

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2000



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Report of Independent Accountants on Compliance and on Internal Control Required By <i>Government Auditing Standards</i>	1
Report of Independent Accountants on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control Over Compliance in Accordance with OMB Circular A-133	3
Schedule of Receipts and Expenditures of Federal Awards	5
Notes to the Schedule of Receipts and Expenditures of Federal Awards	6
Schedule of Findings	7

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STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

111 Second Street, NW
Fourth Floor
Canton, Ohio 44702
Telephone 330-438-0617
800-443-9272
Facsimile 330-471-0001
www.auditor.state.oh.us

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

Twinsburg City School District
Summit County
11136 Ravenna Road
Twinsburg, Ohio 44087-1022

To the Board of Education:

We have audited the general purpose financial statements of Twinsburg City School District, Summit County, (the District) as of and for the year ended June 30, 2000, and have issued our report thereon dated March 23, 2001 in which we noted the District restated the General Fixed Assets Account Group, Enterprise Retained Earnings and Expendable Trust Fund and Special Revenue Fund fund balances. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards* which are described in the accompanying Schedule of Findings as items 2000-10977-001 through 2000-10977-003.

We also noted other immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated March 23, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the District's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. The reportable conditions are described in the accompanying Schedule of Findings as items 2000-10977-004 and 2000-10977-005.

Twinsburg City School District
Summit County
Report of Independent Accountants on Compliance and on
Internal Control Required By *Government Auditing Standards*
Page 2

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable conditions described above are not material weaknesses.

We also noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated March 23, 2001.

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

Jim Petro
Auditor of State

March 23, 2001



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OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

111 Second Street, NW
Fourth Floor
Canton, Ohio 44702
Telephone 330-438-0617
800-443-9272
Facsimile 330-471-0001
www.auditor.state.oh.us

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

Twinsburg City School District
Summit County
11136 Ravenna Road
Twinsburg, Ohio 44087-1022

To the Board of Education:

Compliance

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

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

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

Internal Control Over Compliance

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

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.

Schedule of Receipts and Expenditures of Federal Awards

We have audited the general purpose financial statements of the District as of and for the year ended June 30, 2000, and have issued our report thereon dated March 23, 2001 in which we noted the District restated the General Fixed Assets Account Group, Enterprise Retained Earnings and Expendable Trust Fund and Special Revenue Fund fund balances. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying Schedule of Receipts and Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

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

Jim Petro
Auditor of State

March 23, 2001

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

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

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA Number	Pass Through Entity Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. Department of Education						
<i>Passed Through Ohio Department of Education:</i>						
Title 1 Grants to Local Educational Agencies	84.010	050070-C1-S1-99C 050070-C1-S1-00	\$80,961 <u>110,977</u>		\$62,432 <u>176,361</u>	
Total Title 1 Grants to Local Educational Agencies			<u>191,938</u>		<u>238,793</u>	
Special Education Cluster:						
Special Education Grants to States	84.027	050070 6B-SF-99P 050070 6B-SF-00P	88,234 <u>49,528</u>		28,814 <u>126,813</u>	
Total Special Education Grants to States			<u>137,762</u>		<u>155,627</u>	
Special Education Preschool Grants	84.173	050070 PG-S1-99P 050070 PG-S1-00P	<u>20,739</u>		3,086 <u>19,697</u>	
Total Special Education Preschool Grants			<u>20,739</u>		<u>22,783</u>	
Total Special Education Cluster			<u>158,501</u>		<u>178,410</u>	
Title VI-R Class-Size Reduction	84.340	050070-CR-S1-00	28,638		41,170	
Eisenhower Professional Development State Grants	84.281	050070-MS-S1-99C 050070-MS-S1-00	<u>12,289</u>		4,563 <u>8,538</u>	
Total Eisenhower Professional Development State Grants			<u>12,289</u>		<u>13,101</u>	
Innovative Education Program Strategies	84.298	050070-C2-S1-99C 050070-C2-S1-00	2,135 <u>10,455</u>		9,810 <u>7,168</u>	
Total Innovative Education Program Strategies			<u>12,590</u>		<u>16,978</u>	
Safe and Drug-Free Schools and Communities State Grants	84.186	050070-DR-S1-98C 050070-DR-S1-99C 050070-DR-S1-00	<u>4,299</u>		583 5,301 <u>8,368</u>	
Total Safe and Drug-Free Schools and Communities State Grants			<u>4,299</u>		<u>14,252</u>	
Goals 2000 State and Local Education Systemic Improvement	84.276	050070-STW-99			10,000	
<i>Passed Through Summit County:</i>						
Technology Innovation Challenge Grants	84.303		5,101 <u>6,897</u>		5,101 <u>7,499</u>	
Total Technology Innovation Challenge Grants			<u>11,998</u>		<u>12,600</u>	
Goals 2000 State and Local Education Systemic Improvement	84.276		4,147		255	
Total U.S. Department of Education			<u>424,400</u>		<u>525,559</u>	
U.S. Department of Agriculture						
<i>Passed Through Ohio Department of Education:</i>						
Child Nutrition Cluster:						
National School Lunch Program	10.555	N/A	143,320		143,320	
Food Distribution	10.550	N/A		<u>\$55,715</u>		<u>\$64,971</u>
Total U.S. Department of Agriculture - Child Nutrition Cluster			<u>143,320</u>	<u>55,715</u>	<u>143,320</u>	<u>64,971</u>
TOTALS			<u>\$567,720</u>	<u>\$55,715</u>	<u>\$668,879</u>	<u>\$64,971</u>

See Accompanying Notes to the Schedule of Receipts and Expenditures of Federal Awards.

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

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

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

Non-monetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2000, the District had no significant food commodities in inventory.

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505**

JUNE 30, 2000

1. SUMMARY OF AUDITOR'S RESULTS
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<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	Yes
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	Yes
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Title I, Part A, ESEA CFDA #84.010
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

Noncompliance

Finding Number	2000-10977-001
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Ohio Rev. Code Section 5705.40 requires that any appropriation measure may be amended or supplemented as long as the entity complies with the same provisions of the law as are used in making the original appropriations.

Ohio Rev. Code Section 5705.41(B) requires that no subdivision shall expend money unless it has been lawfully appropriated. The District had expenditures plus encumbrances which exceeded appropriations as noted in the following table.

C.B. Transportation, Inc. v. Butler County Board of Mental Retardation, 60 Ohio Misc. 71, 397 N.E. 2d 8781 (C.P. 1979), as well as, *Burkholder v. Lauber*, 6 Ohio Misc. 152 (1965), held that a board held that a board or officer whose judgment and discretion is required, was chosen because they were deemed fit and competent to exercise that judgment and discretion and unless power to substitute another in their place has been given, such board or officer cannot delegate these duties to another. Following such reasoning, a local government's governing board would be prohibited from delegating duties statutorily assigned to it, such as the ability to amend appropriations as provided for in **Ohio Rev. Code Section 5705.41 (B)**.

**Noncompliance
(Continued)**

<u>Fund</u>	<u>Appropriations</u>	<u>Expenditures Plus Encumbrances</u>	<u>Variance</u>
General Fund			
Instruction: Regular - salaries and wages	\$7,616,470	\$8,589,503	\$973,033
Instruction: Regular - fringe benefits	3,667,226	4,270,949	603,723
Support Services: Pupil - salaries and wages	1,233,000	1,475,471	242,471
Support Services: Instructional Staff - salaries and wages	350,700	379,663	28,963
Support Services: Administration - salaries and wages	1,074,930	1,488,744	413,814
Support Services: Fiscal - Other	313,001	370,089	57,088
Support Services: Business - salaries and wages	64,900	92,363	27,463
Support Services: Business - capital outlay - new	165,090	188,068	22,978
Support Services: Pupil transportation - salaries and wages	798,900	844,304	45,404
Operating transfers out	300,000	622,323	322,323
Special Revenue Auxiliary Services Fund	66,241	88,312	22,071
Internal Service Rotary Fund	57,303	86,038	28,735

Although the Board approved the Treasurer to make the necessary appropriation modifications to balance accounts for the fiscal year prior to fiscal year end, the legislative body did not approve the individual accounts until July's board meeting. In addition, the Board delegated its authority to the Treasurer to make all necessary budget transfers within each fund to balance the budget and report the culmination of all transfers made to the Board in July.

The legislative body of a local government may not delegate its authority to approve appropriation modifications or transfers of funds. The modification of appropriations and the transfer process is a function of the legislative authority that must be performed by those specific individuals selected to fulfill that responsibility.

Finding Number	2000-10977-002
-----------------------	-----------------------

Ohio Rev. Code Section 5705.39 states total appropriations from each fund should not exceed the total estimated resources. No appropriation measure is to become effective until the County Auditor files a certificate that the total appropriations from each fund do not exceed the total official estimate or amended official estimate of resources.

**Noncompliance
 (Continued)**

At January 12, appropriations exceeded estimated resources in the following funds:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
General Fund	\$27,580,115	\$28,388,567	(\$808,452)
Special Revenue Funds:			
District Managed Student Activities	128,468	300,000	(171,532)
Title VI-B	125,000	253,327	(128,327)
Title 1	250,000	377,083	(127,083)
Capital Projects Building Fund	247,327	629,656	(382,329)
Internal Service Employee Benefits Self Insurance Fund	1,918,187	2,491,653	(573,466)

At June 30, appropriations exceeded estimated resources in the following funds:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
Special Revenue Funds:			
Instructional Material Subsidy	\$9,569	\$54,167	(\$44,598)
Title VI-B	233,473	262,510	(29,037)
Title 1	240,582	377,084	(136,502)
Capital Projects Building Fund	3,173,391	3,555,720	(382,329)

In addition, the District did not submit its final amended appropriations to the County Auditor; thus, the County Auditor did not certify that total appropriations from each fund did not exceed the total official certificate of estimated resources or the amended official certificates. The District should monitor appropriations versus estimated resources to help avoid overspending. In addition, the District should obtain the required certificate from the County Auditor when amending appropriations and estimated resources.

Finding Number	2000-10977-003
-----------------------	-----------------------

Ohio Rev. Code Section 5705.10, states that monies receipted into a fund shall be used only for the purpose for which the fund was established.

**Noncompliance
 (Continued)**

For the months listed the following funds had negative cash fund balances:

<u>Fund Name</u>	<u>Fund Balance</u>
General Fund	April (\$560,575)
 <u>Special Revenue Funds</u>	
Title VI-B 1999-2000	April (\$41,187); May (\$45,205)
Title I - FY 00	March (\$10,913); April (\$29,390); May (\$48,147)
 <u>Debt Service Fund</u>	
Bond Retirement 95-96 Issue	March (\$359,969); April (\$359,918)
 <u>Internal Service Fund</u>	
District Employee Health Insurance	May (\$74,164)

Negative cash fund balances indicate that revenues from other sources were used to pay obligations of these funds. Budgetary fund activity should be monitored to prevent future expenditures in excess of available resources. In those cases where additional funds are required, the resources should either be transferred or advanced to the fund in accordance with the Ohio Revised Code.

Reportable Conditions

Finding Number	2000-10977-004
-----------------------	-----------------------

Fixed Assets

The following conditions were noted during our testing of fixed assets:

- According to the District’s General Fixed Asset Policy, the Superintendent shall develop administrative guidelines to ensure the proper purchase, transfer, and disposal of fixed assets. No such guidelines could be located.
- Numerous assets were moved from one building to another building without the use of transfer forms. In addition, the location of fixed assets as recorded on the District’s Brief Fixed Asset Listing was not always accurate. For example, a Work Station Stain/Varnish 24' asset was reported to be in the R.B. Chamberlin Middle School; however, the item was moved to the new high school.
- For 4 of the 60 items tested (tag No. 31831, No. 100566, No. 22708, and No.109344), the District could not locate the asset which was listed on the Brief Fixed Asset Listing. The District does not utilize a disposal form for the deletion of fixed asset items.
- There are no procedures in place to ensure assets are tagged at the time of delivery, or at a later time. In addition, for 6 out of 20 asset additions tested, the asset did not include a District tag number.
- The District does not have policies and procedures in place to ensure the Enterprise Fund fixed assets acquired with Governmental Fund Type resources are identified and recorded as fixed assets (contributed capital) of the Enterprise Fund. During the audit period, fixed asset items were acquired using Governmental Fund Type resources to be used exclusively for enterprise activities and those items were not initially reflected within the applicable Enterprise Fund.
- None of the asset additions were initially included within the Brief Fixed Asset Listing.

**Reportable Conditions
(Continued)**

- The asset description for several items reported on the Brief Fixed Asset Listing (Listing) were not descriptive enough to enable the item to be traced from the Listing to the asset. Rather the descriptions were generically listed (e.g., \$5,000 item at the shop).
- Eight new school busses were not initially included within the vehicle fixed asset additions.

To help improve accountability over the fixed asset accounting system:

- The District should follow their General Fixed Asset Policy and develop guidelines to ensure the proper purchase, transfer, and disposal of fixed assets. Procedures should be established to ensure the "Brief Fixed Asset Listing" is complete and accurate.
- All fixed assets that are removed from the location reported within the Brief Fixed Asset Listing should be documented on a "Fixed Asset Transfer Form" with appropriate administrative approval. The "Fixed Asset Listing" should be updated timely using the Transfer Form information. This will allow the District to easily locate the asset.
- The District should follow their policy to ensure all fixed asset disposals are properly removed from the Brief Fixed Asset Listing at the value it was originally recorded. Fixed Asset Disposal Forms should be adopted and used to record all assets disposals. These Forms should be approved by appropriate administrative personnel and include the description of the fixed asset, serial number/identification number, quantity, date of disposal, the tag number, and method of disposition. These Forms and any records relating to the disposal should be maintained.
- The District should develop a system to ensure all assets are tagged and recorded as a fixed asset immediately upon delivery. All existing fixed assets should be tagged for inventory purposes.
- The District should establish policies and procedures to ensure that Enterprise Fund fixed assets acquired with Governmental Fund Type resources are identified and recorded as donated fixed assets and contributed capital within the Enterprise Funds.
- A physical fixed asset inventory should be completed periodically. The annual inventory of the District's fixed assets should be performed by someone other than the custodian of the assets. This will provide proper protection and accountability over the District's fixed assets.
- The District should ensure all items posted to the Brief Fixed Asset Listing (Listing) are descriptive enough to enable the District to easily trace the asset from the Listing to the asset and the asset to the Listing.
- The District should ensure the correct quantity and assets are included on the fixed asset addition listing.

The District should assign an employee to be responsible for fixed assets that understands not only the importance of tracking the fixed assets, but who is familiar with those cash expenditures which should be capitalized for the general purpose financial statement items. This employee should also be responsible for ensuring the tag numbers are ultimately attached to the asset and ensuring the "Fixed Asset Listing" is updated. Failure to implement the above procedures can increase the chances of assets being misappropriated.

**Reportable Conditions
(Continued)**

Finding Number	2000-10977-005
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Payroll Posting

The District hired forty-eight new teachers at the beginning of the school year. The former Treasurer asserted that he instructed the Payroll Clerk, to post all the new hires' payroll to the High School Science budgetary line item account within the General Fund, regardless of the position of each employee or status to expedite the payroll processing at the beginning of the school year. Near fiscal year end, this procedure was corrected and the employee's salaries and benefits were posted to their correct account for which the teachers were hired.

Although the accounts were subsequently corrected and properly reported within the respective fund and account, the initial improper classification of payroll charges was misleading throughout the year and can lead to possible misinterpretation by management and/or users of the internal financial information. The payroll accounts should be established at the time an individual is hired. The District should initially record all new employees in the appropriate fund and account.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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None



**Twinsburg City
School District
Twinsburg, Ohio**

**Comprehensive Annual Financial Report
For the Fiscal Year ended June 30, 2000**

Twinsburg City School District

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2000

Prepared By:
Mark Paprocki, Director of Finance/Interim Treasurer
and Treasurer's Office Staff

**Twinsburg City School District
 Comprehensive Annual Financial Report
 For the fiscal year ended June 30, 2000**

Table of Contents

Introductory Section	Page
Letter of Transmittal.....	v
Public Officials Roster	xviii
Organizational Chart.....	xix
Financial Section	
Report of Independent Accountants	1
General Purpose Financial Statements	
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 Fund.....	6
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – All Governmental Fund Types and Expendable Trust Fund	8
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/ Fund Balance - All Proprietary Fund Types and Nonexpendable Trust Fund	12
Combined Statement of Cash Flows - All Proprietary Fund Types And Nonexpendable Trust Fund.....	13
Notes to the General Purpose Financial Statements.....	14
Combining, Individual Fund and Account Group Statements and Schedules	
General Fund	46
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	47
Special Revenue Funds.....	51
Combining Balance Sheet.....	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	58
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	
Public School Support Fund.....	62
Miscellaneous Local Grants Fund	65
District Managed Student Activity Fund.....	66
Auxiliary Services Fund	67
Teacher Development Fund.....	68
Excellence in Education Program Fund	69
Management Information System Fund	70

Twinsburg City School District
Comprehensive Annual Financial Report
For the fiscal year ended June 30, 2000

Table of Contents
(Continued)

	Page
Disadvantaged Pupil Impact Aid Fund.....	71
Instructional Material Subsidy Fund	72
Alternative Schools Fund	73
Miscellaneous State Grants Fund	74
Title II Eisenhower Fund.....	75
Title VI-B Fund	76
Title I Fund	77
Title VI Fund	78
Drug-Free School Grant Fund	79
EHA Preschool Grants Fund	80
Miscellaneous Federal Grants Fund.....	81
Debt Service Fund	82
Capital Projects Funds.....	83
Combining Balance Sheet.....	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	86
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	
Permanent Improvement Fund.....	88
Building Fund	90
Replacement Fund	91
Vocational Education Equipment Fund.....	92
SchoolNet Equipment Fund.....	93
Enterprise Funds.....	94
Combining Balance Sheet.....	95
Combining Statement of Revenues, Expenses and Changes in Retained Earnings.....	96
Schedule of Revenues, Expenses and Changes in Fund Equity - Budget and Actual	
Food Service Fund.....	97
Uniform School Supply Fund.....	98
Adult Education Fund.....	99
Combining Statement of Cash Flows	100
Internal Service Funds	101
Combining Balance Sheet.....	102
Combining Statement of Revenues, Expenses and Changes in Retained Earnings.....	103

Twinsburg City School District
Comprehensive Annual Financial Report
For the fiscal year ended June 30, 2000

Table of Contents
(Continued)

	Page
Schedule of Revenues, Expenses and Changes in Fund Equity - Budget and Actual	
Rotary Fund	104
Employee Benefits Self-Insurance Fund	105
Combining Statement of Cash Flows	106
Trust and Agency Funds.....	107
Combining Balance Sheet.....	108
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	
Special Trust Fund.....	109
Endowment Fund.....	110
Statement of Changes in Assets and Liabilities – All Agency Funds	111
General Fixed Assets Account Group	112
Schedule of General Fixed Assets by Source.....	113
Schedule of General Fixed Assets by Function and Activity.....	114
Schedule of Changes in General Fixed Assets by Function	115

Statistical Section

General Governmental Revenues by Source And Expenditures by Function - Last Ten Years	118
Property Tax Levies and Collections - Last Ten Years.....	120
Assessed and Estimated Valuation of Property - Last Ten Years	121
Direct and Overlapping Property Tax Rates - Last Ten Years.....	122
Computation of Legal Debt Margin	123
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt per Capita - Last Ten Years	124
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total Governmental Expenditures - Last Ten Years.....	125
Demographic Statistics	126
Property Values, Bank Deposits and Construction	127
Principal Taxpayers	128
Computation of Direct and Overlapping Bonded Debt	129
Miscellaneous Statistics	130
Directory of School Facilities.....	132

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INTRODUCTORY SECTION



Twinsburg City School District

11136 Ravenna Road • Twinsburg, Ohio 44087-1022

Cleve. (330) 963-8300 / Akron (330) 673-7412

Fax: (330) 425-7216

Dr. Jeffrey L. Miller, Superintendent

Mr. James G. Jones, Asst. Supt.
Mr. Mark Paprocki, Treasurer
Mr. Charles D. Stewart, Jr., Bus. Mgr.

March 23, 2001

To the Citizens and Board of Education of the Twinsburg City School District:

The Comprehensive Financial Report (CAFR) of the Twinsburg City School District, the "School District" for the fiscal year ended June 30, 2000, is hereby submitted. This report, prepared by the Fiscal Office, includes financial statements, supplemental statements, and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the School District for the 1999-2000 fiscal year.

Responsibility for both the accuracy of the data presented, and the completeness and fairness of the presentation, including the disclosures, rests with the School District's management. To the best of our knowledge and belief, the CAFR and enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District.

This CAFR, which includes an opinion from the Auditor of the State of Ohio's office, conforms to generally accepted accounting principals as set forth by the Governmental Accounting Standards Board (GASB) and is representative of the School District's commitment to provide meaningful information to its' stakeholders.

This CAFR is presented in three sections:

The Introductory Section, which is unaudited, includes a table of contents, this transmittal letter, a list of principal officials, and the organizational chart.

The Financial Section includes the Report of Independent Accountants, the general purpose financial statements and explanatory notes, and combining and individual fund financial statements of which the combining and individual financial statements are unaudited.

The Statistical Section, which is unaudited, includes selective financial, economic, and demographic information, generally presented on a multi-year basis for comparative purposes.

The Reporting Entity

The School District meets the definition of the Governmental Accounting Standards Board Statement No. 14, "The Reporting Entity" as a School District for financial reporting purposes.

Twinsburg City School District has administrative responsibility for state funds distributed to Sts. Cosmos & Damien Catholic Elementary School under its Auxiliary Services Program. While this entity shares a similar service to the School District, it is a separate and distinct entity with its own governing board. Because of this independent nature, its financial statements are not included in this report.

Description Of The School District

The School District serves an area of approximately 30.3 square miles. It comprises the City of Twinsburg, Twinsburg Township and portions of the Village of Reminderville and the City of Macedonia. It is located in the Northeast corner of Summit County and is approximately 21 miles Southeast of downtown Cleveland and 24 miles Northwest of Akron. The estimated 1990 population in School District was 13,636.

At June 2000, there were 3,535 students attending the five schools in the School District. They are: Wilcox Primary, Bissell Elementary, Dodge Intermediate, Chamberlin Middle School, and Twinsburg High School. The School District also owns a central office building, a bus garage, a football stadium, and various athletic fields.

There has been a steady growth in student population over the past ten years. The 1990-91 enrollment was 2,184 students. Over the past ten years the student population has increased over 65%. Most-likely enrollment projections completed by DeJong and Associates in December 1999 indicate a continued growth over the next ten years to 5,583 students in 2009-10. This is an average of two hundred students per year and a percentage increase of 55% over this period.

Organization Of The School District

The Board of Education of the School District is comprised of five members elected at large by the citizens of the School District. The Board serves as the taxing authority, contracting body, and policy initiator for the operation of the School District. The Board is responsible for the adoption of the tax budget, the annual operating budget and approves all expenditures of the School 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 Superintendent is the chief executive officer of the School District and is responsible directly to the Board for all operations within the School District. Dr. Jeffrey Miller has served as Superintendent since September 1988.

The Treasurer is the Chief Fiscal Officer of the School District and is responsible directly to the Board for all financial operations, investments, custody of School District funds and assets, and serves as Secretary to the Board. Mr. Joseph Kay served as Treasurer since August 1995. Mr. Kay resigned as of December 2000. Mark Paprocki, Director of Finance for the School District, has been serving also as Interim Treasurer. He has over twenty years experience as a governmental fiscal officer, thirteen of which are in schools. He is a Registered School Business Official through the Association of School Business Officials International.

All other School District employees are responsible to the Superintendent and are employed by the Board upon the recommendation of the Superintendent.

Economic Condition And Future Outlook

The City of Twinsburg is an enviable location as part of the metropolitan Cleveland-Akron area. There are two exits on Interstate 480, and very close proximity to Interstate 271 and Interstate 80 (Ohio Turnpike). Four State-supported colleges and universities as well as six private ones are located a convenient driving distance from Twinsburg.

Twinsburg City and Township have experienced strong business growth over the past ten years. The growth is continuing and land is available for this use. Daimler-Chrysler recently announced a major expansion, in spite of its own economic concerns. A well-managed tax incentive program has assisted the growth. The future benefits of such a plan are being realized at this point as most businesses are ending their abatement periods and remaining in the community.

The following list, provided by the Summit County Auditor's Office, indicates information on the largest taxpayers:

TOP TAXPAYERS	TOTAL ASSESSED VALUATION	PERCENT OF TOTAL
Daimler Chrysler Corp	\$ 59,094,250	8.32%
Rockwell International	12,715,440	1.79%
Ohio Edison Corp.	11,615,710	1.63%
Deer Run Apts. Ltd.	10,012,990	1.41%
Alltel Corp.	8,228,870	1.16%
Western Reserve Telephone	5,044,530	0.71%
General Cinema Beverages	3,951,920	0.56%
Johnston Coca-Cola Bottling Group	3,494,180	0.49%
United Stationers Supply	3,340,800	0.47%
Twinsburg Associates	3,340,430	0.47%

Major Initiatives And Accomplishments

Across the School District a number of major accomplishments have taken place. The following are examples of those initiatives that directly impact teaching and learning.

Students – Staff - District

- Distinguished Scholars
Increase of 6% in Merit Roll (3.00-3.49 GPA) students.
Increase of 3% in Honor Roll (3.50-3.99 GPA) students.
Increase of 94% in Principal Roll (4.00 GPA) students.
- Scholarships
Over \$1.7 million awarded from various sources for 28 schools.
One student received the Congressional Service Award.
- High School Test Scores
Average SAT score of 1120, highest ever in School District.
Average ACT score 23.
Ohio 12th grade proficiency test scores were above state standards in all areas.
One student commended for the National Merit Scholarship Program.
- Helping Hands Project and Operation Christmas Child
Chamberlin and Dodge students assisted over 160 children with needs over the holidays.
- Power of the Pen Team
Placed in the top 10 in the Ohio state writing competition.
- Talent Show
First annual R.B. Chamberlin Middle School Talent show held.
- Foreign Language
Foreign Language added to the Dodge Intermediate School curriculum for grades 4 through 6. Students also have the opportunity to take additional foreign language at the middle school level for high school credit or as an exploratory course.
- Mini-PANDA Program
Students and parents at Dodge Intermediate School participated in a program where students learn about the side effects of drugs and alcohol.
- Joint Grant
Bissell Elementary PTO and School Board jointly provided funding for educational mini-grants.

- Parent Guidance Workshops and Proficiency Nights
Were among many opportunities for parents to learn parenting skills and/or to learn about school requirements. Topics included peer pressure, anger management, school success, etc.
- Grandparent Days
Grandparents are invited to each of the schools through grade 8 for special programs of music, drama, and reading to their grandchildren.
- Fine Arts Festival
Held annually to display the works of students from throughout the School District.
- Information Literacy Academy
The weeklong Twinsburg Information Literacy Academy with over 50 teachers was held prior to the beginning of the school year to provide key resource people in each school to implement the Information Literacy Course of Study for 1999-2000.
- Block Scheduling
Initiated at the High School to allow students to have more educational opportunities. Graduation credits required for graduation will change from 19 to 24 with a phase-in completed by 2003.
- Gifted Identification
Students are identified in the areas of Superior Cognitive Ability, Specific Academic Ability, Creative Thinking Ability, and Visual-Performing Arts Ability. Two unique programs are in place for these students. A self-contained, team taught class exists at the fourth, fifth, and sixth grade levels. Additionally, Project Plus is a seminar program for grades seven and eight taught by a national expert in gifted education.
- Project Labs
Established at R.B. Chamberlin Middle School to enable students to work with the Internet and multimedia productions. Also, a Computer Lab was added to Bissell Elementary and Wilcox Primary.
- Reading Wall of Fame at Wilcox Primary
Displays photos and descriptions of students who have become early readers.
- High School Academic Challenge Team
Finished second in three separate tournaments.
- PAW (People for Animal Welfare)

Students raised money to support an emergency response team for Hurricane Floyd in North Carolina.

- **Grants**
Received from Bank One for special kindergarten projects and from the state for the Entry-Year/Mentor Program. An additional 27 businesses supplied donations for student incentive programs.
- **Parent-to-Parent Support Group**
The parent mentorship program was established to assist special education parents with the process of education of their children. Two full-time parent mentors were hired through a state grant.
- **Enrichment Program**
An after-school enrichment program was piloted at Bissell Elementary, including the arts, reading, and technology.
- **Music Program**
Great Expectations took many first place awards. The orchestra has grown from fourth to sixth grade level. The band continues to include student musicians from grades five and above. Joint concerts at the holidays continue a long-held Twinsburg tradition.
- **Video Technology Program**
The first class for Video Technology was introduced at the High School. This class has changed the meaning of “morning announcements”. Student cannot wait to see the creative, innovative energy that this addition has brought to the school.
- **Swimming**
Swimming courses were added to the High School and as an introduction for third graders. The new fitness center attached to the High School was used for this purpose.
- **Recommended Reading List**
Developed by parents and school librarians for grades K-12 for home use.
- **Project STAR and Project Jumpstart**
Were special programs offered prior to the start of the school year for students who required additional academic support.
- **State Report Card**
Showed improvement from the previous year. Received 21 from 27 possible points. Continuous Improvement Plan was established.

Plant And Educational Support

➤ Facilities

All school buildings are in excellent physical condition. A 1.75 mill Permanent Improvement levy supports the building program. The Twinsburg High School was opened in January 1999. It includes a Fitness Center that is run by the City of Twinsburg Parks and Recreation Department. This was a joint venture between the City and the School District.

A bond issue was proposed in November 2000 that would enable the School District to build a new elementary school as well as make improvements to other buildings. (This issue did not pass in November 2000.)

➤ Technology

All buildings are wired, networked, and have Internet access. The School District has approximately 900 computers for student and staff use. Other technologies that support education are also available. All staff has e-mail access and plans for the 2000-01 school year are for the students to also have e-mail. The School District utilized State SchoolNet monies to enhance the technology.

➤ Security

The School District has implemented a School District-wide security plan to protect the students and the staff. All buildings have security equipment and procedures. The Director of Security monitors the plan.

➤ Planning

- Continuous Improvement Plan – On February 16, 2000, the Board approved the Continuous Improvement Plan for the School District. This Plan included input from various stakeholders of the School District. In addition to the overall plan, each building developed its annual goals within the plan. It also includes a mechanism to monitor and update it annually.
- Enrollment Projections – In December 1999, DeJong and Associates completed new enrollment projections for the School District. These projections are used to guide the School District planning in this time of growth.
- Facilities Planning – During the Fiscal Year, the School District worked with RP Carbone Company on a facilities plan. This plan not only includes a new building, but also the utilization and maintenance of existing facilities.

- Five-Year Financial Forecast – Each School District in Ohio is required to complete a five-year financial forecast annually. This School District completed the forecast in December 1999 and updated it at the end of March and June 2000. This document is updated regularly and serves as a financial roadmap for the School District.

Financial Information

The School District's accounting system is organized on a "fund" basis. Each fund and account group is a distinct, self-balancing accounting entity. Reports for general governmental operations and expendable trusts are reported on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Reports of the School District's proprietary operations are presented on the accrual basis whereby revenues are recognized when earned and expenses when accrued.

Internal Controls

The management of the School District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the School District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with 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 the 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 financial assistance, the School District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to these programs. The internal control structure is subject to periodic evaluation by management of the School District and certain annual evaluations by the School District's independent auditors.

Budgetary Controls

The School District maintains its accounts, appropriations and other financial records in accordance with the procedures established and prescribed by the Ohio Revised Code. The objective of these budget controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution approved by the Board of Education.

The level of budgetary control is established by function and object of expenditure within for the General Fund and at the Fund level for all other funds. The School District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to the succeeding years and are not reappropriated.

General Governmental Functions

The governmental funds encompass the General, Special Revenue, Debt Service, Capital Projects, and Fiduciary Funds of the School District.

The following schedule presents a summary of revenues for all Governmental Funds for the fiscal year ended June 30, 2000, and the amount percentage of increases (decreases) in relation to the 1999 fiscal year.

Revenue by Source	1999 Amount	2000 Amount	Percent of Total	Increase (Decrease)	Percent of Increase (Decrease)
Taxes	\$ 22,829,905	\$ 23,174,378	79.60%	\$ 344,473	1.51%
Intergovernmental	3,491,946	4,967,105	17.06%	1,475,159	42.24%
Interest	1,224,511	456,746	1.57%	(767,765)	(62.70)%
Tuition and fees	313,123	271,306	0.93%	(41,817)	(13.35)%
Extracurricular activities	-	177,581	0.61%	177,581	0.00%
Classroom materials and fees	-	8,143	0.03%	8,143	0.00%
Miscellaneous	<u>4,512,266</u>	<u>58,938</u>	<u>0.20%</u>	<u>(4,453,328)</u>	<u>(98.69)%</u>
Total revenues	<u>\$ 32,371,751</u>	<u>\$ 29,114,197</u>	<u>100.00%</u>	<u>\$ (3,257,554)</u>	<u>(10.06)%</u>

In 1999, an intergovernmental payment (state property tax relief) was credited to taxes. This total increase of some \$900,000 is due to increased property values. Intergovernmental revenues increase of approximately \$850,000 was reflected in intergovernmental in current year taxes. As property values increased, the state property tax relief increased. Also, the School District received an approximately \$200,000 payment in lieu of taxes payment in 2000. Interest income was reduced as the monies from the Building Fund decreased due to paying contractors for work performed. Tuition and fees decreased as fewer children from other districts were served by Twinsburg School District. Changes in Extracurricular revenues and Classroom Materials and Fees revenues are due to reporting these funds separately rather than as miscellaneous revenues. Miscellaneous revenues decreased for the same reason. However, the major change involves the payment by the City of Twinsburg to the School District for its share of the High School/Fitness Center building project. (A similar payment was also made in 1998.)

The following schedule presents a summary of expenditures for all Governmental Funds for the fiscal year ended June 30, 2000, and the amount and percentage of increases (decreases) in relation to the 1999 fiscal year.

Expenditure by Function	1999 Amount	2000 Amount	Percent of Total	Increase (Decrease)	Percent of Increase (Decrease)
Instruction	\$ 13,302,707	\$ 15,532,432	45.09%	\$ 2,229,725	16.76%
Pupil support	1,482,624	1,983,363	5.76%	500,739	33.77%
Instructional Staff	679,688	791,163	2.30%	111,475	16.40%
Administration	1,552,028	2,006,033	5.83%	454,005	29.25%
Fiscal	548,905	632,154	1.84%	83,249	15.17%
Business	254,397	312,308	0.91%	57,911	22.76%
Plant Operation	2,743,723	3,360,100	9.75%	616,377	22.46%
Pupil transportation	1,090,476	1,140,728	3.31%	50,252	4.61%
Central	397,591	647,406	1.88%	249,815	62.83%
Extracurricular	628,591	765,105	2.22%	136,514	21.72%
Capital Outlay	23,278,547	3,756,798	10.91%	(19,521,749)	(83.86)%
Debt Service	3,543,032	3,480,339	10.10%	(62,693)	(1.77)%
Other	27,337	38,584	0.11%	11,247	41.14%
Total	\$ 49,529,646	\$ 34,446,513	100.00%	\$(15,083,133)	(30.45)%

In fiscal year 2000, the new Twinsburg High School was in its first full year of operation. Also, the old Chamberlin High School was converted to a Middle School and this building re-opened for students in the fall of 1999. This activity and the continued increase in students account for the increases in expenditures in all areas except Capital Outlay. The \$23.3 million expenditure in 1999 is mostly for the building of the new school and the renovations to existing buildings as part of the 1995 bond issue. Most of the work was finished and paid for during 1999.

Significant activity in the major funds of each Governmental Fund type is highlighted below:

General Fund

Although the General Fund ended the year with a fund balance of \$1,169,609, its expenditures for the year exceeded revenues by \$(2,906,717). This prompted the Board to seek an operating levy in November 2000. (This issue subsequently failed and another attempt will be made in 2001.)

Special Revenue Funds

The Special Revenue Funds accounted for over \$994,000 in revenues to the School District. There was \$1,152,000 in expenditures for these grants and similar funds. At the end of the fiscal year, there was \$583,312 as a fund balance. These funds are for specific purposes as indicated in grant applications and/or other formal actions.

Capital Project Funds

These funds are comprised of the Permanent Improvement Fund that is supported by a levy; grant funds for capital projects; and the Building Fund. During the year, final payments were made to most contractors for work performed under the building fund. Also, the Permanent Improvement Fund borrowed \$2 million to complete other major projects. The borrowed funds are to be paid back through its levy.

Enterprise Funds

Enterprise Funds are the Food Service Fund and the Uniform School Supplies Fund and the Adult Education Fund. These operations are similar to activities found in the private sector and it is the management's desire to track profit and loss of these functions. For the year, these funds showed a combined loss of \$7,231.

Internal Service Funds

The Rotary fund and the Employee Benefits Self-Insurance Fund comprise the School District's Internal Service Funds. During the year the fund group showed a loss of \$278,922, primarily in the Self-Insurance Fund. The School District has put in place a plan to replenish this Fund over the next four years.

Trust and Agency Funds

The funds that comprise this group are expendable Trust Funds, Endowments, District Agency Fund and Student-Managed Funds. Within each Fund there may be sub-funds for each separate activity. The assets at the end of the year amount to \$113,101 in cash.

General Fixed Assets

The General Fixed Assets of the School District are used to carry on the main educational and support functions of the School District and as such are not financial resources available for expenditure. During the year, the School District had the assets re-evaluated by an independent firm. These assets were valued at \$72,830,497 on June 30, 2000.

Debt Administration

At June 30, 2000, the School District had outstanding debt of \$40,115,000. This is almost \$24 million under the voted debt margin of 9% of assessed valuation under Ohio Bond Law. The debt is comprised of the 1991 Library and Facilities bond issue, the 1995 New High School bond issue and the 2000 Permanent Improvement Tax Anticipation Note.

Cash Management

The School District invests cash in accordance with the investment laws for public schools in the State of Ohio. The Treasurer of the School District is required to remain current on investment issues by attending an annual one-day workshop provided by the State Treasurer. The fiscal officer has complied with this obligation. During the year, the School District invested in Certificates of Deposit and an overnight “sweep” account that provide competitive rates for public entities. The Federal Deposit Insurance Corporation and/or collateral pledges of government securities protect all investments.

Risk Management

As a political subdivision, the School District maintains protection for its assets and employees through a comprehensive insurance program. Insurance policies for general liability, property, boiler and machinery coverage and vehicle fleet liability are purchased from insurance companies licensed to do business in the State of Ohio.

The School District operates and manages its hospital and medical health benefits, dental benefits, and prescription drug benefits for employees on a self-insurance basis. A Third Party administers the program and individual as well aggregate stop-loss insurance coverage is purchased so as to control the potential liabilities. Benefits are itemized in the plan booklet. Employee life insurance is purchased through a private company. Coverage and co-payments for all insurances are provided under negotiated agreements and/or board policy.

All employees of the School District are covered by Ohio Worker’s Compensation. The School District is part of a group-rating program through the Ohio School Boards Association as allowed under current law. The program has benefited the School District by lower premiums and by providing workplace training information and support.

Pension Plans

Either the State Teachers Retirement System of Ohio (STRS) or the School Employees Retirement System of Ohio (SERS) covers all School District employees. Membership is mandatory for virtually all employees and law dictates which system an employee is to become a member. Members of STRS are required to contribute 9.3% of salary and wages to the system. This is matched by 14% by the School District. Members of SERS are required to contribute 9% of salary and wages and the School District provides a 14% match. For employees under SERS who earn \$12,400 working a defined full year, the School District must pay the difference of the employers share as a surcharge.

Membership in either plan excludes employees from Social Security payments. Employees hired after July 1, 1987 must pay 1.45% for Medicaid and this amount is matched by 1.45% by the School District.

Other Information

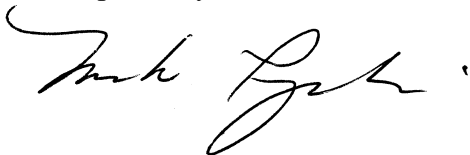
Independent Audit

Provisions of the State statute require the School District's financial statements to be audited annually by the Ohio Auditor of State. This audit is also designed to meet the Federal Single Audit Act amendment of 1996. The Ohio Auditor of State performed the audit for the year ended June 30, 2000. The auditor's unqualified opinion rendered on the School District's general purpose financial statements, and their report on the combining and individual fund statements and schedules are included in the financial section of this Comprehensive Annual Financial Report.

Acknowledgements

I wish to express my appreciation and thanks to the individuals who assisted with the preparation of this, the School District's first, Comprehensive Annual Financial Report. It is with great pride that the Twinsburg City School District presents the 2000 Comprehensive Annual Financial Report to the citizens and taxpayers of the School District.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Mark Paprocki". The signature is written in a cursive style with a large initial "M" and a long, sweeping underline.

Mark Paprocki
Director of Finance/ Interim Treasurer

Twinsburg City School District
Public Officials Roster
Year Ended June 30, 2000

Board of Education

Mr. Mark Wesner	President
Mr. C. William King	Vice President
Ms. Pamela Dombek	Member
Mr. Robert Mueller	Member
Mr. John Seese	Member

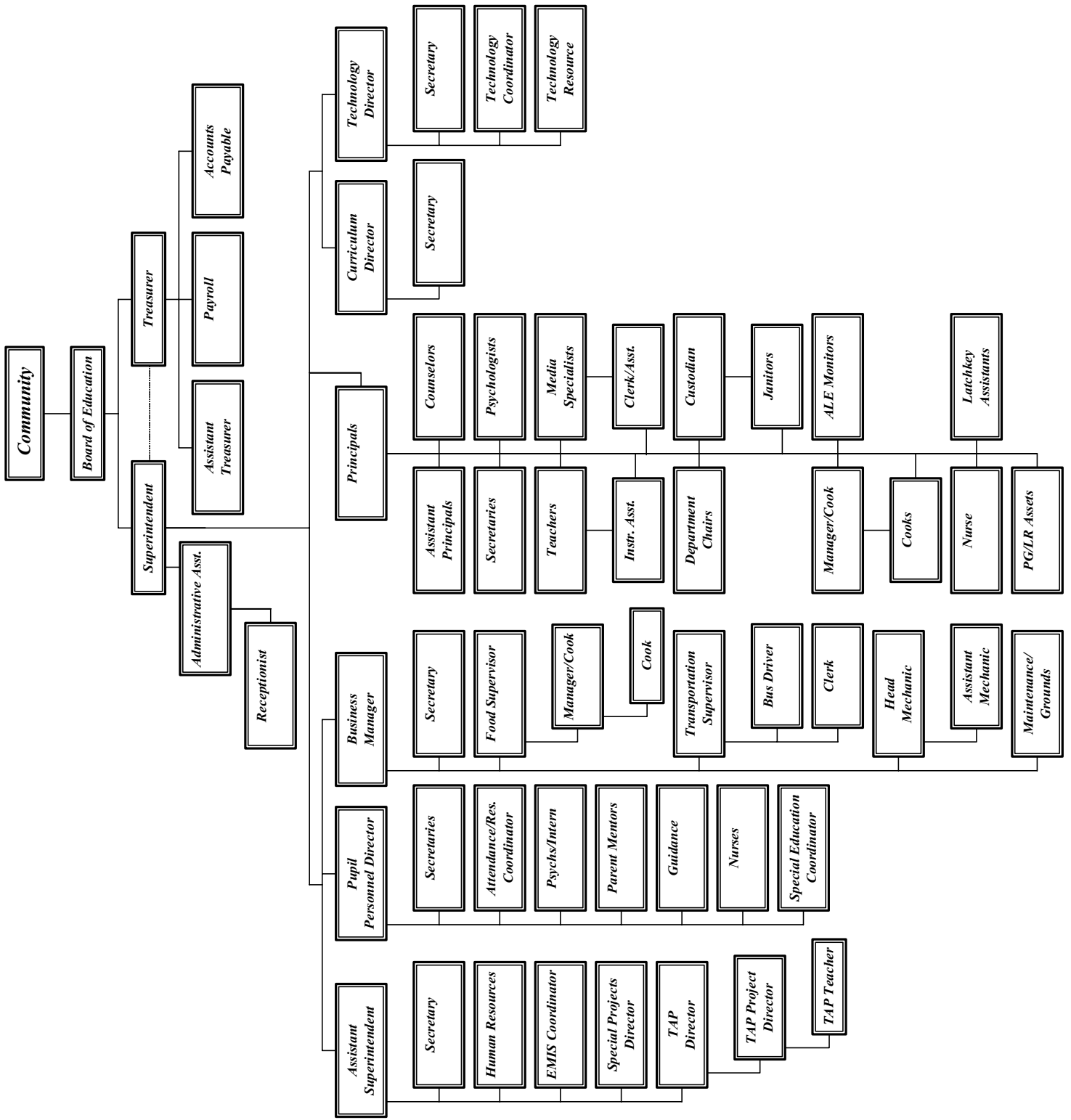
Director of Finance/Interim Treasurer

Mr. Mark Paprocki

Administration

Dr. Jeffrey L. Miller	Superintendent
Mr. Jim Jones	Assistant Superintendent
Mr. Charles D. Stewart	Business Manager
Ms. Judy Henning	Director of Pupil Personnel
Ms. Susan Buckbee	Director of Curriculum/Staff Development
Mr. Todd Thicken	Director of Technology

Twinsburg City School District Organizational Chart



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FINANCIAL SECTION



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

111 Second Street, NW
Fourth Floor
Canton, Ohio 44702
Telephone 330-438-0617
800-443-9272
Facsimile 330-471-0001
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Twinsburg City School District
Summit County
11136 Ravenna Road
Twinsburg, Ohio 44087-1022

To the Board of Education:

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

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

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

As more fully discussed in Note 21 to the general purpose financial statements, certain errors, resulting in the overstatement of fixed assets in the Enterprise Fund and an understatement of fixed assets in the General Fixed Asset Account Group were discovered during the current year. In addition, the Expendable Trust Fund was reclassified to a Special Revenue Fund. The beginning balances for the Enterprise Retained Earnings and the Expendable Trust and Special Revenue Fund Balance were restated as of July 1, 1999.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2001 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The combining and individual fund and account group financial statements and schedules listed in the Table of Contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general purpose financial statements taken as a whole.

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

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

Jim Petro
Auditor of State

March 23, 2001

General Purpose Financial Statements

Twinsburg City School District
Combined Balance Sheet
All Fund Types and Account Groups
As of June 30, 2000

Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
<u>Assets and other debits:</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 1,632,585	\$ 725,741	\$ 59,901	\$ 1,199,834
Cash and cash equivalents with fiscal agents	-	-	-	61,251
Receivables:				
Taxes	20,009,716	-	4,209,915	1,715,436
Accounts	195,696	880	-	-
Intergovernmental	4,500	137,264	-	-
Accrued interest	76	-	-	-
Interfund receivable	163,097	-	-	21,685
Inventory held for resale	-	-	-	-
Materials and supplies inventory	23,233	-	-	-
Equity in pooled cash and cash equivalents (restricted)	439,574	-	-	-
Fixed assets (net, where applicable, of accumulated depreciation)	-	-	-	-
<u>Other debits:</u>				
Amount available in debt service fund for retirement of general obligation bonds	-	-	-	-
Amount to be provided from general government resources	-	-	-	-
Total assets and other debits	<u>\$ 22,468,477</u>	<u>\$ 863,885</u>	<u>\$ 4,269,816</u>	<u>\$ 2,998,206</u>
<u>Liabilities, fund equity and other credits:</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 224,695	\$ 14,702	\$ -	\$ 134,595
Accrued wages	2,596,567	16,972	-	-
Compensated absences payable	92,435	-	-	-
Retainage payable	-	-	-	61,251
Interfund payable	-	183,351	-	-
Intergovernmental payable	505,801	246	-	-
Deferred revenue	19,835,811	-	4,145,202	1,689,321
Undistributed monies	-	-	-	-
Due to students	-	-	-	-
Notes payable	-	-	-	2,000,000
Claims payable	-	-	-	-
Capital leases payable	-	-	-	-
General obligation bonds payable	-	-	-	-
Total liabilities	<u>23,255,309</u>	<u>215,271</u>	<u>4,145,202</u>	<u>3,885,167</u>
<u>Fund equity and other credits:</u>				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings:				
Unreserved	-	-	-	-
Fund balance:				
Reserved for encumbrances	713,062	132,148	-	552,076
Reserved for inventory	23,233	-	-	-
Reserved for endowment	-	-	-	-
Reserved for debt service	-	-	59,901	-
Reserved for property taxes	285,659	-	64,713	26,115
Reserved for school buses	154,508	-	-	-
Reserved for budget stabilization	285,066	-	-	-
Unreserved:				
Designated for budget stabilization	1,087,323	-	-	-
Undesignated	(3,335,683)	516,466	-	(1,465,152)
Total fund equity (deficit) and other credits	<u>(786,832)</u>	<u>648,614</u>	<u>124,614</u>	<u>(886,961)</u>
Total liabilities, fund equity (deficit) and other credits	<u>\$ 22,468,477</u>	<u>\$ 863,885</u>	<u>\$ 4,269,816</u>	<u>\$ 2,998,206</u>

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$ 181,515	\$ 94,518	\$ 113,101	\$ -	\$ -	\$ 4,007,195
-	-	-	-	-	61,251
-	-	-	-	-	25,935,067
240	-	-	-	-	196,816
20,180	-	-	-	-	161,944
-	-	-	-	-	76
-	-	-	-	-	184,782
27,823	-	-	-	-	27,823
4,268	-	-	-	-	27,501
-	-	-	-	-	439,574
403,774	-	-	72,830,497	-	73,234,271
-	-	-	-	124,614	124,614
-	-	-	-	39,621,669	39,621,669
<u>\$ 637,800</u>	<u>\$ 94,518</u>	<u>\$ 113,101</u>	<u>\$ 72,830,497</u>	<u>\$ 39,746,283</u>	<u>\$ 144,022,583</u>
\$ 540	\$ -	\$ 995	\$ -	\$ -	\$ 375,527
73,407	-	-	-	-	2,686,946
20,472	-	-	-	1,312,668	1,425,575
-	-	-	-	-	61,251
-	1,431	-	-	-	184,782
17,146	-	-	-	254,640	777,833
17,129	-	-	-	-	25,687,463
-	-	2,183	-	-	2,183
-	-	91,997	-	-	91,997
-	-	-	-	-	2,000,000
-	372,009	-	-	-	372,009
-	-	-	-	63,975	63,975
-	-	-	-	38,115,000	38,115,000
<u>128,694</u>	<u>373,440</u>	<u>95,175</u>	<u>-</u>	<u>39,746,283</u>	<u>71,844,541</u>
-	-	-	72,830,497	-	72,830,497
719,906	-	-	-	-	719,906
(210,800)	(278,922)	-	-	-	(489,722)
-	-	-	-	-	1,397,286
-	-	-	-	-	23,233
-	-	16,163	-	-	16,163
-	-	-	-	-	59,901
-	-	-	-	-	376,487
-	-	-	-	-	154,508
-	-	-	-	-	285,066
-	-	-	-	-	1,087,323
-	-	1,763	-	-	(4,282,606)
<u>509,106</u>	<u>(278,922)</u>	<u>17,926</u>	<u>72,830,497</u>	<u>-</u>	<u>72,178,042</u>
<u>\$ 637,800</u>	<u>\$ 94,518</u>	<u>\$ 113,101</u>	<u>\$ 72,830,497</u>	<u>\$ 39,746,283</u>	<u>\$ 144,022,583</u>

Twinsburg City School District
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Fund
As of June 30, 2000

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Revenues:</u>				
Taxes	\$ 18,588,807	\$ -	\$ 2,984,819	\$ 1,600,752
Intergovernmental	3,811,615	632,710	305,264	217,516
Interest	310,604	2,780	-	143,362
Tuition and fees	90,721	180,585	-	-
Extracurricular activities	-	177,581	-	-
Classroom materials and fees	7,808	335	-	-
Miscellaneous	50,071	8,867	-	-
Total revenues	<u>22,859,626</u>	<u>1,002,858</u>	<u>3,290,083</u>	<u>1,961,630</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	13,659,007	101,169	-	-
Special	1,183,864	409,639	-	4,033
Vocational	174,720	-	-	-
Support services:				
Pupils	1,840,016	143,347	-	-
Instructional staff	628,295	156,893	-	5,975
Board of education	226,552	-	-	-
Administration	1,776,878	2,603	-	-
Fiscal	630,528	-	-	1,626
Business	312,308	-	-	-
Operation and maintenance of plant	3,357,034	3,033	-	33
Pupil transportation	1,140,728	-	-	-
Central	187,298	-	-	460,108
Operation of non-instructional services	5	38,579	-	-
Extracurricular activities	583,032	182,073	-	-
Capital outlay	-	-	-	3,756,798
Debt service:				
Principal retirement	39,276	-	1,090,000	-
Interest and fiscal charges	10,028	-	2,341,035	-
Total expenditures	<u>25,749,569</u>	<u>1,037,336</u>	<u>3,431,035</u>	<u>4,228,573</u>
Excess of revenues under expenditures	<u>(2,889,943)</u>	<u>(34,478)</u>	<u>(140,952)</u>	<u>(2,266,943)</u>
<u>Other financing sources (uses):</u>				
Operating transfers in	-	4,000	-	-
Operating transfers out	(254,000)	-	-	-
Total other financing sources (uses)	<u>(254,000)</u>	<u>4,000</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources under expenditures and other financing uses	(3,143,943)	(30,478)	(140,952)	(2,266,943)
Fund balances at beginning of year (Note 20)	2,399,519	679,092	265,566	1,379,982
Decrease in reserve for inventory	(42,408)	-	-	-
Fund balances (deficit) at end of year	<u>\$ (786,832)</u>	<u>\$ 648,614</u>	<u>\$ 124,614</u>	<u>\$ (886,961)</u>

See accompanying notes to the general purpose financial statements.

Fiduciary Fund	Totals (Memorandum Only)
Expendable Trust	
\$ -	\$ 23,174,378
-	4,967,105
-	456,746
-	271,306
-	177,581
-	8,143
-	58,938
-	<u>29,114,197</u>
-	13,760,176
-	1,597,536
-	174,720
-	1,983,363
-	791,163
-	226,552
-	1,779,481
-	632,154
-	312,308
-	3,360,100
-	1,140,728
-	647,406
-	38,584
-	765,105
-	3,756,798
-	1,129,276
-	<u>2,351,063</u>
-	<u>34,446,513</u>
-	<u>(5,332,316)</u>
-	4,000
-	<u>(254,000)</u>
-	<u>(250,000)</u>
-	(5,582,316)
130	4,724,289
-	(42,408)
<u>\$ 130</u>	<u>\$ (900,435)</u>

Twinsburg City School District
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances - Budget and Actual
All Governmental Fund Types and Expendable Trust Fund
For the Fiscal Year Ended June 30, 2000

	Governmental Fund Types		
	General Fund		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
<u>Revenues:</u>			
Taxes	\$ 18,934,637	\$ 18,973,229	\$ 38,592
Intergovernmental	3,570,574	3,798,065	227,491
Interest	558,210	371,977	(186,233)
Tuition and fees	28,300	8,134	(20,166)
Extracurricular activities	-	-	-
Classroom materials and supplies	5,000	7,808	2,808
Miscellaneous	66,000	47,794	(18,206)
Total revenues	<u>23,162,721</u>	<u>23,207,007</u>	<u>44,286</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	12,343,783	13,775,373	(1,431,590)
Special	1,388,451	1,193,515	194,936
Vocational	185,376	172,401	12,975
Support services:			
Pupils	1,550,627	1,753,622	(202,995)
Instructional staff	693,520	635,416	58,104
Board of education	506,994	228,354	278,640
Administration	1,428,452	1,725,674	(297,222)
Fiscal	640,996	655,780	(14,784)
Business	372,541	352,579	19,962
Operation and maintenance of plant	4,215,577	3,738,702	476,875
Pupil transportation	1,026,943	1,084,975	(58,032)
Central	304,974	209,534	95,440
Operation of non-instructional services	-	-	-
Extracurricular activities	638,255	587,799	50,456
Capital outlay	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>25,296,489</u>	<u>26,113,724</u>	<u>(817,235)</u>
Excess of revenues over (under) expenditures	<u>(2,133,768)</u>	<u>(2,906,717)</u>	<u>(772,949)</u>
<u>Other financing sources (uses):</u>			
Proceeds of notes	-	-	-
Refund of prior year expenditures	14,900	14,992	92
Refund of prior year receipts	-	-	-
Other financing uses	(4,000)	(4,247)	(247)
Advances in	2,687,000	2,687,133	133
Advances out	(2,600,000)	(2,763,525)	(163,525)
Operating transfers in	2,533	368,323	365,790
Operating transfers out	(300,000)	(622,323)	(322,323)
Total other financing sources (uses)	<u>(199,567)</u>	<u>(319,647)</u>	<u>(120,080)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(2,333,335)	(3,226,364)	(893,029)
Fund balances at beginning of year	3,770,052	3,770,052	-
Prior year encumbrances appropriated	625,921	625,921	-
Fund balances at end of year	<u>\$ 2,062,638</u>	<u>\$ 1,169,609</u>	<u>\$ (893,029)</u>

See accompanying notes to the general purpose financial statements.

Governmental Fund Types

Special Revenue Funds			Debt Service Fund		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 2,986,542	\$ 2,995,840	\$ 9,298
772,184	624,405	(147,779)	285,519	305,264	19,745
3,000	3,993	993	-	-	-
191,800	180,585	(11,215)	-	-	-
166,700	176,701	10,001	-	-	-
-	335	335	-	-	-
31,000	8,584	(22,416)	-	-	-
<u>1,164,684</u>	<u>994,603</u>	<u>(170,081)</u>	<u>3,272,061</u>	<u>3,301,104</u>	<u>29,043</u>
175,180	145,772	29,408	-	-	-
573,399	411,056	162,343	-	-	-
-	-	-	-	-	-
293,505	138,654	154,851	-	-	-
133,317	150,105	(16,788)	-	-	-
-	-	-	-	-	-
-	2,603	(2,603)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,761	3,033	2,728	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
54,167	39,378	14,789	-	-	-
169,146	262,387	(93,241)	-	-	-
-	-	-	-	-	-
-	-	-	1,090,000	1,090,000	-
-	-	-	2,340,588	2,341,035	(447)
<u>1,404,475</u>	<u>1,152,988</u>	<u>251,487</u>	<u>3,430,588</u>	<u>3,431,035</u>	<u>(447)</u>
<u>(239,791)</u>	<u>(158,385)</u>	<u>81,406</u>	<u>(158,527)</u>	<u>(129,931)</u>	<u>28,596</u>
-	-	-	-	-	-
-	-	-	-	-	-
(20,120)	(10,652)	9,468	-	-	-
-	-	-	-	-	-
21,685	183,351	161,666	600,000	600,000	-
(87,133)	(87,133)	-	-	(600,000)	(600,000)
6,300	4,898	(1,402)	-	-	-
-	(898)	(898)	-	-	-
<u>(79,268)</u>	<u>89,566</u>	<u>168,834</u>	<u>600,000</u>	<u>-</u>	<u>(600,000)</u>
(319,059)	(68,819)	250,240	441,473	(129,931)	(571,404)
572,855	572,855	-	189,832	189,832	-
79,276	79,276	-	-	-	-
<u>\$ 333,072</u>	<u>\$ 583,312</u>	<u>\$ 250,240</u>	<u>\$ 631,305</u>	<u>\$ 59,901</u>	<u>\$ (571,404)</u>

(Continued)

Twinsburg City School District
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances - Budget and Actual
All Governmental Fund Types and Expendable Trust Fund
For the Fiscal Year Ended June 30, 2000 - (Continued)

	Governmental Fund Types		
	Capital Projects Funds		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
<u>Revenues:</u>			
Taxes	\$ 1,622,821	\$ 1,628,093	\$ 5,272
Intergovernmental	212,837	217,516	4,679
Interest	125,000	130,288	5,288
Tuition and fees	-	-	-
Extracurricular activities	-	-	-
Classroom materials and supplies	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>1,960,658</u>	<u>1,975,897</u>	<u>15,239</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	-	-	-
Special	14,469	4,514	9,955
Vocational	-	-	-
Support services:			
Pupils	98,000	-	98,000
Instructional staff	6,000	5,975	25
Board of education	-	-	-
Administration	-	-	-
Fiscal	1,300	1,626	(326)
Business	-	-	-
Operation and maintenance of plant	122	33	89
Pupil transportation	-	-	-
Central	573,364	568,837	4,527
Operation of non-instructional services	-	-	-
Extracurricular activities	-	-	-
Capital outlay	7,287,063	6,539,218	747,845
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>7,980,318</u>	<u>7,120,203</u>	<u>860,115</u>
Excess of revenues over (under) expenditures	<u>(6,019,660)</u>	<u>(5,144,306)</u>	<u>875,354</u>
<u>Other financing sources (uses):</u>			
Proceeds of notes	2,000,000	2,000,000	-
Refund of prior year expenditures	-	-	-
Refund of prior year receipts	-	-	-
Other financing uses	-	-	-
Advances in	2,000,000	2,000,000	-
Advances out	-	(2,021,685)	(2,021,685)
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>4,000,000</u>	<u>1,978,315</u>	<u>(2,021,685)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(2,019,660)	(3,165,991)	(1,146,331)
Fund balances at beginning of year	293,361	293,361	-
Prior year encumbrances appropriated	3,442,028	3,442,028	-
Fund balances at end of year	<u>\$ 1,715,729</u>	<u>\$ 569,398</u>	<u>\$ (1,146,331)</u>

See accompanying notes to the general purpose financial statements.

Fiduciary Fund Type			Totals (Memorandum Only)		
Expendable Trust Fund					
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 23,544,000	\$ 23,597,162	\$ 53,162
-	-	-	4,841,114	4,945,250	104,136
-	-	-	686,210	506,258	(179,952)
-	-	-	220,100	188,719	(31,381)
-	-	-	166,700	176,701	10,001
-	-	-	5,000	8,143	3,143
-	-	-	97,000	56,378	(40,622)
-	-	-	29,560,124	29,478,611	(81,513)
-	-	-	12,518,963	13,921,145	(1,402,182)
-	-	-	1,976,319	1,609,085	367,234
-	-	-	185,376	172,401	12,975
-	-	-	1,942,132	1,892,276	49,856
-	-	-	832,837	791,496	41,341
-	-	-	506,994	228,354	278,640
-	-	-	1,428,452	1,728,277	(299,825)
-	-	-	642,296	657,406	(15,110)
-	-	-	372,541	352,579	19,962
-	-	-	4,221,460	3,741,768	479,692
-	-	-	1,026,943	1,084,975	(58,032)
-	-	-	878,338	778,371	99,967
-	-	-	54,167	39,378	14,789
-	-	-	807,401	850,186	(42,785)
-	-	-	7,287,063	6,539,218	747,845
-	-	-	1,090,000	1,090,000	-
-	-	-	2,340,588	2,341,035	(447)
-	-	-	38,111,870	37,817,950	293,920
-	-	-	(8,551,746)	(8,339,339)	212,407
-	-	-	2,000,000	2,000,000	-
-	-	-	14,900	14,992	92
-	-	-	(20,120)	(10,652)	9,468
-	-	-	(4,000)	(4,247)	(247)
-	-	-	5,308,685	5,470,484	161,799
-	-	-	(2,687,133)	(5,472,343)	(2,785,210)
-	-	-	8,833	373,221	364,388
-	-	-	(300,000)	(623,221)	(323,221)
-	-	-	4,321,165	1,748,234	(2,572,931)
-	-	-	(4,230,581)	(6,591,105)	(2,360,524)
130	130	-	4,826,230	4,826,230	-
-	-	-	4,147,225	4,147,225	-
\$ 130	\$ 130	\$ -	\$ 4,742,874	\$ 2,382,350	\$ (2,360,524)

Twinsburg City School District
Combined Statement of Revenues,
Expenses and Changes in Retained Earnings/Fund Balance
All Proprietary Fund Types and Nonexpendable Trust Fund
As of June 30, 2000

	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Internal Service	Nonexpendable Trust	
<u>Operating revenues:</u>				
Tuition	\$ 5,690	\$ -	\$ -	\$ 5,690
Charges for services	677,683	1,561,369	-	2,239,052
Interest	-	-	688	688
Classroom materials and supplies	5,826	-	-	5,826
Extracurricular	-	49,782	-	49,782
Other operating revenues	1,188	5	-	1,193
Total operating revenue	<u>690,387</u>	<u>1,611,156</u>	<u>688</u>	<u>2,302,231</u>
<u>Operating expenses:</u>				
Salaries	430,298	-	-	430,298
Fringe benefits	29,862	-	-	29,862
Purchased services	5,461	287,219	-	292,680
Materials and supplies	37,503	6,372	-	43,875
Cost of sales	384,322	-	-	384,322
Depreciation	31,565	-	-	31,565
Claims	-	1,925,517	-	1,925,517
Other operating expenses	-	40,179	-	40,179
Total operating expenses	<u>919,011</u>	<u>2,259,287</u>	<u>-</u>	<u>3,178,298</u>
Operating income (loss)	<u>(228,624)</u>	<u>(648,131)</u>	<u>688</u>	<u>(876,067)</u>
<u>Non-operating revenues:</u>				
Federal donated commodities	64,971	-	-	64,971
Operating grants	151,364	-	-	151,364
Interest	5,058	-	-	5,058
Total non-operating revenues	<u>221,393</u>	<u>-</u>	<u>-</u>	<u>221,393</u>
Income (loss) before operating transfers	(7,231)	(648,131)	688	(654,674)
Operating transfers in	-	250,000	-	250,000
Net income (loss)	(7,231)	(398,131)	688	(404,674)
Retained earnings/fund balance at beginning of year (Note 20)	<u>(203,569)</u>	<u>119,209</u>	<u>17,108</u>	<u>(67,252)</u>
Retained earnings/fund balance at end of year	<u>\$ (210,800)</u>	<u>\$ (278,922)</u>	<u>\$ 17,796</u>	<u>\$ (471,926)</u>

See accompanying notes to the general purpose financial statements.

Twinsburg City School District
Combined Statement of Cash Flows
All Proprietary Fund Types and Nonexpendable Trust Fund
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Internal Service	Nonexpendable Trust	
<u>Cash flows from operating activities:</u>				
Cash received from customers	\$ 689,199	\$ 49,787	\$ -	\$ 738,986
Cash received from other operating sources	948	-	-	948
Cash received from quasi-external transactions with other funds	-	1,818,195	-	1,818,195
Cash payments to suppliers for goods and services	(364,838)	(293,591)	-	(658,429)
Cash payments to employees for services	(392,625)	-	-	(392,625)
Cash payments for employee benefits	(62,032)	-	-	(62,032)
Cash payments for claims	-	(1,889,592)	-	(1,889,592)
Cash payments for other operating expenses	-	(40,179)	-	(40,179)
Net cash used for operating activities	<u>(129,348)</u>	<u>(355,380)</u>	<u>-</u>	<u>(484,728)</u>
<u>Cash flows from noncapital financing activities:</u>				
Operating grants	150,582	-	-	150,582
Transfer in	-	250,000	-	250,000
Short-term loans from other funds	-	1,431	-	1,431
Net cash provided by noncapital financing activities	<u>150,582</u>	<u>251,431</u>	<u>-</u>	<u>402,013</u>
<u>Cash flows from investing activities:</u>				
Interest on investments	6,253	-	875	7,128
Net cash provided by investing financing	<u>6,253</u>	<u>-</u>	<u>875</u>	<u>7,128</u>
Net increase (decrease) in cash and cash equivalents	27,487	(103,949)	875	(75,587)
Cash and cash equivalents at beginning of year	154,028	198,467	16,921	369,416
Cash and cash equivalents at end of year	<u>\$ 181,515</u>	<u>\$ 94,518</u>	<u>\$ 17,796</u>	<u>\$ 293,829</u>
<u>Reconciliation of operating income (loss) to net cash used for operating activities:</u>				
Operating income (loss)	\$ (228,624)	\$ (648,131)	\$ 688	\$ (876,067)
Adjustments to reconcile operating income (loss) to net cash used for operating activities:				
Depreciation	31,565	-	-	31,565
Federal donated commodities	64,971	-	-	64,971
Interest reported as operating income	-	-	(688)	(688)
Change in assets and liabilities:				
(Increase) decrease in assets:				
Inventory	6,495	-	-	6,495
Accounts receivable	(240)	-	-	(240)
Due from other funds	-	256,826	-	256,826
Increase (decrease) in liabilities:				
Accounts payable	540	-	-	540
Accrued wages	14,150	-	-	14,150
Compensated absences payable	(10,306)	-	-	(10,306)
Intergovernmental payable	1,659	-	-	1,659
Claims payable	-	35,925	-	35,925
Deferred revenue	(9,558)	-	-	(9,558)
Total adjustments	<u>99,276</u>	<u>292,751</u>	<u>(688)</u>	<u>391,339</u>
Net cash used for operating activities	<u>\$ (129,348)</u>	<u>\$ (355,380)</u>	<u>\$ -</u>	<u>\$ (484,728)</u>
<u>Reconciliation of combined balance sheet:</u>				
Equity in pooled cash and cash equivalents, nonexpendable trust fund		\$ 17,796		
Equity in pooled cash and cash equivalents, expendable trust fund		130		
Equity in pooled cash and cash equivalents, agency fund		95,175		
Total equity in pooled cash and cash equivalents, fiduciary fund type		<u>\$ 113,101</u>		

See accompanying notes to the general purpose financial statements.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 1 - Description of the School District and Reporting Entity

Twinsburg City School District (the "School District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The School District operates under a locally elected five-member Board form of government. Each member is elected to a four-year term. The School District provides educational services as mandated by State and/or Federal agencies. The Board of Education controls the School District's four instructional facilities staffed by 205 non-certificated employees, 267 certificated (including administrative) full-time and part-time employees to provide services to 3,535 students and other community members.

Reporting Entity

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

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

The School District is associated with the Northeast Ohio Network for Educational Technology (NEONET) and the Cuyahoga Valley Career Center. These organizations are presented in Note 18 to the general purpose financial statements.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 2 - Summary of Significant Accounting Policies

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

**A. Basis Of Presentation -
Fund Accounting**

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

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

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

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

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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

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

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

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

Enterprise Funds The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the Board of Education 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 the Board of Education has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

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

Fiduciary Fund Type Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and other funds. The School District's fiduciary funds 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 a general nature, the following account groups are used:

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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

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

**B. Measurement Focus
and Basis of
Accounting**

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

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

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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

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

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund type. Revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized when they are incurred, if measurable. 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.

C. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources, and the Appropriation Resolution, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriations Resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The level of budgetary control is established by function and object of expenditure within for the general fund and at the fund level for all other funds. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Tax Budget Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain 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 Summit County Budget Commission for rate determination.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Estimated Resources By April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year.

The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate issued during the fiscal year.

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 function and object level in the general fund and at the fund level for all other funds which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The Appropriation Resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent Certificate of Estimated Resources. 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. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds and reported in the notes to the financial statements for proprietary funds.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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.

D. Cash and Investments

To improve cash management, cash received by the School District is pooled in a central bank account. Monies for all funds, including proprietary funds, are maintained in this account or temporarily used to purchase short-term investments. Individual fund integrity is maintained through School District's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the combined balance sheet. During fiscal year 2000, investments were limited to repurchase agreements and certificates of deposits. Except for investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as non-negotiable certificates of deposit are reported at cost. Under existing Ohio statutes, all investment earnings accrued to the general fund except those specifically related to certain trust funds, unless the Board specifically allows the interest to be recorded in other funds.

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 \$310,604, which includes \$94,316 assigned from other School District funds.

The School District utilizes financial institutions to service bonded debt as principal and interest payments come due. The balances in these accounts are presented on the combined balance sheet as "cash and cash equivalents with fiscal agents" and represents deposits.

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 a maturity of three months or less, at the time they are purchased by the School District, are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

E. Inventory

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Inventories of proprietary funds consist of food, purchased food, and school supplies held for resale and are expensed when used.

F. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets include unexpended revenues restricted for the purchase of buses, and amounts required by statute to be set-aside by the School District for the purchase of textbooks, for the acquisition or construction of capital assets and to create a reserve for budget stabilization. See Note 20 for the calculation of the year-end restricted asset balance and the corresponding fund balance reserves.

G. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the enterprise funds are capitalized in the respective fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of \$500 and a useful life of greater than five years. The School District does not possess 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. Interest incurred during the construction of general fixed assets is also not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, if applicable.

Assets in the general fixed assets account group are not depreciated. Depreciations of building and equipment in the proprietary fund type are computed using the straight-line method over an estimated useful life of twenty-five to fifty years and five to twenty years, respectively.

H. Intergovernmental Revenues

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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

Entitlements

General Fund

State Foundation Program
State Property Tax Relief

Special Revenue Fund

State Foundation Program

Debt Service Fund

State Property Tax Relief

Capital Projects Fund

State Property Tax Relief

Non-Reimbursable Grants

Special Revenue Funds

Teacher Development
Management Information System
Title VI-B
Title I
Title VI
Drug Free Schools
Preschool for the Handicapped
Instructional Materials Subsidy
Disadvantaged Pupil Impact Aid
Alternative School
Title II Eisenhower

Capital Projects Funds

School Net

Reimbursable Grants

General Fund

School bus Purchases
Driver Education
Vocational Education Travel/Salary

Capital Projects Fund

Vocational Educational Equipment

Proprietary Funds

National School Lunch Program
National School Milk Program
Adult Education

Pass-Through Grants

Special Revenue Fund

Auxiliary Services

Grants and entitlements amounted to approximately 15 percent of the School District's operating revenue during the 2000 fiscal year.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

***I. 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 other funds” and “advance 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.

J. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the vesting method; i.e., the liability is based on the sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future. For purposes of establishing a liability for sick pay on employees expected to become eligible to retire in the future, all employees age fifty or greater with at least ten years of service; or twenty years’ service at any age were considered expected to become eligible to retire in accordance with GASB Statement No. 16.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by labor contract and/or statute, plus any applicable additional salary related payments.

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

***K. Accrued Liabilities and
Long-Term Obligations***

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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

L. Interfund Transactions

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

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

M. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for budget stabilization represents money required to be set-aside by statute to protect against cyclical changes in revenues and expenditures.

Fund balance in the general fund includes a designation that represents the amount set-aside by the Board of Education for budget stabilization in excess of the statutory requirement.

N. Contributed Capital

Contributed capital represents donations from governmental funds. These assets are recorded at their fair market value on the date contributed and are not subject to repayment. There was no change in contributed capital during the year.

O. Estimates

The preparation of the 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.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

***P. Memorandum Only -
Total Columns***

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

Note 3 – Budgetary Compliance

The following funds had expenditures plus outstanding encumbrances in excess of appropriations for the fiscal year ended June 30, 2000, which is a violation of Board policy. The general fund is presented at the function and object level and all other funds are presented at the fund level, which is the legal level of budgetary control.

<u>Fund</u>	<u>Account</u>	<u>Excess</u>
<i>General</i>	<i>Instruction: Regular - salaries and wages</i>	973,033
	<i>Instruction: Regular - fringe benefits</i>	603,723
	<i>Instruction: Regular - purchased services</i>	19,511
	<i>Instruction: Regular - capital outlay - new</i>	5,806
	<i>Instruction: Special - materials and supplies</i>	4,246
	<i>Instruction: Vocational - materials and supplies</i>	39
	<i>Support services: Pupil - salaries and wages</i>	242,471
	<i>Support services: Instructional staff - salaries and wages</i>	28,963
	<i>Support services: Instructional staff - other</i>	759
	<i>Support services: Administration - salaries and wages</i>	413,814
	<i>Support services: Fiscal - capital outlay - new</i>	4,961
	<i>Support services: Fiscal - other</i>	57,088
	<i>Support services: Business - salaries and wages</i>	27,463
	<i>Support services: Business - capital outlay - new</i>	22,978
	<i>Support services: Operation and maintenance of plant - materials and supplies</i>	777
	<i>Support services: Pupil transportation - salaries and wages</i>	45,404
	<i>Support services: Pupil transportation - materials and supplies</i>	16,305
	<i>Support services: Pupil transportation - capital outlay - new</i>	3,172
	<i>Extracurricular activities: Sport oriented activities - salaries and wages</i>	10,125
	<i>Other financing sources (uses): Other miscellaneous uses of funds</i>	247
	<i>Other financing sources (uses): Operating transfers out</i>	322,323

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

<u>Fund</u>	<u>Excess</u>
<i>Special Revenue:</i>	
<i>Miscellaneous Local Grants</i>	2,656
<i>District Managed Student Activity</i>	8,225
<i>Auxiliary Services</i>	22,071
<i>Teacher Development</i>	5,210
<i>Miscellaneous Federal Grants</i>	6,559
 <i>Debt Service:</i>	
<i>Bond Retirement</i>	447
 <i>Enterprise:</i>	
<i>Uniform School Supply</i>	2,521
 <i>Internal Service:</i>	
<i>Rotary</i>	28,735

Note 4 – Fund Deficit

As of June 30, 2000, the Title VI-B special revenue fund and Permanent Improvement capital projects fund had deficit fund balances of \$14,959 and \$1,318,910 respectively. Also, the Employee Benefits Self-Insurance internal service fund and Food Service enterprise fund had negative retained earnings of \$311,038 and \$254,343 respectively. These deficits were caused by the application of generally accepted accounting principles. The general fund provides transfers to cover deficit balances in other funds; however, this is done when cash is needed rather than when accruals occur.

Note 5 – Budgetary Basis of Accounting

While the School District is reporting its 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, disbursements and encumbrances. The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balances for governmental fund types and as a note disclosure in the proprietary fund type (GAAP basis).
4. The School District repays short-term note debt from the debt service fund (budget basis) as opposed to the fund that received the proceeds (GAAP basis). Debt service fund resources used to pay both principal and interest have been allocated accordingly.

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

*Excess of Revenue and Other Financing Sources Over (Under)
Expenditures and Other Financing Uses
Governmental Fund Types*

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<i>GAAP Basis</i>	\$ (3,143,943)	\$ (30,478)	\$ (140,952)	\$ (2,266,943)
<i>Revenue accruals</i>	3,417,829	175,994	611,021	4,014,267
<i>Expenditure accruals</i>	(2,597,892)	(72,830)	(600,000)	(4,228,096)
<i>Encumbrances (Budget Basis)</i>				
<i>Outstanding at year end</i>	(902,358)	(141,505)	-	(685,219)
<i>Budget Basis</i>	\$ (3,226,364)	\$ (68,819)	\$ (129,931)	\$ (3,165,991)

Note 6 - Deposits and Investments

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

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by 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; and

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

6. The State Treasurer's investment pool (STAR Ohio); and
7. Certain bankers' acceptances and commercial paper notes in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time.

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 with five years from the date of the purchase unless matched to a specific obligation or debt of the School District, and must be purchased with the exception 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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits At fiscal year end, the carrying amount of the School District's deposits was \$758,020 and the bank balance was \$1,044,918. Of the bank balance, \$263,667 was covered by federal depository insurance and \$781,251 was collateralized with securities held by the pledging financial institution's trust department or agent but not in the School District's name.

Investments GASB Statement No. 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" requires that the School District's investments be classified in categories of custodial credit risk. Category 1 includes investments that are insured or registered or for which securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments which are held by the counter-party's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counter-party, or by its trust department or agent but not in the School District's name.

	<i>Category</i>	<i>Carrying</i>	<i>Fair</i>
	<u>3</u>	<u>Value</u>	<u>Value</u>
<i>Repurchase Agreement</i>	<u>\$ 3,750,000</u>	<u>\$ 3,750,000</u>	<u>\$ 3,750,000</u>

TWINSBURG CITY SCHOOL DISTRICT
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 while the School District fiscal year runs from July through June. Real property tax collections by the County are remitted to the School District a year after they are assessed by the County. Second half tax 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 School 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 thirty-five 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 eighty-eight percent of true value (with certain exceptions) and on real property at thirty-five 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 twenty-five percent of true value.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 21. Under certain circumstances, State statute permits alternative payment dates to be established.

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

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Accrued property taxes receivable represents delinquent taxes outstanding and real property, personal property and public utility taxes which become measurable as of June 30. 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 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 to the School District as an advance and recognized as revenue at June 30, 2000, was \$285,659 available in the general fund and \$26,115 available in the permanent improvements capital projects fund, and \$64,713 in the Bond Retirement debt service fund.

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

<u>Property Category</u>	<u>1999</u> <u>Assessed Value</u>	<u>1998</u> <u>Assessed Value</u>
<u>Real Property</u>		
Residential and Agricultural	\$ 364,141,200	\$ 311,263,570
Commercial and Industrial	158,124,040	142,274,650
Public Utilities	27,920	27,920
Minerals	72,280	95,960
<u>Tangible Personal Property</u>		
General	167,490,019	149,854,308
Public Utilities	<u>20,927,690</u>	<u>20,839,740</u>
Total	<u>\$ 710,783,149</u>	<u>\$ 624,356,148</u>

Note 8 - Receivables

Receivables at June 30, 2000, consisted of taxes, accounts and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. The principal items of the receivables include tuition reimbursement of \$194,341 and intergovernmental receivable of \$161,944.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 9 - Fixed Assets

Enterprise Fund: A summary of the enterprise funds' fixed assets at year end follows:

<u>Classification</u>	<u>Balance</u>
Equipment	\$ 719,906
Less accumulated depreciation	<u>(316,132)</u>
Net fixed assets	<u>\$ 403,774</u>

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

<u>Asset Category</u>	<u>Balance at July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2000</u>
Land and land improvements	\$ 3,049,437	\$ -	\$ -	\$ 3,049,437
Buildings	36,675,640	21,549,695	-	58,225,335
Furniture, fixtures and equipment	8,468,810	557,882	(879)	9,025,813
Vehicles	2,242,639	311,144	(23,871)	2,529,912
Construction in progress	<u>21,515,005</u>	<u>-</u>	<u>(21,515,005)</u>	<u>-</u>
Totals	<u>\$ 71,951,531</u>	<u>\$ 22,418,721</u>	<u>\$ (21,539,755)</u>	<u>\$ 72,830,497</u>

The beginning balances presented above were restated as explained in Note 21.

Note 10 – Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School District has established a Self-Insurance Fund (an internal service fund) to account for and finance its employee health benefits plan. Under this program, the Self-Insurance Fund provides coverage for up to an annual maximum of \$35,000 for each health benefits claim, capped at \$953,090 annually for all claims. The plan is administered by Benefit Services, Incorporated. The School District purchases commercial insurance for claims in excess of coverage provided by the Fund. Settled claims have not exceeded this commercial coverage, nor have there been any significant reductions in coverage in any of the past three fiscal years.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

All funds of the School District participate in the program and make payments to the Self-Insurance Fund based on actuarial estimates of the amounts needed to pay claims and actual amounts needed to pay fixed costs (premiums for stop-loss coverage and medical conversion and administrative fees and services). The School District's independent third-party administrator has actuarially determined that \$372,009 is a good and sufficient provision for all un-matured claim obligations (including both reported but unpaid claims and incurred but not reported claims, as well as an allowance for claim settlement expenses on the estimated unpaid claims) as of June 30, 2000.

The claims liability of \$372,009 reported in the Fund at June 30, 2000 is based on the provisions of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability for the current and prior fiscal years are as follows:

<u>Fiscal Year</u>	<u>Balance at</u> <u>Beginning</u> <u>of Year</u>	<u>Current Year</u> <u>Claims</u>	<u>Claim</u> <u>Payments</u>	<u>Balance at</u> <u>End of Year</u>
1999	\$ 323,471	1,860,788	(1,848,175)	336,084
2000	\$ 336,084	2,145,810	(2,109,885)	372,009

B. Workers' Compensation

The School District is a member of the OSBA Workers' Compensation Group Rating Program established in April 1991. The program was created by the Ohio School Boards Association as a result of the Workers' Compensation group rating plan as defined in Section 4123.29 of the Ohio Revised Code. The group rating program allows school districts to group together to potentially achieve a lower premium rate than they may otherwise be able to acquire as individual employers.

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 11 - Defined Benefit Pension Plans

**A. School Employees
Retirement System**

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

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate of 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2000, 5.5 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 1999, 7.7 percent was used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$605,134, \$562,609 and \$412,001, respectively; 39 percent has been contributed for fiscal year 2000 and 100 percent for fiscal years 1999 and 1998. \$368,248 representing the unpaid contribution for fiscal year 2000, is recorded as a liability within the respective funds and the general long-term debt account group.

**B. State Teachers
Retirement System**

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Plan members are required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute an actuarially determined rate of 14 percent of annual covered payroll; 6 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$1,735,672, \$1,462,201 and \$1,547,486, respectively; 82 percent has been contributed for fiscal year 2000 and 100 percent for fiscal years 1999 and 1998. \$304,300 represents the unpaid contribution for fiscal year 2000 and 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, four members of the Board of Education have elected social security. The Board's liability is 6.2 percent of wages paid.

Note 12 - Postemployment Benefits

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare premiums. Benefit provisions and the obligations to contribute are established by the Systems based on authority granted by State statute. Most benefit recipients are required to 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 is included in the employer contribution rate, currently 14 percent of covered payroll. The retirement board currently allocates employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund from which payments for health care benefits are paid. For the School District, this amount equaled \$991,813 for fiscal year 2000. The balance in the Health Care Reserve Fund for the STRS was \$2.783 billion at June 30, 1999 (latest information available). For the year ended June 30, 1999, the net health care costs paid by the STRS were \$249,929,000 and eligible benefit recipients totaled 95,796.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

For the School Employees Retirement System (SERS), coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium. For the fiscal year ended June 30, 2000, employer contributions to fund health care benefits were 8.50 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2000, the minimum pay was established at \$12,400. The surcharge, added to the unallocated portion of the fourteen percent contribution rate, provides for maintenance of the asset target level for the health care fund. For the School District, the amount contributed to fund health care benefits equaled \$272,310, which includes a surcharge of \$72,256 during the fiscal year 2000.

Health care benefits are financed on a pay-as-you-go basis. The target level for the health care reserve is 150 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 1999 (the latest information available) were \$126,380,984 and the target level was \$189.6 million. At June 30, 1999, SERS had net assets available for payment of health care benefits of \$188 million. The number of participants receiving health care benefits was approximately 51,000.

Note 13 – Capitalized Leases - Lessee Disclosure

In prior years, the School District entered into capitalized leases for the acquisition of computers and copiers. Capital lease payments are reflected as debt service expenditures in the general purpose financial statements. These expenditures are reflected as function expenditures on a budgetary basis.

Fixed assets acquired by lease have been capitalized in the general fixed assets account group in the amount equal to the present value of the future minimum lease payments as of the date of their inception. A corresponding liability was recorded in the general long-term debt account group in the amount of \$418,730. Principal payments in fiscal year 2000 totaled \$39,276 in the governmental funds.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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

<u>Year</u>	<u>Amount</u>
2001	\$ 39,276
2002	30,223
2003	<u>2,450</u>
Total minimum lease payments	71,949
Less: Amount representing interest	<u>(7,974)</u>
Present value of minimum lease payments	<u><u>\$ 63,975</u></u>

Note 14- Long-term Obligations

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

	<u>Balance</u> <u>July 1, 1999</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2000</u>
<u>Permanent Improvement Fund</u>				
<u>Tax Anticipation Notes</u>				
Tax Anticipation Notes	\$ -	\$ 2,000,000	\$ -	\$ 2,000,000
<u>General Long-term Obligations Account Group</u>				
<u>Bonds</u>				
Elementary Renovation and Library	7,525,000	-	(390,000)	7,135,000
New High School Bond	<u>31,680,000</u>	-	<u>(700,000)</u>	<u>30,980,000</u>
Total Bonds	<u>39,205,000</u>	-	<u>(1,090,000)</u>	<u>38,115,000</u>
<u>Other Obligations</u>				
Capital leases payable	93,223	-	(29,248)	63,975
Compensated absences	1,175,463	137,205	-	1,312,668
Early Retirement Incentive	150,000	-	(150,000)	-
Employer pension obligations	<u>220,247</u>	<u>254,640</u>	<u>(220,247)</u>	<u>254,640</u>
Total Other Obligations	<u>1,638,933</u>	<u>391,845</u>	<u>(399,495)</u>	<u>1,631,283</u>
Total General Long-term Obligations	<u>40,843,933</u>	<u>391,845</u>	<u>(1,489,495)</u>	<u>39,746,283</u>
Total Long-term Obligations	<u><u>\$ 40,843,933</u></u>	<u><u>\$ 2,391,845</u></u>	<u><u>\$ (1,489,495)</u></u>	<u><u>\$ 41,746,283</u></u>

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

All current obligation bonds outstanding, issued to provide funds for the acquisition and construction of equipment and facilities, are general obligations of the School District for which the full faith and credit of the School District is pledged for repayment. Accordingly, such unmatured obligations of the School 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. The source of payment is derived from a current 3.50 mill bonded debt tax levy for the School District, and a 0.4 mill bonded debt tax levy for the Library.

An early retirement incentive was offered to School District employees who met qualifying criteria in lieu of satisfying normal retirement eligibility requirements. The beginning balance of \$150,000 was fully paid during the 2000 fiscal year, the final year of the program. These amounts were paid from the fund from which corresponding employees were paid, as is the case with compensated absences and pension obligations.

On May 1, 1996 the School District issued \$32,700,000 in general obligation bonds for the construction of a new high school. The School District previously issued general obligation bonds on December 1, 1991 for elementary school renovations and construction of the Twinsburg Public Library.

The Ohio Revised Code allows for the issuance of tax anticipation notes with a maximum maturity not exceeding five years. The School District issued \$2,000,000 tax anticipation notes at an interest rate of 5.97% on June 29, 2000. The note is reflected as a liability of the Permanent Improvement capital project fund and will be retired with tax revenues with the final payment due in fiscal year 2003.

The annual requirements to amortize all bonds outstanding as of year end including interest payments of \$26,994,064 are as follows:

<u>Fiscal Year</u>	<u>Elementary Renovations and Library Bond</u>	<u>New High School Bond</u>	<u>Total Bonded Debt</u>
2001	\$ 868,074	\$ 2,515,610	\$ 3,383,684
2002	867,735	2,509,688	3,377,423
2003	865,585	2,504,006	3,369,591
2004	866,537	2,505,616	3,372,153
2005	863,853	2,503,719	3,367,572
Thereafter	<u>6,002,842</u>	<u>42,235,799</u>	<u>48,238,641</u>
<i>Total</i>	<u>\$ 10,334,626</u>	<u>\$ 54,774,438</u>	<u>\$ 65,109,064</u>

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Compensated absences, the pension obligation, and the retirement incentive bonus will be paid from the fund from which the person is paid.

Note 15 - Segment Information for Enterprise Funds

The School District maintains three enterprise funds to account for the operations of food service, uniform school supplies and adult education. The table below reflects the more significant financial data relating to the enterprise funds of and for the fiscal year ended June 30, 2000.

	<i>Food Service</i>	<i>Uniform School Supplies</i>	<i>Adult Education</i>	<i>Totals</i>
<i>Operating revenues</i>	\$ 677,683	\$ 5,850	\$ 6,854	\$ 690,387
<i>Depreciation expense</i>	31,565	-	-	31,565
<i>Operating income (loss)</i>	(230,781)	(3,697)	5,854	(228,624)
<i>Donated commodities</i>	64,971	-	-	64,971
<i>Operating grants</i>	151,364	-	-	151,364
<i>Net income (loss)</i>	(9,388)	(3,697)	5,854	(7,231)
<i>Net working capital</i>	82,261	14,033	29,510	125,804
<i>Total assets</i>	593,717	14,573	29,510	637,800
<i>Total equity</i>	465,563	14,033	29,510	509,106
<i>Encumbrances outstanding at June 30, 2000</i>	10,462	540	-	11,002

Note 16 – Interfund Transactions

Interfund balances at June 30, 2000, consist of the following interfund receivables and payables:

	<i>Receivable</i>	<i>Payable</i>
<i>General Fund</i>	\$ 163,097	\$ -
<i>Permanent Improvement capital projects</i>	21,685	-
<i>Public School Support special revenue</i>	-	22,218
<i>Title VI - B special revenue</i>	-	77,345
<i>Title I special revenue</i>	-	65,384
<i>Drug Free School special revenue</i>	-	5,872
<i>Miscellaneous Federal Grants special revenue</i>	-	12,532
<i>Rotary internal service</i>	-	1,431
	<u>\$ 184,782</u>	<u>\$ 184,782</u>

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 17 – Related Organization

The Twinsburg Public Library is a distinct subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The School District is not involved in the budgeting process or operational management of the Library, nor does it subsidize or finance its operations. The selection of directors and approval of the annual budget by the School District is conducted only to comply with statutory requirements.

Note 18 – Jointly Governed Organization

The Northeast Ohio Network for Educational Technology (NEONET) is the computer service organization or Data Acquisition Site (DAS) used by the School District. NEONET is a jointly governed organization among seventeen school districts. The Summit County Educational Service Center acts as the fiscal agent for the consortium. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The Board of Directors consists of member district superintendents and treasurers. The manager/director is a permanent, non-voting member of the board of directors. Each school district's control is limited to its representation on the board. The Board of Directors exercise total control over the operations of the association including budgeting, appropriating, contracting and designating management. All association revenues are generated from charges for services and State funding.

The School District does not retain an ongoing financial interest or an ongoing financial responsibility in NEONET. Payments to NEONET are made from the general fund. During the current fiscal year, the School District contributed \$25,949 to NEONET.

Cuyahoga Valley Career Center is a vocational school district which is a separate body politic and corporate, established by the Ohio Revised Code (ORC) to provide vocational and special education needs of the students. The school accepts non-tuition students from the School District as a member school, however, it is considered a separate political subdivision and is not considered to be part of the School District.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 19 – Contingent Liabilities

A. School Funding

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 Ohio General Assembly to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to the School District. During the fiscal year ended June 30, 2000, the School District received \$2,019,974 of school foundation support for its general fund.

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

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

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

B. Grants

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

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

C. Litigation

The School District is party to legal proceedings. The School District's management is of the opinion that ultimate disposition of claims will not have a material effect, if any, on the financial condition of the School District.

Note 20 – Set Aside Requirements

The School District is required by State statute to annually set aside monies for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. The amounts set aside may be reduced by offset credits, which are monies received and restricted for the same specific purpose. Although the School District had qualifying disbursements during the year that reduced the set aside amounts below zero, these extra amounts may only be used to reduce the set aside requirements of future years for the purchase of textbooks. Negative amounts are therefore not presented as being carried forward to the next fiscal year for the other set-asides. The School District was required to set aside additional monies for textbooks and other instructional materials. Amounts not spent by year-end or reduced by offset credits must be held in cash at year-end and carried forward to be used for the same purposes in future years.

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

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>	<u>School Buses</u>
<i>Set-aside cash balance</i>				
<i>as of June 30, 1999</i>	\$ 359,266	\$ -	\$ 285,066	\$ 98,268
<i>Current year set-aside requirement</i>	567,992	567,992	-	56,240
<i>Qualifying disbursements</i>	<u>(1,046,749)</u>	<u>(3,656,779)</u>	<u>-</u>	<u>-</u>
<i>Total</i>	<u>(119,491)</u>	<u>(3,088,787)</u>	<u>285,066</u>	<u>154,508</u>
<i>Cash balance carried forward to fiscal year 2001</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 285,066</u>	<u>\$ 154,508</u>

The School District had qualifying disbursements and offsets during the fiscal year that reduced the textbook and improvements set-aside amounts below zero. These extra amounts may be used to reduce the set-aside requirements in future fiscal years. The total reserve balance for the four set-asides at the end of the fiscal year was \$439,574.

TWINSBURG CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 21 – Restatement of Prior Year Balances

During the fiscal year, the School District contracted with an appraiser to conduct an inventory of the School District's fixed assets and to determine estimated costs of some assets. Due to the new appraisal, restatements of beginning balances and retained earnings are necessary. As a result of this, the amount of contributed capital reported in the enterprise funds was restated as of July 1, 1999 from \$1,053,361 to \$719,906. Also, some sub-funds used in the Special Trust expendable trust fund were reclassified into the Public School Support special revenue fund. The restatements are as follows:

	<u>Enterprise</u>	<u>General Fixed Asset Account Group</u>	<u>Expendable Trust</u>	<u>Special Revenue</u>
<i>Retained earnings/fund balances as previously stated June 30, 1999</i>	\$ (312,784)		\$ 146,346	\$ 532,876
<i>Account balance as previously stated, June 30, 1999</i>		\$ 68,888,866		
<i>Restatement</i>	<u>109,215</u>	<u>3,062,665</u>	<u>(146,216)</u>	<u>146,216</u>
<i>Restated July 1, 1999</i>	<u>\$ (203,569)</u>	<u>\$ 71,951,531</u>	<u>\$ 130</u>	<u>\$ 679,092</u>

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**Combining, Individual Fund and
Account Group
Financial Statements and Schedules**

GENERAL FUND

The General Fund is used to account for resources traditionally associated with a school district which are not required legally or by sound financial management to be accounted for in another fund. These activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities, student transportation, and administration.

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - General Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$ 18,934,637	\$ 18,973,229	\$ 38,592
Intergovernmental	3,570,574	3,798,065	227,491
Interest	558,210	371,977	(186,233)
Tuition and fees	28,300	8,134	(20,166)
Classroom materials and supplies	5,000	7,808	2,808
Miscellaneous	66,000	47,794	(18,206)
Total revenues	<u>23,162,721</u>	<u>23,207,007</u>	<u>44,286</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and wages	7,616,470	8,589,503	(973,033)
Fringe benefits	3,667,226	4,270,949	(603,723)
Purchased services	79,528	99,039	(19,511)
Materials and supplies	879,325	724,498	154,827
Capital outlay - new	9,547	15,353	(5,806)
Capital outlay - replacement	91,687	76,031	15,656
Total regular	<u>12,343,783</u>	<u>13,775,373</u>	<u>(1,431,590)</u>
Special:			
Salaries and wages	1,093,200	1,016,912	76,288
Purchased services	251,537	132,478	119,059
Materials and supplies	31,911	36,157	(4,246)
Capital outlay - new	11,803	7,968	3,835
Total special	<u>1,388,451</u>	<u>1,193,515</u>	<u>194,936</u>
Vocational:			
Salaries and wages	184,700	171,686	13,014
Materials and supplies	676	715	(39)
Total vocational	<u>185,376</u>	<u>172,401</u>	<u>12,975</u>
Total instruction	<u>13,917,610</u>	<u>15,141,289</u>	<u>(1,223,679)</u>

(Continued)

Twinsburg City School District

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget and Actual - General Fund

For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Support services:			
Pupils:			
Salaries and wages	1,233,000	1,475,471	(242,471)
Fringe benefits	25,000	20,641	4,359
Purchased services	253,809	219,916	33,893
Materials and supplies	30,818	29,803	1,015
Other	8,000	7,791	209
Total pupils	<u>1,550,627</u>	<u>1,753,622</u>	<u>(202,995)</u>
Instructional staff:			
Salaries and wages	350,700	379,663	(28,963)
Purchased services	72,553	54,040	18,513
Materials and supplies	266,767	199,034	67,733
Capital outlay - new	3,000	1,420	1,580
Other	500	1,259	(759)
Total instructional staff	<u>693,520</u>	<u>635,416</u>	<u>58,104</u>
Board of education:			
Salaries and wages	10,000	7,840	2,160
Fringe benefits	40,263	16,487	23,776
Purchased services	267,757	185,235	82,522
Materials and supplies	6,000	2,002	3,998
Other	182,974	16,790	166,184
Total board of education	<u>506,994</u>	<u>228,354</u>	<u>278,640</u>
Administration:			
Salaries and wages	1,074,930	1,488,744	(413,814)
Fringe benefits	185,000	144,525	40,475
Purchased services	97,431	41,086	56,345
Materials and supplies	50,200	42,663	7,537
Other	20,891	8,656	12,235
Total administration	<u>1,428,452</u>	<u>1,725,674</u>	<u>(297,222)</u>
Fiscal:			
Salaries and wages	201,000	198,497	2,503
Fringe benefits	25,500	18,349	7,151
Purchased services	83,278	47,899	35,379
Materials and supplies	9,698	7,466	2,232
Capital outlay - new	8,519	13,480	(4,961)
Other	313,001	370,089	(57,088)
Total fiscal	<u>640,996</u>	<u>655,780</u>	<u>(14,784)</u>

(Continued)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - General Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Business:			
Salaries and wages	64,900	92,363	(27,463)
Fringe benefits	9,000	8,673	327
Purchased services	20,140	4,192	15,948
Materials and supplies	113,411	59,283	54,128
Capital outlay - new	165,090	188,068	(22,978)
Total business	372,541	352,579	19,962
Operation and maintenance of plant:			
Salaries and wages	1,370,000	1,314,403	55,597
Purchased services	2,529,594	2,107,539	422,055
Materials and supplies	315,983	316,760	(777)
Total operation and maintenance of plant	4,215,577	3,738,702	476,875
Pupil transportation:			
Salaries and wages	798,900	844,304	(45,404)
Purchased services	35,010	28,161	6,849
Materials and supplies	187,549	203,854	(16,305)
Capital outlay - new	5,484	8,656	(3,172)
Total pupil transportation	1,026,943	1,084,975	(58,032)
Central:			
Salaries and wages	137,100	117,931	19,169
Purchased services	33,750	15,599	18,151
Materials and supplies	134,124	76,004	58,120
Total central	304,974	209,534	95,440
Total support services	10,740,624	10,384,636	355,988
Extracurricular activities:			
Academic and subject oriented activities:			
Salaries and wages	413,000	386,975	26,025
Materials and supplies	1,090	536	554
Other	2,965	1,662	1,303
Total academic and subject oriented activities	417,055	389,173	27,882

(Continued)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - General Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Sports oriented activities:			
Salaries and wages	125,000	135,125	(10,125)
Purchased services	58,500	26,460	32,040
Materials and supplies	36,000	35,941	59
Total sports oriented activities	<u>219,500</u>	<u>197,526</u>	<u>21,974</u>
School and public service co-curricular activities:			
Purchased services	1,700	1,100	600
Total extracurricular activities	<u>638,255</u>	<u>587,799</u>	<u>50,456</u>
Total expenditures	<u>25,296,489</u>	<u>26,113,724</u>	<u>(817,235)</u>
Excess of revenues under expenditures	<u>(2,133,768)</u>	<u>(2,906,717)</u>	<u>(772,949)</u>
<u>Other financing sources (uses):</u>			
Refund of prior year expenditures	14,900	14,992	92
Other miscellaneous uses of funds	(4,000)	(4,247)	(247)
Advances in	2,687,000	2,687,133	133
Advances out	(2,600,000)	(2,763,525)	(163,525)
Operating transfers in	2,533	368,323	365,790
Operating transfers out	(300,000)	(622,323)	(322,323)
Total other financing sources (uses)	<u>(199,567)</u>	<u>(319,647)</u>	<u>(120,080)</u>
Excess of revenues and other financing sources under expenditures and other financing uses	<u>(2,333,335)</u>	<u>(3,226,364)</u>	<u>(893,029)</u>
Fund balance at beginning of year	3,770,052	3,770,052	-
Prior year encumbrances appropriated	<u>625,921</u>	<u>625,921</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,062,638</u>	<u>\$ 1,169,609</u>	<u>\$ (893,029)</u>

SPECIAL REVENUE FUNDS

The special revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes. The title of each special revenue fund is descriptive of the activities accounted for therein. The special revenue funds are:

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.

Miscellaneous Local Grants

To account for funds received from private organizations that are restricted for specific purposes.

District Managed Student Activity

To account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund includes athletic programs as well as band, cheerleaders, drama clubs, 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 School District as provided by state law.

Teacher Development

To account for state revenues used to assist teachers in gaining new skills and becoming familiar with new teaching methodologies.

Excellence in Education Program

To account for pupil competency assessment and instructional development in English Composition, Mathematics and Reading as required by the minimum standards for Ohio Schools. This fund is also provided to account for expenses related to the Ohio Science Olympics and to the International Science and Engineering Fair.

Management Information System

To account for state funds provided to assist the School District in implementing a staff, student, and financial reporting system as mandated by the Omnibus Education Reform Act of 1989.

Disadvantaged Pupil Impact Aid (DPIA)

To account for state funds which provide instructional programs and materials for disadvantaged students.

Instructional Material Subsidy

To account for monies received from the state for textbooks, instructional software, instructional materials, and any other materials the School District deems to be helpful in providing appropriate instruction to students in the following subject areas: reading, writing, mathematics, science and citizenship.

Alternative Schools

A fund used to account for alternative educational programs for existing and new at-risk and delinquent youth. Programs shall be focused on youth in one or more of the following categories: those who have been expelled or suspended, those who have dropped out of school or who are at risk of dropping out of school, those who are habitually taunt or disruptive, or those on probation or on parole from a Department of Youth Services' facility.

Miscellaneous State Grants

To account for monies received from state agencies which are not classified elsewhere.

Title II - Eisenhower

To account for federal funds used in the training of teachers in new techniques and methodologies in the areas of mathematics and science.

Title VI-B

To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

Title I

To account for federal funds for services provided to meet special educational needs of educationally deprived children.

Title VI

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

Drug-Free School Grant

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

EHA Preschool Grants

To account for federal funds used for the improvement and expansion of services for handicapped children ages three through five years.

Miscellaneous Federal Grants

To account for federal revenues received through state agencies from the federal government or directly from the federal governments which are not classified elsewhere.

Twinsburg City School District
Combining Balance Sheet
All Special Revenue Funds
As of June 30, 2000

	<u>Public School Support</u>	<u>Miscellaneous Local Grants</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 533,459	\$ 2,608	\$ 30,307	\$ 45,589
Receivables:				
Accounts	880	-	-	-
Intergovernmental	-	-	-	-
Total assets	<u>\$ 534,339</u>	<u>\$ 2,608</u>	<u>\$ 30,307</u>	<u>\$ 45,589</u>
 <u>Liabilities and fund equity:</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 61	\$ -	\$ 3,877	\$ 5,740
Accrued wages	16,972	-	-	-
Interfund payable	22,218	-	-	-
Intergovernmental payable	246	-	-	-
Total liabilities	<u>39,497</u>	<u>-</u>	<u>3,877</u>	<u>5,740</u>
 <u>Fund equity:</u>				
Fund balance:				
Reserved for encumbrances	76,787	-	9,517	39,542
Unreserved, undesignated	418,055	2,608	16,913	307
Total fund equity	<u>494,842</u>	<u>2,608</u>	<u>26,430</u>	<u>39,849</u>
Total liabilities and fund equity	<u>\$ 534,339</u>	<u>\$ 2,608</u>	<u>\$ 30,307</u>	<u>\$ 45,589</u>

<u>Teacher Development</u>	<u>Excellence in Education Program</u>	<u>Management Information System</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>Instructional Material Subsidy</u>	<u>Alternative Schools</u>
\$ 9,366	\$ 15,157	\$ 2,503	\$ 356	\$ -	\$ 60,000
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 9,366</u>	<u>\$ 15,157</u>	<u>\$ 2,503</u>	<u>\$ 356</u>	<u>\$ -</u>	<u>\$ 60,000</u>
\$ 3,175	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,175</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
749	61	-	-	-	-
<u>5,442</u>	<u>15,096</u>	<u>2,503</u>	<u>356</u>	<u>-</u>	<u>60,000</u>
<u>6,191</u>	<u>15,157</u>	<u>2,503</u>	<u>356</u>	<u>-</u>	<u>60,000</u>
<u>\$ 9,366</u>	<u>\$ 15,157</u>	<u>\$ 2,503</u>	<u>\$ 356</u>	<u>\$ -</u>	<u>\$ 60,000</u>

Twinsburg City School District
Combining Balance Sheet
All Special Revenue Funds
For the Fiscal Year Ended June 30, 2000

	Miscellaneous State Grants	Title II Eisenhower	Title VI-B	Title I
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 729	\$ 3,883	\$ 60	\$ -
<u>Receivables:</u>				
Accounts	-	-	-	-
Intergovernmental	-	-	62,326	70,977
Total assets	<u>\$ 729</u>	<u>\$ 3,883</u>	<u>\$ 62,386</u>	<u>\$ 70,977</u>
 <u>Liabilities and fund equity:</u>				
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ 1,849	\$ -	\$ -
Accrued wages	-	-	-	-
Interfund payable	-	-	77,345	65,384
Intergovernmental payable	-	-	-	-
Total liabilities	<u>-</u>	<u>1,849</u>	<u>77,345</u>	<u>65,384</u>
 <u>Fund equity:</u>				
<u>Fund balance:</u>				
Reserved for encumbrances	655	1,357	60	-
Unreserved, undesignated	74	677	(15,019)	5,593
Total fund equity	<u>729</u>	<u>2,034</u>	<u>(14,959)</u>	<u>5,593</u>
Total liabilities and fund equity	<u>\$ 729</u>	<u>\$ 3,883</u>	<u>\$ 62,386</u>	<u>\$ 70,977</u>

<u>Title VI</u>	<u>Drug-Free School Grant</u>	<u>EHA Preschool Grants</u>	<u>Miscellaneous Federal Grants</u>	<u>Total All Funds</u>
\$ 3,365	\$ 2,696	\$ 1,042	\$ 14,621	\$ 725,741
-	-	-	-	880
<u>-</u>	<u>3,961</u>	<u>-</u>	<u>-</u>	<u>137,264</u>
<u>\$ 3,365</u>	<u>\$ 6,657</u>	<u>\$ 1,042</u>	<u>\$ 14,621</u>	<u>\$ 863,885</u>
\$ -	\$ -	\$ -	\$ -	\$ 14,702
-	-	-	-	16,972
-	5,872	-	12,532	183,351
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>246</u>
<u>-</u>	<u>5,872</u>	<u>-</u>	<u>12,532</u>	<u>215,271</u>
-	1,803	-	1,617	132,148
3,365	(1,018)	1,042	472	516,466
<u>3,365</u>	<u>785</u>	<u>1,042</u>	<u>2,089</u>	<u>648,614</u>
<u>\$ 3,365</u>	<u>\$ 6,657</u>	<u>\$ 1,042</u>	<u>\$ 14,621</u>	<u>\$ 863,885</u>

Twinsburg City School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
As of June 30, 2000

	Public School Support	Miscellaneous Local Grants	District Managed Student Activity	Auxiliary Services
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ -	\$ -	\$ 59,804
Interest	1,316	-	-	1,464
Tuition and fees	180,585	-	-	-
Extracurricular activities	62,337	-	115,244	-
Classroom materials and supplies	335	-	-	-
Miscellaneous	4,732	4,000	135	-
Total revenues	<u>249,305</u>	<u>4,000</u>	<u>115,379</u>	<u>61,268</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	2,000	11,656	-	15,612
Special	-	-	-	-
Support services:				
Pupils	136,656	-	-	-
Instructional staff	-	-	-	-
Administration	2,603	-	-	-
Operation and maintenance of plant	-	-	-	-
Operation of non-instructional services	4,168	-	-	31,903
Extracurricular activities	56,125	-	120,208	5,740
Total expenditures	<u>201,552</u>	<u>11,656</u>	<u>120,208</u>	<u>53,255</u>
Excess of revenues over (under) expenditures	<u>47,753</u>	<u>(7,656)</u>	<u>(4,829)</u>	<u>8,013</u>
<u>Other financing sources:</u>				
Operating transfers in	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures	51,753	(7,656)	(4,829)	8,013
Fund balances at beginning of year	<u>443,089</u>	<u>10,264</u>	<u>31,259</u>	<u>31,836</u>
Fund balances (deficits) at end of year	<u>\$ 494,842</u>	<u>\$ 2,608</u>	<u>\$ 26,430</u>	<u>\$ 39,849</u>

<u>Teacher Development</u>	<u>Excellence in Education Program</u>	<u>Management Information System</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>Instructional Material Subsidy</u>	<u>Alternative Schools</u>
\$ 20,120	\$ -	\$ 9,675	\$ 25,406	\$ -	\$ 60,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>20,120</u>	<u>-</u>	<u>9,675</u>	<u>25,406</u>	<u>-</u>	<u>60,000</u>
-	31,110	-	25,406	6,928	-
-	-	-	-	-	-
-	1,436	-	-	-	-
23,976	-	10,133	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>23,976</u>	<u>32,546</u>	<u>10,133</u>	<u>25,406</u>	<u>6,928</u>	<u>-</u>
<u>(3,856)</u>	<u>(32,546)</u>	<u>(458)</u>	<u>-</u>	<u>(6,928)</u>	<u>60,000</u>
-	-	-	-	-	-
(3,856)	(32,546)	(458)	-	(6,928)	60,000
<u>10,047</u>	<u>47,703</u>	<u>2,961</u>	<u>356</u>	<u>6,928</u>	<u>-</u>
<u>\$ 6,191</u>	<u>\$ 15,157</u>	<u>\$ 2,503</u>	<u>\$ 356</u>	<u>\$ -</u>	<u>\$ 60,000</u>

Twinsburg City School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 2000

	Miscellaneous State Grants	Title II Eisenhower	Title VI-B	Title I
<u>Revenues:</u>				
Intergovernmental	\$ 25,000	\$ 12,289	\$ 111,854	\$ 222,191
Interest	-	-	-	-
Tuition and fees	-	-	-	-
Extracurricular activities	-	-	-	-
Classroom materials and supplies	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>25,000</u>	<u>12,289</u>	<u>111,854</u>	<u>222,191</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	-	-	-	-
Special	-	14,949	100,257	236,957
Support services:				
Pupils	-	-	-	-
Instructional staff	24,271	-	55,370	-
Administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Operation of non-instructional Services	-	-	-	1,836
Extracurricular activities	-	-	-	-
Total expenditures	<u>24,271</u>	<u>14,949</u>	<u>155,627</u>	<u>238,793</u>
Excess of revenues over (under) expenditures	<u>729</u>	<u>(2,660)</u>	<u>(43,773)</u>	<u>(16,602)</u>
<u>Other financing sources:</u>				
Operating transfers in	-	-	-	-
Excess of revenues and other financing sources over (under) expenditures	729	(2,660)	(43,773)	(16,602)
Fund balances at beginning of year	-	4,694	28,814	22,195
Fund balances (deficits) at end of year	<u>\$ 729</u>	<u>\$ 2,034</u>	<u>\$ (14,959)</u>	<u>\$ 5,593</u>

<u>Title VI</u>	<u>Drug-Free School Grant</u>	<u>EHA Preschool Grants</u>	<u>Miscellaneous Federal Grants</u>	<u>Total All Funds</u>
\$ 12,590	\$ 8,260	\$ 20,739	\$ 44,782	\$ 632,710
-	-	-	-	2,780
-	-	-	-	180,585
-	-	-	-	177,581
-	-	-	-	335
-	-	-	-	8,867
<u>12,590</u>	<u>8,260</u>	<u>20,739</u>	<u>44,782</u>	<u>1,002,858</u>
-	8,457	-	-	101,169
16,306	-	-	41,170	409,639
-	2,169	3,086	-	143,347
-	593	19,697	22,853	156,893
-	-	-	-	2,603
-	3,033	-	-	3,033
672	-	-	-	38,579
-	-	-	-	182,073
<u>16,978</u>	<u>14,252</u>	<u>22,783</u>	<u>64,023</u>	<u>1,037,336</u>
<u>(4,388)</u>	<u>(5,992)</u>	<u>(2,044)</u>	<u>(19,241)</u>	<u>(34,478)</u>
-	-	-	-	4,000
(4,388)	(5,992)	(2,044)	(19,241)	(30,478)
<u>7,753</u>	<u>6,777</u>	<u>3,086</u>	<u>21,330</u>	<u>679,092</u>
<u>\$ 3,365</u>	<u>\$ 785</u>	<u>\$ 1,042</u>	<u>\$ 2,089</u>	<u>\$ 648,614</u>

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Public School Support Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$ 2,500	\$ 2,083	\$ (417)
Tuition and fees	191,800	180,585	(11,215)
Extracurricular activities	51,700	61,457	9,757
Classroom materials and supplies	-	335	335
Miscellaneous	28,000	4,584	(23,416)
Total revenues	<u>274,000</u>	<u>249,044</u>	<u>(24,956)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Other	-	2,000	(2,000)
Support services:			
Pupils:			
Salaries and wages	115,650	104,978	10,672
Fringe benefits	24,000	5,805	18,195
Purchased services	58,000	189	57,811
Materials and supplies	23,000	17,248	5,752
Capital outlay - new	62,139	3,743	58,396
Total pupils	<u>282,789</u>	<u>131,963</u>	<u>150,826</u>
Instructional staff:			
Purchased services	250	238	12
Administration:			
Materials and supplies	-	603	(603)
Other	-	2,000	(2,000)
Total administration	<u>-</u>	<u>2,603</u>	<u>(2,603)</u>
Total support services	<u>283,039</u>	<u>134,804</u>	<u>148,235</u>
Operation of non-instructional services:			
Community services:			
Salaries and wages	2,000	426	1,574
Purchased services	2,000	250	1,750
Materials and supplies	2,000	1,343	657
Capital outlay - new	2,000	2,149	(149)
Total operation of non-instructional services	<u>8,000</u>	<u>4,168</u>	<u>3,832</u>

(Continued)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Public School Support Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Extracurricular activities:			
Academic and subject oriented activities:			
Materials and supplies	2,000	3,694	(1,694)
Occupational oriented activities:			
Purchased services	300	8,346	(8,046)
Materials and supplies	2,294	2,851	(557)
Capital outlay - new	200	25	175
Other	16,394	14,388	2,006
Total occupational oriented activities	19,188	25,610	(6,422)
Sports oriented activities:			
Capital outlay - new	-	71,685	(71,685)
Other	400	35	365
Total sports oriented activities	400	71,720	(71,320)
School and public service co-curricular activities:			
Materials and supplies	8,300	23,763	(15,463)
Capital outlay - new	3,379	578	2,801
Capital outlay - replacement	3,379	932	2,447
Other	11,000	6,365	4,635
Total school and public service co-curricular activities	26,058	31,638	(5,580)
Total extracurricular activities	47,646	132,662	(85,016)
Total expenditures	338,685	273,634	65,051
Excess of revenues under expenditures	(64,685)	(24,590)	40,095
<u>Other financing sources (uses):</u>			
Advances in	21,685	22,218	533
Operating transfers in	6,300	4,898	(1,402)
Operating transfers out	-	(898)	(898)
Total other financing sources (uses)	27,985	26,218	(1,767)

(Continued)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Public School Support Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(36,700)	1,628	38,328
Fund balance at beginning of year	450,500	450,500	-
Prior year encumbrances appropriated	4,396	4,396	-
Fund balance at end of year	<u>\$ 418,196</u>	<u>\$ 456,524</u>	<u>\$ 38,328</u>

Twinsburg City School District

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget and Actual - Miscellaneous Local Grants Fund

For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Miscellaneous	\$ 3,000	\$ 4,000	\$ 1,000
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and wages	4,000	9,002	(5,002)
Purchased services	400	78	322
Materials and supplies	2,700	2,103	597
Capital outlay - new	2,000	573	1,427
Total expenditures	9,100	11,756	(2,656)
Excess of revenues under expenditures	(6,100)	(7,756)	(1,656)
Fund balance at beginning of year	10,364	10,364	-
Fund balance at end of year	\$ 4,264	\$ 2,608	\$ (1,656)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - District Managed Student Activity Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular activities	\$ 115,000	\$ 115,244	\$ 244
<u>Expenditures:</u>			
Extracurricular activities:			
Academic and subject oriented activities:			
Purchased services	3,000	2,090	910
Materials and supplies	200	-	200
Other	4,400	3,843	557
Total academic and subject oriented activities	7,600	5,933	1,667
Sports oriented activities:			
Purchased services	9,000	7,164	1,836
Materials and supplies	58,150	79,059	(20,909)
Other	4,250	1,410	2,840
Total sports oriented activities	71,400	87,633	(16,233)
School and public service co-curricular activities:			
Purchased services	40,000	35,259	4,741
Materials and supplies	1,000	900	100
Other	1,500	-	1,500
Total school and public service co-curricular activities	42,500	36,159	6,341
Total expenditures	121,500	129,725	(8,225)
Excess of revenues under expenditures	(6,500)	(14,481)	(7,981)
Fund balance at beginning of year	28,468	28,468	-
Prior year encumbrances appropriated	2,150	2,150	-
Fund balance at end of year	\$ 24,118	\$ 16,137	\$ (7,981)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 60,972	\$ 59,804	\$ (1,168)
Interest	500	1,910	1,410
Total revenues	<u>61,472</u>	<u>61,714</u>	<u>242</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and wages	3,000	1,212	1,788
Fringe benefits	-	215	(215)
Purchased services	10,000	14,030	(4,030)
Materials and supplies	21,000	40,153	(19,153)
Total instruction	<u>34,000</u>	<u>55,610</u>	<u>(21,610)</u>
Community services:			
Purchased services	14,821	15,148	(327)
Materials and supplies	17,420	17,554	(134)
Total community Services	<u>32,241</u>	<u>32,702</u>	<u>(461)</u>
Total expenditures	<u>66,241</u>	<u>88,312</u>	<u>(22,071)</u>
Excess of revenues under expenditures	(4,769)	(26,598)	(21,829)
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	32,189	32,189	-
Fund balance at end of year	<u>\$ 27,420</u>	<u>\$ 5,591</u>	<u>\$ (21,829)</u>

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Teacher Development Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 20,120	\$ 20,120	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Instructional staff:			
Purchased services	-	14,678	(14,678)
Excess of revenues over expenditures	20,120	5,442	(14,678)
<u>Other financing uses:</u>			
Refund of prior year receipts	(20,120)	(10,652)	9,468
Excess of revenues over (under) expenditures and other financing uses	-	(5,210)	(5,210)
Fund balance at beginning of year	10,652	10,652	-
Fund balance at end of year	\$ 10,652	\$ 5,442	\$ (5,210)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Excellence in Education Program Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Materials and supplies	-	11,836	(11,836)
Capital outlay - new	30,348	19,335	11,013
Total instruction	30,348	31,171	(823)
Support services:			
Pupils:			
Purchased services	5,270	1,436	3,834
Total expenditures	35,618	32,607	3,011
Excess of revenues under expenditures	(35,618)	(32,607)	3,011
Fund balance at beginning of year	22,085	22,085	-
Prior year encumbrances appropriated	25,618	25,618	-
Fund balance at end of year	\$ 12,085	\$ 15,096	\$ 3,011

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Management Information System Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 9,675	\$ 9,675	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Instructional staff:			
Purchased services	10,133	10,133	-
Excess of revenues under expenditures	(458)	(458)	-
Fund balance at beginning of year	2,961	2,961	-
Fund balance at end of year	\$ 2,503	\$ 2,503	\$ -

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Disadvantaged Pupil Impact Aid Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 25,406	\$ 25,406	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and wages	25,406	25,406	-
Excess of revenues over (under) expenditures	-	-	-
Fund balance at beginning of year	356	356	-
Fund balance at end of year	\$ 356	\$ 356	\$ -

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Instructional Material Subsidy Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Materials and supplies	54,167	9,569	44,598
Excess of revenues under expenditures	(54,167)	(9,569)	44,598
Fund balance at beginning of year	3,829	3,829	-
Prior year encumbrances appropriated	5,740	5,740	-
Fund balance (deficit) at end of year	\$ (44,598)	\$ -	\$ 44,598

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Alternative Schools Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 60,000	\$ 60,000	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Excess of revenues over expenditures	60,000	60,000	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ 60,000	\$ 60,000	\$ -

Twinsburg City School District

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget and Actual - Miscellaneous State Grants Fund

For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 25,000	\$ 25,000	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Instructional staff:			
Salaries and wages	500	16,958	(16,458)
Fringe benefits	3,530	2,970	560
Purchased services	18,000	2,321	15,679
Materials and supplies	2,970	2,677	293
Total expenditures	25,000	24,926	74
Excess of revenues over expenditures	-	74	74
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ 74	\$ 74

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Title II Eisenhower Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 12,289	\$ 12,289	\$ -
<u>Expenditures:</u>			
Current:			
Special:			
Materials and supplies	22,694	16,306	6,388
Excess of revenues under expenditures	(10,405)	(4,017)	6,388
Fund balance at beginning of year	4,694	4,694	-
Fund balance (deficit) at end of year	\$ (5,711)	\$ 677	\$ 6,388

Twinsburg City School District

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget and Actual - Title VI-B Fund

For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 224,290	\$ 137,762	\$ (86,528)
<u>Expenditures:</u>			
Current:			
Special:			
Salaries and wages	3,000	3,000	-
Purchased services	114,500	86,003	28,497
Materials and supplies	11,314	11,314	-
Total instruction	128,814	100,317	28,497
Instructional staff:			
Salaries and wages	50,000	40,277	9,723
Fringe benefits	15,093	15,093	-
Total support services	65,093	55,370	9,723
Total expenditures	193,907	155,687	38,220
Excess of revenues over (under) expenditures	30,383	(17,925)	(48,308)
<u>Other financing sources (uses):</u>			
Advances in	-	77,345	77,345
Advances out	(68,603)	(68,603)	-
Total other financing sources (uses)	(68,603)	8,742	77,345
Excess of revenues and other financing sources under expenditures and other financing uses	(38,220)	(9,183)	29,037
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	9,183	9,183	-
Fund balance (deficit) at end of year	\$ (29,037)	\$ -	\$ 29,037

Twinsburg City School District

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget and Actual - Title I Fund

For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 240,582	\$ 191,939	\$ (48,643)
<u>Expenditures:</u>			
Current:			
Special:			
Salaries and wages	337,207	216,957	120,250
Fringe benefits	20,000	20,000	-
Total instruction	<u>357,207</u>	<u>236,957</u>	<u>120,250</u>
Operation of non-instructional services:			
Community services:			
Salaries and wages	1,347	1,836	(489)
Total expenditures	<u>358,554</u>	<u>238,793</u>	<u>119,761</u>
Excess of revenues under expenditures	<u>(117,972)</u>	<u>(46,854)</u>	<u>71,118</u>
<u>Other financing sources (uses):</u>			
Advances in	-	65,384	65,384
Advances out	(18,530)	(18,530)	-
Total other financing sources (uses)	<u>(18,530)</u>	<u>46,854</u>	<u>65,384</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(136,502)	-	136,502
Fund balance at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ (136,502)</u>	<u>\$ -</u>	<u>\$ 136,502</u>

Twinsburg City School District

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget and Actual - Title VI Fund

For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 12,590	\$ 12,590	\$ -
<u>Expenditures:</u>			
Current:			
Special:			
Salaries and wages	15,204	14,556	648
Fringe benefits	1,750	1,750	-
Total instruction	16,954	16,306	648
Operation of non-instructional services:			
Community services:			
Salaries and wages	472	472	-
Materials and supplies	12,107	200	11,907
Total operation of non-instructional services	12,579	672	11,907
Total expenditures	29,533	16,978	12,555
Excess of revenues under expenditures	(16,943)	(4,388)	12,555
Fund balance at beginning of year	7,753	7,753	-
Fund balance (deficit) at end of year	\$ (9,190)	\$ 3,365	\$ 12,555

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Drug-Free School Grant Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 16,210	\$ 4,299	\$ (11,911)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Purchased services	14,458	1,458	13,000
Materials and supplies	7,701	8,802	(1,101)
Total instruction	22,159	10,260	11,899
Support services:			
Pupils:			
Materials and supplies	2,360	2,169	191
Instructional staff:			
Salaries and wages	751	593	158
Operation and maintenance of plant:			
Materials and supplies	3,361	633	2,728
Other	2,400	2,400	-
Total operation and maintenance of plant	5,761	3,033	2,728
Total support services	8,872	5,795	3,077
Total expenditures	31,031	16,055	14,976
Excess of revenues under expenditures	(14,821)	(11,756)	3,065
<u>Other financing sources:</u>			
Advances in	-	5,872	5,872
Excess of revenues and other financing sources under expenditures	(14,821)	(5,884)	8,937
Fund balance at beginning of year	6,777	6,777	-
Fund balance (deficit) at end of year	\$ (8,044)	\$ 893	\$ 8,937

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - EHA Preschool Grants Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 20,739	\$ 20,739	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils:			
Salaries and wages	3,086	3,086	-
Instructional staff:			
Salaries and wages	20,739	19,697	1,042
Total expenditures	23,825	22,783	1,042
Excess of revenues under expenditures	(3,086)	(2,044)	1,042
Fund balance at beginning of year	3,086	3,086	-
Fund balance at end of year	\$ -	\$ 1,042	\$ 1,042

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Miscellaneous Federal Grants Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 44,311	\$ 44,782	\$ 471
<u>Expenditures:</u>			
Current:			
Instruction:			
Special:			
Salaries and wages	43,730	37,170	6,560
Fringe benefits	4,000	4,000	-
Total instruction	47,730	41,170	6,560
Instructional staff:			
Salaries and wages	10,351	21,599	(11,248)
Purchased services	1,000	1,000	-
Materials and supplies	-	1,871	(1,871)
Total support services	11,351	24,470	(13,119)
Total expenditures	59,081	65,640	(6,559)
Excess of revenues under expenditures	(14,770)	(20,858)	(6,088)
<u>Other financing sources:</u>			
Advances in	-	12,532	12,532
Excess of revenues and other financing sources under expenditures	(14,770)	(8,326)	6,444
Fund balance at beginning of year	21,330	21,330	-
Fund balance at end of year	\$ 6,560	\$ 13,004	\$ 6,444

DEBT SERVICE FUND

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

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

CAPITAL PROJECTS FUNDS

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

Permanent Improvement

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

Building

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

Replacement

A fund provided to account for monies used in the rebuilding, restoration or improvement of property which has been totally or partially destroyed due to any cause. Such property may have become unfit for use necessitating its demolition in whole or in part, and may require repair or restoration before it can again be used.

Vocational Education Equipment

To account for receipts and expenditures involved in upgrading and retaining out-of-school youths and adults for the purpose of improving their skills and knowledge in their occupations or planned occupations.

SchoolNet Equipment

To account for monies received that are used to help the School District obtain computers and related educational technology equipment and or the necessary infrastructure for educational technology.

Twinsburg City School District
Combining Balance Sheet
All Capital Projects Funds
As of June 30, 2000

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Replacement</u>	<u>Vocational Education Equipment</u>
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 686,766	\$ 349,089	\$ 154,508	\$ 7,418
Cash and cash equivalents:				
With fiscal agents	-	61,251	-	-
Receivables:				
Taxes	1,715,436	-	-	-
Interfund receivable	21,685	-	-	-
Total assets	<u>\$ 2,423,887</u>	<u>\$ 410,340</u>	<u>\$ 154,508</u>	<u>\$ 7,418</u>
 <u>Liabilities and fund equity:</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 53,476	\$ 81,119	\$ -	\$ -
Retainage payable	-	61,251	-	-
Deferred revenue	1,689,321	-	-	-
Notes payable	2,000,000	-	-	-
Total liabilities	<u>3,742,797</u>	<u>142,370</u>	<u>-</u>	<u>-</u>
 <u>Fund equity:</u>				
Fund balance:				
Reserved for encumbrances	402,919	149,157	-	-
Reserved for property taxes	26,115	-	-	-
Unreserved, undesignated	(1,747,944)	118,813	154,508	7,418
Total fund equity	<u>(1,318,910)</u>	<u>267,970</u>	<u>154,508</u>	<u>7,418</u>
Total liabilities and fund equity	<u>\$ 2,423,887</u>	<u>\$ 410,340</u>	<u>\$ 154,508</u>	<u>\$ 7,418</u>

<u>SchoolNet Equipment</u>	<u>Total All Funds</u>
\$ 2,053	\$ 1,199,834
-	61,251
-	1,715,436
-	21,685
<u>\$ 2,053</u>	<u>\$ 2,998,206</u>

\$ -	\$ 134,595
-	61,251
-	1,689,321
-	2,000,000
<u>-</u>	<u>3,885,167</u>

-	552,076
-	26,115
<u>2,053</u>	<u>(1,465,152)</u>
<u>2,053</u>	<u>(886,961)</u>
<u>\$ 2,053</u>	<u>\$ 2,998,206</u>

Twinsburg City School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Projects Funds
As of June 30, 2000

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Replacement</u>	<u>Vocational Education Equipment</u>
<u>Revenues:</u>				
Taxes	\$ 1,600,752	\$ -	\$ -	\$ -
Intergovernmental	156,878	3,398	56,240	-
Interest	-	143,362	-	-
Total revenues	<u>1,757,630</u>	<u>146,760</u>	<u>56,240</u>	<u>-</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Special	4,033	-	-	-
Support services:				
Instructional staff	5,975	-	-	-
Fiscal	-	1,626	-	-
Operation and maintenance of plant	33	-	-	-
Central	460,108	-	-	-
Capital outlay	2,632,085	1,124,713	-	-
Total expenditures	<u>3,102,234</u>	<u>1,126,339</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	(1,344,604)	(979,579)	56,240	-
Fund balances at beginning of year	<u>25,694</u>	<u>1,247,549</u>	<u>98,268</u>	<u>7,418</u>
Fund balances (deficit) at end of year	<u>\$ (1,318,910)</u>	<u>\$ 267,970</u>	<u>\$ 154,508</u>	<u>\$ 7,418</u>

<u>SchoolNet Equipment</u>	<u>Total All Funds</u>
\$ -	\$ 1,600,752
1,000	217,516
-	143,362
1,000	1,961,630
-	4,033
-	5,975
-	1,626
-	33
-	460,108
-	3,756,798
-	4,228,573
1,000	(2,266,943)
1,053	1,379,982
\$ 2,053	\$ (886,961)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$ 1,622,821	\$ 1,628,093	\$ 5,272
Intergovernmental	156,837	156,878	41
Total revenues	<u>1,779,658</u>	<u>1,784,971</u>	<u>5,313</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Special:			
Capital outlay - new	<u>14,469</u>	<u>4,514</u>	<u>9,955</u>
Support services:			
Instructional staff:			
Capital outlay - new	<u>6,000</u>	<u>5,975</u>	<u>25</u>
Operation and maintenance of plant:			
Capital outlay - new	<u>122</u>	<u>33</u>	<u>89</u>
Central:			
Capital outlay - new	<u>573,364</u>	<u>568,837</u>	<u>4,527</u>
Total support services	<u>579,486</u>	<u>574,845</u>	<u>4,641</u>
Site improvement services:			
Capital outlay - new	<u>40,295</u>	<u>40,295</u>	<u>-</u>
Architecture and engineering services:			
Purchased services	<u>1,006,540</u>	<u>895,938</u>	<u>110,602</u>
Building acquisition and construction services:			
Capital outlay - new	<u>127,834</u>	<u>144,917</u>	<u>(17,083)</u>
Building improvement services:			
Purchased services	30,399	48,390	(17,991)
Capital outlay - new	2,498,468	2,363,608	134,860
Capital outlay - replacement	<u>12,935</u>	<u>12,935</u>	<u>-</u>
Total building improvement services	<u>2,541,802</u>	<u>2,424,933</u>	<u>116,869</u>

(Continued)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Other Facilities acquisition and construction services:			
Other	16,172	26,279	(10,107)
Total capital outlay	3,732,643	3,532,362	200,281
Total expenditures	4,326,598	4,111,721	214,877
Excess of revenues under expenditures	(2,546,940)	(2,326,750)	220,190
<u>Other financing sources (uses):</u>			
Proceeds of notes	2,000,000	2,000,000	-
Advances in	2,000,000	2,000,000	-
Advances out	-	(2,021,685)	(2,021,685)
Total other financing sources (uses)	4,000,000	1,978,315	(2,021,685)
Excess of revenues and other financing sources over (under) expenditures and other financing uses	1,453,060	(348,435)	(1,801,495)
Fund balance at beginning of year	64,294	64,294	-
Prior year encumbrances appropriated	515,965	515,965	-
Fund balance at end of year	\$ 2,033,319	\$ 231,824	\$ (1,801,495)

Twinsburg City School District

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget and Actual - Building Fund

For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ -	\$ 3,398	\$ 3,398
Interest	125,000	130,288	5,288
Total revenues	125,000	133,686	8,686
<u>Expenditures:</u>			
Current:			
Support services:			
Fiscal:			
Other	1,300	1,626	(326)
Capital outlay:			
Site improvement services:			
Purchased services	335,171	226,274	108,897
Architecture and engineering services:			
Purchased services	421,538	271,832	149,706
Building acquisition and construction services:			
Purchased services	711,509	463,260	248,249
Materials and supplies	22,144	21,483	661
Capital outlay - new	113,893	75,233	38,660
Total building acquisition and construction services	847,546	559,976	287,570
Building improvement services:			
Purchased services	1,939,576	1,938,669	907
Capital outlay - new	10,589	10,105	484
Total building improvement services	1,950,165	1,948,774	1,391
Total capital outlay	3,554,420	3,006,856	547,564
Total expenditures	3,555,720	3,008,482	547,238
Excess of revenues under expenditures	(3,430,720)	(2,874,796)	555,924
Fund balance at beginning of year	122,328	122,328	-
Prior year encumbrances appropriated	2,926,063	2,926,063	-
Fund balance (deficit) at end of year	\$ (382,329)	\$ 173,595	\$ 555,924

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Replacement Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 56,000	\$ 56,240	\$ 240
<u>Expenditures:</u>			
Support services:			
Capital outlay - replacement	98,000	-	98,000
Total expenditures	98,000	-	98,000
Excess of revenues over (under) expenditures	(42,000)	56,240	98,240
Fund balance at beginning of year	98,268	98,268	-
Fund balance at end of year	\$ 56,268	\$ 154,508	\$ 98,240

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Vocational Education Equipment Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Excess of revenues over expenditures	-	-	-
Fund balance at beginning of year	7,418	7,418	-
Fund balance at end of year	\$ 7,418	\$ 7,418	\$ -

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - SchoolNet Equipment Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
	<u> </u>	<u> </u>	<u> </u>
<u>Revenues:</u>			
Intergovernmental	\$ -	\$ 1,000	\$ 1,000
<u>Expenditures:</u>			
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	-	1,000	1,000
Fund balance at beginning of year	<u>1,053</u>	<u>1,053</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 1,053</u></u>	<u><u>\$ 2,053</u></u>	<u><u>\$ 1,000</u></u>

ENTERPRISE FUNDS

Enterprise funds are established to account for operations that are financed and operated in a manner similar to private sector business 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 School District's enterprise funds:

Food Service

To account for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the School District students and staff.

Uniform School Supply

To account for the purchase and sale of school supplies as adopted by the Board of Education for resale to students of the School District.

Adult Education

To account for all revenues and expenses related to the provision of credit and non-credit classes to the general public.

Twinsburg City School District
Combining Balance Sheet
All Enterprise Funds
As of June 30, 2000

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Adult Education</u>	<u>Total All Funds</u>
<u>Assets:</u>				
<u>Current assets:</u>				
Equity in pooled cash and cash equivalents	\$ 137,672	\$ 14,573	\$ 29,270	\$ 181,515
Receivables:				
Accounts	-	-	240	240
Intergovernmental	20,180	-	-	20,180
Inventory held for resale	27,823	-	-	27,823
Materials and supplies				
Inventory	4,268	-	-	4,268
Total current assets	<u>189,943</u>	<u>14,573</u>	<u>29,510</u>	<u>234,026</u>
<u>Non-current assets:</u>				
Fixed assets (net, where applicable, of accumulated depreciation)	403,774	-	-	403,774
Total assets	<u>\$ 593,717</u>	<u>\$ 14,573</u>	<u>\$ 29,510</u>	<u>\$ 637,800</u>
<u>Liabilities and fund equity:</u>				
<u>Current liabilities:</u>				
Accounts payable	\$ -	\$ 540	\$ -	\$ 540
Accrued wages	73,407	-	-	73,407
Intergovernmental payable	17,146	-	-	17,146
Deferred revenue	17,129	-	-	17,129
Total current liabilities	<u>107,682</u>	<u>540</u>	<u>-</u>	<u>108,222</u>
<u>Long-term liabilities:</u>				
Compensated absences payable	20,472	-	-	20,472
Total liabilities	<u>128,154</u>	<u>540</u>	<u>-</u>	<u>128,694</u>
<u>Fund equity:</u>				
Contributed capital:				
Capital contributed from:				
Governmental funds	719,906	-	-	719,906
Retained earnings (deficit):				
Unreserved	(254,343)	14,033	29,510	(210,800)
Total fund equity	<u>465,563</u>	<u>14,033</u>	<u>29,510</u>	<u>509,106</u>
Total liabilities and fund equity	<u>\$ 593,717</u>	<u>\$ 14,573</u>	<u>\$ 29,510</u>	<u>\$ 637,800</u>

Twinsburg City School District
Combining Statement of Revenues,
Expenses and Changes in Retained Earnings
All Enterprise Funds
As of June 30, 2000

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Adult Education</u>	<u>Total All Funds</u>
<u>Operating revenues:</u>				
Tuition	\$ -	\$ -	\$ 5,690	\$ 5,690
Charges for services	677,683	-	-	677,683
Classroom materials and supplies	-	5,826	-	5,826
Other operating revenues	-	24	1,164	1,188
Total operating revenues	<u>677,683</u>	<u>5,850</u>	<u>6,854</u>	<u>690,387</u>
<u>Operating expenses:</u>				
Salaries	430,298	-	-	430,298
Fringe benefits	29,862	-	-	29,862
Purchased services	4,461	-	1,000	5,461
Materials and supplies	27,956	9,547	-	37,503
Cost of sales	384,322	-	-	384,322
Depreciation	31,565	-	-	31,565
Total operating expenses	<u>908,464</u>	<u>9,547</u>	<u>1,000</u>	<u>919,011</u>
Operating income (loss)	<u>(230,781)</u>	<u>(3,697)</u>	<u>5,854</u>	<u>(228,624)</u>
<u>Non-operating revenues:</u>				
Federal donated commodities	64,971	-	-	64,971
Operating grants	151,364	-	-	151,364
Interest	5,058	-	-	5,058
Total non-operating revenues	<u>221,393</u>	<u>-</u>	<u>-</u>	<u>221,393</u>
Net income (loss)	<u>(9,388)</u>	<u>(3,697)</u>	<u>5,854</u>	<u>(7,231)</u>
Retained earnings at beginning of year	<u>(244,955)</u>	<u>17,730</u>	<u>23,656</u>	<u>(203,569)</u>
Retained earnings at end of year	<u>\$ (254,343)</u>	<u>\$ 14,033</u>	<u>\$ 29,510</u>	<u>\$ (210,800)</u>

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Food Service Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for services	\$ 678,000	\$ 677,683	\$ (317)
Interest	5,000	6,253	1,253
Operating grants	150,000	150,582	582
Total revenues	<u>833,000</u>	<u>834,518</u>	<u>1,518</u>
<u>Expenses:</u>			
Salaries:			
Food service operations	<u>335,400</u>	<u>392,625</u>	<u>(57,225)</u>
Fringe benefits:			
Food service operations	<u>89,000</u>	<u>62,374</u>	<u>26,626</u>
Purchased services:			
Food service operations	<u>14,000</u>	<u>4,581</u>	<u>9,419</u>
Materials and supplies:			
Food service operations	<u>400,000</u>	<u>357,795</u>	<u>42,205</u>
Capital outlay:			
Capital outlay - new:			
Food service operations	<u>5,000</u>	<u>2,575</u>	<u>2,425</u>
Total expenses	<u>843,400</u>	<u>819,950</u>	<u>23,450</u>
Excess of revenues over (under) expenses	(10,400)	14,568	24,968
Fund equity at beginning of year	<u>112,642</u>	<u>112,642</u>	<u>-</u>
Fund equity at end of year	<u>\$ 102,242</u>	<u>\$ 127,210</u>	<u>\$ 24,968</u>

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Uniform School Supply Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Classroom materials and supplies	\$ 5,800	\$ 5,826	\$ 26
<u>Expenses:</u>			
Materials and supplies:			
Regular instruction	7,026	9,547	(2,521)
Excess of revenues under expenses	(1,226)	(3,721)	(2,495)
Fund equity at beginning of year	17,730	17,730	-
Fund equity at end of year	\$ 16,504	\$ 14,009	\$ (2,495)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Adult Education Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Tuition	\$ 5,600	\$ 5,690	\$ 90
Other revenues	-	924	924
Total revenues	<u>5,600</u>	<u>6,614</u>	<u>1,014</u>
<u>Expenses:</u>			
Salaries:			
Adult/continuing instruction	2,000	-	2,000
Fringe benefits:			
Adult/continuing instruction	1,000	-	1,000
Purchased services:			
Adult/continuing instruction	6,000	1,000	5,000
Materials and supplies:			
Adult/continuing instruction	1,000	-	1,000
Total expenses	<u>10,000</u>	<u>1,000</u>	<u>9,000</u>
Excess of revenues over (under) expenses	(4,400)	5,614	10,014
Fund equity at beginning of year	<u>23,656</u>	<u>23,656</u>	<u>-</u>
Fund equity at end of year	<u>\$ 19,256</u>	<u>\$ 29,270</u>	<u>\$ 10,014</u>

Twinsburg City School District
Combining Statement of Cash Flows
All Enterprise Funds
For the Fiscal Year Ended June 30, 2000

	Food Service	Uniform School Supply	Adult Education	Total All Funds
<u>Cash flows from operating activities:</u>				
Cash received from customers	\$ 677,683	\$ 5,826	\$ 5,690	\$ 689,199
Cash received from other operating sources	-	24	924	948
Cash payments to suppliers for goods and services	(354,831)	(9,007)	(1,000)	(364,838)
Cash payments to employees for services	(392,625)	-	-	(392,625)
Cash payments for employee benefits	(62,032)	-	-	(62,032)
Net cash provided by (used for) operating activities	<u>(131,805)</u>	<u>(3,157)</u>	<u>5,614</u>	<u>(129,348)</u>
<u>Cash flows from noncapital financing activities:</u>				
Operating grants	150,582	-	-	150,582
Net cash provided by noncapital financing activities	<u>150,582</u>	<u>-</u>	<u>-</u>	<u>150,582</u>
<u>Cash flows from investing activities:</u>				
Interest on investments	6,253	-	-	6,253
Net cash provided by investing financing	<u>6,253</u>	<u>-</u>	<u>-</u>	<u>6,253</u>
Net increase (decrease) in cash and cash equivalents	25,030	(3,157)	5,614	27,487
Cash and cash equivalents at beginning of year	112,642	17,730	23,656	154,028
Cash and cash equivalents at end of year	<u>\$ 137,672</u>	<u>\$ 14,573</u>	<u>\$ 29,270</u>	<u>\$ 181,515</u>
<u>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</u>				
Operating income (loss)	\$ (230,781)	\$ (3,697)	\$ 5,854	\$ (228,624)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	31,565	-	-	31,565
Federal donated commodities	64,971	-	-	64,971
Change in assets and liabilities:				
(Increase) decrease in assets:				
Inventory	6,495	-	-	6,495
Accounts receivable	-	-	(240)	(240)
Increase (decrease) in liabilities:				
Accounts payable	-	540	-	540
Accrued wages	14,150	-	-	14,150
Compensated absences payable	(10,306)	-	-	(10,306)
Intergovernmental payable	1,659	-	-	1,659
Deferred revenue	(9,558)	-	-	(9,558)
Total adjustments	<u>98,976</u>	<u>540</u>	<u>(240)</u>	<u>99,276</u>
Net cash provided by (used for) operating activities	<u>\$ (131,805)</u>	<u>\$ (3,157)</u>	<u>\$ 5,614</u>	<u>\$ (129,348)</u>

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one fund of the School District to other funds of the School District on a cost reimbursement basis. The title of the fund indicates the type of service provided. The internal service funds are:

Rotary

To account for income and expenses made in connection with goods and services provided by the School District. Some activities using this fund are curricular in nature.

Employee Benefits Self-Insurance

To account for the cost of medical benefits provided to the School District's employees.

Twinsburg City School District
Combining Balance Sheet
All Internal Service Funds
As of June 30, 2000

	<u>Rotary</u>	<u>Employee Benefits Self-Insurance</u>	<u>Total All Funds</u>
<u>Assets:</u>			
<u>Current assets:</u>			
Equity in pooled cash and cash equivalents	\$ 33,547	\$ 60,971	\$ 94,518
<u>Liabilities and fund equity:</u>			
<u>Current liabilities:</u>			
Interfund payable	\$ 1,431	\$ -	\$ 1,431
Claims payable	-	372,009	372,009
Total liabilities	1,431	372,009	373,440
<u>Fund equity:</u>			
Retained earnings:			
Unreserved	32,116	(311,038)	(278,922)
Total liabilities and fund equity	\$ 33,547	\$ 60,971	\$ 94,518

Twinsburg City School District
Combining Statement of Revenues,
Expenses and Changes in Fund Equity
All Internal Service Funds
As of June 30, 2000

	<u>Rotary</u>	<u>Employee Benefits Self-Insurance</u>	<u>Total All Funds</u>
<u>Operating revenues:</u>			
Charges for services	\$ -	\$ 1,561,369	\$ 1,561,369
Extracurricular	49,782	-	49,782
Other operating revenues	5	-	5
Total operating revenues	<u>49,787</u>	<u>1,561,369</u>	<u>1,611,156</u>
<u>Operating expenses:</u>			
Purchased services	1,400	285,819	287,219
Materials and supplies	6,372	-	6,372
Claims	-	1,925,517	1,925,517
Other operating expenses	40,179	-	40,179
Total operating expenses	<u>47,951</u>	<u>2,211,336</u>	<u>2,259,287</u>
Income (loss) before operating transfers	<u>1,836</u>	<u>(649,967)</u>	<u>(648,131)</u>
Operating transfers in	<u>-</u>	<u>250,000</u>	<u>250,000</u>
Net income (loss)	1,836	(399,967)	(398,131)
Retained earnings at beginning of year	30,280	88,929	119,209
Retained earnings at end of year	<u>32,116</u>	<u>(311,038)</u>	<u>(278,922)</u>
Total fund equity (deficit) at end of year	<u>\$ 32,116</u>	<u>\$ (311,038)</u>	<u>\$ (278,922)</u>

Twinsburg City School District

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget and Actual - Rotary Fund

For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular	\$ 49,755	\$ 49,782	\$ 27
<u>Expenses:</u>			
Purchased services:			
Academic oriented activities	20,700	1,400	19,300
Materials and supplies:			
Academic oriented activities	10,200	6,372	3,828
Other:			
Academic oriented activities	25,005	37,872	(12,867)
School and public service co-curricular activities	1,398	2,307	(909)
Total other	26,403	40,179	(13,776)
Total expenses	57,303	47,951	9,352
Excess of revenues over (under) expenses	(7,548)	1,831	9,379
Advances in	-	1,431	1,431
Operating transfers in	38,087	38,087	-
Operating transfers out	-	(38,087)	(38,087)
Excess of revenues, operating transfers and advances over expenses and operating transfers	30,539	3,262	(27,277)
Fund equity at beginning of year	30,280	30,280	-
Fund equity at end of year	\$ 60,819	\$ 33,542	\$ (27,277)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Employee Benefits Self-Insurance Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for services	\$ 2,100,200	\$ 1,818,195	\$ (282,005)
<u>Expenses:</u>			
Fringe benefits:			
Regular instruction	2,416,654	2,109,885	306,769
Other:			
Regular instruction	75,000	65,526	9,474
Total expenses	2,491,654	2,175,411	316,243
Excess of revenues under expenses	(391,454)	(357,216)	34,238
Operating transfers in	250,000	250,000	-
Excess of revenues and operating transfers under expenses and operating transfers	(141,454)	(107,216)	34,238
Fund equity at beginning of year	168,187	168,187	-
Fund equity at end of year	\$ 26,733	\$ 60,971	\$ 34,238

Twinsburg City School District
Combining Statement of Cash Flows
All Internal Service Funds
For the Fiscal Year Ended June 30, 2000

	Rotary	Employee Benefits Self-Insurance	Total All Funds
<u>Cash flows from operating activities:</u>			
Cash received from customers	\$ 49,787	\$ -	\$ 49,787
Cash received from quasi-external transactions with other funds	-	1,818,195	1,818,195
Cash payments to suppliers for goods and services	(7,772)	(285,819)	(293,591)
Cash payments for claims	-	(1,889,592)	(1,889,592)
Cash payments for other operating expenses	(40,179)	-	(40,179)
Net cash provided by (used for) operating activities	<u>1,836</u>	<u>(357,216)</u>	<u>(355,380)</u>
<u>Cash flows from noncapital financing activities:</u>			
Transfer in	-	250,000	250,000
Short-term loans from other funds	1,431	-	1,431
Net cash provided by noncapital financing activities	<u>1,431</u>	<u>250,000</u>	<u>251,431</u>
Net increase (decrease) in cash and cash equivalents	3,267	(107,216)	(103,949)
Cash and cash equivalents at beginning of year	30,280	168,187	198,467
Cash and cash equivalents at end of year	<u>\$ 33,547</u>	<u>\$ 60,971</u>	<u>\$ 94,518</u>
<u>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</u>			
Operating income (loss)	\$ 1,836	\$ (649,967)	\$ (648,131)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Change in assets and liabilities:			
(Increase) decrease in assets:			
Due from other funds	-	256,826	256,826
Increase (decrease) in liabilities:			
Claims payable	-	35,925	35,925
Total adjustments	<u>-</u>	<u>292,751</u>	<u>292,751</u>
Net cash provided by (used for) operating activities	<u>\$ 1,836</u>	<u>\$ (357,216)</u>	<u>\$ (355,380)</u>

TRUST AND AGENCY FUNDS

Trust funds are used to account for assets held by the School District in a trustee capacity. Agency funds are used to account for assets held by the School District as an agent for individuals, private organizations, and other governments and/or other funds.

EXPENDABLE TRUST

Special Trust

To account for assets held by the School District in a trustee capacity for individuals and/or private organizations which benefit the student body or the local community.

NON-EXPENDABLE TRUST

Endowment

To account for money, securities or lands which have been set aside as an investment for public school purposes. The income from such a fund may be expended, but the principal must remain intact.

AGENCIES

District Agency

To account for those assets held by the School District as an agent for individual, private organizations, other governmental units, and/or other funds.

Student Managed Activities

To account for those student activity programs which have student participation in the activity and have students involved in the management of the program.

Twinsburg City School District
Combining Balance Sheet
All Trust and Agency Funds
June 30, 2000

	Expendable	Nonexpendable	Agency Funds		Totals
	Trust Fund	Trust Fund	District	Student Managed	
	Special Trust	Endowment	Agency	Activities	
<u>Assets and other debits:</u>					
<u>Assets:</u>					
Equity in pooled cash and cash equivalents	\$ 130	\$ 17,796	\$ 2,183	\$ 92,992	\$ 113,101
<u>Liabilities and fund equity:</u>					
<u>Liabilities:</u>					
Accounts payable	\$ -	\$ -	\$ -	\$ 995	\$ 995
Undistributed monies	-	-	2,183	-	2,183
Due to students	-	-	-	91,997	91,997
Total liabilities	-	-	2,183	92,992	95,175
<u>Fund equity:</u>					
Fund balance:					
Reserved for endowment	-	16,163	-	-	16,163
Unreserved:					
Undesignated	130	1,633	-	-	1,763
Total liabilities and fund equity	\$ 130	\$ 17,796	\$ 2,183	\$ 92,992	\$ 113,101

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Special Trust Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Excess of revenues over (under) expenditures	-	-	-
Fund balance at beginning of year	130	130	-
Fund balance at end of year	\$ 130	\$ 130	\$ -

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Endowment Fund
For the Fiscal Year Ended June 30, 2000**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$ -	\$ 875	\$ 875
<u>Expenses:</u>			
Total expenses	-	-	-
Excess of revenues over expenses	-	875	875
Fund equity at beginning of year	16,921	16,921	-
Fund equity at end of year	<u>\$ 16,921</u>	<u>\$ 17,796</u>	<u>\$ 875</u>

Twinsburg Local School District
Statement of Changes in Assets and Liabilities
All Agency Funds
For the Fiscal Year Ended June 30, 2000

	Ending Balance June 30, 1999	Additions	Deductions	Ending Balance June 30, 2000
<u>District Agency</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ -	\$ 2,183	\$ -	\$ 2,183
<u>Liabilities:</u>				
Undistributed monies	\$ -	\$ 2,183	\$ -	\$ 2,183
 <u>Student Managed Activities</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 85,037	\$ 7,955	\$ -	\$ 92,992
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ 995	\$ -	\$ 995
Due to students	85,037	7,955	995	91,997
Total liabilities	\$ 85,037	\$ 8,950	\$ 995	\$ 92,992
 <u>Total All Agency Funds</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 85,037	\$ 10,138	\$ -	\$ 95,175
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ 995	\$ -	\$ 995
Undistributed monies	-	2,183	-	2,183
Due to students	85,037	7,955	995	91,997
Total liabilities	\$ 85,037	\$ 11,133	\$ 995	\$ 95,175

GENERAL FIXED ASSETS ACCOUNT GROUP

General Fixed Assets is a balanced group of accounts used to establish control and accountability for the costs of all real property and movable equipment owned by the School Board. The investment in General Fixed Assets is carried until the disposition of the property and ownership is relinquished. Depreciation on fixed assets is not recorded.

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

General Fixed Assets:

Land and Land Improvements	\$ 3,049,437
Buildings	58,225,335
Furniture, Fixtures and Equipment	9,025,813
Vehicles	<u>2,529,912</u>
Total General Fixed Assets	<u>\$ 72,830,497</u>

Investment in General Fixed Assets

by Source:

General Fund	\$ 70,426,164
Special Revenue Funds	1,946,455
Capital Project Fund	<u>457,878</u>
Total General Fixed Assets	<u>\$ 72,830,497</u>

Twinsburg City School District
Schedule of General Fixed Assets by Function and Activity
As of June 30, 2000

Function	Land and Land Improvements	Buildings	Furniture, Fixtures, and Equipment	Vehicles	Total
Instruction:					
Regular	\$ 1,881,396	\$ 57,291,722	\$ 6,898,094	\$ -	\$ 66,071,212
Support services:					
Pupils	-	-	32,599	-	32,599
Instructional staff	-	-	868,103	-	868,103
Administrative	23,891	123,283	389,163	-	536,337
Fiscal	-	-	12,605	-	12,605
Business	-	12,287	86,265	18,103	116,655
Operation of maintenance of plant	2,546	42,294	133,601	-	178,441
Pupil transportation	2,992	53,826	84,892	2,494,726	2,636,436
Central	-	-	338,536	-	338,536
Extracurricular activities	1,138,612	679,520	98,467	-	1,916,599
Capital outlay	-	22,403	83,488	17,083	122,974
Total General Fixed Assets	<u>\$ 3,049,437</u>	<u>\$ 58,225,335</u>	<u>\$ 9,025,813</u>	<u>\$ 2,529,912</u>	<u>\$ 72,830,497</u>

Twinsburg City School District
Schedule of Changes in General Fixed Assets by Function
For the Fiscal Year Ended June 30, 2000

Function	Balance July 1, 1999	Additions	Deletions	Balance June 30, 2000
Instruction:				
Regular	\$ 44,528,237	\$ 21,543,854	\$ 879	\$ 66,071,212
Support services:				
Pupils	25,104	7,495	-	32,599
Instructional staff	868,103	-	-	868,103
Administration	536,337	-	-	536,337
Fiscal	3,810	8,795	-	12,605
Business	-	116,655	-	116,655
Operation of maintenance of plant	177,345	1,096	-	178,441
Pupil transportation	2,381,569	278,738	23,871	2,636,436
Central	-	338,536	-	338,536
Extracurricular activities	1,916,021	578	-	1,916,599
Capital outlay	21,515,005	122,974	21,515,005	122,974
Total General Fixed Assets	\$ 71,951,531	\$ 22,418,721	\$ 21,539,755	\$ 72,830,497

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STATISTICAL SECTION

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Twinsburg City School District

General Governmental Revenues by Source and Expenditures by Function

Last Ten Fiscal Years

	Fiscal Year Ended June 30, 2000	Fiscal Year Ended June 30, 1999	Fiscal Year Ended June 30, 1998	Fiscal Year Ended June 30, 1997
<u>Revenues:</u>				
Property and other local taxes	\$ 23,174,378	\$ 22,829,905	\$ 19,853,354	\$ 20,147,463
Intergovernmental	4,967,105	3,491,946	3,778,447	3,566,918
Interest	456,746	1,224,511	1,880,939	1,988,848
Tuition and fees	271,306	313,123	171,092	105,214
Extracurricular activities	177,581	-	-	-
Classroom materials and fees	8,143	-	-	-
Miscellaneous	58,938	4,512,266	8,534,109	193,186
Total revenues	<u>\$ 29,114,197</u>	<u>\$ 32,371,751</u>	<u>\$ 34,217,941</u>	<u>\$ 26,001,629</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	\$ 13,760,176	\$ 11,676,127	\$ 10,450,974	\$ 10,312,191
Special	1,597,536	1,466,402	1,299,922	1,314,811
Vocational	174,720	160,178	153,256	195,118
Other	-	-	-	-
Support services:				
Pupils	1,983,363	1,482,624	1,192,310	1,095,649
Instructional staff	791,163	679,688	749,128	750,335
Board of education	226,552	201,369	212,944	222,754
Administration	1,779,481	1,350,659	1,263,003	1,110,386
Fiscal	632,154	548,905	510,336	499,521
Business	312,308	254,397	484,360	58,041
Operation and maintenance of plant	3,360,100	2,743,723	2,026,154	1,899,601
Pupil transportation	1,140,728	1,090,476	844,767	958,037
Central	647,406	397,591	75,508	78,820
Facilities services	-	23,278,547	22,808,504	4,887,071
Operation of non-instructional services	38,584	27,337	30,193	26,606
Extracurricular activities	765,105	628,591	565,595	520,351
Capital outlay	3,756,798	-	112,000	32,000
Intergovernmental	-	-	-	-
Debt service:				
Principal retirement	1,129,276	1,145,689	801,198	723,802
Interest and fiscal charges	2,351,063	2,397,343	2,454,065	2,691,332
Total expenditures	<u>\$ 34,446,513</u>	<u>\$ 49,529,646</u>	<u>\$ 46,034,217</u>	<u>\$ 27,376,426</u>

Source: School District financial records.

Note: General Governmental includes all governmental fund types.

Fiscal Year Ended June 30, 1996	Fiscal Year Ended June 30, 1995	Fiscal Year Ended June 30, 1994	Fiscal Year Ended June 30, 1993	Fiscal Year Ended June 30, 1992	Fiscal Year Ended June 30, 1991
\$ 17,265,127	\$ 15,906,083	\$ 12,546,880	\$ 11,596,952	\$ 10,907,876	\$ 10,625,834
3,504,846	3,016,933	2,761,751	2,552,785	2,298,590	2,385,001
1,115,980	241,640	140,865	169,712	582,509	657,932
90,681	68,982	5,130	3,537	13,315	350
-	125,810	110,073	110,280	86,472	161,367
-	-	-	-	-	-
177,581	31,556	45,143	43,777	34,011	36,956
<u>\$ 22,154,215</u>	<u>\$ 19,391,004</u>	<u>\$ 15,609,842</u>	<u>\$ 14,477,043</u>	<u>\$ 13,922,773</u>	<u>\$ 13,867,440</u>
\$ 10,103,907	\$ 9,066,438	\$ 8,358,715	\$ 7,696,151	\$ 7,467,033	\$ 5,875,758
1,202,683	1,088,888	1,032,467	873,015	728,960	873,388
199,273	187,981	175,589	125,278	62,794	-
-	-	-	1,140	1,045	19,328
857,555	682,633	601,681	600,292	733,678	455,110
363,545	427,947	524,137	330,554	285,677	567,679
118,818	228,341	231,296	163,916	188,906	-
975,412	928,491	856,818	813,882	909,674	1,293,148
403,381	456,871	418,941	408,786	392,960	418,963
62,186	57,025	48,400	52,091	54,821	71,470
1,667,472	1,609,630	1,533,821	1,529,977	1,571,395	2,196,632
954,021	948,324	739,998	631,772	557,979	651,770
16,685	6,821	7,182	6,618	14,290	-
1,455,485	-	-	-	-	943,875
86,518	-	-	-	-	-
488,808	429,598	418,585	397,768	390,339	439,186
-	1,432,422	1,067,084	763,771	7,493,286	-
16,040	-	-	-	-	-
33,356,636	560,000	500,000	80,000	94,400	126,584
1,683,186	672,698	704,630	728,329	958,202	-
<u>\$ 54,011,611</u>	<u>\$ 18,784,108</u>	<u>\$ 17,219,344</u>	<u>\$ 15,203,340</u>	<u>\$ 21,905,439</u>	<u>\$ 13,932,891</u>

Twinsburg City School District
Property Tax Levies and Collections Real, Public Utility Tax and Tangible Personal Property (1)
Last Ten Calendar Years

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collections	Percent of		Total Collection as a Percent of Total Levy	Delinquent Taxes Receivable
					Current Levy Collected	Delinquent Collection		
1999	\$ 24,362,596	\$ 1,473,855	\$ 25,836,451	\$ 23,453,016	96.27%	\$ 1,189,018	\$ 24,642,034	\$ 1,194,417
1998	21,780,553	1,367,641	23,148,194	21,156,380	97.13%	872,986	22,029,366	1,118,828
1997	21,029,837	1,001,771	22,031,608	20,578,752	97.86%	642,807	21,221,559	810,049
1996	20,782,077	955,975	21,738,052	20,209,821	97.25%	663,532	20,873,353	864,699
1995	17,184,461	1,119,054	18,303,515	16,683,056	97.08%	675,628	17,358,684	944,831
1994	16,067,719	1,266,455	17,334,174	15,469,133	96.27%	900,567	16,369,700	964,474
1993	11,940,588	1,165,946	13,106,534	11,521,550	96.49%	665,476	12,187,026	919,508
1992	11,910,287	1,304,943	13,215,230	11,425,633	95.93%	741,465	12,167,098	1,048,132
1991	11,424,850	1,091,643	12,516,493	10,821,259	94.72%	454,772	11,276,031	1,240,462
1990	10,666,655	1,039,567	11,706,222	10,340,589	96.94%	531,991	10,872,580	833,642

Source: Summit County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.

(2) Represents collection year. 2000 information cannot be presented because all collections have not been made by June 30.

(3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

Twinsburg City School District
Assessed Valuation and Estimated Actual Value of Taxable Property
Last Ten Collection Years

Collection Year	Real Property (1)		Public Utility (2)		Tangible Personal Property (3)		Total	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2000	\$ 522,265,240	\$ 1,492,186,400	\$ 21,027,890	\$ 23,895,330	\$ 167,490,019	\$ 669,960,076	\$ 710,783,149	\$ 2,186,041,806
1999	453,538,220	1,295,823,486	20,963,620	23,822,295	149,854,308	599,417,232	624,356,148	1,919,063,013
1998	423,238,050	1,209,251,571	21,194,540	24,084,705	149,854,308	599,417,232	594,286,898	1,832,753,508
1997	391,092,570	1,117,407,343	21,471,170	24,399,057	142,326,467	569,305,868	554,890,207	1,711,112,268
1996	329,355,630	941,016,086	21,616,300	24,563,977	134,815,855	539,263,420	485,787,785	1,504,843,483
1995	302,165,480	863,329,943	20,683,150	23,503,580	129,619,986	518,479,944	452,468,616	1,405,313,466
1994	283,058,190	808,737,686	19,502,400	22,161,818	119,943,821	479,775,284	422,504,411	1,310,674,788
1993	227,058,880	648,739,657	19,285,700	21,915,568	109,930,145	439,720,580	356,274,725	1,110,375,805
1992	209,192,890	597,693,971	17,955,520	20,404,000	113,991,835	455,967,340	341,140,245	1,074,065,311
1991	199,635,500	570,387,143	16,425,020	18,664,795	119,186,447	476,745,788	335,246,967	1,065,797,726

Source: Summit County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

- (1) Real estate value is assessed at 35% of actual value.
- (2) Public utility personal is assessed at 88% of actual value.
- (3) Tangible personal property is assessed at 25% of actual value.

Twinsburg City School District

Property Tax Rates - Direct and Overlapping Governments

Last Ten Collection Years

Collection Year		City, Township, or Village	Twinsburg CSD	Cuyahoga Valley JVSD	Twinsburg Library	County of Summit	Metro Parks	Total
2000	Macedonia City	8.70	54.77	2.00	1.00	11.42	0.85	78.74
	Twinsburg Twp	13.61	54.77	2.00	1.00	11.42	-	82.80
	Twinsburg City	2.28	54.77	2.00	1.00	11.42	-	71.47
	Reminderville Village	5.20	54.77	2.00	1.00	11.42	-	74.39
1999	Macedonia City	8.70	52.37	2.00	1.00	11.42	0.85	76.34
	Twinsburg Twp	13.61	52.37	2.00	1.00	11.42	-	80.40
	Twinsburg City	0.60	52.37	2.00	1.00	11.42	-	67.39
	Reminderville Village	5.20	52.37	2.00	1.00	11.42	-	71.99
1998	Macedonia City	8.70	53.37	2.00	1.00	10.80	0.85	76.72
	Twinsburg Twp	13.61	53.37	2.00	1.00	10.80	-	80.78
	Twinsburg City	0.60	53.37	2.00	1.00	10.80	-	67.77
	Reminderville Village	7.30	53.37	2.00	1.00	10.80	-	74.47
1997	Macedonia City	8.70	54.02	2.00	0.30	10.54	0.85	76.41
	Twinsburg Twp	13.61	54.02	2.00	0.30	10.54	-	80.47
	Twinsburg City	0.60	54.02	2.00	0.30	10.54	-	67.46
	Reminderville Village	7.30	54.02	2.00	0.30	10.54	-	74.16
1996	Macedonia City	9.10	56.65	2.00	0.30	13.14	0.85	82.04
	Twinsburg Twp	13.61	56.65	2.00	0.30	13.14	-	85.70
	Twinsburg City	5.50	56.65	2.00	0.30	13.14	-	77.59
	Reminderville Village	7.30	56.65	2.00	0.30	13.14	-	79.39
1995	Macedonia City	9.10	51.29	2.00	0.30	13.31	0.85	76.85
	Twinsburg Twp	13.61	51.29	2.00	0.30	13.31	-	80.51
	Twinsburg City	5.50	51.29	2.00	0.30	13.31	-	72.40
	Reminderville Village	7.30	51.29	2.00	0.30	13.31	-	74.20
1994	Macedonia City	9.30	51.15	2.00	0.30	11.56	0.75	75.06
	Twinsburg Twp	13.61	51.15	2.00	0.30	11.56	-	78.62
	Twinsburg City	5.50	51.15	2.00	0.30	11.56	-	70.51
	Reminderville Village	8.30	51.15	2.00	0.30	11.56	-	73.31
1993	Macedonia City	9.42	43.70	2.00	0.30	11.84	0.75	68.01
	Twinsburg Twp	12.47	43.70	2.00	0.30	11.84	-	70.31
	Twinsburg City	5.50	43.70	2.00	0.30	11.84	-	63.34
	Reminderville Village	3.20	43.70	2.00	0.30	11.84	-	61.04
1992	Macedonia City	9.42	44.64	2.00	0.30	11.84	0.75	68.95
	Twinsburg Twp	9.58	44.64	2.00	0.30	11.84	-	68.36
	Twinsburg City	5.50	44.64	2.00	0.30	11.84	-	64.28
	Reminderville Village	3.20	44.64	2.00	0.30	11.84	-	61.98
1991	Macedonia City	9.62	43.98	2.00	-	11.84	0.75	68.19
	Twinsburg Twp	9.21	43.98	2.00	-	11.84	-	67.03
	Twinsburg City	5.50	43.98	2.00	-	11.84	-	63.32
	Reminderville Village	3.20	43.98	2.00	-	11.84	-	61.02

Source: Summit Count Auditor - Data is presented on a collection year basis (not fiscal year) because that is the manner in which the information is maintained by the County Auditor.

Twinsburg City School District
Computation of Legal Debt Margin
June 30, 2000

Assessed Valuation (2000)		<u>\$ 710,783,149</u>
Bonded Debt Limit - 9% of Assessed Value (1)		63,970,483
Outstanding debt:		
New High School Bond	30,980,000	
Tax Anticipation Notes	2,000,000	
Library Facility Notes	7,135,000	
Less: Amount available in debt service fund	<u>(59,497)</u>	
Total outstanding debt	<u>\$ 40,055,503</u>	
Amount of debt applicable to debt limit		<u>40,055,503</u>
Voted Debt Margin		<u>\$ 23,914,980</u>
Bonded Debt Limit - .10% of Assessed Value (1)		710,783
Outstanding debt:		
New High School Bond	30,980,000	
Tax Anticipation Notes	2,000,000	
Library Facility Notes	7,135,000	
Less: Amount available in debt service fund	<u>(59,497)</u>	
Total outstanding debt	<u>\$ 40,055,503</u>	
Less exemptions:		
New High School Bond	30,980,000	
Tax Anticipation Notes	2,000,000	
Library Facility Notes	7,135,000	
Less: Amount available in debt service fund	<u>(59,497)</u>	
Total exemptions	<u>\$ 40,055,503</u>	
Amount of debt applicable to debt limit		-
Unvoted Debt Margin		<u>\$ 710,783</u>

Source: Summit County Auditor and School District financial records.

(1) Ohio Bond Law sets a limit of 9% of assessed value for voted debt and 1/10 of 1% for unvoted debt. All School District debt subject to the limitation is voted.

Twinsburg City School District

Ratio of Net General Obligation Bonded Debt to

Assessed Value and Net General Obligation Bonded Debt Per Capita

Last Ten Fiscal Years

<u>Collection Year</u>	<u>Net General Obligation Bonded Debt (1)</u>	<u>Assessed Value</u>	<u>Population (2)</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
2000	\$ 40,055,503	\$ 710,783,149	21,283	5.64%	\$1,882.04
1999	39,015,572	624,356,148	21,283	6.25%	1833.18
1998	39,367,299	594,286,898	21,283	6.62%	1849.71
1997	39,969,607	554,890,207	21,283	7.20%	1878.01
1996	41,003,754	485,787,785	21,283	8.44%	1926.60
1995	9,409,983	452,468,616	21,283	2.08%	442.14
1994	10,223,007	422,504,411	21,283	2.42%	480.34
1993	10,302,992	356,274,725	21,283	2.89%	484.09
1992	10,780,000	341,140,245	21,283	3.16%	506.51
1991	640,000	335,246,967	21,283	0.19%	30.07

Source: Summit County Auditor, School District financial records.

(1) No debt is applicable to enterprise funds.

(2) Population data for 1990 through 2000 was assumed to be the same as the 1990 census as interim data was not available.

Twinsburg City School District

**Ratio of Annual Debt Service Expenditures for
General Obligation Bonded Debt to Total Governmental Expenditures
Last Ten Fiscal Years**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Governmental Expenditures</u>	<u>Ratio of Debt Service to Governmental Expenditures (Percentages)</u>
2000	\$ 1,090,000	\$ 2,341,035	\$ 3,431,035	\$ 34,446,513	9.96%
1999	1,120,000	2,383,756	3,503,756	49,529,646	7.07%
1998	780,000	2,438,437	3,218,437	46,034,217	6.99%
1997	690,000	2,658,119	3,348,119	27,376,426	12.23%
1996	625,000	1,652,663	2,277,663	54,011,611	4.22%
1995	560,000	663,602	1,223,602	18,784,108	6.51%
1994	500,000	704,630	1,204,630	17,219,344	7.00%
1993	80,000	728,329	808,329	15,203,340	5.32%
1992	80,000	958,202	1,038,202	21,905,439	4.74%
1991	80,000	46,584	126,584	13,932,891	0.91%

Source: School District financial records.

Twinsburg City School District
Demographic Statistics

<u>Selected Population Characteristic</u>	<u>1990</u>	<u>1980</u>
<u>Gender</u>		
Male	10,413	5,986
Female	10,870	5,808
<u>Age Distribution</u>		
Under 5 years	2,050	931
5 to 20 years	4,637	3,463
21 to 24 years	888	623
25 to 44 years	7,829	3,871
45 to 54 years	2,484	1,252
55 to 64 years	1,729	893
65 to 74 years	1,113	538
75 years and older	553	223
Percent of population under 20	31.42%	37.26%
Percent of population 65 and older	7.83%	6.45%
<u>Income</u>		
Median family income	\$ 39,274	\$ 37,718
Per capita income	\$ 12,294	\$ 11,591

Source: U.S. Bureau of the Census; 2000 census information not available.
 Data used for City of Macedonia, Twinsburg Township, City of Reminderville and Twinsburg City

Twinsburg City School District
Property Values, Bank Deposits and Construction
Last Ten Calendar Years

<u>Year</u>	<u>Total Assessed Values</u>	<u>Certified Bank Deposits</u>	<u>Value of New Construction</u>
1999	\$ 624,356,148	\$ 7,133,568	\$ 27,687,480
1998	594,286,898	4,486,230	26,256,340
1997	554,890,207	4,421,560	20,739,330
1996	485,787,785	4,342,660	21,137,250
1995	452,468,616	4,267,009	21,965,600
1994	422,504,411	4,199,905	17,834,430
1993	356,274,725	3,792,255	30,132,680
1992	341,140,245	3,737,694	17,965,500
1991	335,246,967	3,610,033	9,217,990
1990	307,808,120	3,468,298	12,637,100

Source: Summit County Auditor, Federal Reserve Bank of Cleveland and the City of Twinsburg
 Data is presented on a calendar year basis because that is the manner in which the data is maintained.

Twinsburg City School District
Principal Taxpayers

Top Taxpayers	Assessed Valuations				Estimated Actual Valuations				
	Real Property	Tangible Personal	Public Utility	Total	Percent of Total	Real Property	Tangible Personal	Public Utility	Total
Daimler Chrysler Corp.	\$ 11,377,870	\$ 47,716,380	\$ -	\$ 59,094,250	8.31%	\$ 32,508,200	\$ 54,223,159	\$ -	\$ 86,731,359
Rockwell International	-	12,715,440	-	12,715,440	1.79%	-	14,449,364	-	14,449,364
Ohio Edison Co.	-	-	11,615,710	11,615,710	1.63%	-	-	46,462,840	46,462,840
Deer Run Apts. Ltd.	10,012,990	-	-	10,012,990	1.41%	28,608,543	-	-	28,608,543
Alltel Corporation	-	8,228,870	-	8,228,870	1.16%	-	9,350,989	-	9,350,989
Western Reserve Telephone	-	-	5,044,530	5,044,530	0.71%	-	-	20,178,120	20,178,120
General Cinema Beverages	-	3,951,920	-	3,951,920	0.56%	-	4,490,818	-	4,490,818
Johnston Coca-Cola Bottling Grp.	-	3,494,180	-	3,494,180	0.49%	-	3,970,659	-	3,970,659
United Stationers Supply Co.	-	3,340,800	-	3,340,800	0.47%	-	3,796,364	-	3,796,364
Twinsville Associates	3,340,430	-	-	3,340,430	0.47%	9,544,086	-	-	9,544,086
Total Top Ten Taxpayers	\$ 24,731,290	\$ 79,447,590	\$ 16,660,240	\$ 120,839,120	17.00%	\$ 70,660,829	\$ 90,281,353	\$ 66,640,960	\$ 227,583,142
Total All Assessed Valuations	\$ 522,265,240	\$ 167,490,019	\$ 21,027,890	\$ 710,783,149	100.00%				

Sources: Summit County Auditor

Twinsburg City School District

Computation of Direct and Overlapping Bonded Debt

June 30, 2000

<u>Jurisdiction</u>	<u>Assessed Valuation</u>	<u>Net General Tax Supported Debt (1)</u>	<u>Percent Overlapping</u>	<u>Amount Applicable Twinsburg City School District</u>
Twinsburg City School District	\$ 710,783,149	\$ 40,055,503	100.00%	\$ 40,055,503
City of Twinsburg	555,276,901	2,573,000	78.12%	2,010,075
Twinsburg Township	111,228,881	-	15.65%	-
City of Macedonia	6,751,247	14,927,823	0.95%	141,789
Reminderville Village	37,425,920	33,511	5.27%	1,765
Twinsburg Library	710,682,949	-	100.00%	-
Summit County	710,682,949	<u>137,078,183</u>	100.00%	<u>137,078,183</u>
		<u>\$ 194,668,020</u>		<u>\$ 179,287,315</u>

Sources: Summit County Auditor

(1) All debt reported is as of December 31, 1999, except for Twinsburg City School District, which is reported as of June 30, 2000.

Twinsburg City School District

Miscellaneous Statistics

Last Ten Fiscal Years (1)

	<u>Fiscal Year Ended June 30, 1999</u>	<u>Fiscal Year Ended June 30, 1998</u>	<u>Fiscal Year Ended June 30, 1997</u>	<u>Fiscal Year Ended June 30, 1996</u>
Fall Enrollment	3,371	3,143	2,980	2,827
Average Teacher Salary	\$ 43,938	42,870	41,448	41,134
Percent of Teachers With Bachelor Degree	22.08%	22.56	23.71	25.01
Percent of Teachers With Masters Degree	43.10%	40.51	36.53	36.74
Average Teacher Experience (yrs.)	12.00	12.20	11.90	13.90
Pupil Attendance Rate	95.20%	95.66	95.29	95.17
Graduation Rate	92.10%	96.98	87.56	88.41

Source: Ohio Department of Education and School District records

(1) Information not available for 2000

<u>Fiscal Year Ended June 30, 1995</u>	<u>Fiscal Year Ended June 30, 1994</u>	<u>Fiscal Year Ended June 30, 1993</u>	<u>Fiscal Year Ended June 30, 1992</u>	<u>Fiscal Year Ended June 30, 1991</u>	<u>Fiscal Year Ended June 30, 1990</u>
2,703	2,608	2,477	2,134	2,234	2,166
39,934	38,248	36,483	34,545	32,256	29,888
24.33	28.05	49.23	30.32	30.12	29.70
36.09	33.79	23.06	40.32	28.13	26.88
14.10	13.00	13.70	13.10	13.00	12.30
94.96	95.48	95.10	95.78	95.96	94.99
88.20	90.22	103.09	94.04	80.23	85.49

Twinsburg City School District

Directory of School Facilities

June 30, 2000

<u>FACILITY</u>	<u>ADDRESS</u>	<u>PRINCIPAL</u>	<u>GRADES</u>
Twinsburg High School	10084 Ravenna Road Twinsburg, OH 44087	Mr. Tony Loewer	9-12
R.B. Chamberlin Middle School	10270 Ravenna Road Twinsburg, OH 44087	Mr. Stephen Marlow	7-8
Dodge Intermediate School	10225 Ravenna Road Twinsburg, OH 44087	Mr. Darrell Hykes	4-6
Bissell Elementary	1811 Glenwood Drive Twinsburg, OH 44087	Ms. Catherine Aukerman	2-3
Wilcox Elementary	9198 Darrow Road Twinsburg, OH 44087	Ms. Judith Latin	PreK-1

Source: Twinsburg Local School District records



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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

TWINSBURG CITY SCHOOL DISTRICT

SUMMIT 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
MAY 10, 2001**