,373 | 36,265,144 | 100.79% | 2,885,789 | 8.02% |
| 1994 | 35,468,975 | 35,344,584 | 99.65% | 1,154,490 | 36,099,074 | 101.78% | 3,171,797 | 8.94% |
| 1993 | 33,079,669 | 33,418,861 | 101.03% | 1,041,920 | 34,460,781 | 104.18% | 3,660,740 | 11.07% |
| 1992 | 33,776,898 | 33,368,707 | 98.79% | 1,817,090 | 35,185,797 | 104.17% | 3,488,380 | 10.33% |
| 1991 | 33,490,130 | 32,669,291 | 97.55% | 582,670 | 33,251,961 | 99.29% | 4,218,159 | 12.60% |

Source: Montgomery County Auditor.

- (1) Taxes levied and collected are presented on a cash basis.
- (2) State reimbursements of rollback and homestead exemptions are included; December 1999 settlement estimate included.
- (3) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.



KETTERING CITY SCHOOL DISTRICT, OHIO
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN YEARS
 1991-2000

TABLE 4

| Tax Collection Year | Agricultural, and Residential Real Estate | | Commercial, Industrial, and Public Utility Real Estate (1) | | Tangible Personal (2) | | Public Utility Tangible Personal | | Total | | Assessed Value Ratio (3) |
|---------------------------|---|---------------------------|--|---------------------------|--------------------------|---------------------------|-------------------------------------|---------------------------|-------------------|---------------------------|--------------------------------|
| | Assessed Value | Estimated Actual Value | Assessed Value | Estimated Actual Value | Assessed Value | Estimated Actual Value | Assessed Value | Estimated Actual Value | Assessed Value | Estimated Actual Value | |
| 2000 | \$ 752,893,620 | \$ 2,151,124,629 | \$ 303,357,940 | \$ 866,736,971 | \$ 181,061,808 | \$ 724,327,232 | \$ 88,732,220 | \$ 100,832,068 | \$ 1,326,065,588 | \$ 3,843,020,900 | 35% |
| 1999 | 698,042,250 | 1,994,406,429 | 280,765,230 | 802,186,371 | 185,801,525 | 743,206,100 | 82,582,490 | 93,843,739 | 1,247,191,495 | 3,633,642,639 | 34% |
| 1998 | 695,332,700 | 1,986,664,857 | 266,738,510 | 762,110,029 | 152,139,878 | 608,559,512 | 78,310,660 | 88,989,386 | 1,192,521,748 | 3,446,323,784 | 35% |
| 1997 | 691,790,430 | 1,976,544,086 | 268,455,100 | 767,014,571 | 160,415,784 | 641,663,136 | 68,122,700 | 77,412,159 | 1,188,784,014 | 3,462,633,952 | 34% |
| 1996 | 618,432,810 | 1,766,950,886 | 254,496,350 | 727,132,429 | 155,505,072 | 622,020,288 | 59,239,660 | 67,317,795 | 1,087,673,892 | 3,183,421,398 | 34% |
| 1995 | 617,056,940 | 1,763,019,829 | 252,017,690 | 720,050,543 | 153,873,867 | 615,495,468 | 61,652,470 | 70,059,625 | 1,084,600,967 | 3,168,625,464 | 34% |
| 1994 | 616,548,630 | 1,761,567,514 | 254,794,270 | 727,983,629 | 146,219,296 | 594,877,184 | 60,018,580 | 68,202,932 | 1,077,580,776 | 3,142,631,259 | 34% |
| 1993 | 577,099,540 | 1,648,855,829 | 240,499,980 | 687,142,800 | 149,196,506 | 596,786,024 | 60,184,610 | 68,391,602 | 1,026,980,636 | 3,001,176,255 | 34% |
| 1992 | 575,073,660 | 1,643,067,600 | 236,539,160 | 675,826,171 | 154,878,161 | 595,685,235 | 57,947,440 | 65,849,364 | 1,024,438,421 | 2,980,428,370 | 34% |
| 1991 | 572,789,220 | 1,636,540,629 | 238,661,320 | 681,889,486 | 163,997,875 | 607,399,537 | 54,793,130 | 62,264,920 | 1,030,241,545 | 2,988,094,572 | 34% |

Source: Montgomery County Auditor.

(1) Includes Public Utility Real Property.

(2) Includes Personal Property \$10,000 exemption.

(3) Ratio represents Total Assessed Value/Total Estimated Actual Value.

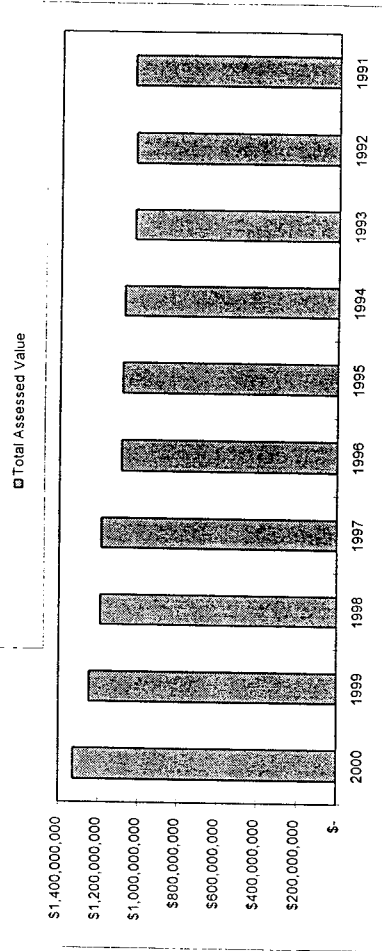


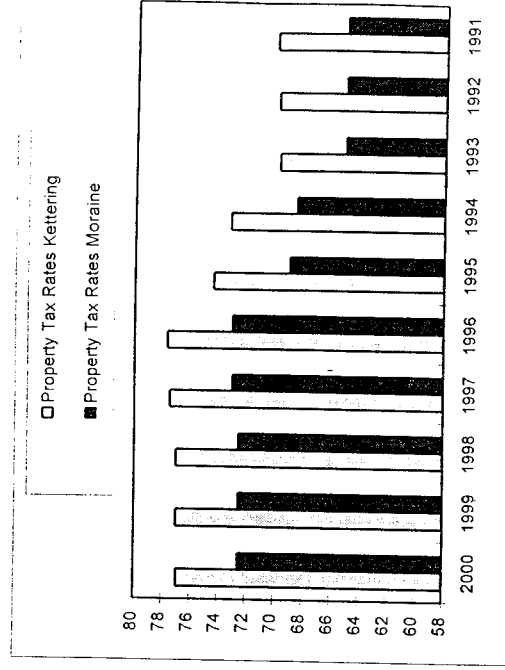
TABLE 5

KETTERING CITY SCHOOL DISTRICT, OHIO
 PROPERTY TAX RATES
 DIRECT AND OVERLAPPING GOVERNMENTS
 PER \$1,000 OF ASSESSED VALUE
 LAST TEN YEARS (1)

| | 2000 | 1999 | 1998 | 1997 | 1996 | 1995 | 1994 | 1993 | 1992 | 1991 |
|---------------------------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Montgomery County | 16.64 | 16.64 | 16.64 | 16.64 | 16.64 | 16.64 | 16.14 | 13.65 | 13.65 | 13.65 |
| Dayton/Montgomery County Library | 0.26 | 0.26 | 0.26 | 0.72 | 0.72 | 0.72 | 0.00 | 0.00 | 0.00 | 0.00 |
| City of Kettering | 6.92 | 6.98 | 7.00 | 7.00 | 7.17 | 7.17 | 7.17 | 7.17 | 7.25 | 7.41 |
| Kettering City School District | 53.10 | 53.10 | 53.10 | 53.10 | 53.10 | 49.80 | 49.81 | 48.90 | 48.90 | 48.90 |
| Total for City of Kettering Residents | 76.92 | 76.98 | 77.00 | 77.46 | 77.63 | 74.33 | 73.12 | 69.72 | 69.80 | 69.96 |
| City of Moraine | 2.50 | 2.5 | 2.50 | 2.50 | 2.50 | 2.50 | 2.50 | 2.50 | 2.50 | 2.50 |
| Total for City of Moraine Residents | 72.50 | 72.5 | 72.50 | 72.96 | 72.96 | 68.94 | 68.45 | 65.05 | 65.05 | 65.05 |

Source: Montgomery County Auditor.

(1) Montgomery County property tax rate records are maintained on a calendar/collection year basis.



KETTERING CITY SCHOOL DISTRICT, OHIO
 RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
 AND NET BONDED DEBT PER CAPITA
 LAST TEN YEARS
 1991-2000

TABLE 6

| Collection Year | Population (1) | Total Assessed Value (2) | Gross Bonded Debt (3) | Less Debt Service Fund | Net Bonded Debt | Ratio of Net Bonded Debt To Assessed Value | Net Bonded Debt Per Capita |
|-----------------|----------------|--------------------------|-----------------------|------------------------|-----------------|--|----------------------------|
| 2000 | 62,940 | \$1,326,065,588 | \$15,270,240 | \$978,825 | \$14,291,415 | 1.08% | 231 |
| 1999 | 62,371 | 1,247,191,496 | 15,852,278 | 839,979 | 15,012,299 | 1.20% | 241 |
| 1998 | 62,352 | 1,192,521,748 | 16,444,056 | 763,086 | 15,680,970 | 1.31% | 251 |
| 1997 | 62,250 | 1,188,784,014 | 15,224,732 | 653,286 | 14,571,446 | 1.23% | 234 |
| 1996 | 62,190 | 1,087,673,892 | 15,612,144 | 615,901 | 14,996,243 | 1.38% | 241 |
| 1995 | 61,862 | 1,084,600,967 | 15,007,989 | 714,318 | 14,293,671 | 1.32% | 231 |
| 1994 | 61,600 | 1,077,580,776 | 14,775,000 | 589,534 | 14,185,466 | 1.32% | 230 |
| 1993 | 61,405 | 1,026,980,636 | 0 | 0 | 0 | 0.00% | 0 |
| 1992 | 61,671 | 1,024,438,421 | 0 | 0 | 0 | 0.00% | 0 |
| 1991 | 61,725 | 1,030,241,545 | 0 | 0 | 0 | 0.00% | 0 |

Sources:

- (1) Census data for 1990, estimates from the Cities of Kettering and Moraine.
- (2) Montgomery County Auditor, calendar year basis.
- (3) Fiscal Year 1992 is the first year reported on a GAAP basis. All prior years are reported on a cash basis.

KETTERING CITY SCHOOL DISTRICT, OHIO
 COMPUTATION OF LEGAL DEBT MARGIN
 JUNE 30, 2000

TABLE 7

Assessed Valuation of District \$1,326,065,588

Overall Direct Debt Limitation

Direct debt limitation
 9% of assessed valuation \$119,345,903

Amount available in Debt Service Fund 978,825

Gross indebtedness 15,270,240
 Less: Debt exempt from limitation (1,460,240)

Debt subject to 9% limitation (13,810,000)

Legal debt margin with 9% limitation \$106,514,728

Unvoted Direct Debt Limitation

Unvoted debt limitation
 0.1% of assessed valuation \$1,326,066

Amount available in Debt Service Fund
 related to unvoted debt 0

Gross indebtedness authorized by the Board 15,270,240
 Less: Debt exemption from limitation (15,140,000)

Debt subject to 0.1% limitation (130,240)

Legal debt margin within 0.1% limitation \$1,195,826

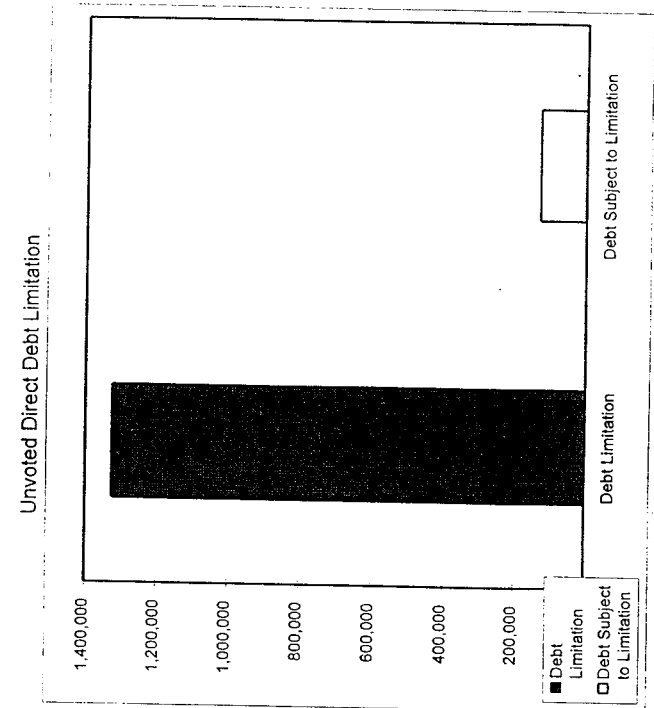
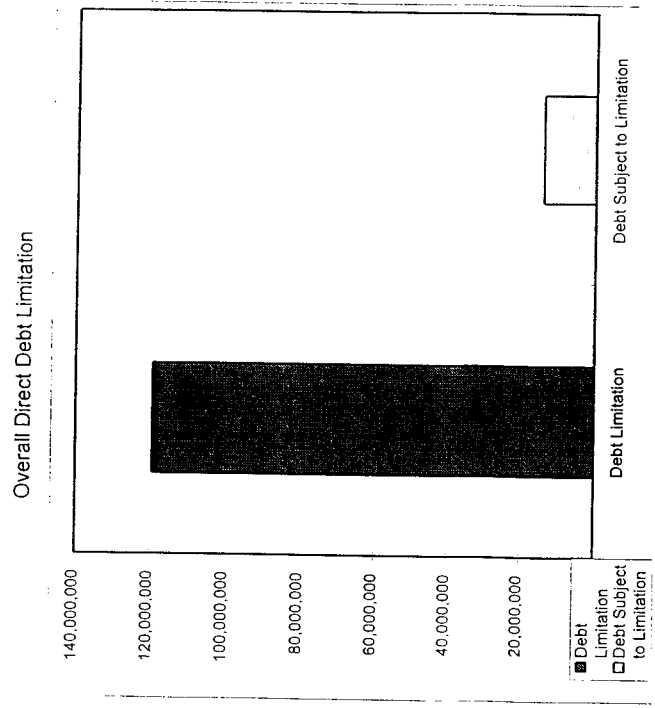
Energy Conservation Bond Limitation

Ohio Revised Code Section 133.042

Debt Limitation
 0.9% of assessed valuation \$11,934,590
 Energy Conservation Bonds Authorized by the Board (1,300,000)

Energy conservation notes authorized
 by the Board (30,000)

Legal debt margin within 0.9% limitation \$10,604,590



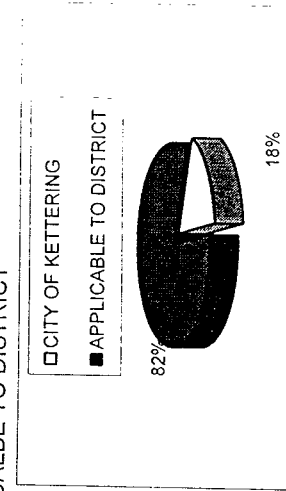
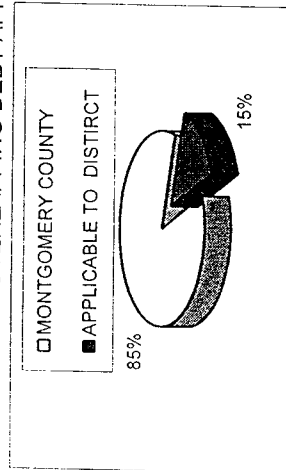
KETTERING CITY SCHOOL DISTRICT, OHIO
 COMPUTATION OF DIRECT AND OVERLAPPING DEBT
 June 30, 2000

TABLE 8

| Governmental Unit | Gross General Obligation | Percent Applicable to District | Amount Applicable to District |
|------------------------------------|--------------------------|--------------------------------|-------------------------------|
| Direct: | | | |
| Kettering City School District | \$15,270,240 | 100.00% | \$15,270,240 |
| Overlapping: | | | |
| Montgomery County | 36,517,374 | 14.66% | 5,353,447 |
| City of Kettering | 10,265,659 | 82.21% | 8,439,398 |
| City of Moraine | 0 | 17.79% | 0 |
| Total overlapping: | 46,783,033 | | 13,792,845 |
| Total direct and overlapping debt: | \$62,053,273 | | \$29,063,085 |

Source: Montgomery County Auditor.

OVERLAPPING DEBT APPLICABLE TO DISTRICT



KETERING CITY SCHOOL DISTRICT, OHIO
 RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
 FOR GENERAL BONDED DEBT TO TOTAL GENERAL FUND EXPENDITURES
 LAST TEN FISCAL YEARS (1)
 1991-2000

TABLE 9

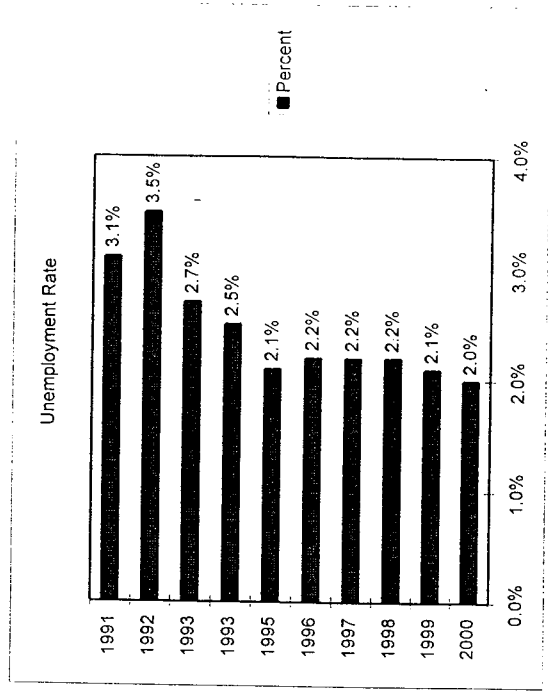
| Fiscal Year | Principal | Interest | Total Debt Service | Total General Fund Expenditures and Other Financing Uses | Ratio of Debt Service to General Fund Expenditures (%) |
|----------------|-----------|-----------|-----------------------|--|--|
| 2000 | \$612,038 | \$856,056 | \$1,468,094 | \$48,914,746 | 3.00% |
| 1999 | 591,778 | 885,977 | 1,477,755 | 46,935,014 | 3.15% |
| 1998 | 403,176 | 824,195 | 1,227,371 | 44,152,371 | 2.78% |
| 1997 | 387,442 | 841,503 | 1,228,945 | 42,200,178 | 2.91% |
| 1996 | 275,561 | 826,586 | 1,102,147 | 42,733,300 | 2.58% |
| 1995 | 7,011 | 805,878 | 812,889 | 41,097,877 | 1.98% |
| 1994 | 0 | 267,918 | 267,918 | 40,676,516 | 0.66% |
| 1993 | 0 | 0 | 0 | 38,820,073 | 0.00% |
| 1992 | 0 | 0 | 0 | 36,714,275 | 0.00% |
| 1991 | 0 | 0 | 0 | 34,347,691 | 0.00% |

Source: Kettering City School District records.

(1) 1992, 1993, 1994, 1995, 1996, 1997, 1998, 1999 and 2000 fiscal years reported on a GAAP basis.
 All prior fiscal years are reported on a cash basis.

DEMOGRAPHIC STATISTICS
LAST TEN YEARS
1991-2000

| Year | Population (1)(5) | School Enrollment (2) | Per Capita Income (3)(5) | Unemployment Rate (4)(5) |
|------|-------------------|-----------------------|--------------------------|--------------------------|
| 2000 | 61,940 | 8,004 | 26,475 | 2.0% |
| 1999 | 62,371 | 8,031 | 25,956 | 2.1% |
| 1998 | 62,352 | 8,041 | 25,447 | 2.2% |
| 1997 | 62,250 | 8,061 | 24,948 | 2.2% |
| 1996 | 62,190 | 7,991 | 23,988 | 2.2% |
| 1995 | 61,862 | 7,954 | 23,066 | 2.1% |
| 1994 | 61,600 | 7,921 | 22,186 | 2.5% |
| 1993 | 61,405 | 7,794 | 21,478 | 2.7% |
| 1992 | 61,671 | 7,676 | 20,853 | 3.5% |
| 1991 | 61,725 | 7,542 | 19,229 | 3.1% |



Sources:

- (1) Based on census data for 1990. All other years are estimates from the Cities of Kettering and Moraine; includes an estimated 1,371 population from the portion of the City of Moraine which is in the Kettering City School District.
- (2) Kettering City School District Records.
- (3) Data for the City of Kettering, Ohio from Department of Planning and Development; 1999 projected.
- (4) Data for the City of Kettering, Ohio from Ohio Bureau of Employment Services; 2000 as of June; all other years as of December.
- (5) Prior year amounts have been restated to reflect current available information.

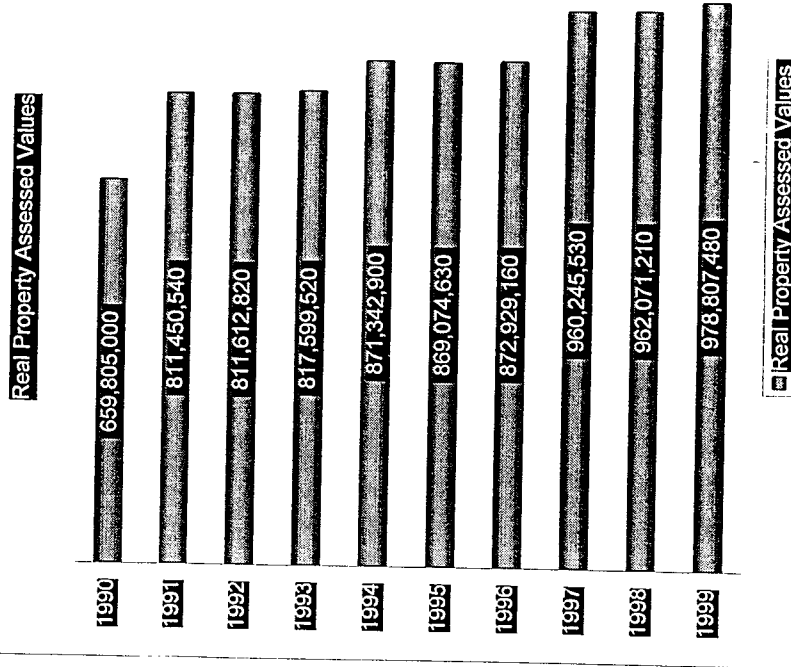
KETTERING CITY SCHOOL DISTRICT, OHIO
 CONSTRUCTION, BANK DEPOSITS, AND PROPERTY VALUES
 LAST TEN COLLECTION (CALENDAR) YEARS
 1990-1999

TABLE 11

| Collection Year | Residential Construction (1) | Commercial Construction (1) | Bank Deposits (2) in Thousands | Real Property Assessed Values (3) |
|-----------------|------------------------------|-----------------------------|--------------------------------|-----------------------------------|
| 1999 | \$8,569,914 | \$25,932,701 | \$2,994,378 | \$978,807,480 |
| 1998 | 10,590,067 | 25,430,152 | 3,264,705 | 962,071,210 |
| 1997 | 8,889,562 | 82,833,051 | 3,530,314 | 960,245,530 |
| 1996 | 8,555,747 | 40,184,215 | 3,899,145 | 872,929,160 |
| 1995 | 7,777,188 | 26,306,619 | 3,995,114 | 869,074,630 |
| 1994 | 4,431,111 | 28,871,108 | 4,034,766 | 871,342,900 |
| 1993 | 7,008,075 | 12,563,963 | 3,834,335 | 817,599,520 |
| 1992 | 5,385,151 | 9,112,603 | 4,068,798 | 811,612,820 |
| 1991 | 2,874,578 | 10,748,963 | 6,728,755 | 811,450,540 |
| 1990 | 5,789,405 | 11,379,143 | 5,701,107 | 659,805,000 |

Sources:

- (1) City of Kettering, Ohio, Department of Planning and Development.
- (2) Federal Reserve Bank of Cleveland - amounts are for Montgomery County.
- (3) Montgomery County Auditor, calendar year basis.



TOP TEN PRINCIPAL TAXPAYERS
June 30, 2000

TABLE 12

| Name of Taxpayer | Type of Business | Real Property Assessed Valuation | Personal Property Assessed Valuation | Total Assessed Valuation | % of Total Assessed Valuation |
|--------------------------------|--------------------------|---|---|--------------------------------|--|
| General Motors Corporation (1) | Automotive manufacturer | \$38,968,070 | \$76,644,110 | \$115,612,180 | 9.27% |
| Dayton Power and Light | Gas and electric utility | 0 | 77,536,350 | 77,536,350 | 6.22% |
| Ohio Bell | Telephone utility | 0 | 11,357,590 | 11,357,590 | 0.91% |
| Scitex Digital Printing, Inc. | Digital printing | 0 | 9,542,380 | 9,542,380 | 0.77% |
| Meijer, Inc. | Retail sales | 3,874,990 | 1,792,120 | 5,667,110 | 0.45% |
| Dayton Town & Country, Inc. | Property management | 4,382,110 | 0 | 4,382,110 | 0.35% |
| W. B. Apartment Association | Property management | 4,310,390 | 0 | 4,310,390 | 0.35% |
| Lincoln Park Associates | Retirement facility | 3,920,250 | 0 | 3,920,250 | 0.31% |
| Miami Valley Research | Foundation research | 3,219,660 | 0 | 3,219,660 | 0.26% |
| Georgetown Apartments, Ltd. | Property management | 3,655,440 | 0 | 3,655,440 | 0.29% |
| Sub-Total | | 62,330,910 | 176,872,550 | 239,203,460 | 19.18% |
| All Others | | 916,476,570 | 91,511,465 | 1,007,988,035 | 80.82% |
| Grand Total | | \$978,807,480 | \$268,384,015 | \$1,247,191,495 | 100.00% |

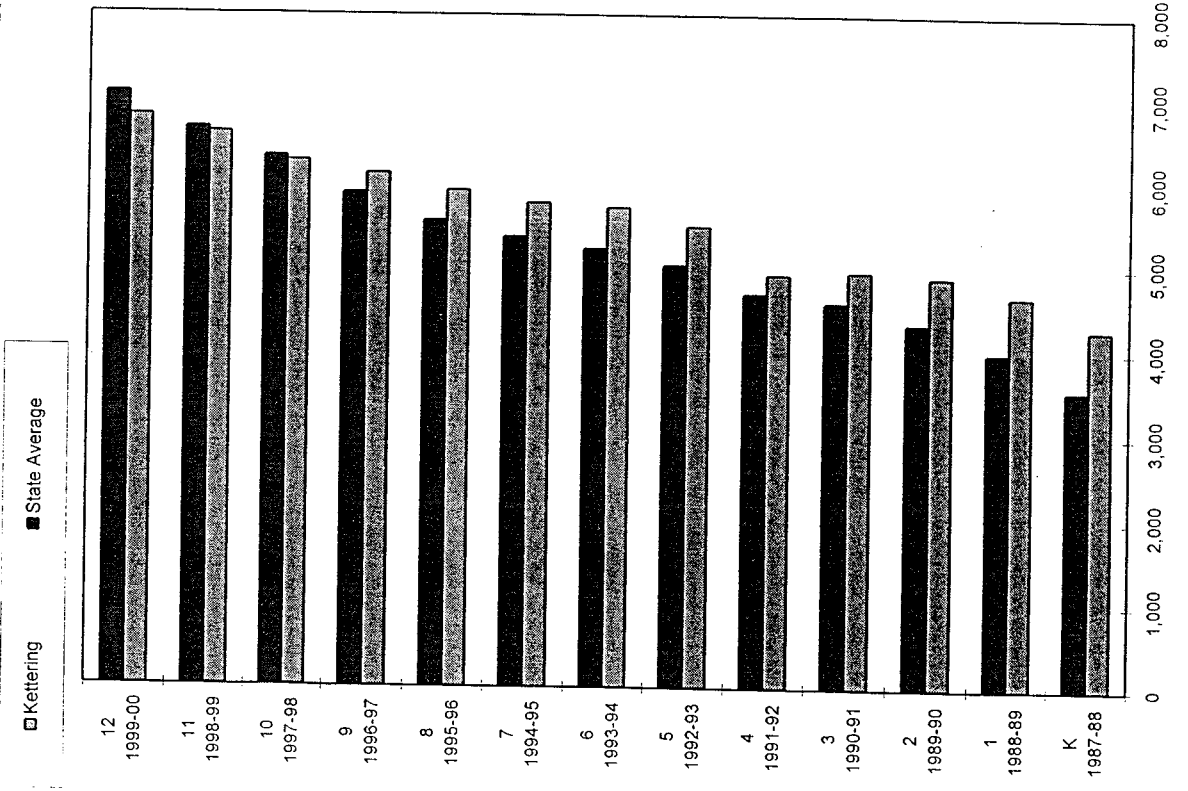
Source: Montgomery County, Ohio, Auditor's Office.

(1) Includes Delphi Automotive

KETTERING CITY SCHOOL DISTRICT, OHIO
 COST TO EDUCATE A 1999 GRADUATE
 June 30, 2000

TABLE 13

| School Year | Grade | All Funds Cost Per Pupil Kettering City | State Average |
|-------------|-------|--|---------------|
| 1987-88 | K | 4,284 | 3,563 |
| 1988-89 | 1 | 4,663 | 4,004 |
| 1989-90 | 2 | 4,890 | 4,338 |
| 1990-91 | 3 | 4,946 | 4,585 |
| 1991-92 | 4 | 4,914 | 4,685 |
| 1992-93 | 5 | 5,486 | 5,024 |
| 1993-94 | 6 | 5,711 | 5,216 |
| 1994-95 | 7 | 5,761 | 5,353 |
| 1995-96 | 8 | 5,905 | 5,545 |
| 1996-97 | 9 | 6,104 | 5,876 |
| 1997-98 | 10 | 6,256 | 6,307 |
| 1998-99 | 11 | 6,591 | 6,642 |
| 1999-00 | 12 | 6,789 | 7,057 |
| | TOTAL | \$72,300 | \$68,195 |



Source: Kettering City School District Records.

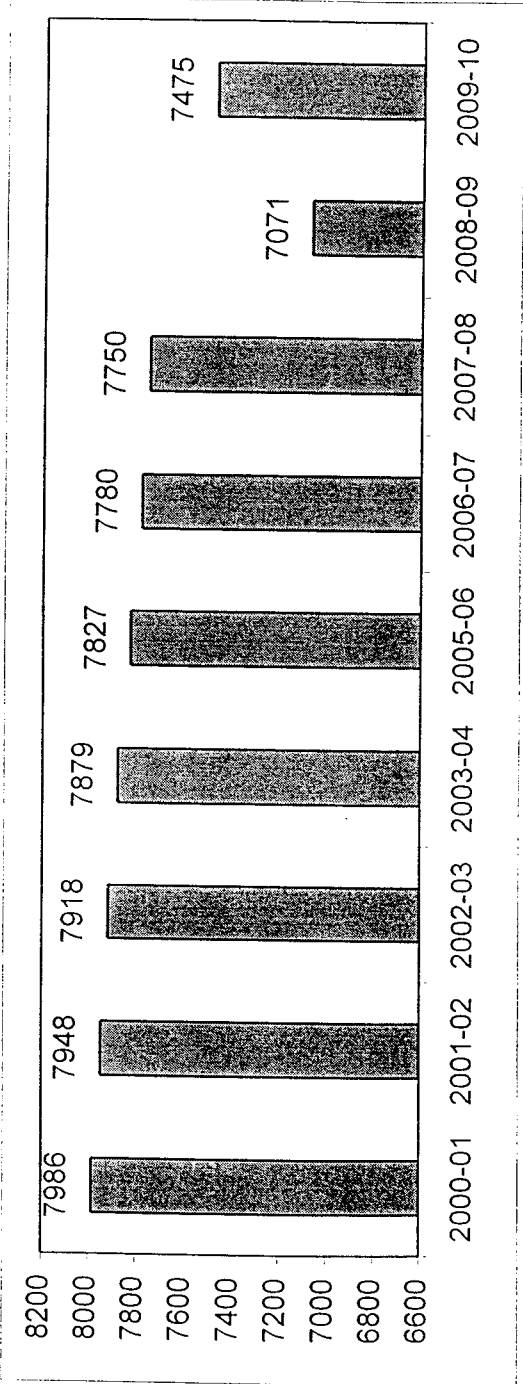
(1) Cost per pupil reduced 50% to reflect half day kindergarten sessions.

KETTERING CITY SCHOOL DISTRICT, OHIO
 ENROLLMENT PROJECTION BY GRADE
 JUNE 30, 2000

TABLE 14

| Actual | K | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | Sp.Ed.* | Total |
|--------------------------------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|---------|-------|
| 1996-97 | 635 | 642 | 646 | 663 | 615 | 631 | 641 | 663 | 618 | 633 | 578 | 640 | 438 | 18 | 8061 |
| 1997-98 | 613 | 642 | 633 | 625 | 647 | 610 | 626 | 640 | 630 | 637 | 604 | 589 | 535 | 14 | 8045 |
| 1998-99 | 577 | 592 | 641 | 621 | 637 | 646 | 616 | 634 | 612 | 636 | 615 | 631 | 473 | 15 | 7946 |
| 1999-00 | 530 | 609 | 580 | 646 | 610 | 642 | 650 | 623 | 630 | 636 | 624 | 653 | 543 | 12 | 7988 |
| The following are projections: | | | | | | | | | | | | | | | |
| 2000-01 | 606 | 592 | 584 | 605 | 629 | 631 | 620 | 649 | 612 | 631 | 629 | 636 | 547 | 15 | 7986 |
| 2001-02 | 606 | 614 | 578 | 584 | 605 | 624 | 630 | 627 | 643 | 616 | 623 | 639 | 544 | 15 | 7948 |
| 2002-03 | 606 | 614 | 600 | 578 | 584 | 601 | 626 | 637 | 621 | 648 | 608 | 633 | 547 | 15 | 7918 |
| 2003-04 | 606 | 614 | 600 | 600 | 578 | 579 | 598 | 633 | 631 | 625 | 640 | 618 | 542 | 15 | 7879 |
| 2004-05 | 606 | 614 | 600 | 600 | 600 | 573 | 579 | 604 | 627 | 635 | 617 | 650 | 529 | 15 | 7849 |
| 2005-06 | 606 | 614 | 600 | 600 | 600 | 595 | 573 | 585 | 598 | 631 | 627 | 627 | 556 | 15 | 7827 |
| 2006-07 | 606 | 614 | 600 | 600 | 600 | 595 | 593 | 579 | 579 | 602 | 623 | 637 | 537 | 15 | 7780 |
| 2007-08 | 606 | 614 | 600 | 600 | 600 | 595 | 593 | 599 | 573 | 583 | 594 | 633 | 545 | 15 | 7750 |
| 2008-09 | 541 | 544 | 536 | 535 | 537 | 532 | 525 | 528 | 569 | 560 | 548 | 569 | 532 | 15 | 7071 |
| 2009-10 | 597 | 603 | 596 | 602 | 604 | 602 | 584 | 588 | 512 | 580 | 505 | 596 | 491 | 15 | 7475 |

* Special Education figures include only those students that are in self contained classes.



KETTERING CITY SCHOOL DISTRICT, OHIO
 DIRECTORY OF SCHOOL FACILITIES
 JUNE 30, 2000

TABLE 15

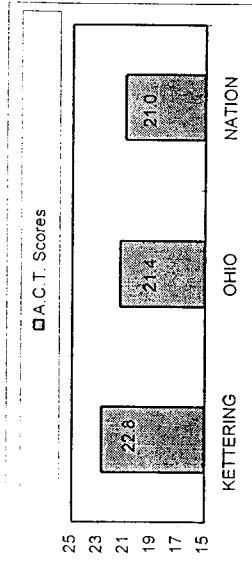
| Facility | Address | Administrator | Grades | 1999-2000 Enrollment |
|-----------------------------------|-------------------------|--|--------|----------------------|
| Beavertown Elementary School | 2700 Wilmington Pike | Mr. Norman Knowlton | K-5 | 406 |
| Greenmont Elementary School | 1 East Wren Circle | Mr. Thomas Tudor | K-5 | 383 |
| Indian Riffle Elementary School | 3090 Glengarry Drive | Mr. Michael Pittman | K-5 | 492 |
| J. F. Kennedy Elementary School | 5030 Polen Drive | Mr. George Caras | K-5 | 582 |
| Moraine Meadows Elementary School | 2600 Holman Street | Ms. Margaret Engelhardt | K-5 | 187 |
| Oakview Elementary School | 4001 Ackerman Boulevard | Dr. Ronald Sinclair | K-5 | 423 |
| Orchard Park Elementary School | 600 East Dorothy Lane | Mr. David Timpone | K-5 | 315 |
| J. E. Prass Elementary School | 2601 Parklawn Drive | Mr. Richard Bowden | K-5 | 400 |
| Southdale Elementary School | 1200 West Dorothy Lane | Ms. Valerie Browning | K-5 | 429 |
| Kettering Middle School | 3000 Glengarry Drive | Ms. Kimberlee Gray | 6-8 | 1,152 |
| Van Buren Middle School | 3775 Shroyer Road | Mr. Lowell Vorpe | 6-8 | 751 |
| Kettering Fairmont High School | 3301 Shroyer Road | Dr. James Schoenlein | 9-12 | 2,468 |
| Buildings and Grounds Department | 2636 Wilmington Pike | Mr. Richard Russell | | |
| Transportation and Bus Garage | 2640 Wilmington Pike | Mr. Jeffrey Rush | | |
| Central Administration Building | 3750 Far Hills Avenue | Superintendent Dr. Robert Mengerink | | |

Source: Kettering City School District records.

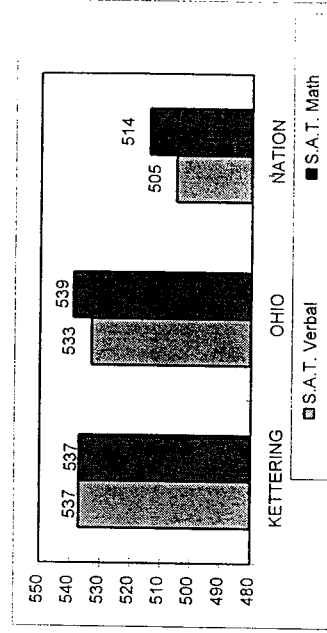
KETTERING CITY SCHOOL DISTRICT, OHIO
STUDENT TEST SCORES SUMMARY
JUNE 30, 2000

| PROFICIENCY TEST | PERCENT MEETING STATE STANDARDS | | |
|------------------|---------------------------------|---------------|---------------|
| | 4TH GRADE (1) | 6TH GRADE (1) | 9TH GRADE (3) |
| WRITING | 85.6% | 84.7% | 97.2% |
| READING | 66.7% | 62.0% | 96.7% |
| MATHEMATICS | 59.2% | 66.5% | 87.6% |
| CITIZENSHIP | 66.7% | 79.9% | 94.5% |
| SCIENCE | 53.5% | 66.4% | 92.3% |

| AMERICAN COLLEGE TEST (ACT) (4) (5) | SCORE |
|-------------------------------------|-------|
| KETTERING | 22.8 |
| OHIO | 21.4 |
| NATION | 21.0 |



| SCHOLASTIC APTITUDE TEST (SAT) (5) | MEAN SCORE |
|------------------------------------|------------|
| VERBAL | |
| KETTERING CITY | 537 |
| OHIO | 533 |
| NATION | 505 |
| MATHEMATICS | |
| KETTERING CITY | 537 |
| OHIO | 539 |
| NATION | 514 |



Source: Kettering City School District Records.

- (1) Percentages represent Kettering City students scoring at or above the State passing standard for each of the five sub-tests.
- (2) The 9th grade Proficiency Test is administered to students in the 8th grade.
- (3) Percentages include 10th grade students retaking the test.
- (4) Required for admission to Ohio colleges and universities
- (5) Represent district's most recent figures, which are 1998-99 test scores.

KETTERING CITY SCHOOL DISTRICT, OHIO
 MISCELLANEOUS STATISTICS
 JUNE 30, 2000

TABLE 17

| | |
|--|-----------------------------------|
| Date Formed | June 26, 1841 |
| Form of Government | Five member Board of Education |
| Population | 61,940 |
| Area | 21.3 Square Miles |
| Full-time Equivalent Staff Certificated (FTE) | 809.03 |
| Classified (FTE) | 550.80 |
| | 258.23 |
| Average Years Teaching Experience | 13.9 |
| Average Teacher Training | Master's Degree |
| Student Enrollment | 7,988 |
| Facilities | 15 |
| Elementary Schools (K-5) | 9 |
| Middle Schools (6-8) | 2 |
| Senior High School (9-12) | 1 |
| Maintenance Building | 1 |
| Transportation Building | 1 |
| Central Office/Adult School | 1 |
| Cost per Pupil (1) | 6,789 |

Sources:
 Kettering City School District Records.
 City of Kettering, Ohio, Department of Planning and Development.
 City of Moraine, Ohio, Department of Planning.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140

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800-282-0370

Facsimile 614-466-4490

KETTERING CITY SCHOOL DISTRICT

MONTGOMERY 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
MARCH 13, 2001**