

PRINCETON CITY SCHOOL DISTRICT

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

June 30, 2000



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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Princeton City School District
25 West Sharon Avenue
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We have reviewed the Independent Auditor's Report of the Princeton City School District, Hamilton County, prepared by VonLehman & Company, Inc., for the audit period July 1, 1999 through June 30, 2000. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Princeton City School District is responsible for compliance with these laws and regulations.

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

JIM PETRO
Auditor of State

January 23, 2001

**PRINCETON CITY SCHOOL DISTRICT
TABLE OF CONTENTS**

	PAGE
Financial Statements with Independent Auditors' Report	Separately Bound
Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	1 - 2
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133	3 - 4
Schedule of Expenditures of Federal Awards	5 - 6
Schedule of Findings	7 - 8
Schedule of Prior Audit Findings and Questioned Costs	9

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

Princeton City School District
Cincinnati, Ohio

We have audited the financial statements of the Princeton City School District as of and for the year ended June 30, 2000, and have issued our report thereon dated December 1, 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 Princeton City School District's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of noncompliance that we have reported to management of the Princeton City School District in a separate letter dated December 1, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Princeton City School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted one matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control

over financial reporting that, in our judgment, could adversely affect the Princeton City School District's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs on Page 8, Section II.

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 general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

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

VonLehman & Company Inc.

Fort Mitchell, Kentucky
December 1, 2000

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

Princeton City School District
Cincinnati, Ohio

Compliance

We have audited the compliance of the Princeton City School District with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2000. The Princeton City School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Princeton City School District's management. Our responsibility is to express an opinion of the Princeton City School District's compliance based on our audit.

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

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

Internal Control Over Compliance

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

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

We have audited the general purpose financial statements of the Princeton City School District as of and for the year ended June 30, 2000, and have issued our report thereon dated December 1, 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 expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

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

VonLehman & Company Inc.

Cincinnati, Ohio
December 1, 2000

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

Federal Grantor/ Program Title	June 30, 2000			
	CFDA #	Pass-Through Grantor #	Federal Receipts	Federal Disbursements
U.S. Department of Agriculture <i>(Passed Through Ohio Department of Education)</i>				
Child Nutrition Cluster				
- Breakfast Program	10.553	05-PU 00	\$ 201,451	\$ 201,451
- National School Lunch Program	10.555	03-PU 00 04-PU 00	714,268	714,268
- Summer Food Service	10.559	23-ML 00 24-AD 00	<u>26,258</u>	<u>26,258</u>
Total Child Nutrition Cluster			941,977	941,977
Food Distribution ^	10.550	*	<u>63,962</u>	<u>63,962</u>
Total U.S. Department of Agriculture			<u>1,005,939</u>	<u>1,005,939</u>
U.S. Department of Education <i>(Passed Through Ohio Department of Education)</i>				
Special Education Cluster				
- Title VI-B	84.027	6B-SF 99P/00P	287,269	323,616
- Title VI-B-Pre-School	84.173	PG-S1 99P/00P	<u>17,754</u>	<u>30,007</u>
Total Special Education Cluster			305,023	353,623
Adult & Community Education	84.002	AB-S1 98/99	9,567	8,857
DDE Prof. Development	84.281	MS-S1 00	10,718	33,053
Title I	84.010	CI-S1 99/00	586,539	678,445
Reading Excellence	84.338	RN-SI 00	42,714	-
Drug Free Schools (Title IV)	84.186	DR-S1 99/00	22,238	37,040
Class Size Reduction	84.340	CR-SI 00	41,234	110,426
Continuous Improvement	84.276	G2-S2 - 99	65,000	79,532
Emergency Immigration	84.162	EI-S1-00	3,272	-
EECAP English Teachers	84.276	G2-S4 99	74,500	74,500
Goals 2000	84.276	G2-S8 00	3,000	3,634
Innovative Education Program Strategy (Title II)	84.298	C2-S1 99/00	<u>36,896</u>	<u>51,816</u>
Total U.S. Department of Education			<u>1,200,701</u>	<u>1,430,926</u>
			\$ <u>2,206,640</u>	\$ <u>2,436,865</u>

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

*No pass-through grantor number available.

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

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Princeton City School District and is presented on the basis of accounting described in Note 2 of the financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations". Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the financial statements.

**PRINCETON CITY SCHOOL DISTRICT
HAMILTON COUNTY
SCHEDULE OF FINDINGS
Year Ended June 30, 2000**

SECTION I - SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS	
Type of Financial Statement Opinion	Unqualified
Were there any material control weakness conditions reported at the financial statements level (GAGAS)?	No
Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	Yes - see Section II
Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
FEDERAL AWARDS	
Were there any material internal control weakness conditions reported for major federal programs?	No
Were there any other reportable conditions identified, not considered to be material weaknesses reported for major programs?	No
Type of Major Programs Compliance Opinion	Unqualified
Are there any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510?	No
Major Programs (list):	Nutrition Cluster (Food Distribution, Breakfast, NSLP and Child Care Food Program [CFDA 10.550, 10.553, 10.555 and 10.558]), Special Education (Title VI-B [CFDA 84.027])
Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
Low Risk Auditee?	Yes

See auditors' report and accompanying notes.

**PRINCETON CITY SCHOOL DISTRICT
HAMILTON COUNTY
SCHEDULE OF FINDINGS
Year Ended June 30, 2000**

SECTION II - FINANCIAL STATEMENT FINDINGS

Reportable Condition

Recommendation

The payroll bank account, which is kept on an imprest basis set at \$5,000, was not reconciled on a timely basis this year.

Action Taken

This bank account has now been reconciled through June, 2000 with no material reconciliation items. The assignment of the duty for this bank reconciliation has been made to ensure that it is brought up-to-date and kept current.

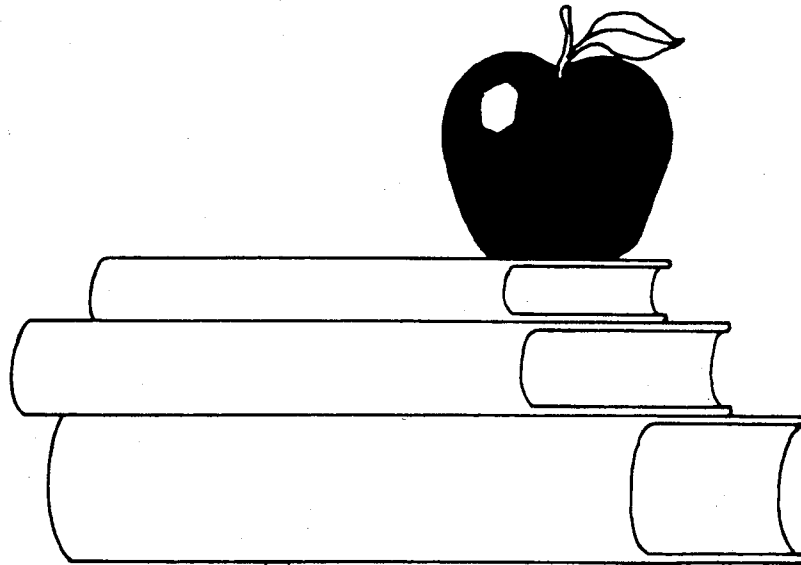
SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters to be reported.

**PRINCETON CITY SCHOOL DISTRICT
HAMILTON COUNTY
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2000**

None

Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2000



Princeton City School District
Cincinnati, Ohio

**PRINCETON CITY SCHOOL DISTRICT
CINCINNATI, OHIO**

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

PREPARED BY: OFFICE OF THE TREASURER

**LARRY A. MCDONOUGH
TREASURER**

INTRODUCTORY SECTION

Mission Statement

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

PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2000

TABLE OF CONTENTS

	<u>PAGE</u>
I. INTRODUCTORY SECTION	
Title Page	
Table of Contents.....	i
Letter of Transmittal	vi
List of Principal Officials	xix
Organizational Chart	xx
Map of the State of Ohio	xxi
GFOA Certificate of Achievement	xxii
ASBO Certificate of Excellence.....	xxiii
 II. FINANCIAL SECTION	
INDEPENDENT AUDITOR'S REPORT	1
 GENERAL PURPOSE FINANCIAL STATEMENTS	
General Purpose Financial Statement Description	3
Combined Balance Sheet -- All Fund Types and Account Groups.....	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balances -- All Governmental Fund Types and Expendable Trust Funds	7
Combined Statement of Revenues, Expenditures and Changes in Fund Balances -- Budget and Actual (Non-GAAP Budgetary Basis) -- All Governmental Fund Types	8
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balance All Proprietary Fund Types and Non-Expendable Trust Funds	10
Combined Statement of Cash Flows -- All Proprietary Fund Types and Non-Expendable Trust Funds	11
Notes to the General Purpose Financial Statements.....	12

PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2000

TABLE OF CONTENTS
 (CONTINUED)

	<u>PAGE</u>
COMBINING, INDIVIDUAL FUND AND ACCOUNT GROUP FINANCIAL STATEMENTS AND SCHEDULES	
General Fund:	
Description of Fund	47
Schedule of Revenues, Expenditures and Changes in Fund Balance -- Budget and Actual (Non-GAAP Budgetary Basis).....	48
Special Revenue Funds:	
Description of Funds	54
Combining Balance Sheet.....	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	64
Schedule of Revenues, Expenditures and Changes in Fund Balance -- Budget and Actual (Non-GAAP Budgetary Basis):.....	
Public School Support.....	70
Other Grants	72
Venture Capital	73
Athletic Fund	74
Auxiliary Services.....	76
Career Development.....	77
Teacher Development.....	78
Education Management Information Systems.....	79
Disadvantaged Pupil Impact Aid	80
School Net Professional Development.....	81
Ohio Reads.....	82
Alternative Schools	83
Conflict Management	84
Adult Basic Education	86
Title II	87

PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2000

TABLE OF CONTENTS
 (CONTINUED)

	<u>PAGE</u>
Title VI-B.....	88
Vocational Education.....	89
Title I	90
Title VI	92
Emergency Immigrant Education Assistance	93
Title IV	94
Preschool Grant	96
Reducing Class Size	97
Continuous Improvement Implementation Grant.....	98
Reading Excellence Act	99
Alternative Education Opportunities Grant	100
Family and School Partnership Grant.....	101
 Debt Service Fund:	
Description of Fund	103
 Capital Projects Funds:	
Description of Funds	104
Combining Balance Sheet.....	105
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	106
 Schedule of Revenues, Expenditures and Changes in Fund Balance -- Budget and Actual (Non-GAAP Budgetary Basis):	
Building.....	107
Permanent Improvement.....	108
School Net Plus.....	110
 Enterprise Funds:	
Description of Funds	111
Combining Balance Sheet.....	112
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	113
Combining Statement of Cash Flows	114

PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2000

TABLE OF CONTENTS
 (CONTINUED)

	<u>PAGE</u>
Internal Service Funds:	
Description of Funds	115
Fiduciary Funds:	
Description of Funds	116
Combining Balance Sheet - All Fiduciary Fund Types	117
Statement of Changes in Assets and Liabilities - Agency Fund	118
General Fixed Assets Account Group:	
Description of Account Group.....	119
Schedule of General Fixed Assets by Source	120
Schedule of General Fixed Assets by Function and Type	121
Schedule of Changes in General Fixed Assets by Function	122
 III. STATISTICAL SECTION	
Description of Tables.....	123
Table 1 General Fund Revenues by Source	124
Table 2 General Fund Expenditures by Function	125
Table 3 Property Tax Levies and Collections	126
Table 4 Assessed and Estimated Actual Value of Taxable Property.....	127
Table 5 Property Tax Rates - Direct and Overlapping Governments	128
Table 6 Ratio of General Obligation Bonded Debt to Assessed Value and Net Bonded Debt per Capita	129
Table 7 Computation of Legal Debt Margin	130
Table 8 Computation of Direct and Overlapping Debt	131

PRINCETON CITY SCHOOL DISTRICT, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2000

TABLE OF CONTENTS
(CONTINUED)

	<u>PAGE</u>
Table 9 Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Fund Expenditures	132
Table 10 Demographic Statistics.....	133
Table 11 Construction, Bank Deposits and Property Values.....	134
Table 12 Real and Tangible Personal Property - Top Ten Principal Taxpayers.....	135
Table 13 Top Ten Largest Employers	136
Table 14 Miscellaneous Statistical Data.....	137

Princeton City School District
25 West Sharon Avenue
Cincinnati, Ohio 45246

Office of the Treasurer

Phone: (513) 771-8560

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December 21, 2000

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

We are pleased to present the fourth Comprehensive Annual Financial Report (CAFR) of the Princeton City School District for the fiscal year ended June 30, 2000. This report was prepared by the Treasurer's Office, and contains financial statements, supplemental statements, and statistical information to provide complete and full disclosure of all material financial aspects of the District for the 1999-00 fiscal year.

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

This report has been divided into three sections:

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

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

In addition to providing these general activities, the District receives pass-through grants from the State and distributes these grants to parochial/private schools located within the District. This activity is included in the entity as a Special Revenue fund because of the District's administrative involvement in the program. The parochial/private schools served are: Cincinnati Hills Christian Academy, Lincoln Heights Christian Academy, Bethany School, St. Gabriel School, St. Michael School and St. Rita School for the Deaf. While these organizations share operational and service similarity with the District, each is a legally separate and distinct entity. Because of their independent nature, none of these organizations are included in this report.

DESCRIPTION OF THE DISTRICT

The District serves an area of 36 square miles in the north central part of Hamilton County, encompassing the villages of Glendale, Evendale, Woodlawn and Lincoln Heights, and, the cities of Springdale and Sharonville. It also encompasses a small portion of Butler and Warren Counties. The total District population has increased from 32,515 in 1980 to 36,873 in 1990 according to census information. The tax base of the District is comprised of a unique blend of residential, commercial, and industrial property, with approximately 69.4% of the tax revenue of the District paid by business and industry.

During the 1999-00 school year, the District served 6,318 students enrolled in nine elementary schools, one junior high school and one high school. The District's enrollment remains relatively stable with no significant increase projected due to the lack of available land for new residential development.

The student enrollment of the District is a reflection of the diversity of the communities it serves. For the 1999-00 school year, 35.85% of the students enrolled were participating in the free lunch program; over 166 students were enrolled in a full time trade program through vocational education; over 774 students received instruction through a variety of special education programs; and over 1,000 students were served in the district's advanced academic programs. The District also offers a comprehensive adult education program to the community to help adults obtain a high school diploma.

ORGANIZATION OF THE DISTRICT

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

The members of the Board, their current terms, and total years served on the Board as of June 30, 2000, are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Mr. Gary Bryson	Jan. 2000 - Dec. 2004	1/2
Mr. George Keyser	Jan. 2000 - Dec. 2004	1/2
Mr. Mark Lemen	Jan. 1998 - Dec. 2001	4
Mrs. Jenny Pansing	Jan. 1998 - Dec. 2001	2 - 1/2
Mrs. Tawana Keels Simons	Jan. 2000 - Dec. 2004	4 - 1/2

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

The Treasurer is the Chief Financial Officer of the District and is directly responsible to the Board for all financial operations, investments, and serves as Secretary to the Board. Mr. Larry McDonough has served as Treasurer since January, 1987, and has 16 1/2 years experience as a school treasurer in Ohio. At its regular meeting in October, 2000, the board approved a four-year contract extension which will expire in January, 2005.

ECONOMIC CONDITION AND OUTLOOK

The District is located in southwestern Ohio, just north of Cincinnati in the north central area of Hamilton County. The eastern boundary of the District is along Interstate 71, and, Interstate 75, which runs from Canada to Florida, directly dissects the District; the two interstate highways make the

District a desirable location for many businesses who require easy access to the nation's interstate system.

The District's tax base is comprised of approximately 30.6% residential and agricultural properties and approximately 69.4% of a wide range of manufacturing, commercial, and other business properties. The following table shows how the composition of the District's tax base has gradually shifted to more reliance on the residential and agricultural properties since 1990.

<u>Year</u>	<u>Percent Residential/Agricultural</u>	<u>Percent Business</u>
1990	23.7%	76.3%
1991	24.6%	75.4%
1992	25.1%	74.9%
1993	25.1%	74.9%
1994	26.8%	73.2%
1995	27.3%	72.7%
1996	27.9%	72.1%
1997	29.5%	70.5%
1998	30.0%	70.0%
1999	30.0%	70.0%
2000 (est.)	30.6%	69.4%

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

As 2000-01 begins, deregulation of utilities could result in the state set assessment rate on utility personal property generation equipment being reduced from 88% of true value to 25% of true value. This could potentially reduce the District's revenue by approximately \$416,000. Additionally, in June, 1999, the state assembly passed legislation reducing the assessment on property held in inventory from 25% of value to 0% of value over a 25-year period, beginning in 2001. The annual 1% reduction will reduce revenue by an estimated \$370,000 per year.

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

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

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

EMPLOYEE RELATIONS

As of June 30, 2000, the Board employed 978 full-time employees. Of the Board's current employees, 559 were certificated by the Ohio Department of Education serving as classroom teachers, education specialists, and administrators, all of whom have at least a bachelor's degree.

Certificated teachers and education specialists are represented by the Princeton Association of Classroom Educators (PACE) which is a labor organization affiliated with the Ohio Education Association. As of June 30, 2000, the District and the association were in the process of negotiating a new contract.

Operational personnel are represented by the Princeton Operational Employees Association (POEA) which is affiliated with the Ohio Association of Public School Employees, Chapter 174 (OAPSE) which is a labor organization affiliated with the American Federation of State, County and Municipal Employees (AFSCME). As of June 30, 2000, the District and the association were in the process of negotiating a new contract.

MAJOR INITIATIVES FOR THE YEAR

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

Work on the action plans began in 1997-98, and several have become operational through the work done by the respective assigned administrators. Furthermore, work is ongoing on several more action plans during 1999-00. All of these plans are constructed to move the District toward the ten objectives, which were developed to move the organization toward fulfilling its mission statement. Actually, the effort is to make the mission statement the true mission of employees of the District.

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

The specifics of the plan are noted below:

A. Mission Statement:

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

B. Governing Values

WE BELIEVE THAT

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

C. Objectives

1. At least 85% of our students will pass the State of Ohio proficiency test in each area tested at all grade levels by the year 2003. The district's accomplishments made in achieving this objective are presented below:

Specific levels of Proficiency passing for fourth grade in 2000:

Writing 74%
Reading 59.7%
Math 39.9%
Citizenship 60.6%
Science 43.9%

Specific levels of Proficiency passing for sixth grade in 2000:

Writing 86.4%
Reading 56.2%
Math 60.1%
Citizenship 70.3%
Science 56.0%

Specific levels of Proficiency passing for ninth grade in 2000:

Writing 91.3%
Reading 81.6%
Math 60.6%
Citizenship 78.2%
Science 66.4%

Specific levels of Proficiency passing for tenth grade in 2000:

Writing 96.5%
Reading 94.1%
Math 78.2%
Citizenship 90.6%
Science 84.5%

Specific levels of Proficiency passing for twelfth grade in 2000:

Writing 84.7%
Reading 68.2%
Math 60.6%
Citizenship 70.3%
Science 56.5%

2. Increase by 50% the number of students who earn A or B grades and decrease by no less than 75% the students who are failing, without changing the grading scale by the year 2003. The district's accomplishments made in achieving this objective are presented below:

Specific grades by subject for the first and second semesters combined in 1999-00/(base year in 1996-97):

Social Studies	51.3% A&B, 11.3% F, (42% A&B), (11% F)
English/LA	48.1% A&B, 14.6% F, (44% A&B), (14% F)
Mathematics	33.8% A&B, 18.1% F, (31% A&B), (17% F)
Foreign Language	50.6% A&B, 07.8% F, (40% A&B), (14% F)
Science	45.9% A&B, 16.9% F, (35% A&B), (14% F)
Health	46.8% A&B, 20.6% F, (47% A&B), (27% F)
Tech. Ed.	63.5% A&B, 12.8% F, (49% A&B), (15% F)
Bus. Ed.	63.9% A&B, 13.5% F, (72% A&B), (04% F)

3. Student performance on the Stanford Achievement Test will rank the District in the 85% percentile. The district's accomplishments made in achieving this objective are presented below:

Specific levels of Proficiency passing for first grade in 2000:

Reading 83%
Math 91%
Language 84%

Specific levels of Proficiency passing for second grade in 2000:

Reading 67%
Math 82%
Language 81%

Specific levels of Proficiency passing for third grade in 2000:

Reading 71%
Math 81%
Language 75%

Specific levels of Proficiency passing for fifth grade in 2000:

Reading 59%
Math 85%
Language 81%

Specific levels of Proficiency passing for seventh grade in 2000:

Reading 67%
Math 65%
Language 81%

4. All students will demonstrate the Character Education Values of trustworthiness, respect, responsibility, compassion, honor and service in their school community, appropriate to their grade levels.
5. To have a graduation rate of 90%. The district's accomplishments made in achieving this objective are represented by the 1999-00 graduation rate which is 86.4%.

D. Parameters

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

E. Strategies and Action Plans

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

Action Plans:

1. Assess grade level grouping i.e., Preschool - 2, 3-5, 6-8, 9-12.
2. Comprehensive facility assessment, new vs. replacement, accessibility.
3. Investigate local school concept, community vs. regional school.

4. Assess the competition. Explore the school with the best education delivery system appropriate for our area, i.e., technology, wiring, size, lighting, etc.
5. Develop long term building plan to update facilities.
6. Involve staff in areas 1-5 to determine what is needed and effective.

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

Action Plans:

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

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

Action Plans:

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

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

Action Plans:

1. Structure
 - a. Staffing
 - b. Building organization
 - c. Time (days, hours, school calendar)
 - d. Teacher input
2. Curriculum Design
 - a. What should be the content?
 - b. Meet external expectations (proficiency tests)
 - c. Meet core District requirements (instructional guide)
 - d. Develop a District-wide scope and sequence
 - e. Assure continuity of the curriculum within the District.
 - f. Individualized curriculum to reflect needs, ability, and interests
 - g. Teacher input
3. Instruction
 - a. Staff development
 - b. Staff collaboration
 - c. Teacher collaboration
 - d. Teaching models
 - e. Use of technology
 - f. Establish individual expectations for each student.
 - g. Learner responsibility
 - h. Parent/school communication

4. Assessment

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

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

Action Plans:

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

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

Action Plans:

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

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

Action Plans:

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

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

Action Plans:

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

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

Action Plans:

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

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

Action Plan:

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

Strategy #11: Integrate Technology to Best Achieve Our Mission and Objectives.

Action Plan:

1. All staff members will demonstrate technology competency at a certified proficiency level.
2. All staff will effectively use a variety of technological resources appropriate to their staff position.
3. Develop a learning environment -- include technological resources to support high academic performance.
4. All students will be able to responsibly use a variety of technological resources.
5. Expand opportunities for access to technology.
6. Implement Distance Education and Distance Learning technology and usage into curriculum.
7. Assess capacity of technology infrastructure to identify areas sufficient and not sufficient.

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund and account group is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs

from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). GAAP, more fully described in the notes to the financial statements, provides for a modified accrual basis of accounting for the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Funds, Expendable Trust Fund, and Agency Funds, and for a full accrual basis for all other funds.

Internal Controls

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

Single Audit Act

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

As a part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 2000, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established by function and object of expenditure within an individual fund. The District maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered appropriation balances are reviewed prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Accountability and Compliance

State statute requires that all funds have expenditures within approved limits. In Note 3 (Page 19) several funds are listed that have expenditures in excess of appropriations. This excess is measured against the district's initial appropriation resolution approved at the beginning of the fiscal year. Adjustments are made at the fund level only at the end of the year to ensure the total fund expenditures are within appropriate limits.

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 BY SOURCE

	<u>1999</u>	<u>2000</u>	<u>Percent of Total</u>	<u>Difference from 1999</u>	<u>Percent of Change</u>
Taxes	50,185,894	51,180,443	83.11%	994,549	1.98%
Intergovernmental	7,062,658	8,471,588	13.76%	1,408,930	19.95%
Interest	1,207,811	1,314,483	2.13%	106,672	8.83%
Tuition	261,259	260,682	0.42%	(577)	-0.22%
Other local revenues	250,326	341,768	0.55%	91,442	36.53%
Miscellaneous	<u>0</u>	<u>14,835</u>	<u>0.02%</u>	<u>14,835</u>	<u>14835.00%</u>
	<u>\$58,967,948</u>	<u>\$61,583,799</u>	<u>100.00%</u>	<u>\$2,615,851</u>	<u>4.44%</u>

The District's 4.44% increase in revenues and 19.95% increase in intergovernmental is due to a higher than anticipated state reimbursement under its tax rollback plan as well as increased funding for student transportation and increased funding for educational purposes. The increase in other local revenues is due to the first full year of collecting for parking permits, a refund from Worker's compensation, and a settlement in an asbestos claim.

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 BY FUNCTION

	<u>1999</u>	<u>2000</u>	<u>Percent of Total</u>	<u>Difference from 1999</u>	<u>Percent of Change</u>
Instruction:					
Regular	25,699,666	23,982,792	42.05%	(1,716,874)	-6.68%
Special	4,387,809	4,504,864	7.90%	117,055	2.67%
Vocational	353,593	366,785	0.64%	13,192	3.73%
Other	391,754	416,838	0.73%	25,084	6.40%
Support Services:					
Pupil	3,264,896	3,227,116	5.66%	(37,780)	-1.16%
Instr.. Staff	4,749,706	4,534,725	7.95%	(214,981)	-4.53%
Board of Education	178,781	201,641	0.35%	22,860	12.79%
Administration	4,459,878	4,204,972	7.37%	(254,906)	-5.72%
Fiscal	1,395,343	1,458,969	2.56%	63,626	4.56%
Business	630,837	584,361	1.02%	(46,476)	-7.37%
Operations and					
Maintenance	6,889,574	7,109,535	12.46%	219,961	3.19%
Pupil Trans.	2,656,094	2,782,554	4.88%	126,460	4.76%
Central	901,475	1,005,214	1.76%	103,739	11.51%
Community Services	264,643	210,518	0.37%	(54,125)	-20.45%
Extracurricular	703,691	743,735	1.30%	40,044	5.69%
Capital Outlay	97,078	1,407,278	2.47%	1,310,200	1349.64%
Debt Service	<u>189,565</u>	<u>297,952</u>	<u>0.52%</u>	<u>108,387</u>	<u>57.18%</u>
	<u>\$57,214,383</u>	<u>\$57,039,849</u>	<u>100.00%</u>	<u>\$(174,534)</u>	<u>-0.31%</u>

The District's .31% decrease in expenditures is the result of efforts made by the administration to reduce the costs associated with the education of the student body yet provide a quality education to all students. Increases in contracted salaries and benefits were offset by the District-wide reduction of

expenses related to certain programs. The 1349.64% increase in capital outlay is due primarily to the replacement of most of the district's copiers with new copiers.

Special Revenue Funds

Special Revenue Funds account for funds that derive revenue primarily from grants and entitlements restricted by law to expenditures for specific purposes. The fund balance for all Special Revenue Funds increased \$151,901 during the 2000 fiscal year.

Capital Projects Funds

Capital Projects Funds account for the purchase of equipment and the financing of major improvement projects. The Capital Projects Funds ended the 2000 fiscal year with a fund balance of \$2,088,383.

Enterprise Funds

The District's three Enterprise Funds are the Food Service Fund, Early Childhood Program, and the Uniform School Supplies Fund. These funds are similar in nature to profit-making activities found in the private sector and are managed accordingly. The District's Enterprise Funds operated in 2000 with \$2,227,383 in total revenues and a recorded net income of \$181,460.

Internal Service Funds

The District has one Internal Service Fund. In fiscal year 2000, the Rotary Fund recorded net income of \$16,001.

Debt Administration

The District has four debt issues outstanding at June 30, 2000. The first issue is \$592,335 of energy conservation bonds held by Fifth Third Bank for lighting retrofit work to be done throughout the District. The bonds were issued on October 11, 1995, at an interest rate of 4.25%. The amount of outstanding bonds at June 30, 2000, is \$118,471. The issue will be retired on October 11, 2000.

The second issue is \$4,220,130 of energy conservation bonds held by Fifth Third Bank for HVAC work to be done throughout the District. The bonds were issued on July 12, 1996, at an interest rate of 5.72%. The amount of outstanding bonds at June 30, 2000, is \$1,986,933. The issue will be retired in July 12, 2003.

The third issue was the result of change orders in the second issue energy conservation project. The additional \$392,099 was issued on October 30, 1997, at a rate of 5.40%. The amount outstanding at June 30, 2000, was \$227,581. The issue will be retired on April 12, 2003.

The fourth issue is \$728,500 of energy conservation bonds held by Fifth Third Bank for HVAC work to be done at Robert E. Lucas Intermediate School. The bonds were issued on June 7, 2000, at an interest rate of 5.90%. The amount of outstanding bonds at June 30, 2000, is \$714,519. The issue will be retired on May 7, 2005.

Cash Management

The District operates a cash management program designed to provide safety, liquidity, and yield, in that order. Funds are invested in overnight savings accounts, certificates of deposit, in the Ohio State Treasurer's Investment Pool (Star Ohio), or in United States Government bills or notes. The amount of investment income in fiscal year 2000 for all District funds was \$1,469,275. A more detailed description of the District's investment functions is provided in Note 4 to the financial statements.

Risk Management

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

OTHER INFORMATION

Independent Audit

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. VonLehman and Company, Inc., conducted the District's audit for fiscal year 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 report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Princeton City School District for its comprehensive annual financial report for the fiscal year ended June 30, 1999. This was the second consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

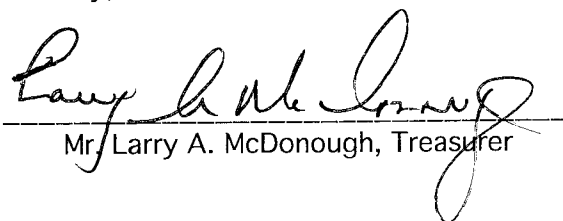
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence on Financial Reporting for the fiscal year ended June 30, 1999, to the District. The award was the third for the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 1999, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after extensive review of the report by an expert panel of certified public accountants and practicing school business officials. The District believes our current report conforms to the ASBO's principles and standards, and we are submitting it to ASBO to determine its eligibility for a certificate.

Acknowledgments

The preparation and publication of the 2000 Comprehensive Annual Financial Report of the Princeton City School District was made possible by the combined efforts of the entire Treasurer's office staff. Sincere appreciation is extended to Mr. Art Precht for his exceptional individual efforts in preparing this report. Finally, this report would not have been possible without the support, commitment, and leadership of the Board of Education to continue the pursuit of excellence in financial reporting.

Sincerely,


Mr. Larry A. McDonough, Treasurer


Dr. Dennis Peterson, Superintendent

PRINCETON CITY SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS
June 30, 2000

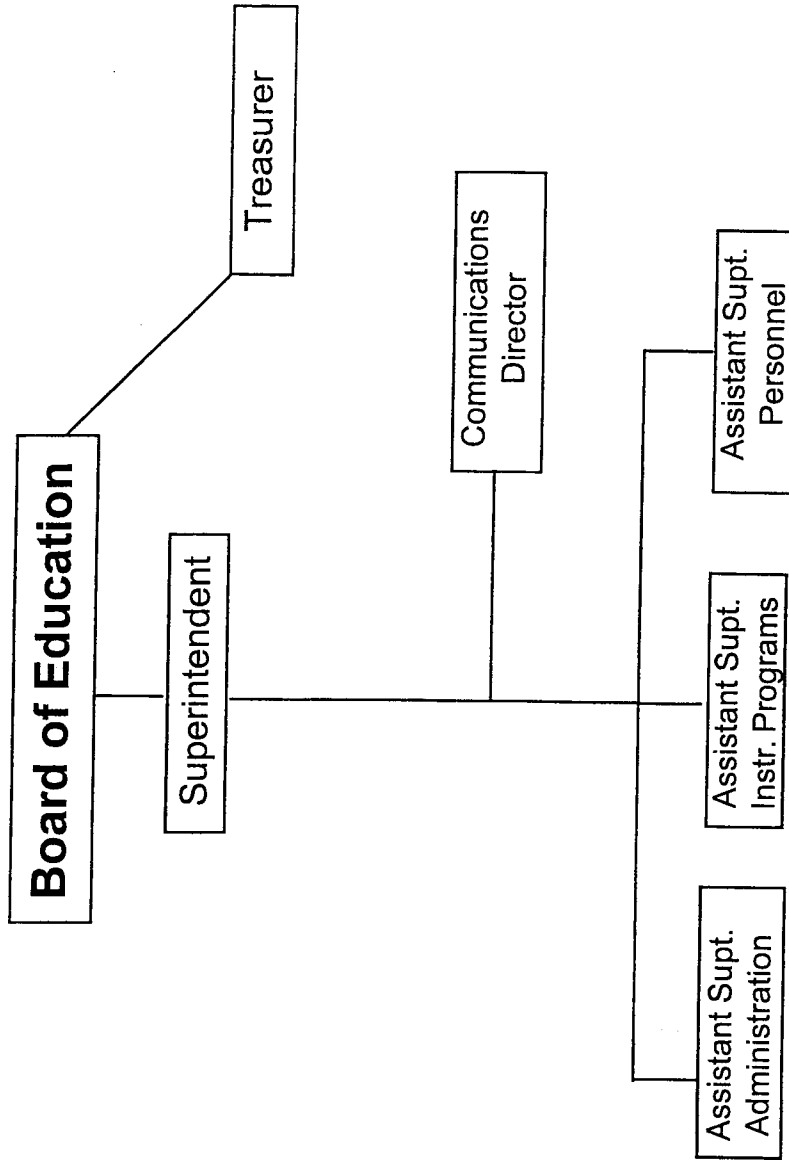
Elected Officials

President, Board of EducationJenny Pansing
Vice-President, Board of Education George Keyser
Board Member.....Gary Bryson
Board Member..... Mark M. Lemen
Board Member..... Tawana Keels Simons

Administrative Officials

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

Organizational Chart of Princeton City School District





Certificate of Achievement for Excellence in Financial Reporting

Presented to

Princeton City School
District, Ohio

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



Anne Spray Kinney
President

Jeffrey L. Eselle
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

PRINCETON CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 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. Hagen
Executive Director

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FINANCIAL SECTION

CHARACTER EDUCATION VALUES

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

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

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

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

Compassion--Treat others and self with kindness.

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



VONLEHMAN & COMPANY INC.

Certified Public Accountants and Business Advisors

250 Grandview Drive Suite 300
Fort Mitchell, Kentucky 41017-5610
859-331-3300
859-331-4358 fax

4695 Lake Forest Drive
Cincinnati, Ohio 45242-3745
513-891-5911
513-891-5969 fax

INDEPENDENT AUDITORS' REPORT

Princeton City School District
Cincinnati, OH

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

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Princeton City School District as of June 30, 2000, and the results of its operations and cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated December 1, 2000 on our consideration of the Princeton City School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Governmental Auditing Standards and should be read in conjunction with this report in considering the results of our audits.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules and the statistical data listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of Princeton City School District. Such information has not been subjected to the auditing procedures applied in the audit of the general purpose, financial statements and, accordingly, we express no opinion on it.

VonLehman & Company Inc.

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GENERAL PURPOSE FINANCIAL STATEMENTS

The general purpose financial statements of the District include the basic combined financial statements, presented by fund type and account group, and notes to the financial statements that are essential to the fair presentation of financial position and results of operations and cash flows of its proprietary and non-expendable trust funds for the year ended June 30, 2000.

**PRINCETON CITY SCHOOL DISTRICT
 COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNT GROUPS
 AS OF JUNE 30, 2000**

	GOVERNMENTAL FUND TYPES		
	General Fund	Special Revenue	Capital Projects
ASSETS AND OTHER DEBITS:			
Assets:			
Equity in pooled cash and cash equivalents	\$ 15,078,423	\$ 1,266,176	\$ 2,085,483
Receivables			
Taxes - current	20,192,576	-	-
Taxes - delinquent	774,177	-	-
Accounts	52,177	1,739	2,900
Accrued interest	166,272	-	-
Intergovernmental - state	10,600	-	-
Intergovernmental - federal	-	100,000	-
Interfund loan receivable	861,861	-	-
Restricted assets:			
Cash and cash equivalents	592,611	-	-
Materials and supplies inventory	134,487	-	-
Property, plant and equipment (net of accumulated depreciation, where applicable)	-	-	-
Other debits:			
Amount to be provided for retirement of General Long-term Obligations	-	-	-
Total assets and other debits	\$ 37,863,184	\$ 1,367,915	\$ 2,088,383
LIABILITIES, EQUITY AND OTHER CREDITS:			
Liabilities:			
Accounts payable	\$ 331,530	\$ 92,306	\$ -
Accrued wages and benefits	5,827,227	173,695	-
Compensated absences payable	156,235	-	-
Interfund loans payable	-	536,321	-
Due to students	-	-	-
Deferred revenue	7,386,294	-	-
Claims and judgments payable	150,000	-	-
General obligation bonds payable	-	-	-
Obligation under capital leases	-	-	-
Total liabilities	13,851,286	802,322	-
Equity and other credits:			
Investment in general fixed assets	-	-	-
Retained earnings:			
Unreserved	-	-	-
Fund Balances:			
Reserved for encumbrances	473,107	257,086	465,972
Reserved for property taxes	13,580,459	-	-
Reserved for budget stabilization	592,611	-	-
Reserved for supplies inventory	134,487	-	-
Unreserved:			
Undesignated	9,231,234	308,507	1,622,411
Total equity and other credits	24,011,898	565,593	2,088,383
Total liabilities, equity and other credits	\$ 37,863,184	\$ 1,367,915	\$ 2,088,383

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

PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$ 704,846	\$ 47,306	\$ 432,301	\$ -	\$ -	\$ 19,614,535
-	-	-	-	-	20,192,576
-	-	-	-	-	774,177
11,738	41	1,154	-	-	69,749
-	-	-	-	-	166,272
-	-	-	-	-	10,600
121,519	-	-	-	-	221,519
-	-	-	-	-	861,861
-	-	-	-	-	592,611
126,201	-	-	-	-	260,688
25,738	-	-	61,302,551	-	61,328,289
-	-	-	-	5,471,212	5,471,212
<u>\$ 990,042</u>	<u>\$ 47,347</u>	<u>\$ 433,455</u>	<u>\$ 61,302,551</u>	<u>\$ 5,471,212</u>	<u>\$ 109,564,089</u>
\$ 16,614	\$ 2,099	\$ 5,460	\$ -	\$ -	\$ 448,009
210,143	-	69	-	-	6,211,134
30,733	-	-	-	1,112,046	1,299,014
325,540	-	-	-	-	861,861
-	-	83,211	-	-	83,211
99,638	-	-	-	-	7,485,932
-	-	-	-	-	150,000
-	-	-	-	3,047,504	3,047,504
-	-	-	-	1,311,662	1,311,662
682,668	2,099	88,740	-	5,471,212	20,898,327
-	-	-	61,302,551	-	61,302,551
307,374	45,248	-	-	-	352,622
-	-	36	-	-	1,196,201
-	-	-	-	-	13,580,459
-	-	-	-	-	592,611
-	-	-	-	-	134,487
-	-	344,679	-	-	11,506,831
<u>307,374</u>	<u>45,248</u>	<u>344,715</u>	<u>61,302,551</u>	<u>-</u>	<u>88,665,762</u>
<u>\$ 990,042</u>	<u>\$ 47,347</u>	<u>\$ 433,455</u>	<u>\$ 61,302,551</u>	<u>\$ 5,471,212</u>	<u>\$ 109,564,089</u>

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**PRINCETON CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
FOR YEAR ENDED JUNE 30, 2000**

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPE	Totals (Memorandum Only)
	General Fund	Special Revenue	Debt Service	Capital Projects	Expendable Trust	
Revenues:						
From local sources:						
Taxes	\$ 51,180,443	\$ -	\$ -	\$ -	\$ -	\$ 51,180,443
Tuition	260,682	-	-	-	-	260,682
Earnings on investments	1,314,483	18,289	-	105,983	-	1,438,755
Other local revenues	341,768	100,959	-	2,900	42,870	488,497
Extracurricular revenue	-	102,940	-	-	-	102,940
Intermediate sources	14,835	25,809	-	-	-	40,644
Intergovernmental - state	8,429,941	1,432,990	-	-	-	9,862,931
Intergovernmental - federal	41,647	1,317,202	-	-	-	1,358,849
Total revenues	61,583,799	2,998,189	-	108,883	42,870	64,733,741
Expenditures:						
Current:						
Instruction:						
Regular	23,982,792	444,632	-	-	6,574	24,433,998
Special	4,504,864	720,657	-	-	-	5,225,521
Vocational	366,785	-	-	-	-	366,785
Other	416,838	8,940	-	-	3,837	429,615
Support services:						
Pupil	3,227,116	93,659	-	-	7,992	3,328,767
Instructional staff	4,534,725	830,035	-	-	2,852	5,367,612
Board of Education	201,641	-	-	-	-	201,641
School administration	4,204,972	59,994	-	-	-	4,264,966
Fiscal	1,458,969	6,599	-	-	-	1,465,568
Business	584,361	3,897	-	-	-	588,258
Operations and maintenance	7,109,535	1,090	-	245,600	-	7,356,225
Pupil transportation	2,782,554	-	-	-	15	2,782,569
Central	1,005,214	82,256	-	-	-	1,087,470
Community services	210,518	601,258	-	-	-	811,776
Extracurricular activities	743,735	313,242	-	-	-	1,056,977
Capital outlay	1,407,278	-	-	20,543	-	1,427,821
Debt service:						
Principal retirement	210,497	-	983,090	-	-	1,193,587
Interest and fiscal charges	87,455	-	169,237	-	-	256,692
Total expenditures	57,039,849	3,166,259	1,152,327	266,143	21,270	61,645,848
Excess (deficiency) of revenues over (under) expenditures	4,543,950	(168,070)	(1,152,327)	(157,260)	21,600	3,087,893
Other financing sources (uses):						
Proceeds of cap. lease trans.	1,352,235	-	-	-	-	1,352,235
Operating transfers in	-	319,971	1,150,128	-	-	1,470,099
Operating transfers (out)	(1,482,099)	-	-	-	-	(1,482,099)
Proceeds of sale of fixed assets	10,500	-	-	-	-	10,500
Claims and judgments	43,000	-	-	-	-	43,000
Total other financing sources (uses)	(76,364)	319,971	1,150,128	-	-	1,393,735
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	4,467,586	151,901	(2,199)	(157,260)	21,600	4,481,628
Fund balance, July 1	19,544,312	413,692	2,199	2,245,643	49,744	22,255,590
Fund balance, June 30	\$ 24,011,898	\$ 565,593	\$ -	\$ 2,088,383	\$ 71,344	\$ 26,737,218

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

**PRINCETON CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET-ACTUAL (NON-GAAP BUDGETARY BASIS)
 ALL GOVERNMENTAL FUND TYPES
 FOR YEAR ENDED JUNE 30, 2000**

	General Fund			Special Revenue		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:						
From local sources:						
Taxes	\$ 49,082,921	\$ 51,205,450	\$ 2,122,529	\$ -	\$ -	\$ -
Tuition	70,000	243,301	173,301	-	-	-
Earnings on investments	1,080,000	1,334,106	254,106	15,000	18,289	3,289
Other local revenues	522,210	264,003	(258,207)	102,900	93,477	(9,423)
Extracurricular revenue	-	-	-	128,485	102,265	(26,220)
Intermediate sources	-	14,835	14,835	11,000	25,809	14,809
Intergovernmental - state	7,111,719	8,419,341	1,307,622	1,168,300	1,401,889	233,589
Intergovernmental - federal	-	41,647	41,647	1,068,100	1,228,702	160,602
Total revenues	57,866,850	61,522,683	3,655,833	2,493,785	2,870,431	376,646
Expenditures:						
Current:						
Instruction:						
Regular	25,025,064	24,662,148	362,916	363,898	459,090	(95,192)
Special	4,253,042	4,728,398	(475,356)	1,178,994	736,903	442,091
Vocational	399,187	363,895	35,292	-	-	-
Other	390,143	390,440	(297)	93,872	232	93,640
Support services:						
Pupil	3,185,955	3,355,288	(169,333)	209,536	114,881	94,655
Instructional staff	4,588,871	4,671,883	(83,012)	951,472	897,614	53,858
Board of Education	177,419	209,063	(31,644)	-	-	-
School administration	4,306,866	4,343,972	(37,106)	112,934	62,038	50,896
Fiscal	1,395,102	1,485,781	(90,679)	4,140	6,594	(2,454)
Business	527,691	411,965	115,726	-	3,897	(3,897)
Operations and maintenance	7,225,051	7,651,671	(426,620)	-	1,090	(1,090)
Pupil transportation	2,696,853	2,865,512	(168,659)	2,728	341	2,387
Central	904,955	1,021,430	(116,475)	91,937	106,933	(14,996)
Community services	264,522	196,584	67,938	943,079	856,466	86,613
Extracurricular activities	672,284	724,065	(51,781)	353,658	341,901	11,757
Capital outlay	17,550	114,566	(97,016)	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Total expenditures	56,030,555	57,196,661	(1,166,106)	4,306,248	3,587,980	718,268
Excess (deficiency) of revenues over (under) expenditures	1,836,295	4,326,022	2,489,727	(1,812,463)	(717,549)	1,094,914
Other financing sources (uses):						
Operating transfers in	-	12,000	12,000	295,515	319,971	24,456
Operating transfers (out)	(1,800,968)	(1,503,594)	297,374	-	-	-
Advances in	266,853	266,853	-	-	536,321	536,321
Advances (out)	(266,853)	(861,861)	(595,008)	(115,960)	(144,790)	(28,830)
Proceeds of sale of fixed assets	-	12,579	12,579	-	-	-
Refund of prior years expense	-	68,718	68,718	-	5,000	5,000
Refund of prior year receipts	(1,311)	(2,902)	(1,591)	(25,048)	(8,940)	16,108
Total other financing sources (uses)	(1,802,279)	(2,008,207)	(205,928)	154,507	707,562	553,055
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	34,016	2,317,815	2,283,799	(1,657,956)	(9,987)	1,647,969
Fund balance, July 1	12,210,058	12,210,058	-	482,215	482,215	-
Prior year encumbrances appropriated	484,747	484,747	-	439,836	439,836	-
Fund balance, June 30	\$ 12,728,821	\$ 15,012,620	\$ 2,283,799	\$ (735,905)	\$ 912,064	\$ 1,647,969

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

Debt Service			Capital Projects			Totals (Memorandum only)		
Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,082,921	\$ 51,205,450	\$ 2,122,529
-	-	-	-	-	-	70,000	243,301	173,301
-	672	672	65,000	105,983	40,983	1,160,000	1,459,050	299,050
-	-	-	-	-	-	625,110	357,480	(267,630)
-	-	-	-	-	-	128,485	102,265	(26,220)
-	-	-	-	-	-	11,000	40,644	29,644
-	-	-	-	-	-	8,280,019	9,821,230	1,541,211
-	-	-	-	-	-	1,068,100	1,270,349	202,249
-	672	672	65,000	105,983	40,983	60,425,635	64,499,769	4,074,134
-	-	-	108,925	-	108,925	25,497,887	25,121,238	376,649
-	-	-	-	-	-	5,432,036	5,465,301	(33,265)
-	-	-	-	-	-	399,187	363,895	35,292
-	-	-	-	-	-	484,015	390,672	93,343
-	-	-	-	-	-	3,395,491	3,470,169	(74,678)
-	-	-	-	-	-	5,540,343	5,569,497	(29,154)
-	-	-	-	-	-	177,419	209,063	(31,644)
-	-	-	-	-	-	4,419,800	4,406,010	13,790
-	-	-	-	-	-	1,399,242	1,492,375	(93,133)
-	-	-	42,389	-	42,389	570,080	415,862	154,218
-	-	-	877,709	721,047	156,662	8,102,760	8,373,808	(271,048)
-	-	-	1,845	-	1,845	2,701,426	2,865,853	(164,427)
-	-	-	-	-	-	996,892	1,128,363	(131,471)
-	-	-	41,926	-	41,926	1,249,527	1,053,050	196,477
-	-	-	-	-	-	1,025,942	1,065,966	(40,024)
-	-	-	40,760	20,543	20,217	58,310	135,109	(76,799)
1,340,395	1,152,999	187,396	-	-	-	1,340,395	1,152,999	187,396
1,340,395	1,152,999	187,396	1,113,554	741,590	371,964	62,790,752	62,679,230	111,522
(1,340,395)	(1,152,327)	188,068	(1,048,554)	(635,607)	412,947	(2,365,117)	1,820,539	4,185,656
1,139,230	1,150,128	10,898	-	-	-	1,434,745	1,482,099	47,354
-	-	-	-	-	-	(1,800,968)	(1,503,594)	297,374
-	-	-	-	-	-	266,853	803,174	536,321
-	-	-	-	-	-	(382,813)	(1,006,651)	(623,838)
-	-	-	-	-	-	-	12,579	12,579
-	-	-	-	-	-	-	73,718	73,718
-	-	-	-	-	-	(26,359)	(11,842)	14,517
1,139,230	1,150,128	10,898	-	-	-	(508,542)	(150,517)	358,025
(201,165)	(2,199)	198,966	(1,048,554)	(635,607)	412,947	(2,873,659)	1,670,022	4,543,681
2,199	2,199	-	2,055,576	2,055,576	-	14,750,048	14,750,048	-
-	-	-	199,541	199,541	-	1,124,124	1,124,124	-
\$ (198,966)	\$ -	\$ 198,966	\$ 1,206,563	\$ 1,619,510	\$ 412,947	\$ 13,000,513	\$ 17,544,194	\$ 4,543,681

**PRINCETON CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 ALL PROPRIETARY FUND TYPES AND NON-EXPENDABLE TRUST FUNDS
 FOR YEAR ENDED JUNE 30, 2000**

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	Totals (Memorandum only)
	Enterprise	Internal Service	Non-Expendable Trust	
Operating revenues:				
Tuition and fees	\$ 1,158,498	\$ 50,753	\$ -	\$ 1,209,251
Sales	1,048,148	20	-	1,048,168
Other operating revenues	20,737	82,427	18,790	121,954
Total operating revenues	2,227,383	133,200	18,790	2,379,373
Operating expenses:				
Salaries and wages	1,497,129	-	-	1,497,129
Fringe benefits	493,092	-	-	493,092
Contract services	29,775	5,706	6	35,487
Materials and supplies	1,029,241	40,955	421	1,070,617
Depreciation	17,844	-	-	17,844
Other operating expenses	3,611	70,538	1,300	75,449
Total operating expenses	3,070,692	117,199	1,727	3,189,618
Operating income (loss)	(843,309)	16,001	17,063	(810,245)
Nonoperating revenues (expenses):				
Grants - state	50,460	-	-	50,460
Grants - federal	875,188	-	-	875,188
Grants - commodities	99,121	-	-	99,121
Total nonoperating revenues (expenses)	1,024,769	-	-	1,024,769
Net income (loss) before operating transfers	181,460	16,001	17,063	214,524
Net income (loss)	181,460	16,001	17,063	214,524
Retained earnings/ fund balance at July 1	125,914	29,247	256,308	411,469
Retained earnings/ fund balance at June 30	\$ 307,374	\$ 45,248	\$ 273,371	\$ 625,993

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

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

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	Totals
	Enterprise	Internal Service	Non-Expendable Trust	(Memorandum only)
Cash flows from operating activities:				
Cash received from tuition and fees	\$ 1,153,202	\$ 50,753	\$ -	\$ 1,203,955
Cash received from sales/charges for services	1,047,677	-	-	1,047,677
Cash received from other operations	19,758	82,411	18,790	120,959
Cash payments for personal services	(2,020,129)	-	-	(2,020,129)
Cash payments for contract services	(28,188)	(5,706)	(6)	(33,900)
Cash payments for supplies and materials	(922,901)	(51,145)	(421)	(974,467)
Cash payments for other expenses	(3,466)	(70,741)	(1,300)	(75,507)
Net cash provided by (used for) operating activities	(754,047)	5,572	17,063	(731,412)
Cash flows from noncapital financing activities:				
Cash received from grants (state)	63,268	-	-	63,268
Cash received from grants (federal)	941,976	-	-	941,976
Advances in(out) from(to) other funds	203,477	-	-	203,477
Refund of prior year transaction	154	25	-	179
Net cash provided by (used for) noncapital financing activities	1,208,875	25	-	1,208,900
Cash flows from capital and related financing activities:				
Acquisition/Disposition of capital assets	(22,442)	-	-	(22,442)
Net cash used for capital and related financing activities	(22,442)	-	-	(22,442)
Cash flows from investing activities:				
Net cash provided by investing activities	-	-	-	-
Net increase (decrease) in cash and cash equivalents	432,386	5,597	17,063	455,046
Cash and cash equivalents at beginning of year	272,460	41,709	256,308	570,477
Cash and cash equivalents at end of year	\$ 704,846	\$ 47,306	\$ 273,371	\$ 1,025,523
Reconciliation of operating income to net cash provided by (used for) operating activities:				
Operating income (loss)	(843,309)	16,001	17,063	(810,245)
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:				
Depreciation	17,844	-	-	17,844
Adjustments to capital outlay	4,481	-	-	4,481
Other adjustments to non-operating income	98,967	(25)	-	98,942
Changes in assets and liabilities:				
Supplies inventory	55,343	-	-	55,343
Accounts receivable/Due from other governments	(6,260)	(36)	-	(6,296)
Accounts payable	1,405	(10,368)	-	(8,963)
Accrued wages and benefits	19,819	-	-	19,819
Compensated absences payable	(49,727)	-	-	(49,727)
Deferred revenue	(52,610)	-	-	(52,610)
Net cash provided by (used for) operating activities	\$ (754,047)	\$ 5,572	\$ 17,063	\$ (731,412)
Reconciliation of non-expendable trust funds to balance sheet:				
Cash and cash equivalents - all fiduciary funds			\$ 432,301	
Cash and cash equivalents - expendable trust and agency funds			(158,930)	
Cash and cash equivalents - non-expendable trust funds			\$ 273,371	

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

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

NOTE 1 - DESCRIPTION OF THE DISTRICT

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

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

The District is the 42nd largest in the State of Ohio (among 612 Districts) in terms of enrollment and the 5th largest in Hamilton County. It currently operates 9 elementary schools, 1 junior high school (grades 7-8), and 1 comprehensive high school (grades 9-12).

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. The Reporting Entity

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

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

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation - Fund Accounting

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

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

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

Governmental Fund Types

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

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

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

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

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

Proprietary Fund Types

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

Fiduciary Fund Types

Fiduciary funds are used to account for the assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include expendable trust, nonexpendable trust and agency funds. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Nonexpendable trust funds are accounted for in essentially the same manner as proprietary funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups

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

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

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

C. Measurement Focus and Basis of Accounting

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

All proprietary funds and nonexpendable trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary and nonexpendable trust fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

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

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

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

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

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year, and the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

D. Budgetary Data

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

All funds are legally required to be budgeted and appropriated except for the Agency Fund and the Miscellaneous State Grants Special Revenue Fund. The District does not adopt an annual budget for the Agency Fund and the Miscellaneous State Grants Special Revenue Fund. The primary level of budgetary control is at the object level within each function within each fund. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

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

Tax Budget:

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

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

Estimated Resources:

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Appropriations:

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

Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation, or alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education.

The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, several supplemental appropriations were legally enacted; however, none of these amendments were significant.

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

Encumbrances:

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. Expenditures plus encumbrances may not legally exceed appropriations. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds.

Lapsing of Appropriations:

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

E. Cash and Investments

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

During fiscal year 2000, investments were limited to obligations of the U.S. Treasury, certificate of deposits, repurchase agreements, and STAROhio. Under existing Ohio statutes, all investment earnings accrue to the general fund except those specifically related to auxiliary services, certain trust funds, and permanent improvement which are individually authorized by Board resolution.

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

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

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2000 amounted to \$1,314,483 which excludes \$154,792 assigned to other District funds.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments. For fiscal year 2000, carrying value approximates fair market value of all investments.

F. Inventory

Inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets. Inventories of proprietary funds consist of purchased food and school supplies held for resale and are expensed when used. Unused commodities at June 30, 2000, are reported as deferred revenue until the commodities are used.

G. Restricted Assets

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Fixed Assets and Depreciation

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Improvements are capitalized.

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

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

I. Intergovernmental Revenues

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

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

Entitlements

General Fund

State Foundation Program
State Property Tax Relief

Non-Reimbursable Grants

Special Revenue Funds

Venture Capital
Auxiliary Services
Career Development
Teacher Development
Education Management Information Systems
Disadvantaged Pupil Impact Aid
School Net Professional Development
Ohio Reads
Alternative Schools
Conflict Management
Adult Basic Education

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- Title II
- Title VI-B
- Vocational Education
- Title I
- Title VI
- Emergency Immigrant Education Assistance
- Title IV
- Preschool Grant
- Reducing Class Size
- Continuous Improvement Implementation Grant
- Reading Excellence Act
- Alternative Education Opportunities Grant
- Family and School Partnership Grant
- Capital Projects Funds*
- School Net Plus
- Reimbursable Grants*
- General Fund*
- Driver Education
- Proprietary Funds*
- National School Lunch Program
- National School Breakfast Program
- Government Donated Commodities

Grants and entitlements amounted to approximately eighteen percent of the District's operating revenue during the 2000 fiscal year.

J. Interfund Assets/Liabilities

Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables" and "interfund payables." Long-term interfund loans are classified as "advances to/from other funds" and are equally offset by a fund balance reserve account which indicates that they do not constitute available expendable resources since they are not a component of net current assets.

K. Compensated Absences

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

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

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

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

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. Long-Term Obligations

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

M. Fund Balance Reserves

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

N. Total Columns on General Purpose Financial Statements

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

O. Estimates

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

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Accountability

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

<u>Fund Type/Fund</u>	<u>Fund Balance</u>
Special Revenue Funds:	
DPIA	\$ 25,625
Title II	25,070
Title VI-B	100,576
Title I	131,151
Title VI	26,687
Title IV	8,211
Preschool Grant	2,597
Reducing Class Size	87,158

B. Compliance

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

<u>Fund Type/Fund</u>	<u>Excess</u>
Special Revenue Fund:	
EMIS	\$ 9,140
Ohio Reads	40,000
Adult Basic Education	32,560
Title II	19,704
Title VI-B	193,644
Title VI	46,681
Title IV	12,980
Preschool Grant	4,737
Miscellaneous Federal Grants	311,693
Enterprise Fund:	
Food Service	\$ 7,163

State statute requires all funds to have expenditures within approved appropriation limits. The following funds had an excess of expenditures plus encumbrances over appropriations for the fiscal year ended June 30, 2000.

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)

<u>Fund</u>	<u>Excess</u>
General Fund	
Instruction:	
Regular:	
Capital Outlay - New	152,201
Capital Outlay - Replacement	117
Other Expenditures	2,369
Special:	
Salaries and Wages	255,284
Fringe Benefits	35,153
Purchased Services	192,832
Other Expenditures	529
Vocational:	
Purchased Services	420
Capital Outlay - Replacement	1,970
Other:	
Purchased Services	6,874
Materials and Supplies	1,062
Support Services:	
Pupil:	
Salaries and Wages	96,244
Purchased Services	54,817
Materials and Supplies	11,158
Capital Outlay - New	67
Capital Outlay - Replacement	26,888
Other Expenditures	15
Instructional Staff:	
Salaries and Wages	26,531
Purchased Services	112,020
Capital Outlay - New	9,417
Capital Outlay - Replacement	20,696
Other Expenditures	7,819
Board of Education:	
Purchased Services	26,919
Materials and Supplies	463
Other Expenditures	7,767
School Administration:	
Salaries and Wages	24,369
Purchased Services	15,984
Capital Outlay - New	4,497
Capital Outlay - Replacement	65,242

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)

Fiscal:	
Purchased Services	13,749
Materials and Supplies	4,507
Capital Outlay - New	30,823
Capital Outlay - Replacement	11,065
Other Expenditures	41,925
Business:	
Capital Outlay - New	17,330
Other Expenditures	575
Operations and Maintenance:	
Purchased Services	663,310
Materials and Supplies	9,379
Pupil Transportation:	
Salaries and Wages	108,621
Fringe Benefits	9,090
Materials and Supplies	62,616
Capital Outlay - New	3,198
Capital Outlay - Replacement	2,463
Central:	
Salaries and Wages	20,448
Purchased Services	982
Materials and Supplies	63,653
Capital Outlay - New	9,414
Capital Outlay - Replacement	24,325
Community Services:	
Salaries and Wages	151,034
Capital Outlay - Replacement	7,122
Other Expenditures	195
Extracurricular Activities:	
Sports Oriented Activities	
Salaries and Wages	35,660
Fringe Benefits	4,435
Purchased Services	3,274
Capital Outlay - New	7,265
Other Expenditures	3,717
School and Public Service:	
Salaries and Wages	2,247
Fringe Benefits	274
Purchased Services	2,844
Capital Outlay:	
Site Improvement Services:	
Capital Outlay - Replacement	27,149
Architecture and Engineering Services:	
Purchased Services	58,413
Educational Specifications Development Services:	
Purchased Services	11,454

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)

Special Revenue Funds	
Public School Support	
Instruction:	
Regular:	
Purchased Services	525
Materials and Supplies	890
Capital Outlay - New	1,617
Support Services:	
Pupil:	
Materials and Supplies	870
Instructional Staff:	
Purchased Services	153
Materials and Supplies	981
Other Expenditures	50
Central:	
Purchased Services	795
Materials and Supplies	100
Community Services:	
Materials and Supplies	1,090
Extracurricular Activities:	
Academic and Subject Oriented Activities:	
Other Expenditures	59
School and Public Service:	
Other Expenditures	309
Other Grants	
Instruction:	
Regular:	
Capital Outlay - New	1,300
Other Expenditures	207
Support Services:	
Instructional Staff:	
Fringe Benefits	131
Purchased Services	50,791
Materials and Supplies	7,681
Other Expenditures	6,200
Central:	
Materials and Supplies	1,003
Other Expenditures	800
Venture Capital	
Instruction:	
Regular:	
Materials and Supplies	168
Support Services:	
Instructional Staff:	
Salaries and Wages	1,462
Fringe Benefits	199
Purchased Services	3,995

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)

Athletic Fund		
Regular:		
Salaries and Wages		59
Fringe Benefits		9
Support Services:		
School Administration:		
Purchased Services		298
Extracurricular Activities		
Academic and Subject Oriented Activities:		
Salaries and Wages		662
Fringe Benefits		59
Other Expenditures		604
Sports Oriented Activities:		
Salaries and Wages		5,490
Fringe Benefits		982
Capital Outlay - Replacement		7,343
Other Expenditures		43,151
Auxiliary Services		
Support Services:		
Community Services:		
Salaries and Wages		3,509
Fringe Benefits		475
Purchased Services		90,179
Capital Outlay - New		100
Other Expenditures		8
Career Development		
Support Services:		
Instructional Staff:		
Materials and Supplies		137
Teacher Development		
Instruction:		
Regular:		
Purchased Services		1,000
Support Services:		
Instructional Staff:		
Purchased Services		9,141
Materials and Supplies		5,726
School Administration:		
Purchased Services		215
Central:		
Materials and Supplies		13,742

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)

Education Management Information Systems	
Support Services:	
Fiscal:	
Capital Outlay - Replacement	5,196
Business:	
Capital Outlay - Replacement	3,897
Central:	
Materials and Supplies	49,995
Ohio Reads	
Instruction:	
Regular:	
Materials and Supplies	39,317
Conflict Management	
Instruction:	
Regular:	
Salaries and Wages	1,643
Fringe Benefits	257
Support Services:	
Instructional Staff:	
Fringe Benefits	18,569
Central:	
Materials and Supplies	6
Title II	
Support Services:	
Community Services:	
Purchased Services	1,050
Title VI-B	
Instruction:	
Special:	
Materials and Supplies	4,547
Support Services:	
Pupil:	
Salaries and Wages	3,440
Fringe Benefits	589
Instructional Staff:	
Purchased Services	12
Vocational Education	
Instruction:	
Regular:	
Materials and Supplies	2,402
Support Services:	
Instructional Staff:	
Materials and Supplies	589
Other Expenditures	331

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)

Title I		
Instruction:		
Regular:		
Materials and Supplies		2,909
Special:		
Purchased Services		3,802
Support Services:		
Instructional Staff:		
Purchased Services		9,507
School Administration:		
Materials and Supplies		286
Operations and Maintenance:		
Materials and Supplies		390
Title VI		
Support Services:		
Instructional Staff:		
Materials and Supplies		940
Capital Outlay - New		3,828
Title IV		
Support Services:		
Instructional Staff:		
Other Expenditures		558
Purchased Services		1,095
Community Services:		
Materials and Supplies		2,905
Preschool Grant		
Instruction:		
Special:		
Purchased Services		8,496
Reducing Class Size		
Instruction:		
Regular:		
Salaries and Wages		86,572
Fringe Benefits		23,781
Community Services:		
Materials and Supplies		73
Continuous Improvement Implementation Grant		
Instruction:		
Regular:		
Capital Outlay - New		30,000
Support Services:		
Instructional Staff:		
Salaries and Wages		4,759
Fringe Benefits		737
Purchased Services		104,661
Materials and Supplies		14,836
Capital Outlay - New		3,897
Other Expenditures		914

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE (continued)

Operations and Maintenance:	
Materials and Supplies	700
Alternative Education Opportunities Grant	
Support Services:	
Instructional Staff:	
Purchased Services	74,500
Family and School Partnership Grant	
Instruction:	
Regular:	
Materials and Supplies	304
Support Services:	
Central:	
Purchased Services	597
Community Services:	
Materials and Supplies	96
Capital Projects Fund	
Permanent Improvement:	
Capital Outlay:	
Site Improvement Services:	
Capital Outlay - New	20,543

NOTE 4 - DEPOSITS AND INVESTMENTS

State statutes classify monies held by the District in three categories.

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

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

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

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

NOTE 4 - DEPOSITS AND INVESTMENTS (continued)

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

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

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

NOTE 4 - DEPOSITS AND INVESTMENTS (continued)

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

Deposits: At year end, the government's carrying amount of deposits was \$4,460,543 and the bank balance was \$5,417,743. Of the bank balance, \$100,000 was covered by federal depository insurance or by collateral held by the government's agent in the government's name. Of the remaining balance, \$5,317,743 was collateralized with securities held by the pledging financial institution's trust department or agent in the government's name.

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

	<u>Category 1</u>	<u>Category 2</u>	<u>Fair Value</u>
U.S. Government Securities		\$6,594,026	\$6,594,026
Certificate of Deposit	\$3,000,000		3,000,000
Commercial Paper		985,344	985,344
STAROhio	_____	_____ -0-	_____ 5,167,233
Totals	<u>\$ 3,000,000</u>	<u>\$7,579,370</u>	<u>\$15,746,603</u>

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

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

NOTE 4 - DEPOSITS AND INVESTMENTS (continued)

GASB Statement 9:	<u>Cash and Cash Equivalents/Deposits</u>	<u>Investments</u>
Unrestricted Cash and Cash Equivalents	\$ 19,614,535	\$ -0-
Restricted Cash and Cash Equivalents	592,611	-0-
Investments:		
U.S. Government Securities	(6,594,026)	6,594,026
Certificate of Deposit	(3,000,000)	3,000,000
Commercial Paper	(985,344)	985,344
STAROhio	<u>(5,167,233)</u>	<u>5,167,233</u>
GASB Statement 3	\$ <u>4,460,543</u>	\$ <u>15,746,603</u>

NOTE 5 - SET-ASIDES

The set-aside requirements created by H.B. 412 and revised by H.B. 282 have been calculated as of June 30, 2000. Although the District had off-sets and qualifying disbursements during the year that reduced the set-aside amounts below zero, these extra amounts may not be used to reduce the set-aside requirements of future years. Negative amounts are, therefore, not presented as being carried forward to the next fiscal year.

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

NOTE 5 - SET-ASIDES (continued)

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>	<u>Totals</u>
Set-aside Cash Balance as of 6/30/99	-0-	-0-	592,611	592,611
Current Year Set-aside Requirement	1,448,087	1,448,087	-0-	2,896,173
Current Year Offsets	-0-	-0-	-0-	-0-
Qualifying Disbursements	<u>1,617,167</u>	<u>2,880,167</u>	<u>-0-</u>	<u>4,497,334</u>
Total	<u>(169,080)</u>	<u>(1,432,080)</u>	<u>592,611</u>	<u>(1,008,550)</u>
Cash Balance Carried Forward to FY 2000	<u>(169,080)</u>	<u>-0-</u>	<u>592,611</u>	
Amount Restricted for Budget Stabilization				<u>592,611</u>
Total Restricted Assets				<u>592,611</u>

NOTE 6 - INTERFUND RECEIVABLES/PAYABLES

Interfund balances at June 30, 2000, consisted of the following individual fund receivables and payables.

Short term interfund loans:

	<u>Interfund Loan Receivable</u>	<u>Interfund Loan Payable</u>
General Fund	\$861,861	
Special Revenue Funds		
Title II		43,986
Title VI-B		145,875
Vocational Education		1,778
Title I		114,914
Title VI		39,785
Title IV		8,442
Preschool Grant		7,983
Reducing Class Size		173,558
Total Special Revenue		536,321
Enterprise Funds		
Early Childhood Programs		<u>325,540</u>
Total All Funds	<u>\$861,861</u>	<u>\$861,861</u>

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

NOTE 7 - PROPERTY TAXES

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

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

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

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

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes which became measurable as of June 30, 2000. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2000, was \$13,580,459.

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

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

NOTE 7 - PROPERTY TAXES (continued)

	<u>1999 Second- Half Collections</u>		<u>2000 First- Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$1,073,917,482	68.65%	\$1,251,889,320	70.19%
Public Utility	75,960,945	4.86%	69,523,700	3.90%
Tangible Personal Property	<u>414,517,884</u>	26.49%	<u>462,169,619</u>	<u>25.91%</u>
Total Assessed Value	<u>\$1,564,396,311</u>	100.00%	<u>\$1,783,582,639</u>	<u>100.00%</u>
Tax Rate Per \$1,000 of Assessed Valuation	\$42.24		\$46.19	

NOTE 8 - RECEIVABLES

Significant receivables at June 30, 2000, consisted of taxes, accounts receivables, and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose of the nonpayment of taxes, the stable condition of State Programs, and the current year guarantee of Federal Funds.

A summary of the principal items of receivables follows:

<u>Fund</u>	<u>Type of Receivable</u>	<u>Amount</u>
General Fund	Taxes	\$20,966,753
Enterprise Funds	Due from other Governments	\$ 121,519

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

NOTE 9 - FIXED ASSETS

A summary of the changes in the General Fixed Assets Account Group during the fiscal year 2000 follows:

	<u>July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2000</u>
Land/Improvements	\$1,003,909	\$ -0-	\$ -0-	\$1,003,909
Building and Building Improvements	37,196,221	541,364	279,291	37,458,294
Furniture/Equipment	<u>21,191,734</u>	<u>2,057,987</u>	<u>409,373</u>	<u>22,840,348</u>
Total	<u>\$59,391,864</u>	<u>\$2,599,351</u>	<u>\$688,664</u>	<u>\$61,302,551</u>

A summary of the Enterprise Fund fixed assets at June 30, 2000, follows:

Furniture and Equipment	\$559,045
Less Accumulated Depreciation	(533,307)
Net Fixed Assets - Proprietary Fund	<u>\$ 25,738</u>

NOTE 10 - EMPLOYEE RETIREMENT SYSTEMS

A. School Employees Retirement System

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

Plan members are required to contribute 9 percent of their annual covered salary and the Princeton City School District is required to contribute 14 percent; 5.5 percent was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by SERS's Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$1,542,751, \$1,543,673, and \$1,560,545, respectively. Forty-nine percent has been contributed for fiscal year 2000 and 100 percent for the fiscal years 1999 and 1998. \$785,678, representing the unpaid contribution for fiscal year 2000, is recorded as a liability within the respective funds and the general long-term obligations account group.

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

NOTE 10 - EMPLOYEE RETIREMENT SYSTEMS (continued)

B. State Teachers Retirement System

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

Plan members are required to contribute 9.3 percent of their annual covered salary and the Princeton City School District is required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$3,962,405, \$4,038,274, and \$3,906,630 respectively; 84 percent has been contributed for fiscal year 2000 and 100 percent for the fiscal years 1999 and 1998. \$628,608 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, all members of the Board of Education have elected social security. The Board's liability is 6.2 percent of wages paid.

NOTE 11 - POST EMPLOYMENT BENEFITS

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

The State Teachers Retirement board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. Through June 30, 1999, the Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$2,264,231 during fiscal year 2000.

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

NOTE 11 - POST EMPLOYMENT BENEFITS (continued)

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund was \$2,783 million at June 30, 1999. For the year ended June 30, 1999, net health care costs paid by STRS were \$249,929,000 and STRS had 90,941 eligible benefit recipients.

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

For this fiscal year, employer contributions to fund health care benefits were 6.30 percent of covered payroll, an increase from 4.98 percent for fiscal year 1999. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 1999, the minimum pay has been established at \$12,400. The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund.

The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care at June 30, 1999, were \$126,380,984 and the target level was \$189.6 million. At June 30, 1999, SERS had net assets available for payment of health care benefits of \$188.0 million. SERS has approximately 51,000 participants currently receiving health care benefits. For the School District, the amount to fund health care benefits, including type surcharge, equaled \$770,891 during the 2000 fiscal year.

NOTE 12 - CAPITALIZED LEASES - LESSEE DISCLOSURE

The District has entered into capitalized leases for the acquisition of copiers. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. Capital lease payments have been reclassified and are reflected as debt service in the combined financial statements for the governmental funds. These expenditures are reported as function expenditures on the budgetary statements.

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

	June 2001	388,754
	June 2002	368,214
	June 2003	344,451
	June 2004	334,958
	June 2005	<u>158,969</u>
	Total Payments	\$ 1,595,346
	Less: Amounts Representing Interest	<u>283,684</u>
	Present Value of Minimum Lease Payments	\$ <u>1,311,662</u>

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

NOTE 13 - BONDS

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

A. The following is a description of the District's bonds outstanding at June 30, 2000.

<u>Purpose</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Matur-ity Date</u>	<u>Balance June 30, 1999</u>	<u>New Issues in 2000</u>	<u>Retired in 2000</u>	<u>Balance June 30, 2000</u>
Energy Conservation	4.25	10/11/95	10/11/00	236,942	-0-	118,471	118,471
Energy Conservation	5.72	7/12/96	7/12/03	2,577,491	-0-	590,558	1,986,933
School Bus Purchase	5.25	6/1/97	4/15/00	192,000	-0-	192,000	-0-
Energy Conservation	5.40	10/30/97	4/12/03	295,661	-0-	68,080	227,581
Energy Conservation	5.90	6/7/00	5/7/05	-0-	728,500	13,981	714,519

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

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	944,444	155,308	1,099,752
2002	874,284	101,647	975,931
2003	925,422	50,509	975,931
2004	153,999	13,778	167,777
2005	149,355	4,442	153,797
	<u>\$3,047,504</u>	<u>\$325,684</u>	<u>\$3,373,188</u>

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

NOTE 14 - GENERAL LONG TERM OBLIGATIONS ACCOUNT GROUP

During the year ended June 30, 2000, the following changes occurred in liabilities reported in the General Long Term Obligations Account Group. Compensated absences will be paid from the fund from which the employee is paid.

	<u>Balance 6/30/99</u>	<u>Additions</u>	<u>Deletions</u>	<u>Termi- nations</u>	<u>Balance 6/30/00</u>
Compensated Absences:					
Sick Leave and Vacation Leave	\$674,578	\$624,436	\$186,968	\$ -0-	\$1,112,046
General Obligation Debt:					
Bonds	3,302,094	728,500	983,090	-0-	3,047,504
Capital Leases	<u>260,950</u>	<u>1,352,235</u>	<u>210,497</u>	<u>91,026</u>	<u>1,311,662</u>
Total	<u>\$4,237,622</u>	<u>\$2,705,171</u>	<u>\$1,380,555</u>	<u>\$91,026</u>	<u>\$5,471,212</u>

NOTE 15 - LEGAL DEBT MARGIN

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

The effects of these debt limitations at June 30, 2000, are a voted debt margin of \$160,522,438 and an unvoted debt margin of \$1,783,583.

NOTE 16 - SEGMENT INFORMATION

The District maintains three enterprise funds to account for the operations of food services, uniform school supply sales, and early childhood programs. The table below reflects, in a summarized format, the more significant financial data relating to the enterprise funds of the District as of and for the year ended June 30, 2000.

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

NOTE 16 - SEGMENT INFORMATION (continued)

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Early Childhood Programs</u>	<u>Total</u>
Operating Revenues	\$1,062,285	\$24,834	\$1,140,264	\$2,227,383
Operating expenses before depreciation	1,889,728	10,261	1,152,859	3,052,848
Depreciation	17,545	-0-	299	17,844
Operating Income (Loss)	(844,988)	14,573	(12,894)	(843,309)
Operating Grants	925,648	-0-	-0-	925,648
Donated Commodities	99,121	-0-	-0-	99,121
Net Income (Loss)	179,781	14,573	(12,894)	181,460
Net Working Capital	355,586	62,410	(105,627)	312,369
Total Assets	582,438	62,410	345,194	990,042
Total Liabilities	232,444	-0-	450,224	682,668
Total Equity (Deficit)	349,994	62,410	(105,030)	307,374

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance/retained earnings on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements. A reconciliation of the nature and amounts of the adjustments necessary to convert the GAAP financial statements to the budgetary basis follows:

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

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING (continued)

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

Governmental Fund Types

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Unbudgeted Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>
GAAP Basis	\$4,274,586	\$125,749	\$26,152	\$(2,199)	\$(157,260)
Net Adjustment for Revenue Accruals	(61,116)	(96,157)	-0-	672	(2,900)
Net Adjustment for Expendi- ture Accruals	491,281	(110,210)	-0-	(672)	(9,475)
Net Adjustment for Other Sources	(1,738,843)	387,591	-0-	-0-	-0-
Net Adjustment for Encumbrances	(648,093)	(316,960)	(24,000)	-0-	(465,972)
Budgetary Basis	\$2,317,815	\$(9,987)	\$2,152	\$(2,199)	\$(635,607)

NOTE 18 - CONTINGENT LIABILITIES

A. Grants

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

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

NOTE 18 - CONTINGENT LIABILITIES (continued)

B. Litigation

The Board is involved in litigation concerning the dismissal of a former employee. The Board hired an arbitrator to hear both sides and the arbitrator ruled in favor of the organization representing the former employee. The Board expects to pay compensation, benefits and all attorney's fees from the time of termination to date and to reinstate the plaintiff as an employee. Although the Board has appealed this decision, their attorneys believe that there is a greater likelihood of an unfavorable result than a favorable result. The Board has recorded a liability of \$150,000, which includes litigation expenses mentioned above through December 31, 2000.

NOTE 19 - RISK MANAGEMENT

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

NOTE 20 - STATE FUNDING CHANGES

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's legislature to design a plan to remedy the perceived defects in that system. Declared unconstitutional was the State's "school foundation program," which provides significant amounts of monetary support to this District. During the fiscal year ended June 30, 2000, the District received \$4,115,247 of school foundation support for its general fund, and \$4,346,718 in total (all funds) support. As of the date of these financial statements, the District is unable to determine what effect, if any, this decision will have on its future state funding under this Program. whole or in part, or that parties with whom the District does business will be year 2000 ready.

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COMBINING, INDIVIDUAL FUND
AND
ACCOUNT GROUP FINANCIAL STATEMENTS
AND SCHEDULES

GENERAL FUND

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

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 General Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Taxes	\$ 49,082,921	\$ 51,205,450	\$ 2,122,529
Tuition	70,000	243,301	173,301
Earnings on investments	1,080,000	1,334,106	254,106
Other revenues	522,210	264,003	(258,207)
Intermediate sources	-	14,835	14,835
Intergovernmental - state	7,111,719	8,419,341	1,307,622
Intergovernmental - federal	-	41,647	41,647
Total revenues	57,866,850	61,522,683	3,655,833
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	19,198,562	19,063,604	134,958
Fringe benefits	4,389,900	4,161,874	228,026
Purchased services	127,715	74,578	53,137
Materials and supplies	1,042,810	941,328	101,482
Capital outlay - new	95,299	247,500	(152,201)
Capital outlay - replacement	149,505	149,622	(117)
Other expenditures	21,273	23,642	(2,369)
Total regular instruction	25,025,064	24,662,148	362,916
Special:			
Salaries and wages	2,892,571	3,147,855	(255,284)
Fringe benefits	643,415	678,568	(35,153)
Purchased services	665,973	858,805	(192,832)
Materials and supplies	50,883	42,441	8,442
Other expenditures	200	729	(529)
Total special instruction	4,253,042	4,728,398	(475,356)
Vocational:			
Salaries and wages	327,293	296,155	31,138
Fringe benefits	69,115	64,388	4,727
Purchased services	528	948	(420)
Materials and supplies	2,251	434	1,817
Capital outlay - replacement	-	1,970	(1,970)
Total vocational instruction	399,187	363,895	35,292
Other:			
Salaries and wages	84,597	77,415	7,182
Fringe benefits	17,648	17,191	457
Purchased services	285,990	292,864	(6,874)
Materials and supplies	1,908	2,970	(1,062)
Total other instruction	390,143	390,440	(297)

Continued

Princeton City School District, Ohio
Schedule of Revenues, Expenditures
And Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
General Fund (Continued)
For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Support services:			
Pupil:			
Salaries and wages	2,420,549	2,516,793	(96,244)
Fringe benefits	571,132	551,276	19,856
Purchased services	55,159	109,976	(54,817)
Materials and supplies	138,790	149,948	(11,158)
Capital outlay - new	-	67	(67)
Capital outlay - replacement	-	26,888	(26,888)
Other expenditures	325	340	(15)
Total pupil	3,185,955	3,355,288	(169,333)
Instructional staff:			
Salaries and wages	3,051,234	3,077,765	(26,531)
Fringe benefits	950,152	934,315	15,837
Purchased services	366,749	478,769	(112,020)
Materials and supplies	176,621	98,987	77,634
Capital outlay - new	38,662	48,079	(9,417)
Capital outlay - replacement	3,758	24,454	(20,696)
Other expenditures	1,695	9,514	(7,819)
Total instructional staff	4,588,871	4,671,883	(83,012)
Board of Education:			
Salaries and wages	6,000	2,800	3,200
Fringe benefits	519	214	305
Purchased services	112,080	138,999	(26,919)
Materials and supplies	702	1,165	(463)
Other expenditures	58,118	65,885	(7,767)
Total board of education	177,419	209,063	(31,644)
School administration:			
Salaries and wages	3,221,565	3,245,934	(24,369)
Fringe benefits	798,574	759,051	39,523
Purchased services	178,102	194,086	(15,984)
Materials and supplies	96,806	67,200	29,606
Capital outlay - new	-	4,497	(4,497)
Capital outlay - replacement	-	65,242	(65,242)
Other expenditures	11,819	7,962	3,857
Total administration	4,306,866	4,343,972	(37,106)
Fiscal:			
Salaries and wages	388,122	380,840	7,282
Fringe benefits	93,870	89,762	4,108
Purchased services	115,857	129,606	(13,749)
Materials and supplies	3,469	7,976	(4,507)
Capital outlay - new	-	30,823	(30,823)
Capital outlay - replacement	-	11,065	(11,065)
Other expenditures	793,784	835,709	(41,925)
Total fiscal	1,395,102	1,485,781	(90,679)

Continued

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 General Fund (Continued)
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Business:			
Salaries and wages	365,996	296,419	69,577
Fringe benefits	88,564	59,528	29,036
Purchased services	60,489	33,195	27,294
Capital outlay - new	494	17,824	(17,330)
Capital outlay - replacement	11,878	4,154	7,724
Other expenditures	270	845	(575)
Total business	527,691	411,965	115,726
Operations and maintenance:			
Salaries and wages	2,992,086	2,845,157	146,929
Fringe benefits	814,810	757,043	57,767
Purchased services	2,602,813	3,266,123	(663,310)
Materials and supplies	409,713	419,092	(9,379)
Capital outlay - new	83,137	55,859	27,278
Capital outlay - replacement	320,185	306,135	14,050
Other expenditures	2,307	2,262	45
Total operations and maintenance	7,225,051	7,651,671	(426,620)
Pupil transportation:			
Salaries and wages	1,711,317	1,819,938	(108,621)
Fringe benefits	524,425	533,515	(9,090)
Purchased services	113,865	96,965	16,900
Materials and supplies	279,553	342,169	(62,616)
Capital outlay - new	7,085	10,283	(3,198)
Capital outlay - replacement	59,670	62,133	(2,463)
Other expenditures	938	509	429
Total pupil transportation	2,696,853	2,865,512	(168,659)
Central:			
Salaries and wages	512,802	533,250	(20,448)
Fringe benefits	156,139	154,862	1,277
Purchased services	143,892	144,874	(982)
Materials and supplies	81,810	145,463	(63,653)
Capital outlay - new	8,419	17,833	(9,414)
Capital outlay - replacement	-	24,325	(24,325)
Other expenditures	1,893	823	1,070
Total central	904,955	1,021,430	(116,475)
Community services:			
Salaries and wages	686	151,720	(151,034)
Fringe benefits	252,131	27,912	224,219
Purchased services	1,955	1,817	138
Materials and supplies	9,545	7,613	1,932
Capital outlay - replacement	-	7,122	(7,122)
Other expenditures	205	400	(195)
Total community services	264,522	196,584	67,938

Continued

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 General Fund (Continued)
 For Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Extracurricular activities:			
Academic and subject oriented activities:			
Salaries and wages	28,523	22,094	6,429
Fringe benefits	4,554	3,408	1,146
Other expenditures	150	-	150
Total academic and subject oriented activities	<u>33,227</u>	<u>25,502</u>	<u>7,725</u>
Sports oriented activities:			
Salaries and wages	519,004	554,664	(35,660)
Fringe benefits	94,327	98,762	(4,435)
Purchased services	1,247	4,521	(3,274)
Materials and supplies	2,579	2,431	148
Capital outlay - new	-	7,265	(7,265)
Other expenditures	10,525	14,242	(3,717)
Total sports oriented activities	<u>627,682</u>	<u>681,885</u>	<u>(54,203)</u>
School and public service:			
Salaries and wages	9,248	11,495	(2,247)
Fringe benefits	1,499	1,773	(274)
Purchased services	70	2,914	(2,844)
Other expenditures	558	496	62
Total school and public service	<u>11,375</u>	<u>16,678</u>	<u>(5,303)</u>
Total extracurricular activities	<u>672,284</u>	<u>724,065</u>	<u>(51,781)</u>
Capital outlay:			
Site Improvement Services:			
Capital outlay - replacement	-	27,149	(27,149)
Total site improvement services	<u>-</u>	<u>27,149</u>	<u>(27,149)</u>
Architecture and engineering services:			
Purchased services	6,865	65,278	(58,413)
Total architecture and engineering services	<u>6,865</u>	<u>65,278</u>	<u>(58,413)</u>
Educational specifications development:			
Purchased services	10,685	22,139	(11,454)
Total educational spec. development	<u>10,685</u>	<u>22,139</u>	<u>(11,454)</u>
Total capital outlay	<u>17,550</u>	<u>114,566</u>	<u>(97,016)</u>
Total expenditures	<u>56,030,555</u>	<u>57,196,661</u>	<u>(1,166,106)</u>

Continued

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 General Fund (Continued)
 For Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Excess (deficiency) of revenues over (under) expenditures	<u>1,836,295</u>	<u>4,326,022</u>	<u>2,489,727</u>
Other financing sources (uses):			
Operating transfers in	-	12,000	12,000
Operating transfers (out)	(1,800,968)	(1,503,594)	297,374
Advances in	266,853	266,853	-
Advances (out)	(266,853)	(861,861)	(595,008)
Proceeds of sale of fixed assets	-	12,579	12,579
Refund of prior year expenditures	-	68,718	68,718
Refund of prior year receipts	(1,311)	(2,902)	(1,591)
Total other financing sources (uses)	<u>(1,802,279)</u>	<u>(2,008,207)</u>	<u>(205,928)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	34,016	2,317,815	2,283,799
Fund balance, July 1	12,210,058	12,210,058	-
Prior year encumbrances appropriated	<u>484,747</u>	<u>484,747</u>	<u>-</u>
Fund balance, June 30	<u>\$ 12,728,821</u>	<u>\$ 15,012,620</u>	<u>\$ 2,283,799</u>

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SPECIAL REVENUE FUNDS

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

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

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

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

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

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

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

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

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

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

SCHOOL NET PROFESSIONAL DEVELOPMENT: To account for state funds to be used for a limited number of professional development subsidy grants.

OHIO READS: To account for state funds to improve reading outcomes, especially on the fourth grade reading proficiency test and to pay for operating expenses associated with administering the program.

ALTERNATIVE SCHOOLS: To account for state funds used for alternative educational programs for existing and new at-risk and delinquent youth.

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

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

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

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

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

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

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

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

EMERGENCY IMMIGRANT EDUCATION ASSISTANCE: To account for federal funds used to assist state educational agencies for educational services and costs for eligible immigrant children enrolled in elementary and secondary public and nonprofit private schools.

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

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

REDUCING CLASS SIZE: To account for federal funds used to hire additional classroom teachers in Grades 1 through 3, so that the number of students per teacher will be reduced.

CONTINUOUS IMPROVEMENT IMPLEMENTATION GRANT: To account for federal funds used to support a broad range of education improvement goals.

READING EXCELLENCE ACT: To account for federal funds used to support local literacy initiatives based on the Ohio Literacy Framework.

ALTERNATIVE EDUCATION OPPORTUNITIES GRANT: To account for federal funds used to support alternative education centers for at risk students.

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

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Princeton City School District, Ohio

Combining Balance Sheet
 All Special Revenue Funds
 As of June 30, 2000

	Public School Support	Other Grants	Venture Capital
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Equity in pooled cash and cash equivalents	\$ 47,450	\$ 39,492	\$ 6,581
Receivables:			
Accounts	35	13	-
Intergovernmental receivables	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>47,485</u>	<u>39,505</u>	<u>6,581</u>
Liabilities:			
Accounts payable	824	939	149
Accrued wages and benefits	-	29	172
Interfund loans payable	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>824</u>	<u>968</u>	<u>321</u>
Fund balances:			
Reserved for encumbrances	1,032	28,440	1,652
Undesignated	<u>45,629</u>	<u>10,097</u>	<u>4,608</u>
Total fund equity (deficit)	<u>46,661</u>	<u>38,537</u>	<u>6,260</u>
 Total liabilities and fund equity	 <u>\$ 47,485</u>	 <u>\$ 39,505</u>	 <u>\$ 6,581</u>

Athletic Fund	Auxiliary Services	Career Development	Teacher Development	Education Management Information Systems	Disadvantaged Pupil Impact Aid	School Net Professional Development
\$ 85,178	\$ 410,769	\$ 23,483	\$ 24,890	\$ 20,318	\$ (312)	\$ 1,000
1,286	-	-	399	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>86,464</u>	<u>410,769</u>	<u>23,483</u>	<u>25,289</u>	<u>20,318</u>	<u>(312)</u>	<u>1,000</u>
1,621	28,927	155	2,215	-	-	-
3,360	2,807	3	346	-	25,313	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>4,981</u>	<u>31,734</u>	<u>158</u>	<u>2,561</u>	<u>-</u>	<u>25,313</u>	<u>-</u>
18,975	59,878	1,521	11,510	20,318	-	-
<u>62,508</u>	<u>319,157</u>	<u>21,804</u>	<u>11,218</u>	<u>-</u>	<u>(25,625)</u>	<u>1,000</u>
<u>81,483</u>	<u>379,035</u>	<u>23,325</u>	<u>22,728</u>	<u>20,318</u>	<u>(25,625)</u>	<u>1,000</u>
<u>\$ 86,464</u>	<u>\$ 410,769</u>	<u>\$ 23,483</u>	<u>\$ 25,289</u>	<u>\$ 20,318</u>	<u>\$ (312)</u>	<u>\$ 1,000</u>

Continued

Princeton City School District, Ohio

Combining Balance Sheet

All Special Revenue Funds (Continued)

As of June 30, 2000

	Ohio Reads	Alternative Schools	Conflict Management
Assets:			
Equity in pooled cash and cash equivalents	\$ 39,577	\$ 102,500	\$ 69,812
Receivables:			
Accounts	-	-	-
Intergovernmental receivables	-	-	-
Total assets	<u>39,577</u>	<u>102,500</u>	<u>69,812</u>
Liabilities:			
Accounts payable	4,799	-	4,413
Accrued wages and benefits	-	-	56
Interfund loans payable	-	-	-
Total liabilities	<u>4,799</u>	<u>-</u>	<u>4,469</u>
Fund balances:			
Reserved for encumbrances	733	-	2,086
Undesignated	34,045	102,500	63,257
Total fund equity (deficit)	<u>34,778</u>	<u>102,500</u>	<u>65,343</u>
Total liabilities and fund equity	<u>\$ 39,577</u>	<u>\$ 102,500</u>	<u>\$ 69,812</u>

Misc. State Grants	Adult Basic Education	Title II	Title VI-B	Vocational Education	Title I	Title VI
\$ 37,152	\$ -	\$ 21,921	\$ 82,172	\$ 7,990	\$ 68,028	\$ 26,618
-	-	-	-	-	-	-
<u>37,152</u>	<u>-</u>	<u>21,921</u>	<u>82,172</u>	<u>7,990</u>	<u>68,028</u>	<u>26,618</u>
-	-	2,804	-	-	474	13,520
-	-	201	36,873	3	83,791	-
<u>-</u>	<u>-</u>	<u>43,986</u>	<u>145,875</u>	<u>1,778</u>	<u>114,914</u>	<u>39,785</u>
<u>-</u>	<u>-</u>	<u>46,991</u>	<u>182,748</u>	<u>1,781</u>	<u>199,179</u>	<u>53,305</u>
24,000	-	1,337	115	4,493	20,557	5,362
<u>13,152</u>	<u>-</u>	<u>(26,407)</u>	<u>(100,691)</u>	<u>1,716</u>	<u>(151,708)</u>	<u>(32,049)</u>
<u>37,152</u>	<u>-</u>	<u>(25,070)</u>	<u>(100,576)</u>	<u>6,209</u>	<u>(131,151)</u>	<u>(26,687)</u>
<u>\$ 37,152</u>	<u>\$ -</u>	<u>\$ 21,921</u>	<u>\$ 82,172</u>	<u>\$ 7,990</u>	<u>\$ 68,028</u>	<u>\$ 26,618</u>

Continued

Princeton City School District, Ohio

Combining Balance Sheet

All Special Revenue Funds (Continued)

As of June 30, 2000

	Emergency Immigrant Education Assistance	Title IV	Preschool Grant
Assets:			
Equity in pooled cash and cash equivalents	\$ 3,272	\$ 1,537	\$ 8,074
Receivables:			
Accounts	-	-	-
Intergovernmental receivables	-	-	-
	<u>3,272</u>	<u>1,537</u>	<u>8,074</u>
Total assets	<u>3,272</u>	<u>1,537</u>	<u>8,074</u>
Liabilities:			
Accounts payable	-	1,075	2,688
Accrued wages and benefits	-	231	-
Interfund loans payable	-	8,442	7,983
	<u>-</u>	<u>9,748</u>	<u>10,671</u>
Total liabilities	<u>-</u>	<u>9,748</u>	<u>10,671</u>
Fund balances:			
Reserved for encumbrances	-	77	-
Undesignated	3,272	(8,288)	(2,597)
	<u>3,272</u>	<u>(8,211)</u>	<u>(2,597)</u>
Total fund equity (deficit)	<u>3,272</u>	<u>(8,211)</u>	<u>(2,597)</u>
Total liabilities and fund equity	<u>\$ 3,272</u>	<u>\$ 1,537</u>	<u>\$ 8,074</u>

Reducing Class Size	Continuous Improvement Implementation Grant	Reading Excellence Act	Alternative Education Opportunities Grant	Family and School Partnership Grant	Totals
\$ 104,366	\$ (14,532)	\$ 42,714	\$ -	\$ 6,126	\$ 1,266,176
-	-	-	-	6	1,739
<u>-</u>	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
<u>104,366</u>	<u>85,468</u>	<u>42,714</u>	<u>-</u>	<u>6,132</u>	<u>1,367,915</u>
-	27,703	-	-	-	92,306
17,966	2,544	-	-	-	173,695
<u>173,558</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>536,321</u>
<u>191,524</u>	<u>30,247</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>802,322</u>
-	55,000	-	-	-	257,086
<u>(87,158)</u>	<u>-</u>	<u>42,714</u>	<u>-</u>	<u>6,353</u>	<u>308,507</u>
<u>(87,158)</u>	<u>55,000</u>	<u>42,714</u>	<u>-</u>	<u>6,353</u>	<u>565,593</u>
<u>\$ 104,366</u>	<u>\$ 85,247</u>	<u>\$ 42,714</u>	<u>\$ -</u>	<u>\$ 6,353</u>	<u>\$ 1,367,915</u>

Princeton City School District, Ohio
Combining Statement of Revenues, Expenditures
And Changes in Fund Balances
All Special Revenue Funds
For Year Ended June 30, 2000

	Public School Support	Other Grants	Venture Capital
Revenues:			
Earnings on investments	\$ -	\$ -	\$ -
Other local revenues	52,429	37,613	-
Extracurricular revenue	-	-	-
Intermediate sources	-	-	-
Intergovernmental - state	-	-	25,000
Intergovernmental - federal	-	-	-
Total revenues	52,429	37,613	25,000
Expenditures:			
Current:			
Instruction:			
Regular	3,007	1,507	213
Special	-	-	-
Other	-	-	-
Support services:			
Pupil	2,117	-	-
Instructional staff	973	44,097	36,097
School administration	17,945	-	-
Fiscal	1,403	-	-
Business	-	-	-
Operations and maintenance	-	-	-
Central	895	1,403	-
Community services	3,219	-	-
Extracurricular activities	2,595	-	-
Total expenditures	32,154	47,007	36,310
Excess of revenues over (under) expenditures	<u>20,275</u>	<u>(9,394)</u>	<u>(11,310)</u>
Other financing sources:			
Operating transfers in	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	20,275	(9,394)	(11,310)
Fund balance, July 1	<u>26,386</u>	<u>47,931</u>	<u>17,570</u>
Fund balance, June 30	<u>\$ 46,661</u>	<u>\$ 38,537</u>	<u>\$ 6,260</u>

Athletic Fund	Auxiliary Services	Career Development	Teacher Development	Education Management Information Systems	Disadvantaged Pupil Impact Aid	School Net Professional Development
\$ -	\$ 18,289	\$ -	\$ -	\$ -	\$ -	\$ -
7,947	-	-	399	-	1,671	-
102,940	-	-	-	-	-	-
-	-	11,820	-	-	-	-
-	753,989	-	46,820	18,810	330,673	1,000
-	-	-	-	-	-	-
<u>110,887</u>	<u>772,278</u>	<u>11,820</u>	<u>47,219</u>	<u>18,810</u>	<u>332,344</u>	<u>1,000</u>
73	-	343	-	-	247,241	-
-	-	-	-	-	93,117	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	7,001	35,034	-	77,982	-
298	-	169	215	-	-	-
-	-	-	-	5,196	-	-
-	-	-	-	3,897	-	-
-	-	-	-	-	-	-
-	-	-	13,166	59,670	-	-
-	589,153	-	1,500	-	-	-
310,647	-	-	-	-	-	-
<u>311,018</u>	<u>589,153</u>	<u>7,513</u>	<u>49,915</u>	<u>68,763</u>	<u>418,340</u>	<u>-</u>
(200,131)	183,125	4,307	(2,696)	(49,953)	(85,996)	1,000
<u>215,522</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,630</u>	<u>91,163</u>	<u>-</u>
<u>215,522</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,630</u>	<u>91,163</u>	<u>-</u>
15,391	183,125	4,307	(2,696)	(41,323)	5,167	1,000
<u>66,092</u>	<u>195,910</u>	<u>19,018</u>	<u>25,424</u>	<u>61,641</u>	<u>(30,792)</u>	<u>-</u>
<u>\$ 81,483</u>	<u>\$ 379,035</u>	<u>\$ 23,325</u>	<u>\$ 22,728</u>	<u>\$ 20,318</u>	<u>\$ (25,625)</u>	<u>\$ 1,000</u>

Continued

Princeton City School District, Ohio
Combining Statement of Revenues, Expenditures
And Changes in Fund Balances
All Special Revenue Funds (Continued)
For Year Ended June 30, 2000

	Ohio Reads	Alternative Schools	Conflict Management
Revenues:			
Earnings on investments	\$ -	\$ -	\$ -
Other local revenues	-	-	-
Extracurricular revenue	-	-	-
Intermediate sources	-	-	-
Intergovernmental - state	73,363	102,500	49,234
Intergovernmental - federal	-	-	-
Total revenues	<u>73,363</u>	<u>102,500</u>	<u>49,234</u>
Expenditures:			
Current:			
Instruction:			
Regular	38,585	-	1,935
Special	-	-	-
Other	-	-	-
Support services:			
Pupil	-	-	-
Instructional staff	-	-	37,237
School administration	-	-	-
Fiscal	-	-	-
Business	-	-	-
Operations and maintenance	-	-	-
Central	-	-	280
Community services	-	-	-
Extracurricular activities	-	-	-
Total expenditures	<u>38,585</u>	<u>-</u>	<u>39,452</u>
Excess of revenues over (under) expenditures	<u>34,778</u>	<u>102,500</u>	<u>9,782</u>
Other financing sources:			
Operating transfers in	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	34,778	102,500	9,782
Fund balance, July 1	<u>-</u>	<u>-</u>	<u>55,561</u>
Fund balance, June 30	<u>\$ 34,778</u>	<u>\$ 102,500</u>	<u>\$ 65,343</u>

Misc. State Grants	Adult Basic Education	Title II	Title VI-B	Vocational Education	Title I	Title VI
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	895	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	13,989	-	-
31,601	-	-	-	-	-	-
-	9,567	10,718	312,269	-	586,539	36,896
<u>31,601</u>	<u>10,462</u>	<u>10,718</u>	<u>312,269</u>	<u>13,989</u>	<u>586,539</u>	<u>36,896</u>
-	-	-	-	6,080	4,697	-
-	-	-	8,213	-	587,048	-
-	8,625	-	-	-	-	-
-	-	-	90,855	-	245	-
-	-	32,744	246,674	8,623	40,892	59,742
-	-	-	-	169	41,198	-
-	-	-	-	-	-	-
-	-	-	-	-	390	-
5,449	-	-	-	-	-	-
-	-	1,600	-	-	-	-
-	-	-	-	-	-	-
<u>5,449</u>	<u>8,625</u>	<u>34,344</u>	<u>345,742</u>	<u>14,872</u>	<u>674,470</u>	<u>59,742</u>
<u>26,152</u>	<u>1,837</u>	<u>(23,626)</u>	<u>(33,473)</u>	<u>(883)</u>	<u>(87,931)</u>	<u>(22,846)</u>
-	4,656	-	-	-	-	-
-	4,656	-	-	-	-	-
26,152	6,493	(23,626)	(33,473)	(883)	(87,931)	(22,846)
11,000	(6,493)	(1,444)	(67,103)	7,092	(43,220)	(3,841)
<u>\$ 37,152</u>	<u>\$ -</u>	<u>\$ (25,070)</u>	<u>\$ (100,576)</u>	<u>\$ 6,209</u>	<u>\$ (131,151)</u>	<u>\$ (26,687)</u>

Continued

Princeton City School District, Ohio
Combining Statement of Revenues, Expenditures
And Changes in Fund Balances
All Special Revenue Funds (Continued)
For Year Ended June 30, 2000

	Emergency Immigrant Education Assistance	Title IV	Preschool Grant
Revenues:			
Earnings on investments	\$ -	\$ -	\$ -
Other local revenues	-	-	-
Extracurricular revenue	-	-	-
Intermediate sources	-	-	-
Intergovernmental - state	-	-	-
Intergovernmental - federal	3,272	10,738	17,754
	<u>3,272</u>	<u>10,738</u>	<u>17,754</u>
Total revenues	<u>3,272</u>	<u>10,738</u>	<u>17,754</u>
Expenditures:			
Current:			
Instruction:			
Regular	-	9,610	-
Special	-	-	32,279
Other	-	-	2
Support services:			
Pupil	-	122	-
Instructional staff	-	21,869	-
School administration	-	-	-
Fiscal	-	-	-
Business	-	-	-
Operations and maintenance	-	-	-
Central	-	-	-
Community services	-	4,618	-
Extracurricular activities	-	-	-
	<u>-</u>	<u>36,219</u>	<u>32,281</u>
Total expenditures	<u>-</u>	<u>36,219</u>	<u>32,281</u>
Excess of revenues over (under) expenditures	<u>3,272</u>	<u>(25,481)</u>	<u>(14,527)</u>
Other financing sources:			
Operating transfers in	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	3,272	(25,481)	(14,527)
Fund balance, July 1	<u>-</u>	<u>17,270</u>	<u>11,930</u>
Fund balance, June 30	<u>\$ 3,272</u>	<u>\$ (8,211)</u>	<u>\$ (2,597)</u>

Reducing Class Size	Continuous Improvement Implementation Grant	Reading Excellence Act	Alternative Education Opportunities Grant	Family and School Partnership Grant	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,289
-	-	-	-	5	100,959
-	-	-	-	-	102,940
-	-	-	-	-	25,809
-	-	-	-	-	1,432,990
<u>41,234</u>	<u>165,000</u>	<u>42,714</u>	<u>74,500</u>	<u>6,001</u>	<u>1,317,202</u>
<u>41,234</u>	<u>165,000</u>	<u>42,714</u>	<u>74,500</u>	<u>6,006</u>	<u>2,998,189</u>
128,319	2,509	-	-	513	444,632
-	-	-	-	-	720,657
-	-	-	-	313	8,940
-	-	-	-	320	93,659
-	106,570	-	74,500	-	830,035
-	-	-	-	-	59,994
-	-	-	-	-	6,599
-	-	-	-	-	3,897
-	700	-	-	-	1,090
-	-	-	-	1,393	82,256
73	-	-	-	1,095	601,258
-	-	-	-	-	313,242
<u>128,392</u>	<u>109,779</u>	<u>-</u>	<u>74,500</u>	<u>3,634</u>	<u>3,166,259</u>
<u>(87,158)</u>	<u>55,221</u>	<u>42,714</u>	<u>-</u>	<u>2,372</u>	<u>(168,070)</u>
-	-	-	-	-	319,971
-	-	-	-	-	319,971
(87,158)	55,221	42,714	-	2,372	151,901
-	-	-	-	3,760	413,692
<u>\$ (87,158)</u>	<u>\$ 55,221</u>	<u>\$ 42,714</u>	<u>\$ -</u>	<u>\$ 6,132</u>	<u>\$ 565,593</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Public School Support Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Other local revenues	\$ 31,500	\$ 52,416	\$ 20,916
Intergovernmental - state	-	500	500
Total revenues	31,500	52,916	21,416
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	-	525	(525)
Materials and supplies	160	1,050	(890)
Capital outlay - new	-	1,617	(1,617)
Other expenditures	709	340	369
Total regular instruction	869	3,532	(2,663)
Support services:			
Pupil:			
Materials and supplies	1,247	2,117	(870)
Total pupil	1,247	2,117	(870)
Instructional staff:			
Purchased services	-	153	(153)
Materials and supplies	-	981	(981)
Other expenditures	-	50	(50)
Total instructional staff	-	1,184	(1,184)
School administration:			
Purchased services	930	443	487
Materials and supplies	2,849	2,429	420
Other expenditures	22,944	17,336	5,608
Total administration	26,723	20,208	6,515
Fiscal:			
Materials and supplies	1,425	1,398	27
Total fiscal	1,425	1,398	27
Central:			
Purchased services	-	795	(795)
Materials and supplies	-	100	(100)
Total central	-	895	(895)
Community services:			
Materials and supplies	2,101	3,191	(1,090)
Total community services	2,101	3,191	(1,090)

Continued

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Public School Support Special Revenue Fund (Continued)
 For Year Ended June 30, 2000

	Budget	Actual	Favorable (Unfavorable)
Extracurricular activities:			
Academic and subject oriented activities:			
Materials and supplies	3,531	979	2,552
Other expenditures	-	59	(59)
Total academic and subject oriented activities	<u>3,531</u>	<u>1,038</u>	<u>2,493</u>
School and public service:			
Other expenditures	1,695	2,004	(309)
Total school and public service	<u>1,695</u>	<u>2,004</u>	<u>(309)</u>
Total extracurricular activities	<u>5,226</u>	<u>3,042</u>	<u>2,184</u>
Total expenditures	<u>37,591</u>	<u>35,567</u>	<u>2,024</u>
Excess of revenues over (under) expenditures	(6,091)	17,349	23,440
Fund balance, July 1	24,833	24,833	-
Prior year encumbrances appropriated	<u>3,596</u>	<u>3,596</u>	-
Fund balance, June 30	<u>\$ 22,338</u>	<u>\$ 45,778</u>	<u>\$ 23,440</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Other Grants Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Other local revenues	\$ 57,400	\$ 32,600	\$ (24,800)
Total revenues	<u>57,400</u>	<u>32,600</u>	<u>(24,800)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Capital outlay - new	-	1,300	(1,300)
Other expenditures	-	207	(207)
Total regular instruction	<u>-</u>	<u>1,507</u>	<u>(1,507)</u>
Support services:			
Instructional staff:			
Salaries and wages	3,173	1,340	1,833
Fringe benefits	62	193	(131)
Purchased services	5,762	56,553	(50,791)
Materials and supplies	311	7,992	(7,681)
Other expenditures	-	6,200	(6,200)
Total instructional staff	<u>9,308</u>	<u>72,278</u>	<u>(62,970)</u>
Central:			
Materials and supplies	-	1,003	(1,003)
Other expenditures	-	800	(800)
Total central	<u>-</u>	<u>1,803</u>	<u>(1,803)</u>
Total expenditures	<u>9,308</u>	<u>75,588</u>	<u>(66,280)</u>
Excess of revenues over (under) expenditures	48,092	(42,988)	(91,080)
Other financing sources (uses):			
Refund of prior year expenditures	-	5,000	5,000
Total other financing sources (uses)	<u>-</u>	<u>5,000</u>	<u>5,000</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	48,092	(37,988)	(86,080)
Fund balance, July 1	48,000	48,000	-
Prior year encumbrances appropriated	<u>100</u>	<u>100</u>	<u>-</u>
Fund balance, June 30	<u>\$ 96,192</u>	<u>\$ 10,112</u>	<u>\$ (86,080)</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Venture Capital Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ 25,000	\$ 25,000	\$ -
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	1,123	-	1,123
Materials and supplies	758	926	(168)
Other expenditures	1,271	-	1,271
Total regular instruction	<u>3,152</u>	<u>926</u>	<u>2,226</u>
Special:			
Purchased services	1,800	-	1,800
Total special instruction	<u>1,800</u>	<u>-</u>	<u>1,800</u>
Support services:			
Instructional staff:			
Salaries and wages	6,469	7,931	(1,462)
Fringe benefits	969	1,168	(199)
Purchased services	19,847	23,842	(3,995)
Materials and supplies	17,789	6,018	11,771
Other expenditures	300	-	300
Total instructional staff	<u>45,374</u>	<u>38,959</u>	<u>6,415</u>
School administration:			
Purchased services	3,200	-	3,200
Total administration	<u>3,200</u>	<u>-</u>	<u>3,200</u>
Total expenditures	<u>53,526</u>	<u>39,885</u>	<u>13,641</u>
Excess of revenues over (under) expenditures	(28,526)	(14,885)	13,641
Fund balance, July 1	17,311	17,311	-
Prior year encumbrances appropriated	<u>2,503</u>	<u>2,503</u>	<u>-</u>
Fund balance, June 30	<u>\$ (8,712)</u>	<u>\$ 4,929</u>	<u>\$ 13,641</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Athletic Fund Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Other local revenues	\$ 14,000	\$ 8,461	\$ (5,539)
Extracurricular activities	<u>128,485</u>	<u>102,265</u>	<u>(26,220)</u>
Total revenues	<u>142,485</u>	<u>110,726</u>	<u>(31,759)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	-	59	(59)
Fringe benefits	-	9	(9)
Total regular instruction	<u>-</u>	<u>68</u>	<u>(68)</u>
Support services:			
School administration:			
Purchased services	-	298	(298)
Total administration	<u>-</u>	<u>298</u>	<u>(298)</u>
Extracurricular activities:			
Academic and subject oriented activities:			
Salaries and wages	5,268	5,930	(662)
Fringe benefits	770	829	(59)
Purchased services	7,278	-	7,278
Materials and supplies	10,137	9,536	601
Other expenditures	<u>12,977</u>	<u>13,581</u>	<u>(604)</u>
Total academic and subject oriented activities	<u>36,430</u>	<u>29,876</u>	<u>6,554</u>
Sports oriented activities:			
Salaries and wages	37,501	42,991	(5,490)
Fringe benefits	5,538	6,520	(982)
Purchased services	88,738	53,788	34,950
Materials and supplies	122,526	99,044	23,482
Capital outlay - new	3,455	1,974	1,481
Capital outlay - replacement	3,657	11,000	(7,343)
Other expenditures	<u>50,515</u>	<u>93,666</u>	<u>(43,151)</u>
Total sports oriented activities	<u>311,930</u>	<u>308,983</u>	<u>2,947</u>
Total extracurricular activities	<u>348,360</u>	<u>338,859</u>	<u>9,501</u>
Total expenditures	<u>348,360</u>	<u>339,225</u>	<u>9,135</u>

Continued

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Athletic Fund Special Revenue Fund (Continued)
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Excess of revenues over (under) expenditures	(205,875)	(228,499)	(22,624)
Other financing sources (uses):			
Transfers in	192,515	215,522	23,007
Total other financing sources (uses)	192,515	215,522	23,007
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(13,360)	(12,977)	383
Fund balance, July 1	48,790	48,790	-
Prior year encumbrances appropriated	28,769	28,769	-
Fund balance, June 30	<u>\$ 64,199</u>	<u>\$ 64,582</u>	<u>\$ 383</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Auxiliary Services Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Earnings on investments	\$ 15,000	\$ 18,289	\$ 3,289
Intergovernmental - state	<u>702,000</u>	<u>753,989</u>	<u>51,989</u>
Total revenues	<u>717,000</u>	<u>772,278</u>	<u>55,278</u>
Expenditures:			
Current:			
Community services:			
Salaries and wages	28,139	31,648	(3,509)
Fringe benefits	9,836	10,311	(475)
Purchased services	294,295	384,474	(90,179)
Materials and supplies	600,263	417,420	182,843
Capital outlay - new	-	100	(100)
Other expenditures	<u>-</u>	<u>8</u>	<u>(8)</u>
Total community services	<u>932,533</u>	<u>843,961</u>	<u>88,572</u>
Total expenditures	<u>932,533</u>	<u>843,961</u>	<u>88,572</u>
Excess of revenues over (under) expenditures	(215,533)	(71,683)	143,850
Fund balance, July 1	76,462	76,462	-
Prior year encumbrances appropriated	<u>317,199</u>	<u>317,199</u>	<u>-</u>
Fund balance, June 30	<u>\$ 178,128</u>	<u>\$ 321,978</u>	<u>\$ 143,850</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Career Development Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intermediate sources	\$ 11,000	\$ 11,820	\$ 820
Total revenues	<u>11,000</u>	<u>11,820</u>	<u>820</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	80	80	-
Materials and supplies	919	550	369
Total regular instruction	<u>999</u>	<u>630</u>	<u>369</u>
Support services:			
Instructional staff:			
Purchased services	3,404	1,488	1,916
Materials and supplies	7,030	7,167	(137)
Total instructional staff	<u>10,434</u>	<u>8,655</u>	<u>1,779</u>
School administration:			
Salaries and wages	3,586	149	3,437
Fringe benefits	768	34	734
Total administration	<u>4,354</u>	<u>183</u>	<u>4,171</u>
Total expenditures	<u>15,787</u>	<u>9,468</u>	<u>6,319</u>
Excess of revenues over (under) expenditures	(4,787)	2,352	7,139
Fund balance, July 1	13,393	13,393	-
Prior year encumbrances appropriated	<u>6,063</u>	<u>6,063</u>	-
Fund balance, June 30	<u>\$ 14,669</u>	<u>\$ 21,808</u>	<u>\$ 7,139</u>

Princeton City School District, Ohio
Schedule of Revenues, Expenditures
And Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Teacher Development Special Revenue Fund
For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ 55,000	\$ 46,820	\$ (8,180)
Total revenues	<u>55,000</u>	<u>46,820</u>	<u>(8,180)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	-	1,000	(1,000)
Materials and supplies	65	-	65
Total regular instruction	<u>65</u>	<u>1,000</u>	<u>(935)</u>
Support services:			
Pupil:			
Materials and supplies	332	-	332
Total pupil	<u>332</u>	<u>-</u>	<u>332</u>
Instructional staff:			
Salaries and wages	45,498	15,964	29,534
Fringe benefits	1,686	919	767
Purchased services	130	9,271	(9,141)
Materials and supplies	3,652	9,378	(5,726)
Other expenditures	475	95	380
Total instructional staff	<u>51,441</u>	<u>35,627</u>	<u>15,814</u>
School administration:			
Purchased services	-	215	(215)
Total administration	<u>-</u>	<u>215</u>	<u>(215)</u>
Central:			
Purchased services	19,756	6,135	13,621
Materials and supplies	2,697	16,439	(13,742)
Other expenditures	149	-	149
Total central	<u>22,602</u>	<u>22,574</u>	<u>28</u>
Community services:			
Purchased services	6,200	1,850	4,350
Total community services	<u>6,200</u>	<u>1,850</u>	<u>4,350</u>
Total expenditures	<u>80,640</u>	<u>61,266</u>	<u>19,374</u>
Excess of revenues over (under) expenditures	(25,640)	(14,446)	11,194
Fund balance, July 1	17,382	17,382	-
Prior year encumbrances appropriated	<u>9,026</u>	<u>9,026</u>	<u>-</u>
Fund balance, June 30	<u>\$ 768</u>	<u>\$ 11,962</u>	<u>\$ 11,194</u>

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Education Management Information Systems Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ 18,300	\$ 18,810	\$ 510
Total revenues	<u>18,300</u>	<u>18,810</u>	<u>510</u>
Expenditures:			
Current:			
Support services:			
Fiscal:			
Capital outlay - new	2,715	-	2,715
Capital outlay - replacement	-	5,196	(5,196)
Total fiscal	<u>2,715</u>	<u>5,196</u>	<u>(2,481)</u>
Business:			
Capital outlay - replacement	-	3,897	(3,897)
Total business	<u>-</u>	<u>3,897</u>	<u>(3,897)</u>
Central:			
Purchased services	3,985	-	3,985
Materials and supplies	23,498	73,493	(49,995)
Capital outlay - new	1,210	-	1,210
Capital outlay - replacement	21,911	6,495	15,416
Total central	<u>50,604</u>	<u>79,988</u>	<u>(29,384)</u>
Total expenditures	<u>53,319</u>	<u>89,081</u>	<u>(35,762)</u>
Excess of revenues over (under) expenditures	(35,019)	(70,271)	(35,252)
Other financing sources (uses):			
Transfers in	-	8,630	8,630
Total other financing sources (uses)	<u>-</u>	<u>8,630</u>	<u>8,630</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(35,019)	(61,641)	(26,622)
Fund balance, July 1	61,641	61,641	-
Fund balance, June 30	<u>\$ 26,622</u>	<u>\$ -</u>	<u>\$ (26,622)</u>

Princeton City School District, Ohio
Schedule of Revenues, Expenditures
And Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Disadvantaged Pupil Impact Aid Special Revenue Fund
For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ 330,000	\$ 330,673	\$ 673
Total revenues	<u>330,000</u>	<u>330,673</u>	<u>673</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	331,726	247,242	84,484
Total regular instruction	<u>331,726</u>	<u>247,242</u>	<u>84,484</u>
Special:			
Salaries and wages	184,824	76,283	108,541
Fringe benefits	48,317	20,995	27,322
Total special instruction	<u>233,141</u>	<u>97,278</u>	<u>135,863</u>
Support services:			
Instructional staff:			
Salaries and wages	185,170	55,835	129,335
Fringe benefits	79,032	21,793	57,239
Total instructional staff	<u>264,202</u>	<u>77,628</u>	<u>186,574</u>
Total expenditures	<u>829,069</u>	<u>422,148</u>	<u>406,921</u>
Excess of revenues over (under) expenditures	(499,069)	(91,475)	407,594
Other financing sources (uses):			
Transfers in	103,000	91,163	(11,837)
Total other financing sources (uses)	<u>103,000</u>	<u>91,163</u>	<u>(11,837)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(396,069)	(312)	395,757
Fund balance, July 1	-	-	-
Fund balance, June 30	<u>\$ (396,069)</u>	<u>\$ (312)</u>	<u>\$ 395,757</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Schoolnet Professional Development Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ -	\$ 1,000	\$ 1,000
Total revenues	-	1,000	1,000
Total expenditures	-	-	-
Excess of revenues over (under) expenditures	-	1,000	1,000
Fund balance, July 1	-	-	-
Fund balance, June 30	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Ohio Reads Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ -	\$ 73,363	\$ 73,363
Total revenues	<u>-</u>	<u>73,363</u>	<u>73,363</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Materials and supplies	-	39,317	(39,317)
Total regular instruction	<u>-</u>	<u>39,317</u>	<u>(39,317)</u>
Total expenditures	<u>-</u>	<u>39,317</u>	<u>(39,317)</u>
Excess of revenues over (under) expenditures	-	34,046	34,046
Fund balance, July 1	-	-	-
Fund balance, June 30	<u>\$ -</u>	<u>\$ 34,046</u>	<u>\$ 34,046</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Alternative Schools Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ -	\$ 102,500	\$ 102,500
Total revenues	-	102,500	102,500
Total expenditures	-	-	-
Excess of revenues over (under) expenditures	-	102,500	102,500
Fund balance, July 1	-	-	-
Fund balance, June 30	\$ -	\$ 102,500	\$ 102,500

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Conflict Management Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$ 38,000	\$ 49,234	\$ 11,234
Total revenues	<u>38,000</u>	<u>49,234</u>	<u>11,234</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	-	1,643	(1,643)
Fringe benefits	-	257	(257)
Total regular instruction	<u>-</u>	<u>1,900</u>	<u>(1,900)</u>
Support services:			
Pupil:			
Purchased services	500	-	500
Total pupil	<u>500</u>	<u>-</u>	<u>500</u>
Instructional staff:			
Salaries and wages	1,600	999	601
Fringe benefits	247	18,816	(18,569)
Purchased services	29,998	15,048	14,950
Materials and supplies	2,023	-	2,023
Other expenditures	5,534	2,048	3,486
Total instructional staff	<u>39,402</u>	<u>36,911</u>	<u>2,491</u>
Central:			
Fringe benefits	568	-	568
Purchased services	15,858	274	15,584
Materials and supplies	-	6	(6)
Other expenditures	724	-	724
Total central	<u>17,150</u>	<u>280</u>	<u>16,870</u>

Continued

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Conflict Management Special Revenue Fund (Continued)
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Extracurricular activities:			
Occupation oriented activities:			
Purchased services	<u>72</u>	-	<u>72</u>
Total occupation oriented activities	<u>72</u>	-	<u>72</u>
Total expenditures	<u>57,124</u>	<u>39,091</u>	<u>18,033</u>
Excess of revenues over (under) expenditures	(19,124)	10,143	29,267
Fund balance, July 1	40,360	40,360	-
Prior year encumbrances appropriated	<u>17,223</u>	<u>17,223</u>	-
Fund balance, June 30	<u>\$ 38,459</u>	<u>\$ 67,726</u>	<u>\$ 29,267</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Adult Basic Education Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 39,500	\$ 9,567	\$ (29,933)
Total revenues	<u>39,500</u>	<u>9,567</u>	<u>(29,933)</u>
Expenditures:			
Current:			
Instruction:			
Other:			
Salaries and wages	56,220	-	56,220
Fringe benefits	8,150	-	8,150
Purchased services	10,890	-	10,890
Materials and supplies	8,766	232	8,534
Capital outlay - new	9,846	-	9,846
Total other	<u>93,872</u>	<u>232</u>	<u>93,640</u>
Support services:			
Instructional staff:			
Salaries and wages	8,204	-	8,204
Fringe benefits	1,266	-	1,266
Total instructional staff	<u>9,470</u>	<u>-</u>	<u>9,470</u>
Total expenditures	<u>103,342</u>	<u>232</u>	<u>103,110</u>
Excess of revenues over (under) expenditures	(63,842)	9,335	73,177
Other financing sources (uses):			
Transfers in	-	4,656	4,656
Advances (out)	(52,160)	(57,838)	(5,678)
Refund of prior year receipts	-	(8,625)	(8,625)
Total other financing sources (uses)	<u>(52,160)</u>	<u>(61,807)</u>	<u>(9,647)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(116,002)	(52,472)	63,530
Fund balance, July 1	52,160	52,160	-
Prior year encumbrances appropriated	<u>312</u>	<u>312</u>	<u>-</u>
Fund balance, June 30	<u>\$ (63,530)</u>	<u>\$ -</u>	<u>\$ 63,530</u>

Princeton City School District, Ohio
Schedule of Revenues, Expenditures
And Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Title II Special Revenue Fund
For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 35,000	\$ 10,718	\$ (24,282)
Total revenues	<u>35,000</u>	<u>10,718</u>	<u>(24,282)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	1,439	1,312	127
Total regular instruction	<u>1,439</u>	<u>1,312</u>	<u>127</u>
Support services:			
Instructional staff:			
Salaries and wages	10,544	9,114	1,430
Fringe benefits	1,579	1,425	154
Purchased services	30,621	20,515	10,106
Materials and supplies	3,285	3,229	56
Total instructional staff	<u>46,029</u>	<u>34,283</u>	<u>11,746</u>
Community services:			
Purchased services	550	1,600	(1,050)
Total community services	<u>550</u>	<u>1,600</u>	<u>(1,050)</u>
Total expenditures	<u>48,018</u>	<u>37,195</u>	<u>10,823</u>
Excess of revenues over (under) expenditures	(13,018)	(26,477)	(13,459)
Other financing sources (uses):			
Advances in	-	43,986	43,986
Advances (out)	(11,835)	(17,760)	(5,925)
Refund of prior year receipts	(4,884)	-	4,884
Total other financing sources (uses)	<u>(16,719)</u>	<u>26,226</u>	<u>42,945</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(29,737)	(251)	29,486
Fund balance, July 1	11,835	11,835	-
Prior year encumbrances appropriated	<u>6,195</u>	<u>6,195</u>	<u>-</u>
Fund balance, June 30	<u>\$ (11,707)</u>	<u>\$ 17,779</u>	<u>\$ 29,486</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title VI-B Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 237,000	\$ 312,269	\$ 75,269
Total revenues	<u>237,000</u>	<u>312,269</u>	<u>75,269</u>
Expenditures:			
Current:			
Instruction:			
Special:			
Purchased services	4	-	4
Materials and supplies	3,780	8,327	(4,547)
Total special instruction	<u>3,784</u>	<u>8,327</u>	<u>(4,543)</u>
Support services:			
Pupil:			
Salaries and wages	16,253	19,693	(3,440)
Fringe benefits	2,503	3,092	(589)
Purchased services	86,412	80,062	6,350
Materials and supplies	574	-	574
Total pupil	<u>105,742</u>	<u>102,847</u>	<u>2,895</u>
Instructional staff:			
Salaries and wages	233,462	174,208	59,254
Fringe benefits	74,672	61,113	13,559
Purchased services	735	747	(12)
Materials and supplies	1,597	310	1,287
Other expenditures	185	-	185
Total instructional staff	<u>310,651</u>	<u>236,378</u>	<u>74,273</u>
Total expenditures	<u>420,177</u>	<u>347,552</u>	<u>72,625</u>
Excess of revenues over (under) expenditures	(183,177)	(35,283)	147,894
Other financing sources (uses):			
Advances in	-	145,875	145,875
Advances (out)	(29,825)	(56,754)	(26,929)
Refund of prior year receipts	(13,978)	-	13,978
Total other financing sources (uses)	<u>(43,803)</u>	<u>89,121</u>	<u>132,924</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(226,980)	53,838	280,818
Fund balance, July 1	29,825	29,825	-
Prior year encumbrances appropriated	<u>31</u>	<u>31</u>	<u>-</u>
Fund balance, June 30	<u>\$ (197,124)</u>	<u>\$ 83,694</u>	<u>\$ 280,818</u>

Princeton City School District, Ohio
Schedule of Revenues, Expenditures
And Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Vocational Education Special Revenue Fund
For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intermediate sources	\$ -	\$ 13,989	\$ 13,989
Intergovernmental - federal	14,800	-	(14,800)
Total revenues	<u>14,800</u>	<u>13,989</u>	<u>(811)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Materials and supplies	3,678	6,080	(2,402)
Other expenditures	1,394	359	1,035
Total regular instruction	<u>5,072</u>	<u>6,439</u>	<u>(1,367)</u>
Support services:			
Instructional staff:			
Purchased services	4,876	2,791	2,085
Materials and supplies	9,404	9,993	(589)
Other expenditures	-	331	(331)
Total instructional staff	<u>14,280</u>	<u>13,115</u>	<u>1,165</u>
School administration:			
Salaries and wages	3,586	150	3,436
Fringe benefits	768	34	734
Total administration	<u>4,354</u>	<u>184</u>	<u>4,170</u>
Total expenditures	<u>23,706</u>	<u>19,738</u>	<u>3,968</u>
Excess of revenues over (under) expenditures	(8,906)	(5,749)	3,157
Other financing sources (uses):			
Advances in	-	1,778	1,778
Advances (out)	(22,140)	-	22,140
Total other financing sources (uses)	<u>(22,140)</u>	<u>1,778</u>	<u>23,918</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(31,046)	(3,971)	27,075
Fund balance, July 1	1,422	1,422	-
Prior year encumbrances appropriated	<u>6,046</u>	<u>6,046</u>	<u>-</u>
Fund balance, June 30	<u>\$ (23,578)</u>	<u>\$ 3,497</u>	<u>\$ 27,075</u>

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title I Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 669,000	\$ 586,539	\$ (82,461)
Total revenues	<u>669,000</u>	<u>586,539</u>	<u>(82,461)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	1,645	-	1,645
Materials and supplies	1,846	4,755	(2,909)
Total regular instruction	<u>3,491</u>	<u>4,755</u>	<u>(1,264)</u>
Special:			
Salaries and wages	640,829	431,298	209,531
Fringe benefits	148,355	96,963	51,392
Purchased services	24,094	27,896	(3,802)
Materials and supplies	102,969	43,421	59,548
Total special instruction	<u>916,247</u>	<u>599,578</u>	<u>316,669</u>
Support services:			
Pupil:			
Salaries and wages	84,590	7,690	76,900
Fringe benefits	14,310	1,341	12,969
Total pupil	<u>98,900</u>	<u>9,031</u>	<u>89,869</u>
Instructional staff:			
Salaries and wages	35,265	23,236	12,029
Fringe benefits	11,841	8,765	3,076
Purchased services	3,116	12,623	(9,507)
Materials and supplies	260	150	110
Total instructional staff	<u>50,482</u>	<u>44,774</u>	<u>5,708</u>
School administration:			
Salaries and wages	59,758	32,063	27,695
Fringe benefits	12,828	7,001	5,827
Materials and supplies	1,600	1,886	(286)
Total administration	<u>74,186</u>	<u>40,950</u>	<u>33,236</u>
Operations and maintenance:			
Materials and supplies	-	390	(390)
Total operations and maintenance	<u>-</u>	<u>390</u>	<u>(390)</u>
Total expenditures	<u>1,143,306</u>	<u>699,478</u>	<u>443,828</u>

Continued

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title I Special Revenue Fund (Continued)
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Excess of revenues over (under) expenditures	(474,306)	(112,939)	361,367
Other financing sources (uses):			
Advances in	-	114,914	114,914
Total other financing sources (uses)	-	114,914	114,914
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(474,306)	1,975	476,281
Fund balance, July 1	29,782	29,782	-
Prior year encumbrances appropriated	15,238	15,238	-
Fund balance, June 30	<u>\$ (429,286)</u>	<u>\$ 46,995</u>	<u>\$ 476,281</u>

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title VI Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 30,000	\$ 36,896	\$ 6,896
Total revenues	<u>30,000</u>	<u>36,896</u>	<u>6,896</u>
Expenditures:			
Current:			
Support services:			
Instructional staff:			
Materials and supplies	65,931	66,871	(940)
Capital outlay - new	-	3,828	(3,828)
Total instructional staff	<u>65,931</u>	<u>70,699</u>	<u>(4,768)</u>
Total expenditures	<u>65,931</u>	<u>70,699</u>	<u>(4,768)</u>
Excess of revenues over (under) expenditures	(35,931)	(33,803)	2,128
Other financing sources (uses):			
Advances in	-	39,785	39,785
Advances (out)	-	(7,716)	(7,716)
Refund of prior year receipts	<u>(1,981)</u>	<u>-</u>	<u>1,981</u>
Total other financing sources (uses)	<u>(1,981)</u>	<u>32,069</u>	<u>34,050</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(37,912)	(1,734)	36,178
Fund balance, July 1	-	-	-
Prior year encumbrances appropriated	<u>9,470</u>	<u>9,470</u>	<u>-</u>
Fund balance, June 30	<u>\$ (28,442)</u>	<u>\$ 7,736</u>	<u>\$ 36,178</u>

Princeton City School District, Ohio

Schedule of Revenues, Expenditures

And Changes in Fund Balance

Budget and Actual (Non-GAAP Budgetary Basis)

Emergency Immigrant Education Assistance Special Revenue Fund

For Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	<u>\$ -</u>	<u>\$ 3,272</u>	<u>\$ 3,272</u>
Total revenues	<u>-</u>	<u>3,272</u>	<u>3,272</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>3,272</u>	<u>3,272</u>
Fund balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ -</u>	<u>\$ 3,272</u>	<u>\$ 3,272</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title IV Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 17,700	\$ 22,238	\$ 4,538
Total revenues	<u>17,700</u>	<u>22,238</u>	<u>4,538</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	14,764	8,376	6,388
Fringe benefits	2,112	1,220	892
Total regular instruction	<u>16,876</u>	<u>9,596</u>	<u>7,280</u>
Support services:			
Pupil:			
Purchased services	1,690	566	1,124
Materials and supplies	546	-	546
Total pupil	<u>2,236</u>	<u>566</u>	<u>1,670</u>
Instructional staff:			
Salaries and wages	5,170	1,819	3,351
Fringe benefits	778	285	493
Purchased services	9,726	6,318	3,408
Materials and supplies	18,794	13,839	4,955
Other expenditures	-	558	(558)
Total instructional staff	<u>34,468</u>	<u>22,819</u>	<u>11,649</u>
Pupil transportation:			
Purchased services	2,728	341	2,387
Total pupil transportation	<u>2,728</u>	<u>341</u>	<u>2,387</u>
Community services:			
Purchased services	-	1,095	(1,095)
Materials and supplies	695	3,600	(2,905)
Total community services	<u>695</u>	<u>4,695</u>	<u>(4,000)</u>
Total expenditures	<u>57,003</u>	<u>38,017</u>	<u>18,986</u>

Continued

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Title IV Special Revenue Fund (Continued)
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Excess of revenues over (under) expenditures	(39,303)	(15,779)	23,524
Other financing sources (uses):			
Advances in	-	8,442	8,442
Total other financing sources (uses)	-	8,442	8,442
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(39,303)	(7,337)	31,966
Fund balance, July 1	5,678	5,678	-
Prior year encumbrances appropriated	2,218	2,218	-
Fund balance, June 30	<u>\$ (31,407)</u>	<u>\$ 559</u>	<u>\$ 31,966</u>

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Preschool Grant Special Revenue Fund
 For Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 21,000	\$ 17,754	\$ (3,246)
Total revenues	<u>21,000</u>	<u>17,754</u>	<u>(3,246)</u>
Expenditures:			
Current:			
Instruction:			
Special:			
Purchased services	22,810	31,306	(8,496)
Materials and supplies	1,212	414	798
Total special instruction	<u>24,022</u>	<u>31,720</u>	<u>(7,698)</u>
Total expenditures	<u>24,022</u>	<u>31,720</u>	<u>(7,698)</u>
Excess of revenues over (under) expenditures	(3,022)	(13,966)	(10,944)
Other financing sources (uses):			
Advances in	-	7,983	7,983
Advances (out)	-	(4,722)	(4,722)
Refund of prior year receipts	<u>(2,092)</u>	<u>(2)</u>	<u>2,090</u>
Total other financing sources (uses)	<u>(2,092)</u>	<u>3,259</u>	<u>5,351</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(5,114)	(10,707)	(5,593)
Fund balance, July 1	1	1	-
Prior year encumbrances appropriated	15,428	15,428	-
Fund balance, June 30	<u>\$ 10,315</u>	<u>\$ 4,722</u>	<u>\$ (5,593)</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Reducing Class Size Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ -	\$ 41,234	\$ 41,234
Total revenues	-	41,234	41,234
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	-	86,572	(86,572)
Fringe benefits	-	23,781	(23,781)
Total regular instruction	-	110,353	(110,353)
Community services:			
Materials and supplies	-	73	(73)
Total community services	-	73	(73)
Total expenditures	-	110,426	(110,426)
Excess of revenues over (under) expenditures	-	(69,192)	(69,192)
Other financing sources (uses):			
Advances in	-	173,558	173,558
Total other financing sources (uses)	-	173,558	173,558
Excess of revenues and other financing sources over (under) expenditures and other financing uses	-	104,366	104,366
Fund balance, July 1	-	-	-
Fund balance, June 30	\$ -	\$ 104,366	\$ 104,366

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Continuous Improvement Implementation Grant Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ -	\$ 65,000	\$ 65,000
Total revenues	-	65,000	65,000
Expenditures:			
Current:			
Instruction:			
Regular:			
Capital outlay - new	-	30,000	(30,000)
Total regular instruction	-	30,000	(30,000)
Support services:			
Instructional staff:			
Salaries and wages	-	4,759	(4,759)
Fringe benefits	-	737	(737)
Purchased services	-	104,661	(104,661)
Materials and supplies	-	14,836	(14,836)
Capital outlay - new	-	3,897	(3,897)
Other expenditures	-	914	(914)
Total instructional staff	-	129,804	(129,804)
Operations and maintenance:			
Materials and supplies	-	700	(700)
Total operations and maintenance	-	700	(700)
Total expenditures	-	160,504	(160,504)
Excess of revenues over (under) expenditures	-	(95,504)	(95,504)
Fund balance, July 1	-	-	-
Fund balance, June 30	\$ -	\$ (95,504)	\$ (95,504)

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Reading Excellence Act Special Revenue Fund
 For Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ -	\$ 42,714	\$ 42,714
Total revenues	<u>-</u>	<u>42,714</u>	<u>42,714</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	-	42,714	42,714
Fund balance, July 1	-	-	-
Fund balance, June 30	<u>\$ -</u>	<u>\$ 42,714</u>	<u>\$ 42,714</u>

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Alternative Education Opportunities Grant Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ -	\$ 74,500	\$ 74,500
Total revenues	<u>-</u>	<u>74,500</u>	<u>74,500</u>
Expenditures:			
Current:			
Support services:			
Instructional staff:			
Purchased services	-	74,500	(74,500)
Total instructional staff	<u>-</u>	<u>74,500</u>	<u>(74,500)</u>
Total expenditures	<u>-</u>	<u>74,500</u>	<u>(74,500)</u>
Excess of revenues over (under) expenditures	-	-	-
Fund balance, July 1	-	-	-
Fund balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Family and School Partnership Grant Special Revenue Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$ 4,100	\$ 6,001	\$ 1,901
Total revenues	<u>4,100</u>	<u>6,001</u>	<u>1,901</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Materials and supplies	209	513	(304)
Total regular instruction	<u>209</u>	<u>513</u>	<u>(304)</u>
Support services:			
Pupil:			
Purchased services	160	-	160
Materials and supplies	419	320	99
Total pupil	<u>579</u>	<u>320</u>	<u>259</u>
School administration:			
Materials and supplies	117	-	117
Total administration	<u>117</u>	<u>-</u>	<u>117</u>
Central:			
Purchased services	26	623	(597)
Materials and supplies	1,555	770	785
Total central	<u>1,581</u>	<u>1,393</u>	<u>188</u>
Community services:			
Materials and supplies	1,000	1,096	(96)
Total community services	<u>1,000</u>	<u>1,096</u>	<u>(96)</u>
Total expenditures	<u>3,486</u>	<u>3,322</u>	<u>164</u>
Excess of revenues over (under) expenditures	614	2,679	2,065
Other financing sources (uses):			
Refund of prior year receipts	(2,113)	(313)	1,800
Total other financing sources (uses)	<u>(2,113)</u>	<u>(313)</u>	<u>1,800</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(1,499)	2,366	3,865
Fund balance, July 1	3,340	3,340	-
Prior year encumbrances appropriated	419	419	-
Fund balance, June 30	<u>\$ 2,260</u>	<u>\$ 6,125</u>	<u>\$ 3,865</u>

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DEBT SERVICE FUND

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

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

CAPITAL PROJECTS FUNDS

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

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

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

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

Princeton City School District, Ohio

Combining Balance Sheet

All Capital Projects Fund

As of June 30, 2000

	<u>Building</u>	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Totals</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 144,956	\$ 1,667,327	\$ 273,200	\$ 2,085,483
Receivables:				
Accounts	-	2,900	-	2,900
Total assets	<u>144,956</u>	<u>1,670,227</u>	<u>273,200</u>	<u>2,088,383</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Reserved for encumbrances	-	465,972	-	465,972
Undesignated	<u>144,956</u>	<u>1,204,255</u>	<u>273,200</u>	<u>1,622,411</u>
Total fund equity	<u>144,956</u>	<u>1,670,227</u>	<u>273,200</u>	<u>2,088,383</u>
Total liabilities and fund equity	<u>\$ 144,956</u>	<u>\$ 1,670,227</u>	<u>\$ 273,200</u>	<u>\$ 2,088,383</u>

Princeton City School District, Ohio
Combining Statement of Revenues, Expenditures
And Changes in Fund Balances
All Capital Projects Funds
For Year Ended June 30, 2000

	<u>Building</u>	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Totals</u>
Revenues:				
Earnings on investments	\$ -	\$ 105,983	\$ -	\$ 105,983
Other local revenues	-	2,900	-	2,900
Total revenues	<u>-</u>	<u>108,883</u>	<u>-</u>	<u>108,883</u>
Expenditures:				
Current:				
Support services:				
Operations and maintenance	-	245,600	-	245,600
Capital outlay	-	20,543	-	20,543
Total expenditures	<u>-</u>	<u>266,143</u>	<u>-</u>	<u>266,143</u>
Excess of revenues over (under) expenditures	-	(157,260)	-	(157,260)
Fund balance, July 1	<u>144,956</u>	<u>1,827,487</u>	<u>273,200</u>	<u>2,245,643</u>
Fund balance, June 30	<u>\$ 144,956</u>	<u>\$ 1,670,227</u>	<u>\$ 273,200</u>	<u>\$ 2,088,383</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 Building - Capital Projects Fund
 For Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Total revenues	\$ -	\$ -	\$ -
Total expenditures	-	-	-
Excess of revenues over (under) expenditures	-	-	-
Fund balance, July 1	144,956	144,956	-
Fund balance, June 30	<u>\$ 144,956</u>	<u>\$ 144,956</u>	<u>\$ -</u>

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
And Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Permanent Improvement - Capital Projects Fund
For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Earnings on investments	\$ 65,000	\$ 105,983	\$ 40,983
Total revenues	<u>65,000</u>	<u>105,983</u>	<u>40,983</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Capital outlay - new	96,250	-	96,250
Total regular instruction	<u>96,250</u>	<u>-</u>	<u>96,250</u>
Support services:			
Business:			
Capital outlay - new	42,389	-	42,389
Total business	<u>42,389</u>	<u>-</u>	<u>42,389</u>
Operations and maintenance:			
Purchased services	10,185	-	10,185
Capital outlay - new	15,091	-	15,091
Capital outlay - replacement	852,433	721,047	131,386
Total operation and maintenance	<u>877,709</u>	<u>721,047</u>	<u>156,662</u>
Pupil transportation:			
Capital outlay - replacement	1,845	-	1,845
Total pupil transportation	<u>1,845</u>	<u>-</u>	<u>1,845</u>
Community services:			
Capital outlay - replacement	41,926	-	41,926
Total community services	<u>41,926</u>	<u>-</u>	<u>41,926</u>
Capital outlay:			
Site Improvement Services:			
Capital outlay - new	-	20,543	(20,543)
Total site improvement services	<u>-</u>	<u>20,543</u>	<u>(20,543)</u>
Architecture and engineering services:			
Purchased services	40,760	-	40,760
Total architecture and engineering services	<u>40,760</u>	<u>-</u>	<u>40,760</u>

Continued

Princeton City School District, Ohio

Schedule of Revenues, Expenditures
And Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
Permanent Improvement - Capital Projects Fund (Continued)
For Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Total capital outlay	<u>40,760</u>	<u>20,543</u>	<u>20,217</u>
Total expenditures	<u>1,100,879</u>	<u>741,590</u>	<u>359,289</u>
Excess of revenues over (under) expenditures	(1,035,879)	(635,607)	400,272
Fund balance, July 1	1,637,420	1,637,420	-
Prior year encumbrances appropriated	<u>199,541</u>	<u>199,541</u>	-
Fund balance, June 30	<u>\$ 801,082</u>	<u>\$ 1,201,354</u>	<u>\$ 400,272</u>

Princeton City School District, Ohio
 Schedule of Revenues, Expenditures
 And Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 School Net Plus - Capital Projects Fund
 For Year Ended June 30, 2000

	Budget	Actual	Variance: Favorable (Unfavorable)
Total revenues	-	-	-
Expenditures:			
Current:			
Instruction:			
Regular:			
Materials and supplies	12,675	-	12,675
Total regular instruction	12,675	-	12,675
Total expenditures	12,675	-	12,675
Excess of revenues over (under) expenditures	(12,675)	-	12,675
Fund balance, July 1	273,200	273,200	-
Fund balance, June 30	<u>\$ 260,525</u>	<u>\$ 273,200</u>	<u>\$ 12,675</u>

ENTERPRISE FUNDS

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

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

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

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

Princeton City School District, Ohio

Combining Balance Sheet

All Enterprise Funds

As of June 30, 2000

	Food Service	Early Childhood Programs	Uniform School Supplies	Totals
Assets:				
Current assets:				
Equity in pooled cash and cash equivalents	\$ 309,106	\$ 333,362	\$ 62,378	\$ 704,846
Receivables:				
Accounts	471	11,235	32	11,738
Intergovernmental - federal	121,519	-	-	121,519
Materials and supplies inventory	126,201	-	-	126,201
Total current assets	<u>557,297</u>	<u>344,597</u>	<u>62,410</u>	<u>964,304</u>
Non-current assets:				
Property, plant and equipment (net of accumulated depreciation)	25,141	597	-	25,738
Total non-current assets	<u>25,141</u>	<u>597</u>	<u>-</u>	<u>25,738</u>
Total assets	<u>582,438</u>	<u>345,194</u>	<u>62,410</u>	<u>990,042</u>
Liabilities:				
Current liabilities:				
Accounts payable	6,540	10,074	-	16,614
Accrued wages and benefits	95,533	114,610	-	210,143
Interfund loans payable	-	325,540	-	325,540
Deferred revenue	99,638	-	-	99,638
Total current liabilities	<u>201,711</u>	<u>450,224</u>	<u>-</u>	<u>651,935</u>
Long-term liabilities:				
Compensated absences payable	30,733	-	-	30,733
Total long-term liabilities	<u>30,733</u>	<u>-</u>	<u>-</u>	<u>30,733</u>
Total liabilities	<u>232,444</u>	<u>450,224</u>	<u>-</u>	<u>682,668</u>
Retained earnings:				
Unreserved	349,994	(105,030)	62,410	307,374
Total retained earnings	<u>349,994</u>	<u>(105,030)</u>	<u>62,410</u>	<u>307,374</u>
Total liabilities and retained earnings	<u>\$ 582,438</u>	<u>\$ 345,194</u>	<u>\$ 62,410</u>	<u>\$ 990,042</u>

Princeton City School District, Ohio

Combining Statement of Revenues, Expenses

And Changes in Retained Earnings

All Enterprise Funds

For Year Ended June 30, 2000

	Food Service	Early Childhood Programs	Uniform School Supplies	Totals
Operating revenues:				
Tuition and fees	\$ -	\$ 1,138,273	\$ 20,225	\$ 1,158,498
Sales	1,048,148	-	-	1,048,148
Other operating revenues	14,137	1,991	4,609	20,737
Total operating revenues	<u>1,062,285</u>	<u>1,140,264</u>	<u>24,834</u>	<u>2,227,383</u>
Operating expenses:				
Salaries and wages	651,663	845,466	-	1,497,129
Fringe benefits	272,984	220,108	-	493,092
Contract services	26,044	3,731	-	29,775
Materials and supplies	936,881	82,099	10,261	1,029,241
Depreciation	17,545	299	-	17,844
Other operating expenses	2,156	1,455	-	3,611
Total operating expenses	<u>1,907,273</u>	<u>1,153,158</u>	<u>10,261</u>	<u>3,070,692</u>
Operating income (loss):	(844,988)	(12,894)	14,573	(843,309)
Nonoperating revenues:				
Grants - state	50,460	-	-	50,460
Grants - federal	875,188	-	-	875,188
Grants - commodities	99,121	-	-	99,121
Total nonoperating revenues	<u>1,024,769</u>	<u>-</u>	<u>-</u>	<u>1,024,769</u>
Net income before operating transfers	179,781	(12,894)	14,573	181,460
Operating transfers in	-	-	-	-
Net income	179,781	(12,894)	14,573	181,460
Retained earnings (deficit) at July 1	<u>170,213</u>	<u>(92,136)</u>	<u>47,837</u>	<u>125,914</u>
Retained earnings (deficit) at June 30	<u>\$ 349,994</u>	<u>\$ (105,030)</u>	<u>\$ 62,410</u>	<u>\$ 307,374</u>

Princeton City School District, Ohio

Combining Statement of Cash Flows

All Enterprise Funds

For Year Ended June 30, 2000

	Food Service	Early Childhood Programs	Uniform School Supplies	Totals
Cash flows from operating activities:				
Cash received from tuition and fees	\$ -	\$ 1,132,974	\$ 20,228	\$ 1,153,202
Cash received from sales/charges for services	1,047,677	-	-	1,047,677
Cash received from other operations	14,137	1,012	4,609	19,758
Cash payments for personal services	(964,273)	(1,055,856)	-	(2,020,129)
Cash payments for contract services	(22,553)	(5,635)	-	(28,188)
Cash payments for supplies and materials	(833,667)	(78,973)	(10,261)	(922,901)
Cash payments for other expenses	(2,086)	(1,380)	-	(3,466)
Net cash provided by (used for) operating activities	<u>(760,765)</u>	<u>(7,858)</u>	<u>14,576</u>	<u>(754,047)</u>
Cash flows from noncapital financing activities:				
Cash received from grants (state)	63,268	-	-	63,268
Cash received from grants (federal)	941,976	-	-	941,976
Refund of prior year transaction	-	154	-	154
Advances in from other funds	-	203,477	-	203,477
Net cash provided by (used for) noncapital financing activities	<u>1,005,244</u>	<u>203,631</u>	<u>-</u>	<u>1,208,875</u>
Cash flows from capital and related financing activities:				
Acquisition/disposition of capital assets	(21,598)	(844)	-	(22,442)
Net cash used for capital and related financing activities	<u>(21,598)</u>	<u>(844)</u>	<u>-</u>	<u>(22,442)</u>
Net increase in cash and cash equivalents	222,881	194,929	14,576	432,386
Cash and cash equivalents, July 1	<u>86,225</u>	<u>138,433</u>	<u>47,802</u>	<u>272,460</u>
Cash and cash equivalents, June 30	<u><u>309,106</u></u>	<u><u>333,362</u></u>	<u><u>62,378</u></u>	<u><u>704,846</u></u>
Reconciliation of operating income to net cash provided by (used for) operating activities				
Operating income (loss)	<u>(844,988)</u>	<u>(12,894)</u>	<u>14,573</u>	<u>(843,309)</u>
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:				
Depreciation	17,545	299	-	17,844
Adjustments to capital outlay	3,637	844	-	4,481
Other adjustments to non-operating income	99,121	(154)	-	98,967
Changes in assets and liabilities:				
Supplies inventory	55,343	-	-	55,343
Accounts payable	1,284	121	-	1,405
Accrued wages and benefits	10,101	9,718	-	19,819
Accounts receivable/Due from government	(471)	(5,792)	3	(6,260)
Compensated absences payable	(49,727)	-	-	(49,727)
Deferred revenue	(52,610)	-	-	(52,610)
Net cash provided by (used for) operating activities	<u>\$ (760,765)</u>	<u>\$ (7,858)</u>	<u>\$ 14,576</u>	<u>\$ (754,047)</u>

INTERNAL SERVICE FUNDS

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

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

FIDUCIARY FUNDS

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

NON-EXPENDABLE TRUST FUND

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

EXPENDABLE TRUST FUND

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

AGENCY FUNDS

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

Princeton City School District, Ohio

Combining Balance Sheet

All Fiduciary Fund Types

As of June 30, 2000

	Non-Expendable -----Trust-----	Expendable -----Trust-----	-----Agency-----	
	Endowment	Special Trust	Student Activities Agency	Totals
Assets:				
Equity in pooled cash and cash equivalents	\$ 273,371	\$ 71,740	\$ 87,190	\$ 432,301
Receivables:				
Accounts	-	-	1,154	1,154
Total assets	<u>273,371</u>	<u>71,740</u>	<u>88,344</u>	<u>433,455</u>
Liabilities:				
Accounts payable	-	327	5,133	5,460
Accrued wages and benefits	-	69	-	69
Due to students	-	-	83,211	83,211
Total liabilities	<u>-</u>	<u>396</u>	<u>88,344</u>	<u>88,740</u>
Fund balances:				
Reserve for encumbrances	-	36	-	36
Undesignated	273,371	71,308	-	344,679
Total fund equity	<u>273,371</u>	<u>71,344</u>	<u>-</u>	<u>344,715</u>
Total liabilities and fund equity	<u>\$ 273,371</u>	<u>\$ 71,740</u>	<u>\$ 88,344</u>	<u>\$ 433,455</u>

Princeton City School District, Ohio
Statement of Changes in Assets and Liabilities
Agency Fund
For year ended June 30, 2000

	<u>Student Activities Fund</u>			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 95,228	\$ 150,809	\$ 158,847	\$ 87,190
Accounts receivable	<u>137</u>	<u>1,017</u>	<u>-</u>	<u>1,154</u>
Total assets	<u>95,365</u>	<u>151,826</u>	<u>158,847</u>	<u>88,344</u>
Liabilities:				
Accounts payable	3,141	1,992	-	5,133
Due to students	<u>92,224</u>	<u>150,809</u>	<u>159,822</u>	<u>83,211</u>
Total liabilities	<u>\$ 95,365</u>	<u>\$ 152,801</u>	<u>\$ 159,822</u>	<u>\$ 88,344</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

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

Princeton City School District, Ohio
 Schedule of General Fixed Assets by Source
 As of June 30, 2000

General fixed assets:

	Land	\$ 1,003,909
	Buildings	37,458,294
	Furniture and equipment	<u>22,840,348</u>
Total		<u>\$ 61,302,551</u>

Investment in general fixed assets by source:

	General fund	\$ 2,839,552
	Capital project funds	10,372,311
	Special revenue funds	216,446
	Acquisitions prior to July 1, 1995*	<u>47,874,242</u>
Total investment in general fixed assets		<u>\$ 61,302,551</u>

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

Princeton City School District, Ohio
 Schedule of General Fixed Assets by Function and Type
 As of June 30, 2000

Function	Land	Buildings	Furniture and Equipment	Total
Instruction:				
Regular	\$ 903,909	\$ 26,741,668	\$ 6,102,993	\$ 33,748,570
Special			114,038	114,038
Vocational			2,493	2,493
Other			7,196	7,196
Total instruction	<u>903,909</u>	<u>26,741,668</u>	<u>6,226,720</u>	<u>33,872,297</u>
Support services:				
Pupil			147,685	147,685
Instructional staff			661,819	661,819
Administration	100,000	283,869	102,541	486,410
Fiscal			40,727	40,727
Business			2,032,353	2,032,353
Operations and maintenance			5,801,580	5,801,580
Pupil transportation			2,260,643	2,260,643
Central			71,310	71,310
Total support services	<u>100,000</u>	<u>283,869</u>	<u>11,118,658</u>	<u>11,502,527</u>
Non-instructional services			541,866	541,866
Extracurricular activities			645,085	645,085
Capital outlay		10,432,757	4,308,019	14,740,776
Total general fixed assets	<u>\$ 1,003,909</u>	<u>\$ 37,458,294</u>	<u>\$ 22,840,348</u>	<u>\$ 61,302,551</u>

Princeton City School District, Ohio

Schedule of Changes in General Fixed Assets by Function
 For the year ended June 30, 2000

Function	Balance at July 1, 1999	Additions	Deletions	Balance at June 30, 2000
Instruction:				
Regular	\$ 31,543,217	\$ 241,972	\$ 43,205	\$ 31,741,984
Special	103,787	4,521	807	107,501
Vocational	2,270	99	18	2,351
Other	6,550	285	51	6,784
Total instruction	31,655,824	246,877	44,081	31,858,620
Support services:				
Pupil	134,411	5,856	1,046	139,221
Instructional staff	602,332	26,240	4,685	623,887
Administration	539,058	40,117	726	578,449
Fiscal	37,066	1,616	288	38,394
Business	1,849,673	80,579	14,388	1,915,864
Operations and maintenance	5,280,099	230,023	41,072	5,469,050
Pupil transportation	2,057,442	89,631	16,004	2,131,069
Central	64,900	2,827	505	67,222
Total support services	10,564,981	476,889	78,714	10,963,156
Non-instructional services	493,161	21,484	3,836	510,809
Extracurricular activities	587,102	25,576	4,567	608,111
Capital outlay	16,090,796	1,828,526	557,467	17,361,855
Total general fixed assets	\$ 59,391,864	\$ 2,599,352	\$ 688,665	\$ 61,302,551

STATISTICAL SECTION

GOVERNING VALUES

WE KNOW

All students can learn.

All people have worth and value.

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

Valuing the diversity of all people creates enhanced learning opportunities.

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

STATISTICAL TABLES

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

PRINCETON CITY SCHOOL DISTRICT, OHIO
GENERAL FUND REVENUES BY SOURCE
LAST TEN FISCAL YEARS
1991 - 2000

TABLE 1

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Taxes	\$ 33,812,302	\$ 35,349,764	\$ 38,546,569	\$ 42,785,247	\$ 46,054,397	\$ 44,626,000	\$ 45,692,508	\$ 45,111,417	\$ 50,185,894	\$ 51,180,443
Tuition	222,408	286,758	330,103	319,898	348,690	325,009	388,962	226,164	261,259	260,682
Earnings on investments	1,064,523	797,489	865,587	574,598	1,144,038	1,517,648	1,532,249	1,399,904	1,207,811	1,314,483
Classroom materials and fees (1)	182,603	173,765	176,786	182,184	-	-	-	-	-	-
Other local revenues	53,343	132,266	124,634	220,057	297,671	348,974	476,259	813,243	250,326	341,768
Extracurricular revenue	3,125	3,966	6,764	6,873	-	9,590	4,895	2,327	-	-
Intermediate sources	-	-	-	-	-	2,785	4,743	700	-	14,835
Intergovernmental - state	5,872,621	5,529,280	6,458,533	6,486,865	6,667,897	6,932,774	7,027,600	6,641,508	7,062,658	8,429,941
Intergovernmental - federal	356	1,496	-	1,000	-	-	-	2,396	-	41,647
Total	\$ 41,211,281	\$ 42,274,784	\$ 46,508,976	\$ 50,576,722	\$ 54,512,693	\$ 53,762,780	\$ 55,127,216	\$ 54,197,659	\$ 58,967,948	\$ 61,583,799

Source: Princeton City School District financial records.

(1) 1995 through 1999 fiscal years are reported with classroom materials and fees and other local revenues combined.

PRINCETON CITY SCHOOL DISTRICT, OHIO
GENERAL FUND EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS
1991 - 2000

TABLE 2

	1991 (1)	1992 (1)	1993 (1)	1994 (1)	1995	1996	1997	1998	1999	2000
Regular instruction	\$ 17,694,053	\$ 18,602,848	\$ 19,322,603	\$ 21,325,342	\$ 22,444,023	\$ 22,906,742	\$ 24,158,170	\$ 24,190,576	\$ 25,699,666	\$ 23,982,792
Special instruction	2,194,838	2,622,788	2,758,803	2,901,475	3,263,691	3,294,577	3,486,926	3,747,861	4,387,809	4,504,864
Vocational instruction	501,969	507,584	543,316	580,171	659,085	744,227	766,633	727,441	353,593	366,785
Other instruction	215,586	201,321	234,359	281,366	332,543	326,188	320,263	328,846	391,754	416,838
Pupil	2,044,937	2,173,820	2,184,383	2,450,373	2,640,730	2,896,197	3,071,540	3,086,517	3,264,896	3,227,116
Instructional staff	2,683,002	2,752,102	2,941,245	3,136,108	3,265,446	3,526,004	4,048,150	4,298,437	4,749,706	4,534,725
Board of Education	212,536	168,012	125,610	267,306	201,667	777,208	276,521	214,611	178,781	201,641
School administration	3,293,469	3,554,088	3,748,376	4,000,408	4,055,744	4,472,423	4,503,981	4,295,264	4,459,878	4,204,972
Fiscal services	1,366,009	1,458,881	1,949,024	2,097,868	1,253,759	1,263,912	1,330,269	1,616,317	1,395,343	1,458,969
Business	-	-	-	-	529,124	515,690	584,844	714,178	630,837	584,361
Operation and maintenance of plant services	6,662,785	5,576,661	7,167,195	6,378,710	6,365,414	6,554,976	7,255,112	7,570,904	6,889,574	7,109,535
Pupil transportation	2,313,427	2,052,074	2,127,679	2,292,467	2,296,672	2,259,541	2,584,584	2,662,107	2,656,094	2,782,554
Central	755,952	711,405	704,449	881,203	969,376	971,224	930,431	907,999	901,475	1,005,214
Operation of non-instructional services	184,677	138,110	215,488	202,177	189,575	174,427	297,756	6,857	264,643	210,518
Extracurricular activities	419,938	630,589	710,231	543,532	565,457	575,630	602,242	637,126	703,691	743,735
Facilities acquisition and construction services	430,730	74,390	95,170	50,452	280,772	308,030	738,981	53,535	97,078	1,407,278
Miscellaneous	-	-	274	-	-	-	-	-	-	-
Debt service	98,587	161,476	103,168	155,338	187,437	175,278	188,747	203,228	189,565	297,952
Total	\$ 41,072,495	\$ 41,386,149	\$ 44,931,373	\$ 47,544,296	\$ 49,502,515	\$ 51,742,274	\$ 55,145,150	\$ 55,221,804	\$ 57,214,383	\$ 57,039,849

Source: Princeton City School District financial records.

(1) 1991 through 1994 fiscal years are reported with the fiscal and business function combined.

TABLE 3

PRINCETON CITY SCHOOL DISTRICT, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
REAL AND PUBLIC UTILITY
LAST TEN CALENDAR YEARS
1991 - 2000

Year (1)	Tax Levied (2)	Current Tax Collections (3)	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Collections to Levy	Outstanding Delinquent Taxes (4)	Percent of Outstanding Delinquent Taxes to Tax Levied
1991	19,934,104	17,651,502	88.55%	862,539	18,514,041	92.88%	476,699	2.39%
1992	20,620,629	18,323,766	88.86%	514,217	18,837,983	91.36%	696,777	3.38%
1993	27,230,656	25,155,668	92.38%	684,132	25,839,800	94.89%	741,908	2.72%
1994	28,349,076	27,186,459	95.90%	905,364	28,091,823	99.09%	567,798	2.00%
1995	29,341,079	27,026,132	92.11%	726,778	27,752,910	94.59%	510,453	1.74%
1996	29,545,049	27,082,295	91.66%	688,925	27,771,220	94.00%	841,292	2.85%
1997	29,860,878	27,053,016	90.60%	682,012	27,735,028	92.88%	849,542	2.85%
1998	29,685,600	27,784,701	93.60%	842,271	28,626,972	96.43%	388,825	1.31%
1999	29,936,630	27,906,438	93.22%	694,210	28,600,648	95.54%	435,619	1.46%
2000	35,750,340	33,435,460	93.52%	929,371	34,364,831	96.12%	436,178	1.22%

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

(1) Represents collection year.

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

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

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

TABLE 4

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

Year (1)	Real Property		Tangible Personal Property		Public Utilities Personal		Total		Ratio (2)
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1991	739,222,940	2,112,065,543	425,408,390	1,701,633,560	58,800,320	66,818,545	1,223,431,650	3,880,517,648	31.53%
1992	767,090,250	2,191,686,429	449,243,030	1,796,972,120	64,320,230	73,091,170	1,280,653,510	4,061,749,719	31.53%
1993	769,805,530	2,199,444,371	407,208,018	1,628,832,072	69,694,950	79,198,807	1,246,708,498	3,907,475,250	31.91%
1994	908,596,140	2,595,988,971	403,035,210	1,612,140,840	71,313,970	81,038,602	1,382,945,320	4,289,168,414	32.24%
1995	929,649,530	2,656,141,514	399,889,900	1,599,559,600	82,647,730	93,917,875	1,412,187,160	4,349,618,989	32.47%
1996	931,114,260	2,660,326,457	389,588,480	1,558,353,920	74,137,260	84,246,886	1,394,840,000	4,302,927,264	32.42%
1997	964,361,560	2,755,318,743	393,557,600	1,574,230,400	72,083,190	81,912,716	1,430,002,350	4,411,461,859	32.42%
1998	969,842,720	2,770,979,200	413,521,590	1,654,086,360	68,634,990	77,994,307	1,451,999,300	4,503,059,867	32.24%
1999	979,193,070	2,797,694,486	433,706,660	1,734,826,640	70,718,000	80,361,364	1,483,617,730	4,612,882,489	32.16%
2000	1,144,748,820	3,270,710,914	438,526,560	1,754,106,240	68,921,740	78,320,159	1,652,197,120	5,103,137,313	32.38%

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

(1) Represents collection year.

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

TABLE 5

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

Entity	1991	1992	1993	1994	1995	1996	1997	1998 (2)	1999	2000
Princeton City School District	\$ 34.74	\$ 34.74	\$ 42.24	\$ 42.24	\$ 42.24	\$ 42.24	\$ 42.24	\$ 42.24	\$ 42.24	\$ 46.19
Hamilton County	16.88	17.50	18.56	18.33	18.30	18.30	19.44	19.01	19.54	20.83
City of Blue Ash	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08
City of Springdale	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08
Village of Evendale	3.34	3.34	3.34	3.34	3.34	3.34	3.34	3.34	3.34	-
Village of Glendale	27.88	27.64	26.98	25.38	25.38	23.68	23.26	22.34	19.66	21.93
Village of Lincoln Heights	17.34	17.34	24.34	24.34	10.08	20.08	20.08	20.08	20.08	20.08
Village of Woodlawn	4.08	4.08	4.08	4.08	4.08	4.08	4.08	5.08	5.08	5.08
Springfield Township	9.80	9.80	9.80	9.80	9.80	9.80	9.80	14.30	14.30	14.30
Sycamore Township	7.74	7.74	7.74	7.59	7.60	7.60	7.60	7.60	7.75	7.75
Great Oaks Joint Vocational School District	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70
West Fork Fire District	12.30	12.30	12.30	14.30	14.30	14.30	14.30	-	-	-

Source: Hamilton County Auditor.

(1) Information provided by collection year.

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

TABLE 6

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

Year	General Obligation Bonded Debt (1)	Total Assessed Value (2)	District Population (3)	Ratio Of Debt To Assessed Value	Net Bonded Debt Per Capita
1991	-	1,223,431,650	36,873	-	-
1992	-	1,280,653,510	36,873	-	-
1993	-	1,246,708,498	36,873	-	-
1994	98,000	1,382,945,320	36,873	0.01%	3
1995	-	1,412,187,160	36,873	-	-
1996	1,128,115	1,394,840,000	36,873	0.08%	31
1997	5,052,475	1,430,002,350	36,873	0.35%	137
1998	4,412,041	1,451,999,300	36,873	0.30%	120
1999	3,302,094	1,483,617,730	36,873	0.22%	90
2000	3,047,504	1,652,197,120	36,873	0.18%	83

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

(2) Hamilton County Auditor. Information provided by collection year.

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

(3) 1990 US Census data.

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

TABLE 7

Assessed Valuation (1)	\$ 1,652,197,120
<hr/>	
OVERALL DIRECT DEBT LIMITATION	
Direct Debt Limitation 9% of Assessed Valuation	\$ 148,697,741
Amount Available in Debt Service Fund	-
Gross Indebtedness Less: Debt Exempt from Limitation	3,047,504 <u>3,047,504</u>
Debt Subject to 9% Limitation	-
Legal Debt Margin within 9% Limitation	<u>\$ 148,697,741</u>
<hr/>	
UNVOTED DIRECT DEBT LIMITATION	
Unvoted Debt Limitation 0.1% of Assessed Valuation	\$ 1,652,197
Amount available in Debt Service Fund related to unvoted debt	-
Gross Indebtedness Authorized by the Board of Education Less: Debt Exempt from Limitation	- <u>-</u>
Debt Subject to 0.1% Limitation	-
Legal Debt Margin within 0.1% Limitation	<u>\$ 1,652,197</u>
<hr/>	
ENERGY CONSERVATION BOND LIMITATION	
Ohio Revised Code Section 133.042	
Debt Limitation 0.9% of Assessed Valuation	\$ 14,869,774
Energy Conservation Bonds Authorized by the Board of Education	<u>(3,047,504)</u>
Legal Debt Margin within 0.9% Limitation	<u>\$ 11,822,270</u>

Source: Princeton City School District financial records.

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

PRINCETON CITY SCHOOL DISTRICT, OHIO
 COMPUTATION OF DIRECT AND OVERLAPPING DEBT
 JUNE 30, 2000

TABLE 8

Governmental Unit	Gross General Obligation	Percent Applicable to School District (1)	Amount Applicable to School District
Direct debt:			
Princeton City School District	\$ 3,047,504	100.00%	\$ 3,047,504
Overlapping debt:			
Butler County	30,575,000	2.08%	635,960
Hamilton County	140,670,000	9.51%	13,377,717
Warren County	4,830,454	0.67%	32,364
City of Blue Ash	9,350,000	4.71%	440,385
City of Sharonville	5,605,000	99.97%	5,603,319
City of Springdale	9,000,000	99.99%	8,999,100
Village of Evendale	-	79.22%	-
Village of Glendale	990,000	100.00%	990,000
Village of Lincoln Heights	44,000	100.00%	44,000
Village of Woodlawn	4,350,000	100.00%	4,350,000
Deerfield Township	2,746,332	1.82%	49,983
Springfield Township	470,499	1.36%	6,399
Sycamore Township	-	23.77%	-
Union Township	16,655,000	8.43%	1,404,017
Great Oaks Joint Vocational School District	-	13.04%	-
Butler County Airport	-	2.08%	-
Cincinnati and Hamilton County Port Authority	-	9.51%	-
Total overlapping debt:	225,286,285		35,933,244
Total direct and overlapping debt:	\$ 228,333,789		\$ 38,980,748

Source: Ohio Municipal Advisory Council.

(1) Calculated by the Ohio Municipal Advisory Council.

TABLE 9

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

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures
1991	-	-	-	41,072,495	-
1992	-	-	-	41,386,149	-
1993	-	-	-	44,931,373	-
1994	-	-	-	47,544,296	-
1995	98,000	2,724	100,724	49,502,515	0.20%
1996	-	-	-	51,742,274	-
1997	847,770	218,877	1,066,647	55,145,150	1.93%
1998	1,032,533	272,422	1,304,955	55,221,804	2.36%
1999	1,109,947	230,255	1,340,202	57,214,383	2.34%
2000	983,090	169,237	1,152,327	57,039,849	2.02%

Source: Princeton City School District financial records.

TABLE 10

PRINCETON CITY SCHOOL DISTRICT, OHIO
 DEMOGRAPHIC STATISTICS
 LAST TEN CALENDAR YEARS
 1991 - 2000

Year	Population (1)	School Enrollment (2)	Unemployment Rate Cincinnati Metropolitan Area (3)	Unemployment Rate State Of Ohio (4)
1991	36,873	6,663	5.0%	6.4%
1992	36,873	6,690	5.2%	7.6%
1993	36,873	6,683	5.4%	5.8%
1994	36,873	6,820	4.3%	5.4%
1995	36,873	6,903	4.3%	4.6%
1996	36,873	6,740	4.3%	5.0%
1997	36,873	6,718	3.3%	4.5%
1998	36,873	6,717	3.3%	4.3%
1999	36,873	6,577	3.8%	4.5%
2000	36,873	6,318	3.7%	4.2%

Source: (1) 1990 US Census data.

(2) Princeton City School District records.

(3) Greater Cincinnati Chamber of Commerce.

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

TABLE 11

PRINCETON CITY SCHOOL DISTRICT, OHIO
CONSTRUCTION, BANK DEPOSITS AND PROPERTY VALUES
LAST TEN CALENDAR YEARS
 1990 - 1999

Year	Construction (1)	Bank Deposits (in thousands) (2)	Property Values (3)
1990	79,281,409	10,506,395	619,499,560
1991	64,266,081	10,037,463	739,222,940
1992	51,577,965	12,899,203	767,090,250
1993	59,224,611	13,274,239	769,805,530
1994	61,649,875	15,035,485	908,596,140
1995	56,598,994	17,533,516	929,649,530
1996	73,265,242	20,217,176	931,114,260
1997	54,298,762	18,070,437	964,361,560
1998	193,421,678	24,484,435	969,842,720
1999	77,190,767	40,706,386	979,193,070

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

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

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

TABLE 12

PRINCETON CITY SCHOOL DISTRICT, OHIO
REAL AND TANGIBLE PERSONAL PROPERTY
TOP TEN PRINCIPAL TAXPAYERS
JUNE 30, 2000

Name of Taxpayer	Type of Business	Total Assessed Valuation (1)	Percentage of Total Assessed Valuation
Ford Motor Company	Manufacturer of automobiles	\$ 69,528,070	4.21%
Concordia Properties LLC	Real estate holding company	52,500,030	3.18%
General Electric	Manufacturer of aircraft engines	51,918,190	3.14%
Cinergy	Public utility	47,008,310	2.85%
Procter & Gamble	Manufacturer of consumer products	32,836,570	1.99%
Duke Realty	Real estate holding company	20,288,750	1.23%
G & I Executive Center	Real estate holding company	17,500,020	1.06%
Formica	Manufacturer of laminates	17,307,480	1.05%
Cincinnati Bell	Public utility	12,260,000	0.74%
Avon	Manufacturer of consumer products	9,979,860	0.60%
	Total	331,127,280	20.04%
	All others	1,321,069,840	79.96%
	Grand total	\$ 1,652,197,120	100.00%

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

(1) Information provided by collection year.

PRINCETON CITY SCHOOL DISTRICT, OHIO
TOP TEN LARGEST EMPLOYERS
JUNE 30, 2000

TABLE 13

Employer	Type of Business	Number of Employees
General Electric Company	Manufacturer of aircraft engines	7,500
Ford Motor Company	Manufacturer of automobiles	2,284
Avon	Manufacturer of consumer products	1,820
U S Bulk Mail Center	Delivery of U S mail	1,394
United Parcel Service	Delivery service	1,349
John Morrell & Company	Manufacturer of food products	1,119
Princeton City School District	Primary and secondary education	978
Formica Corporation	Manufacturer of laminates	920
GE Client Business	Manufacturing sales and support	892
Dave & Busters	Restaurant/entertainment venue	780

Source: Princeton City School District financial records.

PRINCETON CITY SCHOOL DISTRICT, OHIO
 MISCELLANEOUS STATISTICAL DATA
 JUNE 30, 2000

TABLE 14

Enrollment by grade	K	1	2	3	4	5	6	7	8	9	10	11	12	JVS	TOTAL
1999-00	477	476	455	530	497	468	509	539	471	592	434	367	337	166	6,318
The following are projections:															
2000-01	453	393	418	449	501	492	483	494	537	573	464	377	375	130	6,139
2001-02	453	436	378	424	441	493	497	482	470	653	497	363	355	147	6,089
2002-03	452	436	419	384	417	434	498	496	459	572	523	388	342	139	5,959
2003-04	452	435	419	426	377	410	438	497	472	558	458	409	366	134	5,851
2004-05	451	435	419	425	418	371	414	438	473	574	447	358	385	144	5,752
2005-06	451	434	418	425	418	412	375	414	417	575	460	350	336	151	5,636
2006-07	448	434	418	424	417	411	416	374	394	507	461	360	329	132	5,525
2007-08	445	431	417	424	417	411	415	415	356	479	406	360	340	129	5,445
2008-09	443	429	415	423	417	410	415	415	395	433	384	317	338	133	5,367
2009-10	440	426	412	421	416	410	414	414	395	480	347	300	300	133	5,308

Source: Princeton City School District records.



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OFFICE OF THE AUDITOR

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PRINCETON CITY SCHOOL DISTRICT

HAMILTON COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 13, 2001**