



**Auditor of State
Betty Montgomery**

CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY

TABLE OF CONTENTS

TITLE	PAGE
Schedule of Federal Awards Receipts and Expenditures.....	1
Notes to the Schedule of Federal Awards Receipts and Expenditures... ..	2
Independent Accountants' Report on Compliance and on Internal Control Required by <i>Government Auditing Standards</i>	3
Independent Accountants' Report on Compliance with Requirements Applicable to the Major Federal Program, Internal Control Over Compliance in Accordance with <i>OMB Circular A-133</i> , and Schedule of Federal Awards Receipts and Expenditures	5
Schedule of Findings	7
Schedule of Prior Audit Findings.....	8

THIS PAGE INTENTIONALLY LEFT BLANK

CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY

SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Number	Federal C.F.D.A. Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. Department of Agriculture						
<i>Passed through Ohio Department of Education:</i>						
Child Nutrition Cluster:						
Food Distribution (See Note "B")		10.550	\$0	\$53,796	\$0	\$53,710
National School Breakfast Program	05-PU 2001& 05-PU 2002	10.553	23,656	0	23,656	0
National School Lunch Program	LL-P4 2001 & LL-P4 2002		197,182	0	197,182	0
Total U.S. Department of Agriculture- Child Nutrition Cluster			220,838	53,796	220,838	53,710
U.S. Department of Education						
<i>Pass through the Ohio Department of Education:</i>						
Title I Grants to Local Education Agencies	C1-S1 2001	84.010	86,500	0	98,427	0
	C1-S1-2002		258,506	0	267,426	0
			345,006	0	365,853	0
Special Education Cluster:						
Special Education Grants to States	6B-SF 01	84.027	6,884	0	44,649	0
	6B-SF 02		175,900	0	134,410	0
			182,784	0	179,059	0
Special Education Preschool Grants	PG-S1 2002	84.173	9,603	0	3,444	0
	PG-SC 2001		3,354	0	2,997	0
			12,957	0	6,441	0
Total Special Education Cluster			195,741	0	185,500	0
Safe and Drug Free Schools and Communities	DR-S1 2001	84.186	3,252	0	442	0
	DR-S1 2002		10,044	0	9,738	0
			13,296	0	10,180	0
Innovative Educational Program Strategy	G2-S9 2001	84.276	15,000	0	11,122	0
	G2-S9 2000		0	0	8,538	0
			15,000	0	19,660	0
Eisenhower Professional Development State Grants	MS-S1-2002	84.281	14,458	0	10,390	0
	MS-S1-2000		0	0	2,000	0
			14,458	0	12,390	0
Innovative Educational Program Strategies	C2-S1 2002	84.298	4,492	0	10,911	0
	C2-S1 2001		0	0	43	0
	C2-S1 2000		0	0	1,694	0
			4,492	0	12,648	0
Class Size Reduction	CR-S1 2002	84.340	46,891	0	41,941	0
	CR-S1 2001		42,514	0	47,328	0
			89,405	0	89,269	0
Total U.S. Department of Education			677,398	0	695,500	0
U.S. Department of Health and Human Services						
<i>Passed through Ohio Department of MRDD:</i>						
Medical Assitance Program		93.778	75,696	0	75,696	0
Total Federal Awards			\$973,932	\$53,796	\$992,034	\$53,710

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

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2002**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. 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, 2002, the District had no significant food commodities in inventory.



**Auditor of State
Betty Montgomery**

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

Circleville City School District
Pickaway County
388 Clark Drive
Circleville, Ohio 43113

To the Board of Education:

We have audited the basic financial statements of the Circleville City School District, Pickaway County, Ohio (the District) as of and for the year ended June 30, 2002, wherein we noted the District implemented Governmental Accounting Standards Board Statement No. 34, and have issued our report thereon dated February 25, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether 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 no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

Board of Education
Circleville City School District
Pickaway County
Independent Accountants' Report on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

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

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

BETTY MONTGOMERY
Auditor of State

February 25, 2003



Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE MAJOR FEDERAL PROGRAM, INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH *OMB CIRCULAR A-133*, AND SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES

Circleville City School District
Pickaway County
388 Clark Drive
Circleville, Ohio 43113

To the Board of Education:

Compliance

We have audited the compliance of the Circleville City School District, Pickaway County, Ohio 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, 2002. 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 auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance 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, 2002.

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. However, we noted a certain matter involving the internal control over federal compliance that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated February 25, 2003.

Schedule of Federal Awards Receipts and Expenditures

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the District as of and for the year ended June 30, 2002, which collectively comprise the District's basic financial statements, wherein we noted the District implemented Governmental Accounting Standards Board Statement No. 34, and have issued our report thereon dated February 25, 2003. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of federal awards receipts and expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



BETTY MONTGOMERY
Auditor of State

February 25, 2003

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWY COUNTY**

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

JUNE 30, 2002

1. SUMMARY OF AUDITOR'S RESULTS

<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)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<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: 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**

None

3. FINDINGS FOR FEDERAL AWARDS

None

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2002**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2001-10665-001	Expenditures exceeded Appropriations in the Capital Projects Fund	Fully Corrected	
2001-10665-002	Payroll reconciliations between the payroll clearing account and payroll expenditures were not periodically performed	Fully Corrected	
2001-10665-003	There was a lack of segregation of duties in the Payroll Department. All functions of the payroll cycle were performed by the Payroll Clerk	Fully Corrected	
2001-10665-004	The District did not maintain a fixed asset tracking system	Fully Corrected	

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

OF THE

CIRCLEVILLE CITY
SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2002

PREPARED BY
TREASURER'S DEPARTMENT
CYNTHIA J. RITTER, TREASURER/CFO

388 CLARK DRIVE

CIRCLEVILLE, OHIO 43113

INTRODUCTORY SECTION

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

Table of Contents	I 1-3
Letter of Transmittal	I 4-9
List of Principal Officers	I 10
Organizational Chart	I 11

II. FINANCIAL SECTION

REPORT OF INDEPENDENT ACCOUNTANTS	F 1-2
MANAGEMENT’S DISCUSSION AND ANALYSIS	F 3-12

BASIC FINANCIAL STATEMENTS:

Government-Wide Financial Statements:

Statement of Net Assets	F 13
Statement of Activities	F 14

Fund Financial Statements:

Balance Sheet - Governmental Funds	F 15
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	F 16
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	F 17
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	F 18
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non GAAP Budgetary Basis) - General Fund	F 19
Statement of Net Assets - Proprietary Fund	F 20
Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Fund	F 21
Statement of Cash Flows - Proprietary Fund	F 22
Statement of Fiduciary Net Assets - Fiduciary Funds	F 23
Statement of Changes in Fiduciary Net Assets - Fiduciary Funds	F 24
Notes to the Basic Financial Statements	F 25-50

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:

Combining Statements - Nonmajor Funds:

Fund Descriptions	F 51-54
Combining Balance Sheet - Nonmajor Governmental Funds	F 55
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	F 56
Combining Balance Sheet - Nonmajor Special Revenue Funds	F 57-62
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	F 63-68
Combining Balance Sheet - Nonmajor Capital Projects Funds	F 69
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	F 70

Individual Fund Schedules of Revenues, Expenditures/Expenses and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):

General Fund	F 71
Food Service	F 72
Special Trust Fund	F 73
Public School Support	F 74
Other Grant	F 75
Deca Scholarship	F 76
District Managed Student Activity	F 77
Auxillary Services	F 78
Professional Development	F 79
Management Information Systems	F 80
Disadvantaged Pupil Impact Aid	F 81
Data Communications	F 82
SchoolNet Professional Development	F 83
Textbook / Instructional Materials Subsidy	F 84
Ohio Reads Grant	F 85
Summer Intervention	F 86
Extended Learning Opportunity	F 87
Miscellaneous State Grants	F 88
Eisenhower Grant	F 89
Title VI - B	F 90
Title I	F 91
Title VI	F 92
Drug-Free School Grant	F 93
EHA Preschool Grant	F 94
GOALS 2000	F 95
Reducing Class Size	F 96
Debt Service Fund	F 97
Permanent Improvement	F 98
SchoolNet	F 99
Interactive Video Distance Learning	F 100
Scholarship Trust Fund	F 101
Self Insurance Fund	F 102

III. STATISTICAL SECTION

Summary of Expenditures by Function and Other Financing Uses - General Fund - Last Ten Fiscal Years	S 1-2
Summary of Revenues by Source - General Fund - Last Ten Fiscal Years	S 3-4
Property Tax Levies and Collections - Real, Public Utility, and Tangible Personal Property Tax - Last Ten Calendar Years	S 5
Assessed Value and Estimated Actual Value of Taxable Property - Last Ten Tax Years	S 6
Property Tax Rates - Direct and Overlapping Governments - Last Ten Tax Years	S 7
Demographic Statistics - Last Ten Years	S 8
Percent of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt per Capita - Last Ten Fiscal Years	S 9
Computation of Legal Debt Margin	S 10
Computation of Direct and Overlapping Debt	S 11
Ratio of Annual General Obligation Debt Service to General Fund Expenditures - Last Ten Fiscal Years	S 12
Major Taxpayers - 2001 Tax Year	S 13
Attendance Data - Last Ten School Years	S 14
School District Employees (Full and Part-time) as of June 30, 2002	S 15
Schedule of Property and Casualty Insurance as of June 30, 2002	S 16



Circleville City Schools

388 Clark Drive, Circleville, Ohio 43113
(740) 474-4340

February 25, 2003

Members of the Board of Education and Residents of the Circleville City Schools:

The Comprehensive Annual Financial Report (CAFR) of the Circleville City School District (the "District") for the fiscal year ended June 30, 2002 is hereby submitted. The CAFR includes financial statements and other financial and statistical data and conforms to accounting principles generally accepted in the United States of America (GAAP) as they apply to governmental entities. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in three sections as follows:

1. **Introductory Section** – This section contains a Table of Contents, Letter of Transmittal, List of Principal Officers, and Organizational Chart of the District.
2. **Financial Section** – This section begins with the Report of Independent Accounts, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, the combining statements by fund type, and other schedules providing detailed information relative to the basic financial statements.
3. **Statistical Section** – This section presents selected financial and demographic information generally present on a multi-year basis.

General Introduction to the District

The District ranks as 202nd largest by total enrollment among the 705 public and community school districts in the State. As of the current school year (2001-2002), the October enrollment head count was 2,546 students. Most of these students attend one of the District's six schools. The District is host to several satellite programs for the Pickaway-Ross Career Technical Center, in which the district is a part of the vocational programs at that school district.

The District has 270 full and part time employees. The District employs 167 certified staff members and 13 administrators. Additionally, the District employs 88 full-time and part-time non-teaching staff members and 2 non-certified supervisors.

The District offers a variety of educational programs for all segments of the community. Circleville High School offers several vocational programs as well as wide range of college preparatory and technology preparatory courses. The District provides extensive special education services, as well as co-op classes with the other districts in Pickaway County.

A full range of extracurricular programs and activities are available to students in the Middle School and High School. All District schools have libraries and multi-purpose rooms and curricular offerings specific to each building needs as designed by the buildings faculty and administration.

"A COMMUNITY IS KNOWN BY THE SCHOOLS IT KEEPS."

Circleville High School
380 Clark Drive
Circleville, Ohio 43113
740-474-4846

Everts Middle School
520 South Court Street
Circleville, Ohio 43113
740-474-2345

Atwater Elementary School
870 Atwater Avenue
Circleville, Ohio 43113
740-474-4706

Court Elementary School
1250 South Court Street
Circleville, Ohio 43113
740-474-2495

Mound Elementary School
424 East Mound Street
Circleville, Ohio 43113
740-474-3940

Nicholas Elementary School
410 Nicholas Drive
Circleville, Ohio 43113
740-474-7311

Each elementary building has very active Parent Teacher Boosters Organizations, which provide many of the extra activities for the students, as well as providing for communication between the parents, community members and school officials.

The District has active Music Boosters, Athletic Boosters and Academic Boosters that support the students in the Middle School and High School with various activities as well as providing for communication between the members, parents, and community and school officials.

Classroom teachers at all levels are supported by specialists in media, guidance, art, instrumental and vocal music, physical education and curriculum development. A comprehensive interscholastic sports program is offered to students in grades seven through twelve. All elementary schools have full-time media aides and certified media specialists staff the secondary schools. A school nurse, one full-time school psychologist and a part-time school psychologist, four counselors, and a gifted coordinator offer direction and support of services for all students.

Reporting Entity

The District has reviewed the reporting entity definition to ensure conformance with the Governmental Accounting Standard Board Statement No. 14 "The Financial Reporting Entity." In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the District (the primary government) and its potential component units. A complete discussion of the District's reporting entity is provided in Note 2.A. to the basic financial statements.

Overlapping Governmental Entities

The major political subdivisions or other governmental entities that overlap the territory of the District are listed below. The state percentage is that percentage of the tax valuation of the overlapping entity that is located within the District.

1. A portion (31.55%) of Pickaway County (functions allocated to counties by Ohio law, such as elections, health and human services, and judicial).
2. The City of Circleville (100%) (municipal corporation responsibilities)

Each of these entities operates independently, with its own separate budget, taxing power, and sources of revenue. Both Pickaway County and the City of Circleville levy property taxes within the ten-mill limitation (subject to available statutory allocation of the 10 mills).

Employees

A statewide public employee bargaining law applies generally to public employee relations and collective bargaining. The starting salary for the 2001-2002 school year is \$28,206 for a teacher with a Bachelor's degree and no experience, and the maximum salary for a teacher with a Master's degree plus 25 graduate hours and 25 years experience is \$58,480.

The District's certificated staff, excluding administration and psychologist, is members of the Circleville Education Association (CEA), a labor organization affiliated with the Ohio Education Association. The current contract between the Board of Education and the CEA expires October 31, 2002.

All of the District's support staff employees, including secretarial, custodial, maintenance, transportation and aides, are not part of any labor organization. The support staff elects representatives from each classification to serve on the Superintendent's Labor Relation Board, which meets four times per year.

Facilities

The District's classroom and other facilities are as follows:

Facility	Construction Date & Improvements	Number of Classrooms	Capacity	ADM as of June 2002	Sound Insurable Value
Elementary					
<i>Atwater</i>	1951, 1956, 1966, 1970	16	300	408	3,207,000
<i>Court</i>	1956,1962	16	250	271	2,956,250
<i>Mound</i>	1956,1965	14	200	253	2,875,000
<i>Nicholas</i>	1962, 1972	15	200	259	3,954,900
Middle School					
<i>Everts</i>	1916, 1952, 1954	45	585	598	14,496,300
High School					
<i>Circleville</i>	1966, 1987	44	574	707*	22,334,550

*Includes students enrolled at the Pickaway-Ross Career Technical Center

Economic Conditions and Outlook

The District is located in Pickaway County, in Central Ohio, approximately 35 miles south of Columbus. The entire District is located within Pickaway County and falls within the corporate boundaries of the City of Circleville and Wayne Township. Circleville is the county seat for Pickaway County.

The District is served by diversified transportation facilities including access to several State highways. The District is served by Norfolk and Southern and CSX Railroad systems.

The Circleville Herald daily newspaper serves the District, as does the Columbus Dispatch. The District is within the broadcast area of all major television stations in Central Ohio and numerous radio stations.

Major Initiative for the Year

The District is focusing on the implementation of the *Baldrige in Education Initiative* in order to meet student and community needs. Everything the district is doing is being viewed through the Baldrige lens in an attempt to align our continuous improvement efforts.

Baldrige in Education Initiative is a partnership of twenty-four (24) national educational and business organizations working to help states, districts and communities accelerate and sustain continuous improvement in student achievement and system performance. The District Baldrige Leadership Team includes teachers, administrators, school board members, students, parents, and community members. In turn, each building has established a Building Leadership Team that coordinates improvement efforts at the building level.

Major Initiatives for the Future

Student Performance. The District has shown steady improvement through data used to determine rankings on District's Local Report Card (LRC) that is issued by the Ohio Department of Education. Falling in the "Continuous Improvement" range of criteria met on the LRC, data shows that scores are improving in virtually every category. The students and staff of the District are now setting their sights on meeting additional standards needed to earn an "Effective" rating. Although continuous improvement strategies take time to pay off in results, it is evident the District has responded to state mandated accountability measures that were enacted through the state legislature.

Baldrige in Education Initiative. All six of the District's schools have teachers who have voluntarily implemented Baldrige quality improvement tools to continuously improve student performance. District wide, all schools have mission statements and goals aligned to the district mission and goals. Baldrige classrooms have a classroom mission statement and goals aligned with the building and district goals. Students in Baldrige classrooms have developed personal goals and use personal data folders to improve their performance. The District teachers continue to receive Baldrige training from teacher practitioners who are brought into the District from North Carolina, Georgia, Indiana, and Florida.

Technology. The District is continually exploring ways to upgrade all areas of technology. Staffing for technology will be reviewed, and improvements throughout the District will be made through purchases of hardware and software, as well as infrastructure upgrades.

Financial Information

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

Legal Compliance/Independent Audit

State statute requires an annual audit by independent accounts. The Ohio Auditor of State office conducted the audit. The audit has been conducted in accordance with generally accepted auditing standard including a review of internal controls and test of compliance with Federal and State laws and regulations. The Report of Independent Accounts is included in this CAFR.

As a part of the District's independent audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the school district has complied with applicable laws and regulations. The results of the District's independent audit for the fiscal year ended June 30, 2002 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls

In addition to the internal control structure mentioned above, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of all funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function and object of expenditure within an individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered amounts lapse at year-end. A complete description of the District's Budgetary Process can be found in Note 2.E. to the basic financial statements.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The general fund balance was \$1,489,990 on June 30, 2002.

Financial Condition

This is the first year the District has prepared financial statements following GASB Statement No. 34 “Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments.” GASB No. 34 creates new basic financial statements for reporting on the District’s financial activities as follows:

Government-wide financial statements – These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

Fund Financial Statements – These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include reconciliation to the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

State of Budgetary comparisons – These statements present comparison of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As a part of this new reporting model, management is also responsible for preparing a Discussion and Analysis of the District. This discussion follows this letter of transmittal, providing an assessment of the District’s finances for 2002 and the outlook for the future. Because that discussion focuses on major funds, the financial highlights provided in this letter focus on certain non-major funds of the District.

Financial Highlights

Internal Service Fund – The only internal service fund of the District is the Self Insurance fund. The internal service fund had net assets of \$(70,151) at June 30, 2001 and net assets of \$(253,400) at June 30, 2002 for a decrease of \$183,249.

Fiduciary Funds – The fiduciary funds account for assets held by the District in a trustee capacity, or as an agent, for individuals, other district organizations or other funds. The District maintains a private purpose trust fund and an agency fund. The private purpose trust fund has net assets of \$46,856 at and the agency fund has net assets of \$108,040.

Cash Management

Cash temporarily idle during the year was invested in the State Treasurer Asset Reserve of Ohio (STAR Ohio), demand deposits, certificates of deposit, obligations of the U.S. Treasury and repurchase agreements. The average yield on investments was 1.8 percent. The District earned interest revenue of \$204,255 on all investments for the fiscal year. The District’s investment policy is to minimize credit and market risks, while maintaining a competitive yield for the portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. The financial institution’s trust department in the District’s name held all collateral on deposits. As required under Ohio law, pooled securities have been pledged in an amount equal to 105% of the total deposits, to secure the repayment of all public monies deposited in a financial institution.

Risk Management

The District has joined a group rating program for worker’s compensation. As a result, District savings in workers’ compensation rates exceed \$2,348 per year. The District has previously established a health benefits self-insurance fund as part of the overall risk management program.

Use of this Report

The report is published to provide to the Board of Education, as well as to our citizens and other interested persons, detailed information concerning the financial condition of the District, with particular emphasis placed on the utilization of resources during the past fiscal year. It is also intended that this report will serve as a guide in formulating policies and in conducting the District's future day-to-day activities. We believe the information, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

In today's bond market environment, it is increasingly important that public agencies prepare soundly conceived annual financial reports, which are independently audited by a qualified firm or agency. It has become almost required practice that such reports be prepared in accordance with GAAP, and the major bond rating agencies review the data presented in such reports before determining a public agency's bond rating.


Use of this report by the various department of the District is encouraged when furnishing information. Copies of the report are being placed in the public library for use by the general public.

Acknowledgments

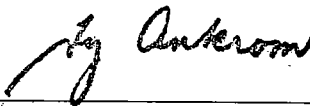
The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated services of the Treasurer's office staff. In addition, we acknowledge our consultant, Trimble, Julian & Grube, Inc., provided us with expert technical assistance in all phases of preparing the report. The assistance of the Pickaway County Auditor's office in providing information is also appreciated. Finally, we wish to acknowledge the cooperation of the team from the Ohio Auditor of State's office, who conducted a thorough audit of our finances.

In closing, without the leadership and support of the Board of Education of the District, preparation of this report would not have been possible.

Sincerely,



Cynthia J. Ritter, Treasurer/CFO



Tyrus L. Ankrom, Superintendent

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

LIST OF PRINCIPAL OFFICERS

Board of Education

Name	Began Service As a Board Member January 1	Present Term Expires December 31	Vocation in Private Life
Gregory Bigam**	1992	2003	Director – Pickaway Metropolitan Housing Authority
Jeffrey Harr*	1992	2003	C.P.A.
Thomas Scherer	June 29, 1998	2003	Compliance Director – Nationwide Financial
Daniel Bradhurst	2002	2005	Chief Administrator for Pickaway County Commissioners
Christine Williams	2002	2005	Buyer – Limited Too

** President

*Vice President

Superintendent/CEO

Tyrus A. Ankrom

Treasurer/CFO

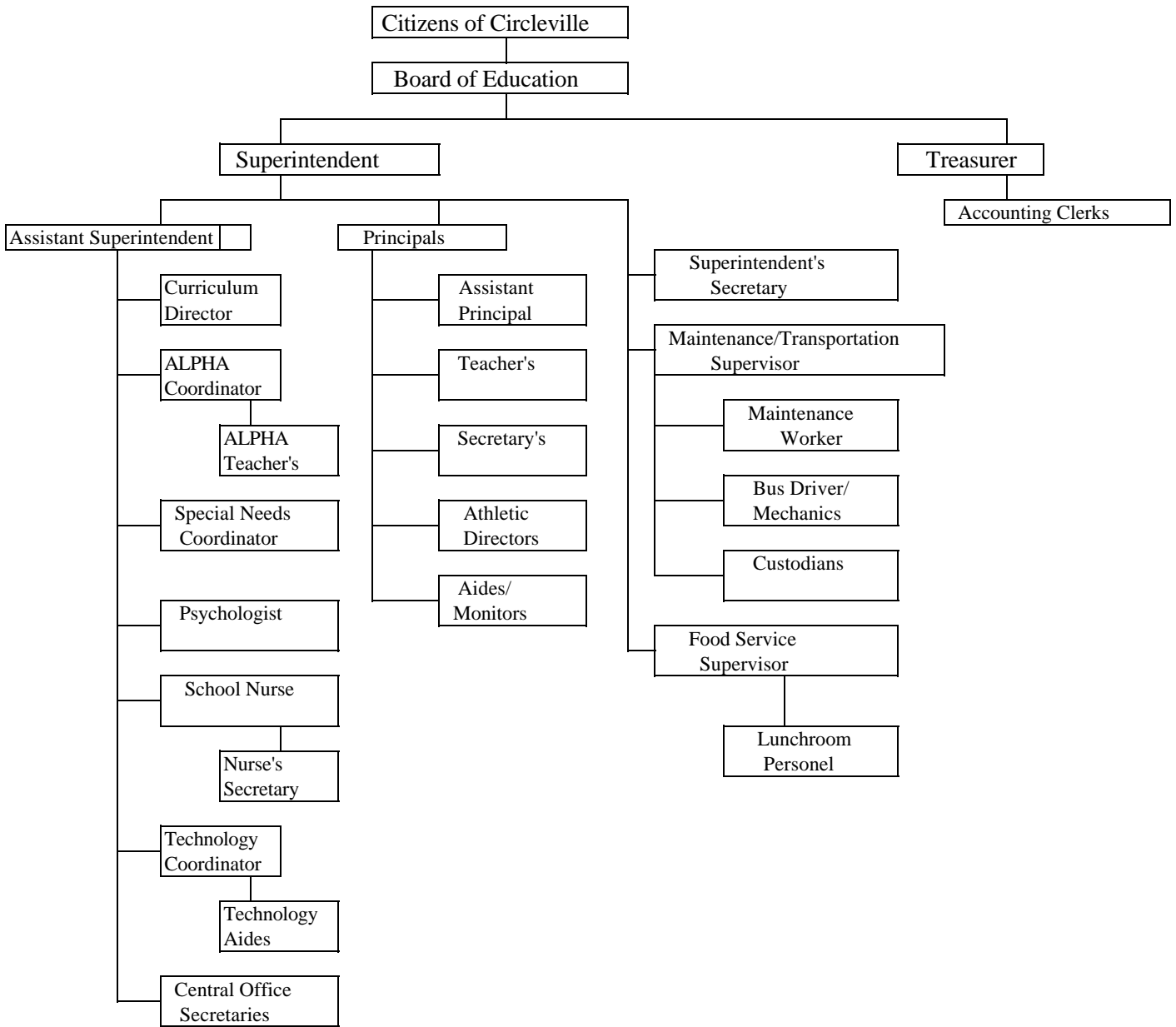
Cynthia J. Ritter

Central Office Administrative Staff

Thomas Patterson	Assistance Superintendent
Barbara Beech-Brown	Special Needs Coordinator
Sherry Kneece	Curriculum Director
Lisa Heins	Gifted Coordinator
Daniel Chrismer	School Psychologist
Russell “Duke” Mettler	Maintenance/Transportation Supervisor
Constance Bradley	Food Service Director
Lorrie Germann	Technology Coordinator

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

ORGANIZATIONAL CHART
JUNE 30, 2002



THIS PAGE IS INTENTIONALLY LEFT BLANK

FINANCIAL SECTION



**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

Board of Education
Circleville City School District
388 Clark Drive
Circleville, Ohio 43113

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Circleville City School District, Pickaway County, Ohio (the District) as of and for the year ended June 30, 2002, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 opinions.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of Circleville City School District, Pickaway County, Ohio as of June 30, 2002, and the respective changes in financial position and the cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, during the year ended June 30, 2002, the District implemented a new financial reporting model, as required by the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2003 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.

35 N. Fourth St. / Second Floor / Columbus, OH 43215
Telephone: (614) 466-3402 (800) 443-9275 Fax: (614) 728-7199
www.auditor.state.oh.us

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. We did not audit the information and express no opinion on it.

We conducted our audit to form opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund statements and statistical tables are not a required part of the basic financial statements. We subjected the combining and individual nonmajor fund statements to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects, in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.



BETTY MONTGOMERY
Auditor of State

February 25, 2003

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED**

The discussion and analysis of Circleville City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2002. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2002 are as follows:

- In total, net assets of governmental activities increased \$53,059 which represents a .8% increase from 2002.
- General revenues accounted for \$16,620,474 in revenue or 88.04% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$2,257,018 or 11.96% of total revenues of \$18,877,492.
- The District had \$18,824,433 in expenses related to governmental activities; only \$2,257,018 of these expenses were offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$16,620,474 were adequate to provide for these programs.
- The District's largest major fund, the general fund had \$15,893,932 in revenues and \$15,674,210 in expenditures. During fiscal 2002, the general fund's balance increased \$216,191 from \$1,273,799 to \$1,489,990.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The *Statement of Net Assets* and *Statement of Activities* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the District, the general fund and the debt service fund are the only two major governmental funds.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED

Reporting the District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2002?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include *all assets and liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's *net assets* and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the *financial position* of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, the Governmental Activities include the District's programs and services, including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities, and food service operations.

Reporting the District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major governmental funds begins on page F9. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major funds are the general fund and the debt service fund.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental *activities* (reported in the Statement of Net Assets and the Statement of Activities) and governmental *funds* is reconciled in the basic financial statements.

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private purpose trust fund. The District also acts in a trustee capacity as an agent for individuals, private organizations, other governmental units and/or other funds. These activities are reported in an agency fund. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets on pages F23 and F24. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED

The District as a Whole

Recall that the Statement of Net Assets provides the perspective of the District as a whole. This is the first year for government-wide financial statements using the full accrual basis of accounting, therefore a comparison with prior years is not available. A comparative analysis will be provided in future years when prior year information is available.

The table below provides a summary of the District's net assets for 2002.

	Net Assets
	Governmental Activities <u>2002</u>
<u>Assets</u>	
Current and other assets	\$13,951,437
Capital assets	<u>5,790,833</u>
Total assets	<u>19,742,270</u>
<u>Liabilities</u>	
Current liabilities	9,750,144
Long-term liabilities	<u>3,309,870</u>
Total liabilities	<u>13,060,014</u>
<u>Net Assets</u>	
Invested in capital assets, net of debt	3,696,833
Restricted	2,685,066
Unrestricted	<u>300,357</u>
Total net assets	<u>\$ 6,682,256</u>

Overall, net assets increased \$53,059 over 2002. Capital assets represent 29.33% of total assets and long-term liabilities represents 25.34% of total liabilities. A total of \$ 300,357, or 4.49%, of total net assets are considered unrestricted and may be used for general obligations of the District.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED

The table below shows the changes in net assets for fiscal year 2002. Since this is the first year the District has prepared financial statements following GASB Statement No. 34, revenue and expense comparisons to fiscal year 2002 are not available. A comparative analysis will be provided in future years when prior year information is available.

Change in Net Assets

	Governmental Activities <u>2002</u>
<u>Revenues</u>	
Program revenues:	
Charges for services and sales	\$ 700,777
Operating grants and contributions	1,501,153
Capital grants and contributions	55,088
General revenues:	
Property taxes	8,937,262
Grants and entitlements	7,372,735
Other	<u>310,477</u>
Total revenues	<u>18,877,492</u>
<u>Expenses</u>	
Program expenses:	
Instruction:	
Regular	8,801,275
Special	2,170,343
Vocational	29,838
Support services:	
Pupil	787,831
Instructional staff	1,348,389
Board of education	63,365
Administration	1,574,733
Fiscal	563,591
Operations and maintenance	1,646,066
Pupil transportation	563,300
Central	12,732
Operation of non-instructional services	2,853
Food service operations	740,380
Extracurricular activities	339,748
Intergovernmental pass through	19,665
Interest and fiscal charges	<u>160,324</u>
Total expenses	<u>18,824,433</u>
Change in net assets	<u>\$ 53,059</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED**

Governmental Activities

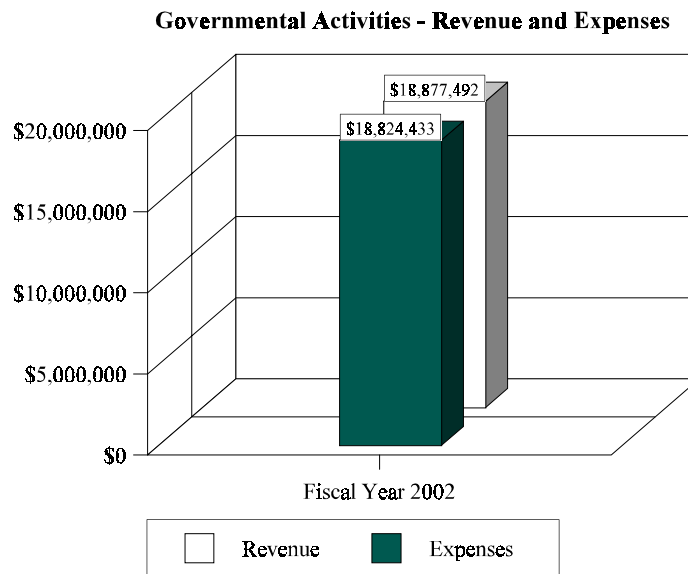
Net assets of the District's governmental activities increased by \$53,059. Total governmental expenses of \$18,824,433 were offset by program revenues of \$2,257,018 and general revenues of \$16,620,474. Program revenues supported 11.98% of the total governmental expenses.

The primary sources of revenue for governmental activities are derived from property taxes and grants and entitlements. These two revenue sources represent 86.40% of total governmental revenue. Real estate property is reappraised every six years. The latest reappraisal by Pickaway County was in 1999, with an update in 2002. Although recent growth has had a positive effect on the District's tax base, the full tax revenue impact has not been realized due to H.B. 920. This state law, enacted in 1976, does not allow for revenue increases caused by inflationary growth of real property values. Increases in valuation prompt corresponding annual reductions in the "effective millage", the tax rates applied to real property. Thus, although District tax valuation continues to grow, this built-in revenue limitation requires the District to request additional school operating revenue by placing a levy on the ballot periodically (every three to five years, on average).

The District currently has two operating levies totaling 16.8 mills. These levies, which generate approximately \$3.7 million per year, expire during 2003. The levies are expected to provide adequate revenue for general fund operating expenses through the year 2003. The District plans to place an additional operating levy on the ballot in the future.

The District's financial condition has improved significantly in recent years, primarily due to increased financial support from the State. State support has increased annually by 10% over the last three years.

The graph below presents the District's governmental activities revenue and expenses for fiscal year 2002.



**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements. Comparisons to 2001 have not been presented since they are not available.

Governmental Activities

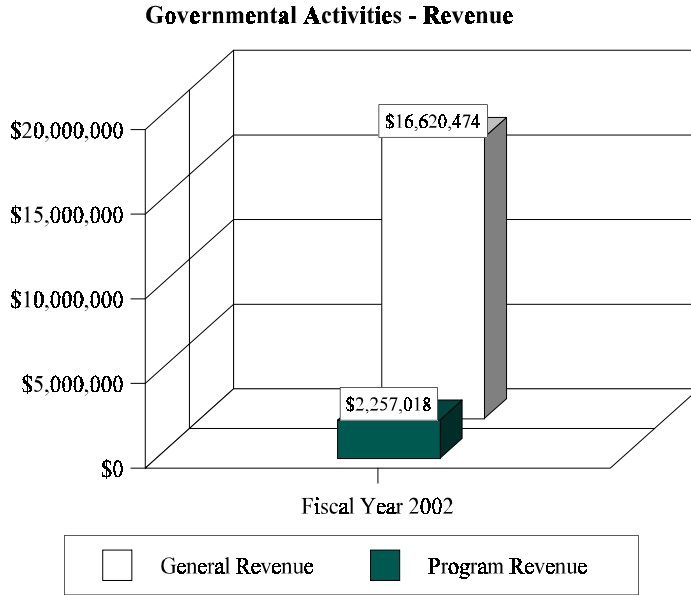
	Total Cost of Services <u>2002</u>	Net Cost of Services <u>2002</u>
Program expenses:		
Instruction:		
Regular	\$8,801,275	\$8,362,803
Special	2,170,343	1,699,858
Vocational	29,838	9,842
Support services:		
Pupil	787,831	703,682
Instructional staff	1,348,389	1,115,827
Board of education	63,365	63,365
Administration	1,574,733	1,499,802
Fiscal	563,591	563,591
Operations and maintenance	1,646,066	1,583,180
Pupil transportation	563,300	546,864
Central	12,732	12,356
Operation of non-instructional services	2,853	53
Food service operations	740,380	13,355
Extracurricular activities	339,748	228,651
Intergovernmental pass through	19,665	3,862
Interest and fiscal charges	<u>160,324</u>	<u>160,324</u>
 Total expenses	 <u><u>\$18,824,433</u></u>	 <u><u>\$16,567,415</u></u>

The dependence upon tax revenues for governmental activities is apparent, 92.54% of instruction activities are supported through taxes and other general revenues, for all governmental activities general revenue support is 87.52%. The District's taxpayers, as a whole, is by far the primary support for District's students.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED**

The graph below presents the District's governmental activities revenue for fiscal year 2002.



The District's Funds

The District's governmental funds (as presented on the balance sheet on page F16) reported a combined fund balance of \$4,003,433, which is below last year's total of \$3,893,774. The June 30, 2001 fund balances have been restated as described in Note 3.A to the basic financial statements. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2002 and 2001.

	<u>Fund Balance</u> <u>June 30, 2002</u>	<u>Fund Balance</u> <u>June 30, 2001</u>	<u>Increase</u> <u>(Decrease)</u>
General	\$1,489,990	\$1,273,799	\$ 216,191
Debt Service	2,060,140	2,374,988	(314,848)
Other Governmental	<u>453,303</u>	<u>244,987</u>	<u>208,316</u>
Total	<u>\$4,003,433</u>	<u>\$3,893,774</u>	<u>\$ 109,659</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED

General Fund

The District's general fund balance increased by \$216,191, or 16.97%. The increase in fund balance can be attributed to an increase in tangible personal property taxes and state foundation. The table that follows assists in illustrating the financial activities and fund balance of the general fund.

	<u>2002</u> <u>Amount</u>	<u>2001</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
<u>Revenues</u>			
Taxes	\$7,948,649	\$7,151,608	11.14%
Interest earnings	149,768	312,804	(52.12)
Intergovernmental	7,454,150	6,688,829	11.44
Other revenues	<u>341,365</u>	<u>175,812</u>	94.32
Total	<u>\$15,893,932</u>	<u>\$14,329,053</u>	10.92%
<u>Expenditures</u>			
Instruction	\$ 9,834,319	\$8,879,170	10.76%
Support services	5,595,846	4,871,800	14.86
Operation of non-instructional services	-	492	(100.00)
Extracurricular activities	244,045	219,677	11.09
Principal retirement and interest and fiscal charges	<u>-</u>	<u>22,309</u>	(100.00)
Total	<u>\$15,674,210</u>	<u>\$13,993,448</u>	12.01%

General Fund Budgeting Highlights

The District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the general fund.

During the course of fiscal 2002, the District amended its general fund budget numerous times. For the general fund, final budgeted revenues and other financing sources were \$15,548,285, above original budget estimates of \$15,329,867. The increase from the original budget estimates was due to the increase in tangible personal property taxes and state foundation.

General fund original appropriations of \$15,500,000 were increased to \$15,805,000 in the final budget. Final appropriations were increased due to the increasing costs associated with the medical reconciliation and the advance of funds to grant funds. The actual budget basis expenditures for fiscal year 2002 totaled \$15,771,231, which was only \$33,769 less than the final budget appropriations.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2002, the District had \$5,790,833 invested in land, land improvements, buildings and improvements, furniture and equipment, and vehicles. The entire amount was reported in governmental activities. The following table shows fiscal 2002 balances compared to 2001:

	Capital Assets at June 30	
	(Net of Depreciation)	
	<u>Governmental Activities</u>	
	<u>2002</u>	<u>2001</u>
Land	\$ 200,638	\$ 200,638
Land Improvements	579,270	659,202
Buildings and Improvements	4,370,646	4,572,376
Furniture and Equipment	504,146	758,811
Vehicles	<u>136,133</u>	<u>165,956</u>
Totals	<u>\$5,790,833</u>	<u>\$6,356,983</u>

The District did not have any major capital asset additions during fiscal 2002. The overall decrease in capital assets of \$566,150 is primarily due to the recording of \$578,289 in depreciation expense for fiscal 2002.

Debt Administration

At June 30, 2002 the District had \$2,094,000 in general obligation bonds, school bus bonds, and a note outstanding. Of this total, \$384,000 is due within one year and \$1,710,000 is due within greater than one year. The following table summarizes the bonds and note outstanding.

	Outstanding Debt, at Year End	
	<u>Governmental Activities 2002</u>	<u>Governmental Activities 2001</u>
General obligation bonds:		
Building bonds	\$1,500,000	\$1,750,000
Renovation bonds	<u>175,000</u>	<u>200,000</u>
Total bonds	<u>1,675,000</u>	<u>1,950,000</u>
School bus bonds	29,000	42,000
General obligation notes:		
Energy conservation	<u>390,000</u>	<u>475,000</u>
Total	<u>\$2,094,000</u>	<u>\$2,467,000</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
UNAUDITED**

At June 30, 2002, the District has \$1,675,000 outstanding in general obligation bonds. On April 1, 1987, the District issued \$5,000,000 in building bonds and on May 1, 1988, the District issued \$500,000 in renovation bonds for the purpose of constructing and equipping a new central office and for the improvement and addition to the high school building. Both of the bond issues are scheduled to mature on December 1, 2007. The building bonds bear an annual interest rate of 7.50% and the renovation bonds bear an interest rate of 7.25%

On October 15, 1997 the District issued \$90,000 in school bus bonds for the purpose of acquiring school buses. The bonds mature on April 15, 2004 and bear an interest rate of 5.3%.

The general obligation notes were issued on July 10, 1996, in the amount of \$830,000 for the purpose of providing energy conservation. The notes mature on June 1, 2006, and bear an interest rate of 5.4%

At June 30, 2002 the District's overall legal debt margin was \$24,382,649 with an unvoted debt margin of \$266,961.

For the Future

Overall, the District is strong financially. The District relies heavily upon grants, entitlements and property taxes. An increase in tax revenue is expected in fiscal year 2003 due to the collection of delinquent tangible personal property taxes.

The finances are stable for fiscal year 2002 and 2003, however, the District has two levies that will expire during 2003 and will need to be replaced for additional revenue in order to continue with the programs that the District presently has in place.

The challenge for the District's Management is to continue to provide the resources necessary to meet student needs and be able to stay within the five-year forecast. The five-year forecast is utilized by management in order to effectively and efficiently manage the District's resources to their fullest.

Since the District relies on the State for approximately 47% of the general operating revenues, one of the largest challenges facing the District is that of state funding. The State of Ohio was found by the Supreme Court in March 1997 to be operating unconstitutional educational system, one that was neither adequate or equitable. Since 1997, the State has directed its tax revenue growth toward school districts with little property tax wealth. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding plan is unconstitutional. At this time, the District is unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

The District's system of budgeting and internal controls are well regarded. All of the District's financial abilities will be needed to meet the financial challenges of the future.

Contacting the District's Financial Management

This financial report is designed to provide our citizen's, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Cynthia J. Ritter, Treasurer/CFO at Circleville City School District, 388 Clark Drive, Circleville, Ohio, 43113.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

STATEMENT OF NET ASSETS
JUNE 30, 2002

	Governmental Activities
Assets:	
Equity in pooled cash and cash equivalents.	\$ 4,661,911
Cash with fiscal agent	1,314
Receivables:	
Property taxes	8,991,692
Accounts	15,295
Intergovernmental	229,161
Accrued interest	3,226
Prepayments.	39,803
Materials and supplies inventory	9,035
Capital assets:	
Land	200,638
Depreciable capital assets, net	5,590,195
Total capital assets	5,790,833
 Total assets	 19,742,270
 Liabilities:	
Accounts payable.	221,105
Accrued wages and benefits	1,626,212
Pension obligation payable.	386,367
Intergovernmental payable	108,787
Deferred revenue	7,073,809
Accrued interest payable	11,940
Claims payable	321,924
Long-term liabilities:	
Due within one year.	472,405
Due in more than one year	2,837,465
 Total liabilities	 13,060,014
 Net Assets:	
Invested in capital assets, net of related debt.	3,696,833
Restricted for:	
Capital projects	372,797
Debt service.	2,063,548
Other purposes	248,721
Unrestricted	300,357
 Total net assets	 \$ 6,682,256

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets
Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
Governmental activities:					
Instruction:					
Regular	\$ 8,801,275	\$ 133,685	\$ 304,787	\$ -	\$ (8,362,803)
Special	2,170,343	-	470,485	-	(1,699,858)
Vocational	29,838	2,643	17,353	-	(9,842)
Support services:					
Pupil.	787,831	-	84,149	-	(703,682)
Instructional staff	1,348,389	4,098	228,464	-	(1,115,827)
Board of education	63,365	-	-	-	(63,365)
Administration.	1,574,733	-	74,931	-	(1,499,802)
Fiscal.	563,591	-	-	-	(563,591)
Operations and maintenance	1,646,066	7,798	-	55,088	(1,583,180)
Pupil transportation.	563,300	-	16,436	-	(546,864)
Central	12,732	-	376	-	(12,356)
Operation of non-instructional services	2,853	2,800	-	-	(53)
Food service operations	740,380	438,656	288,369	-	(13,355)
Extracurricular activities.	339,748	111,097	-	-	(228,651)
Intergovernmental pass through	19,665	-	15,803	-	(3,862)
Interest and fiscal charges	160,324	-	-	-	(160,324)
Totals	<u>\$ 18,824,433</u>	<u>\$ 700,777</u>	<u>\$ 1,501,153</u>	<u>\$ 55,088</u>	<u>(16,567,415)</u>
General Revenues:					
Property taxes levied for:					
					8,027,605
					219,275
					690,382
					7,372,735
					135,534
					174,943
					16,620,474
					53,059
					6,629,197
					\$ 6,682,256

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2002

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Assets:				
Equity in pooled cash and cash equivalents	\$ 1,813,496	\$ 2,028,340	\$ 678,851	\$ 4,520,687
Receivables:				
Property taxes	8,190,181	89,549	711,962	8,991,692
Accounts	15,181	-	85	15,266
Intergovernmental	12,412	-	216,749	229,161
Accrued interest	3,226	-	-	3,226
Interfund loans	103,437	-	-	103,437
Materials and supplies inventory	1,969	-	3,577	5,546
Prepayments	31,403	-	-	31,403
Restricted assets:				
Equity in pooled cash and cash equivalents	82,071	-	-	82,071
Total assets	\$ 10,253,376	\$ 2,117,889	\$ 1,611,224	\$ 13,982,489
Liabilities:				
Accounts payable	\$ 150,598	\$ -	\$ 70,507	\$ 221,105
Accrued wages and benefits	1,489,143	-	137,069	1,626,212
Compensated absences payable	15,464	-	-	15,464
Pension obligation payable	249,812	-	19,292	269,104
Intergovernmental payable	99,580	-	8,835	108,415
Interfund loan payable	-	-	103,437	103,437
Deferred revenue	6,758,789	57,749	818,781	7,635,319
Total liabilities	8,763,386	57,749	1,157,921	9,979,056
Fund Balances:				
Reserved for encumbrances	128,745	-	208,168	336,913
Reserved for prepayments	31,403	-	-	31,403
Reserved for materials and supplies inventory	1,969	-	3,577	5,546
Reserved for property tax unavailable for appropriation	955,692	8,930	98,175	1,062,797
Reserved for budget stabilization	82,071	-	-	82,071
Unreserved, undesignated, reported in:				
General fund	290,110	-	-	290,110
Special revenue funds	-	-	79,866	79,866
Debt service fund	-	2,051,210	-	2,051,210
Capital projects funds	-	-	63,517	63,517
Total fund balances	1,489,990	2,060,140	453,303	4,003,433
Total liabilities and fund balances	\$ 10,253,376	\$ 2,117,889	\$ 1,611,224	\$ 13,982,489

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2002

Total governmental fund balances		\$ 4,003,433
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		5,790,833
Federally donated commodities are not reported in the funds.		3,489
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Taxes	\$ 341,535	
Accrued interest	3,226	
Grants	<u>216,749</u>	
Total		561,510
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		(253,400)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General obligation bonds	1,675,000	
School bus bonds	29,000	
General obligation notes	390,000	
Compensated absences	1,200,406	
Pension obligation payable	117,263	
Accrued interest payable	<u>11,940</u>	
Total		<u>(3,423,609)</u>
Net assets of governmental activities		<u>\$ 6,682,256</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues:				
From local sources:				
Taxes	\$ 7,948,649	\$ 218,009	\$ 683,754	\$ 8,850,412
Tuition	6,436	-	-	6,436
Charges for services	-	-	428,336	428,336
Earnings on investments	149,768	-	376	150,144
Extracurricular	-	-	155,823	155,823
Classroom materials and fees	62,961	-	-	62,961
Other local revenues	196,186	-	57,710	253,896
Intergovernmental - state	7,454,150	6,061	360,423	7,820,634
Intergovernmental - federal	75,782	-	808,888	884,670
	<u>15,893,932</u>	<u>224,070</u>	<u>2,495,310</u>	<u>18,613,312</u>
Expenditures:				
Current:				
Instruction:				
Regular	8,163,243	-	260,000	8,423,243
Special	1,671,076	-	460,691	2,131,767
Vocational	-	-	18,893	18,893
Support Services:				
Pupil	758,246	-	12,820	771,066
Instructional staff	1,024,008	-	274,010	1,298,018
Board of education	63,084	-	-	63,084
Administration	1,446,846	-	85,340	1,532,186
Fiscal	454,015	3,452	95,362	552,829
Operations and maintenance	1,312,417	-	309,512	1,621,929
Pupil transportation	524,554	-	-	524,554
Central	12,676	-	-	12,676
Operation of non-instructional services	-	-	2,853	2,853
Food service operations	-	-	660,355	660,355
Extracurricular activities	244,045	-	91,070	335,115
Intergovernmental pass through	-	-	19,665	19,665
Debt service:				
Principal retirement	-	373,000	-	373,000
Interest and fiscal charges	-	162,466	-	162,466
	<u>15,674,210</u>	<u>538,918</u>	<u>2,290,571</u>	<u>18,503,699</u>
Net change in fund balances	219,722	(314,848)	204,739	109,613
Fund balances, July 1 (restated)	1,273,799	2,374,988	244,987	3,893,774
Increase (decrease) in reserve for inventory	(3,531)	-	3,577	46
	<u>\$ 1,489,990</u>	<u>\$ 2,060,140</u>	<u>\$ 453,303</u>	<u>\$ 4,003,433</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

Net change in fund balances - total governmental funds	\$	109,613
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the current period.		(563,933)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net assets.		(2,217)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		210,470
Donated commodities received and the related expense is not recognized in the funds.		3,489
Repayment of bond and note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		373,000
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		2,142
Some expenses reported in the statement of activities, such as compensated absences and pension obligations, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		103,744
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.		<u>(183,249)</u>
Change in net assets of governmental activities	\$	<u>53,059</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Taxes	\$ 7,434,155	\$ 7,540,075	\$ 7,563,066	\$ 22,991
Tuition	10,599	10,750	5,686	(5,064)
Earnings on investments	246,488	250,000	203,807	(46,193)
Classroom materials and fees	54,720	55,500	62,585	7,085
Other local revenue	93,912	95,250	182,741	87,491
Intergovernmental - state	7,356,890	7,461,710	7,454,150	(7,560)
Intergovernmental - federal	39,438	40,000	75,696	35,696
	<u>15,236,202</u>	<u>15,453,285</u>	<u>15,547,731</u>	<u>94,446</u>
Expenditures:				
Current:				
Instruction:				
Regular	8,082,270	8,241,308	8,054,259	187,049
Special	1,580,108	1,611,201	1,628,790	(17,589)
Support services:				
Pupils	723,324	737,557	756,817	(19,260)
Instructional staff	1,040,903	1,061,385	1,071,846	(10,461)
Board of education	57,191	58,316	65,095	(6,779)
Administration	1,394,529	1,421,970	1,447,772	(25,802)
Fiscal	444,121	452,860	418,142	34,718
Operation and maintenance of plant	1,426,949	1,455,028	1,386,638	68,390
Pupil transportation	478,811	488,233	548,433	(60,200)
Central	-	-	12,676	(12,676)
Extracurricular activities	226,681	231,141	238,953	(7,812)
Debt service:				
Principal retirement	35,369	36,065	98,000	(61,935)
Interest and fiscal charges	9,744	9,936	26,997	(17,061)
	<u>15,500,000</u>	<u>15,805,000</u>	<u>15,754,418</u>	<u>50,582</u>
Excess of revenues over (under) expenditures	<u>(263,798)</u>	<u>(351,715)</u>	<u>(206,687)</u>	<u>145,028</u>
Other financing sources (uses):				
Advances in	93,665	95,000	-	(95,000)
Advances (out)	-	-	(16,813)	(16,813)
Refund of prior year's expenditures	-	-	314	314
	<u>93,665</u>	<u>95,000</u>	<u>(16,499)</u>	<u>(111,499)</u>
Net change in fund balance	(170,133)	(256,715)	(223,186)	33,529
Fund balance, July 1	<u>1,734,195</u>	<u>1,734,195</u>	<u>1,734,195</u>	<u>-</u>
Prior year encumbrances appropriated	<u>131,263</u>	<u>131,263</u>	<u>131,263</u>	<u>-</u>
Fund balance, June 30	<u>\$ 1,695,325</u>	<u>\$ 1,608,743</u>	<u>\$ 1,642,272</u>	<u>\$ 33,529</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

STATEMENT OF NET ASSETS
PROPRIETARY FUND
JUNE 30, 2002

	Governmental Activities - Internal Service Fund
Assets:	
Equity in pooled cash and cash equivalents	\$ 59,153
Cash with fiscal agent	1,314
Receivables:	
Accounts	29
Prepayments	<u>8,400</u>
Total assets	<u>\$ 68,896</u>
Liabilities:	
Due to other governments	\$ 372
Claims payable.	<u>321,924</u>
Total liabilities	<u>\$ 322,296</u>
Net assets:	
Unrestricted	<u>(253,400)</u>
Total net assets (deficit)	<u>\$ (253,400)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Governmental Activities - Internal Service Fund
Operating revenues:	
Charges for services.	\$ 1,412,086
Total operating revenues	1,412,086
Operating expenses:	
Claims and administrative services	1,595,335
Total operating expenses	1,595,335
Change in net assets	(183,249)
Net assets (deficit), July 1	(70,151)
Net assets (deficit), June 30	\$ (253,400)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Governmental Activities - Internal Service Fund
Cash flows from operating activities:	
Cash received from charges for services	\$ 1,412,057
Cash payments for claims and administrative services	<u>(1,609,313)</u>
Net cash used in operating activities	<u>(197,256)</u>
Net decrease in cash and cash equivalents.	(197,256)
Cash and cash equivalents, July 1	<u>257,723</u>
Cash and cash equivalents, June 30	<u>\$ 60,467</u>
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	(183,249)
Changes in assets and liabilities:	
Increase in accounts receivable.	(29)
Decrease in prepayments	40,790
Increase in due to other governments.	19
Decrease in claims payable	<u>(54,787)</u>
Net cash used in operating activities	<u>\$ (197,256)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2002**

	Private Purpose Trust	
	Scholarship	Agency
Assets:		
Equity in pooled cash and cash equivalents	<u>\$ 46,856</u>	<u>\$ 108,040</u>
Total assets	<u>46,856</u>	<u>108,040</u>
Liabilities:		
Accounts payable	-	11,739
Due to students	<u>-</u>	<u>96,301</u>
Total liabilities	<u>-</u>	<u>\$ 108,040</u>
Net Assets:		
Held in trust for scholarships	<u>46,856</u>	
Total net assets	<u>\$ 46,856</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Private Purpose Trust
	Scholarship
Additions:	
Interest	\$ 72
Gifts and contributions.	<u>7,846</u>
Total additions.	<u>7,918</u>
Deductions:	
Scholarships awarded	<u>7,952</u>
Change in net assets	(34)
Net assets, July 1	<u>46,890</u>
Net assets, June 30	<u><u>\$ 46,856</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

The Circleville City School District (the "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 District is a city school district as defined by Section 3311.03 of the Ohio Revised Code. The District operates under an elected Board of Education (five members) and is responsible for the provision of public education to residents of the District.

The District ranks as the 202nd largest by enrollment among the 705 public and community school districts in the State. The District employs 13 administrators, 90 non-certified and 167 certified employees to provide services to approximately 2,546 students and community groups. The District provides regular and special instruction. The District also provides support services for the pupils, instructional staff, general and school administration, business and fiscal services, facilities acquisitions and construction services, operation and maintenance of plant, student transportation, food services, extracurricular activities and non-programmed services. The District co-operates with the Pickaway County Educational Service Center, a separate entity, for curricular services.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity". The reporting entity is composed of the primary government, component units and other organizations that are included to ensure that the basic financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service, preschool and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organizations' government board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access to organizations' resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based upon the application of this criteria, the District has no component units. The basic financial statements of the reporting entity include only those of the District (the primary government). The following organizations are described due to their relationship to the District:

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

JOINTLY GOVERNED ORGANIZATION

Metropolitan Education Council (MEC) - Is a not for profit educational council whose primary purpose and objective is to contribute to the educational services available to school districts in Franklin County and surrounding areas by cooperative action membership. The governing board consists of a representative from each of the Franklin County districts. Districts outside of Franklin County are associate members and each county selects a single district to represent them on the governing board. MEC is its own fiscal agent.

PUBLIC ENTITY RISK POOL

Ohio School Boards Association Workers' Compensation Group Rating Plan - The District participates in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Ohio School Boards Association Workers' Compensation Group Rating Plan (the Plan) was established through the Ohio School Boards Association (OSBA) as a group purchasing pool.

The Plan's business and affairs are conducted by a three-member Board of Directors consisting of the President, the President-Elect, and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the Plan. Each year, the participating school districts pay an enrollment fee to the Plan to cover the costs of administering the program.

B. Fund Accounting

The District uses funds to report its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain school district activities or functions. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category is divided into separate fund types.

GOVERNMENTAL FUNDS

Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

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

Debt Service Fund - This fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest and certain long-term obligations from governmental resources when the government is obligated in some manner for payment. It is also used to account for the accumulation of resources and payment of general obligation bonds and notes payable.

The other governmental funds of the District account for grants and other resources whose use is restricted to a particular purpose.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

PROPRIETARY FUNDS

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector. The District has no enterprise funds. The following is a description of the District's internal service fund:

Internal Service Fund - The internal service fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the district, or to other governments, on a cost-reimbursement basis. The only internal service fund of the District accounts for a self-insurance program which provides dental benefits to employees.

FIDUCIARY FUNDS

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District's only trust fund is a private purpose trust which accounts for scholarship programs for students. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency fund accounts for student activities.

C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the Statement of Net Assets.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, the internal service fund is accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of this fund are included on the statement of fund net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activity.

The private purpose trust fund is reported using the economic resources measurement focus.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues - Exchange and Non-exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, income taxes, interest, tuition, grants, student fees and rentals.

Deferred Revenue - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2002, but which were levied to finance fiscal year 2003 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the Statement of Revenues, Expenditures and Changes in Fund Balances as an expenditure with a like amount reported as intergovernmental revenue. Unused donated commodities are reported as intergovernmental 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 governmental funds.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

E. Budgets

The District is required by state statute to adopt an annual appropriated cash basis budget for all funds. The specific timetable for fiscal year 2002 is as follows.

1. 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 expressed purpose of this budget document is to reflect the need for existing (or increased) tax rates.
2. By no later than January 20, the board-adopted budget is filed with the Pickaway County Budget Commission for tax rate determination.
3. Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as a basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered balances from the preceding year as reported by the District Treasurer. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the final budgeted amount in the budgetary statement reflect the amounts set forth in the final Amended Certificate issued for fiscal year 2002.
4. By July 1, the annual appropriation resolution is legally enacted by the Board of Education at the fund level of expenditures, which is the legal level of budgetary control. (State statute permits a temporary appropriation to be effective until no later than October 1 of each year.) Although the legal level of budgetary control was established at the fund level of expenditures, the District has elected to present budgetary statement comparisons at the fund and function level of expenditures.

Resolution appropriations 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 appropriations totals.

5. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education.
6. Formal budgetary integration is employed as a management control device during the year for all funds consistent with statutory provisions.
7. Appropriation amounts are as originally adopted, or as amended by the Board of Education throughout the year by supplemental appropriations, which either reallocated or increased the original appropriated amounts. Individual building and/or departments may transfer funds within their budgets upon review and approval of the Treasurer, if the line item transfer does not exceed \$10,000. All supplemental appropriations were legally enacted. The final budget figures, which appear in the statements of budgetary comparisons represent the permanent appropriation amounts plus all supplemental appropriations legally enacted during the year.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

8. At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding fiscal year and need not be reappropriated.

F. Cash and Investments

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

During fiscal year 2002, investments were limited to bankers acceptances, federal agency securities, a repurchase agreement, and the State Treasury Asset Reserve (STAR Ohio). Investments are reported at fair value, which is based on quoted market prices, with the following exceptions: nonparticipating investment contracts such as repurchase agreements are reported at cost.

The District has invested funds in STAR Ohio during fiscal year 2002. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2002.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenues credited to the general fund during fiscal year 2002, amounted to \$149,768, which includes \$92,648 assigned from other District funds.

For presentation on the financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the Treasurer's investments at year-end is provided in Note 4.

G. Inventory

On government-wide and fund financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used. Inventories are accounted for using the consumption method.

Inventory consists of expendable supplies held for consumption, donated food and purchased food.

H. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of five-hundred dollars. The District does not possess any infrastructure. Improvements are capitalized; 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. Interest incurred during the construction of capital assets is also capitalized.

All reported capital assets except land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Land improvements	15 years
Buildings and improvements	40 - 50 years
Furniture and equipment	5 - 10 years
Vehicles	10 years

I. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental type activities columns of the Statement of Net Assets.

J. Compensated Absences

Compensated absences of the District consist of vacation leave and severance liability to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

In accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave is accrued if a) the employees' rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for severance is accrued using the vesting method; i.e., the liability is based on the sick leave accumulated at June 30, 2002, 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 severance on employees expected to become eligible to retire in the future, all employees with at least ten years of service were considered expected to become eligible to retire in accordance with GASB Statement No. 16.

The total liability for vacation and severance payments has been calculated using pay rates in effect at June 30, 2002, and reduced to the maximum payment allowed by labor contract and/or statute, plus any applicable additional salary related payments.

The entire compensated absence liability is reported on the government-wide financial statements.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements.

K. Prepayments

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These items are reported as assets on the balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of the purchase and the expenditure/expense is reported in the year in which services are consumed.

L. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from the internal service fund are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements, compensated absences, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

M. Fund Balance Reserves

The District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, prepayments, inventories of supplies and materials, property taxes unavailable for appropriation and budget stabilization. The reserve for property taxes unavailable for appropriation represents taxes recognized as revenue under GAAP but not available for appropriation under State statute.

N. Parochial Schools

New Hope Christian School and A Child's Place School operate within the District's boundaries. Current state legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the District, as directed by the parochial schools. These activities are reported as a governmental activity of the District.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

O. Restricted Assets

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other governments or imposed by enabling legislation. Restricted assets include the amount required by State statute to be set aside to create a reserve for budget stabilization. See Note 16 for details.

P. Estimates

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

Q. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

R. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the fund.

S. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

T. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

U. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2002.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Changes in Accounting Principles and Restatement of Fund Balance

For fiscal year 2002, the District has implemented GASB Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments"; GASB Statement No. 37, "Basic Financial Statements for State and Local Governments: Omnibus"; GASB Statement No. 38, "Certain Financial Statement Note Disclosures"; and GASB Interpretation No. 6, "Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements". At June 30, 2001, there was no effect on fund balance as a result of implementing GASB Statements 37 and 38.

GASB No. 34 creates new basic financial statements for reporting on the District's financial activities. The basic financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column.

The government-wide financial statements show the District's programs for governmental activities. The beginning net asset amount for governmental activities reflects the change in fund balance for governmental funds at June 30, 2001, caused by the elimination of the internal service fund and the conversion to the accrual basis of accounting.

Governmental Activities - Fund Reclassification and Restatement of Fund Balance - Certain funds have been reclassified to properly reflect their intended purpose in accordance with the Standards of GASB No. 34. Certain funds previously reported as enterprise funds and expendable trust funds have been reclassified and are now part of the other nonmajor funds. In addition, certain tax revenue associated with taxes receivable were understated at June 30, 2001. It was also determined that GASB Interpretation No. 6 had an effect on fund balance as previously reported at June 30, 2001.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

The fund reclassifications, the adjustments for tax revenue and the implementation of GASB Interpretation No. 6 had the following effect on the District's governmental fund balances as previously reported:

	General	Debt Service	Nonmajor	Total
Fund balance				
June 30, 2001	\$ 450,977	\$2,369,971	\$179,078	\$3,000,026
Fund reclassifications	-	-	(10,347)	(10,347)
Implementation of GASB Interpretation No. 6	4,095	-	-	4,095
Adjustment for understated tax revenue	818,727	5,017	76,256	900,000
Adjusted fund balance, June 30, 2001	<u>\$1,273,799</u>	<u>\$2,374,988</u>	<u>\$244,987</u>	<u>\$3,893,774</u>

The transition from governmental fund balance to net assets of the governmental activities is presented as follows:

	Total
Adjusted fund balance, June 30, 2001	\$ 3,893,774
GASB 34 adjustments:	
Long-term (deferred) assets	351,040
Capital assets	6,356,983
Accrued interest payable	(14,082)
Internal service fund	(70,151)
Long-term liabilities	(3,888,367)
Governmental activities net assets, June 30, 2001	<u>\$ 6,629,197</u>

B. Deficit Fund Balances

Fund balances at June 30, 2002 included the following individual fund deficits:

	Deficit Fund Balances
<u>Nonmajor Funds</u>	
Disadvantaged Pupil Impact Aid	\$ 3,774
Summer School	236
Title I	70,757
Title VI	6,349
Title VI-R	10,174

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

These funds complied with Ohio state law, which does not permit a cash basis deficit at year-end. The general fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities.

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS

State statutes classify monies held by the District into three categories:

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

Inactive deposits are public deposits 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 certificates of deposit maturing not more than one year from the date of deposit or by savings accounts, including passbook accounts.

Protection of the 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 money 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 or 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 2% and be marked to market daily, and that the term of the agreement must not exceed 30 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;

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS - (Continued)

6. The State Treasury Asset Reserve of Ohio (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed 180 days in an amount not to exceed 25% of the interim monies available for investment at any one time; and
8. Under limited circumstances, corporate debt instruments rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

Cash on Hand: At fiscal year-end, the District had \$7,550 in undeposited cash on hand which is included on the basic financial statements of the District as part of "Equity in Pooled Cash and Cash Equivalents."

Cash with Fiscal Agent: The District had \$1,314 in cash held by the Ross County School Employees Insurance Consortium, which is included in the basic financial statements as "Cash with Fiscal Agent". The money is held in a pooled amount which is representative of numerous entities and therefore cannot be classified by risk under GASB Statement No. 3.

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

Deposits: At year-end, the carrying amount of the District's deposits, including non-negotiable certificates of deposit, was \$357,492, and the bank balance, including non-negotiable certificates of deposit, was \$396,871. Of the bank balance:

1. \$100,000 was covered by federal depository insurance; and
2. \$296,871 was uninsured and uncollateralized as defined by GASB although it was secured by collateral held by third party trustees, pursuant to section 135.181 Ohio Revised Code, in collateralized pools securing all public funds on deposit with specific depository institutions; these securities not being in the name of the District. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements would potentially subject the District to a successful claim by the FDIC.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS - (Continued)

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

	<u>Category 2</u>	<u>Category 3</u>	<u>Reported Amount</u>	<u>Fair Value</u>
Federal agency securities	\$ -	\$ 500,000	\$ 500,000	\$ 500,000
Bankers acceptance	515,940	-	515,940	515,940
Repurchase agreement	-	<u>1,430,472</u>	1,430,472	1,430,472
Total	<u>\$515,940</u>	<u>\$1,930,472</u>		
Investment in STAR Ohio			<u>2,005,353</u>	<u>2,005,353</u>
Total investments			<u>\$4,451,765</u>	<u>\$4,451,765</u>

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

The classification of cash and cash equivalents and investments on the basic financial statements is based on criteria set forth in GASB Statement No. 9. A reconciliation between the classifications of cash and investments on the basic financial statements and the classification per GASB Statement No. 3 is as follows:

	<u>Cash and Cash Equivalents/Deposits</u>	<u>Investments</u>
GASB Statement No. 9	\$ 4,818,121	\$ -
Investments of the cash management pool:		
Federal agency securities	(500,000)	500,000
Bankers acceptance	(515,940)	515,940
Repurchase agreement	(1,430,472)	1,430,472
Investment in STAR Ohio	(2,005,353)	2,005,353
Cash with fiscal agent	(1,314)	-
Cash on hand	<u>(7,550)</u>	-
GASB Statement No. 3	<u>\$ 357,492</u>	<u>\$4,451,765</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 5 - INTERFUND TRANSACTIONS

Interfund balances consisted of the following at June 30, 2002, as reported on the fund statements:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$103,437

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received. All interfund balances are expected to be repaid within one year.

Interfund balances between governmental funds are eliminated on the government-wide financial statements, therefore, no internal balances at June 30, 2002 are reported on the Statement of Net Assets.

NOTE 6 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Distributions from the second half of the calendar year occur in a new fiscal year and are intended to finance the operations of that year. Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the District.

Real property taxes and public utility taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Assessed values are established by State law at 35% of appraised market value. All property is required to be revalued every six years. The last revaluation was completed in 1999, with an update in 2002. The next revaluation is scheduled for 2005.

Public utility property taxes are assessed on tangible personal property, as well as land and improvements. Real property is assessed at 35% of market value and personal property is assessed at 100% of market value, except for the personal property of rural electric companies, which is assessed 50% of market, and railroads, which are assessed at 29%.

Tangible personal property taxes attach as a lien and are levied on January 1 of the current year. Tangible personal property assessments are 25% of true value.

The assessed value upon which the 2001 taxes were collected was \$266,961,206. Agricultural/residential and mineral real estate represented \$141,951,110 or 53.18% of this total; Commercial & industrial real estate represented \$58,640,610 or 21.96% of this total; public utility tangible represented \$11,865,810 or 4.45% of this total and general tangible property \$54,495,676 or 20.41% of this total. The voted general tax rate at the fiscal year ended June 30, 2002, was \$41.50 per \$1,000.00 of assessed valuation for operations, \$.25 per \$1,000.00 of assessed valuation for debt service and \$2.75 per \$1,000.00 of assessed valuation for permanent improvement.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 6 - PROPERTY TAXES - (Continued)

The Pickaway County Treasurer collects property tax on behalf of the District. The Pickaway County Auditor periodically remits to the District its portion of the taxes collected. These tax "advances" are based on statutory cash flow collection rates. Final "settlements" are made each February and August. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes, which became measurable as of June 30, 2002. Although total property tax collections for the next fiscal year are measurable, they are not (exclusive of advances) intended to finance current year operations. The net receivable (total receivable less amount available intended to finance the current year) is, therefore, offset by a credit to deferred revenue. A total of \$1,062,797 was available to the District as an advance at June 30 and is recognized as revenue.

Taxes available for advance and recognized as revenue, but not received by the district prior to June 30, 2002, are reflected as a reservation of fund balance for future appropriations. The District is prohibited, by law, from appropriating this revenue in accordance with ORC Section 5705.35, since an advance of revenue was not requested or received prior to the fiscal year-end.

NOTE 7 - RECEIVABLES

Receivables at June 30, 2002 consisted of taxes, accounts (billings for user charged services and student fees), accrued interest and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of Federal funds. A summary of the principal items of receivables reported on the Statement of Net Assets follows:

Governmental Activities

Taxes - current & delinquent	\$8,991,692
Accounts	15,295
Intergovernmental	229,161
Accrued interest	3,226

Receivables have been disaggregated on the face of the financial statements. All receivables are expected to be collected within one year.

NOTE 8 - CAPITAL ASSETS

A. Due to a reappraisal of the District's capital assets and due to the reclassification of funds as described in Note 3.A., the balances of the Governmental Activities capital assets have been restated as follows:

	Balance		Restated
	<u>June 30, 2001</u>	<u>Adjustments</u>	<u>Balance</u>
			<u>June 30, 2001</u>
Land	\$ 224,818	\$ (24,180)	\$ 200,638
Land improvements	309,522	925,911	1,235,433
Buildings and improvements	8,833,835	502,493	9,336,328
Furniture and equipment	2,788,630	(512,529)	2,276,101
Vehicles	<u>569,057</u>	<u>125,589</u>	<u>694,646</u>
Total	<u>\$12,725,862</u>	<u>\$1,017,284</u>	<u>\$13,743,146</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 8 - CAPITAL ASSETS - (Continued)

B. Capital asset activity for the fiscal year ended June 30, 2002, was as follows:

	Restated Balance June 30, 2001	Additions	Deductions	Balance June 30, 2002
<i>Capital assets, not being depreciated:</i>				
Land	\$ 200,638	\$ -	\$ -	\$ 200,638
<i>Capital assets, being depreciated:</i>				
Land improvements	\$ 1,235,433	\$ -	\$ -	\$ 1,235,433
Buildings and improvements	9,336,328	-	-	9,336,328
Furniture and equipment	2,276,101	14,356	(28,916)	2,261,541
Vehicles	<u>694,646</u>	<u>-</u>	<u>-</u>	<u>694,646</u>
Total capital assets, being depreciated	<u>\$13,542,508</u>	<u>\$ 14,356</u>	<u>\$ (28,916)</u>	<u>\$13,527,948</u>
<i>Less: Accumulated Depreciation</i>				
Land improvements	\$ (576,231)	\$ (79,932)	\$ -	\$ (656,163)
Buildings and improvements	(4,763,952)	(201,730)	-	(4,965,682)
Furniture and equipment	(1,517,290)	(266,804)	26,699	(1,757,395)
Vehicles	<u>(528,690)</u>	<u>(29,823)</u>	<u>-</u>	<u>(558,513)</u>
Total accumulated depreciation	<u>\$ (7,386,163)</u>	<u>\$(578,289)</u>	<u>\$ 26,699</u>	<u>\$(7,937,753)</u>
Governmental activities capital assets, net	<u>\$ 6,356,983</u>	<u>\$(563,933)</u>	<u>\$ (2,217)</u>	<u>\$ 5,790,833</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:

Regular	\$375,564
Special	26,326
Vocational	10,945

Support Services:

Pupil	7,725
Instructional staff	55,533
Board of Education	281
Administration	26,772
Fiscal	4,892
Operation and maintenance	13,025
Pupil transportation	32,160
Central	56
Extracurricular activities	22,049
Food service operations	<u>2,961</u>

Total depreciation expense \$578,289

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 9 - LONG-TERM OBLIGATIONS

A. The District's long-term obligations during the year consist of the following:

	<u>Balance at July 1, 2001</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at June 30, 2002</u>	<u>Amounts Due in One Year</u>
<i>Governmental Activities:</i>					
General obligation bonds payable	\$1,950,000	\$ -	\$(275,000)	\$1,675,000	\$280,000
General obligation notes payable	475,000	-	(85,000)	390,000	90,000
School bus bonds payable	42,000	-	(13,000)	29,000	14,000
<i>Compensated absences:</i>					
Severance	1,178,377	-	(92,467)	1,085,910	70,959
Vacation leave	<u>119,399</u>	<u>26,040</u>	<u>(15,479)</u>	<u>129,960</u>	<u>17,446</u>
Total compensated absences	<u>1,297,776</u>	<u>26,040</u>	<u>(107,946)</u>	<u>1,215,870</u>	<u>88,405</u>
Total governmental activities long-term liabilities	<u>\$3,764,776</u>	<u>\$26,040</u>	<u>\$(480,946)</u>	<u>\$3,309,870</u>	<u>\$472,405</u>

Compensated Absences: Compensated absences will be paid from the fund which the employee's salaries are paid.

General Obligation Bonds: The \$1,675,000 of outstanding general obligation bonds relate to a project in 1987, for which bonds were issued for the purpose of constructing and equipping a new central office and addition to the high school and improving the site thereof at an interest rate of 7.5%. These notes mature December, 2007, and are in full compliance with the general laws of the State of Ohio, particularly Sections 133.01 to 133.48, inclusive, of the Revised Code and Section 133.09 thereof.

The annual maturities of the general obligation bonds as of June 30, 2002, and related interest payments are as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Payment</u>
2003	\$ 275,000	\$114,906	\$ 389,906
2004	280,000	94,163	374,163
2005	280,000	73,238	353,238
2006	280,000	52,312	332,312
2007	280,000	31,388	311,388
2008	<u>280,000</u>	<u>10,463</u>	<u>290,463</u>
Total	<u>\$1,675,000</u>	<u>\$376,470</u>	<u>\$2,051,470</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

General Obligation Notes: Energy conservation notes were issued by the District in two issues. The June, 1990 issue carries an interest rate of 7.7%, and the July, 1996 issue carries an interest rate of 5.4%. The annual maturities of the general obligation notes (energy conservation notes) as of June 30, 2002, and related interest payments are as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Payment</u>
2003	\$ 90,000	\$20,500	\$110,500
2004	95,000	15,910	110,910
2005	100,000	10,970	110,970
2006	<u>105,000</u>	<u>5,670</u>	<u>110,670</u>
Total	<u>\$390,000</u>	<u>\$53,050</u>	<u>\$443,050</u>

School Bus Bonds: The District has issued bonds in the amount of \$90,000 for the purchase of school buses. This financing is authorized by the Ohio Revised Code Section 133.15A and Ohio Revised Code Section 3327.08. The bonds mature in 2004 and carry an interest rate of 5.3%. The annual maturities of the school bus bonds as of June 30, 2002, and related interest payments are as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Payment</u>
2003	\$14,000	\$1,552	\$15,552
2004	<u>15,000</u>	<u>802</u>	<u>15,802</u>
Total	<u>\$29,000</u>	<u>\$2,354</u>	<u>\$31,354</u>

B. Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The effects of these debt limitations at June 30, 2002, are a voted debt margin of \$24,411,649 (including available funds of \$2,060,140) and an unvoted debt margin of \$266,961.

NOTE 10 - COMPENSATED ABSENCES

The criteria for determining vested vacation and sick leave components are derived from negotiated agreements and State laws. Only administrative and support personnel who are under a full year contract (260 days) are eligible for vacation time. The administrators are generally granted 20 days of vacation per year.

Classified employees earn 10 to 20 days of vacation per year, depending upon length of service. Vacation time, which is unused as of the employee's anniversary date, can be carried over to a subsequent year, with a maximum of 3 years accrual (60 days). Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 10 - COMPENSATED ABSENCES - (Continued)

The classified personnel accumulate vacation based on the following schedule:

<u>Years Service</u>	<u>Vacation Days</u>
1 - 6	10
7 - 10	15
11 - 15	18
16 - beyond	20

Each employee earns sick leave at the rate of one and one-half days per month. Sick leave shall accumulate during active employment on a continuous year-to-date basis. Maximum sick leave accumulation for all employees is 252 days.

For all employees, retirement severance is paid to each employee retiring from the District at a per diem rate of the annual salary at the time of retirement, if the employee has been employed by the District for a minimum of 10 consecutive years at the time of retirement. Any employee receiving retirement severance pay shall be entitled to a dollar amount equivalent to one-fourth of 120 days of all accumulated sick leave credited to that employee, of 30 day's pay, plus 1 day's pay for each 6 accrued sick leave days exceeding 120 days, not to exceed a total of 50 days of severance pay.

NOTE 11 - RISK MANAGEMENT

A. Property and Liability

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The District has addressed these various types of risk by purchasing a comprehensive insurance policy through commercial carriers.

General liability insurance is maintained in the amount of \$2,000,000 for each occurrence and \$5,000,000 in the aggregate. In addition, the District maintains a \$4,000,000 umbrella liability policy.

The District maintains fleet insurance in the amount of \$2,000,000 for any one accident or loss.

The District maintains replacement cost insurance on buildings and contents in the amount of \$49,949,000.

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

B. Employee Medical Insurance

The District has established an internal service "self-insurance" fund, in conjunction with a formalized risk management program, in an effort to minimize risk exposure and control claims and premium costs. This self-insurance fund was established October 19, 1984, for the purpose of accumulating balances sufficient to self-insure dental treatments. The District pays the entire amount of premium contributions.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 11 - RISK MANAGEMENT - (Continued)

On July 1, 1998, the District joined the Ross County School Employees Insurance Consortium (RCSEIC) to self-insure its medical claims. RCSEIC currently includes 18 member school districts. Contributions are determined by the consortium’s board of directors and are remitted monthly to the consortium’s fiscal agent, who then pays all incurred claims. Thus, actual cash “reserves” are held by the fiscal agent.

Professional Risk Management, Inc., a third party administrator, services all health/ medical claims and dental claims submitted by employees. An excess coverage insurance policy covers individual claims in excess of \$65,000 per employee consortium- wide.

The claims liability is \$321,924 reported in the internal service fund at June 30, 2002, is based on an estimate provided by the third party administrator and the requirements of GASB Statement No. 10, “Accounting and Financial Reporting for Risk Financing and Related Insurance Issues”, as amended by GASB Statement No. 30, “Risk Financing Omnibus”, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be accrued at the estimated ultimate cost of settling the claims. Changes in claims activity for the past two fiscal years are as follows:

<u>Fiscal Year</u>	<u>Beginning Balance</u>	<u>Current Year Claims</u>	<u>Claims Payments</u>	<u>Ending Balance</u>
2002	\$376,311	\$1,540,948	\$(1,595,335)	\$321,924
2001	243,915	1,378,924	(1,246,528)	376,311

C. Workers’ Compensation

For fiscal year 2002, the District participated in the Ohio School Boards Association Workers’ Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 2.A.). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers’ compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers’ compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant’s individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the “Equity Pooling Fund”.

This “equity pooling” arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP’s selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 12 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing, multiple-employer defined benefit pension plan administered by the School Employees Retirement Board. 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. The report may be obtained by writing to the School Employees Retirement System, Suite 100, 300 East Broad Street, Columbus, Ohio 43215-3746, or by calling (614) 222-5853.

Plan members are required to contribute 9% of their annual covered salary and the District is required to contribute 14% for 2002; 5.46% was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by the School Employees Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$275,219, \$228,812, and \$246,123, respectively; 47.76% has been contributed for fiscal year 2002 and 100% for the fiscal years 2001 and 2000. \$143,784 represents the unpaid contribution for fiscal year 2002.

B. State Teachers Retirement System

The District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing, multiple-employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided 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. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771, or by calling (614) 227-4090.

Plan members are required to contribute 9.3% of their annual covered salary and the District is required to contribute 14%; 9.5% was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$1,266,713, \$1,173,366, and \$1,083,415, respectively; 82.54% has been contributed for fiscal year 2002 and 100% for the fiscal years 2001 and 2000. \$221,176 represents the unpaid contribution for fiscal year 2002.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by SERS or STRS have an option to choose Social Security or SERS/STRS. As of June 30, 2001, certain members of the Board of Education have elected Social Security. The Board's liability is 6.2% of wages paid.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 13 - POSTEMPLOYMENT BENEFITS

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

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For this fiscal year, the State Teachers Retirement Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$407,158 during fiscal 2002.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Health Care Reserve Fund was \$3.256 billion at June 30, 2001 (the latest information available). For the fiscal year ended June 30, 2001 (the latest information available), net health care costs paid by STRS were \$300.772 million and STRS had 102,132 eligible benefit recipients.

For SERS, coverage is made available to service retirees with 10 or more years of qualifying service credit, and disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than 25 years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

For this fiscal year, employer contributions to fund health care benefits were 8.54 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 2002, the minimum pay has been established at \$12,400. The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund.

The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care at June 30, 2001 (the latest information available), were \$161.440 million and the target level was \$242.2 million. At June 30, 2001 (the latest information available), SERS had net assets available for payment of health care benefits of \$315.7 million and SERS had approximately 50,000 participants receiving health care benefits. For the District, the amount to fund health care benefits, including surcharge, equaled \$195,155 during the 2002 fiscal year.

NOTE 14 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of GAAP, the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The Combined Statement of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) presented for the general fund 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 the GAAP basis are that:

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 14 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis); and
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to a reservation of fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the general fund is as follows:

Net Change in Fund Balance	
General Fund	
Budget basis	\$ (223,186)
Net adjustment for revenue accruals	346,201
Net adjustment for expenditure accruals	(194,972)
Net adjustment for other sources/uses	16,499
Adjustment for encumbrances	<u>275,180</u>
GAAP basis	<u>\$ 219,722</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 15 - CONTINGENCIES

A. Grants

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds; however, in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District at June 30, 2002.

B. Litigation

The District is party to various legal proceedings. The District's management is of the opinion that the ultimate outcome of such litigation will not result in a material adverse effect on the District's financial position.

C. School Funding Decision

On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding plan is unconstitutional.

The Supreme Court relinquished jurisdiction over the case and directed "...the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient...".

The District is currently unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

NOTE 16 - STATUTORY RESERVES

The District is required by state law to set-aside certain general fund revenue amounts, as defined by statute, into various reserves. These reserves are calculated and presented on a cash basis. During the fiscal year ended June 30, 2002, the reserve activity was as follows:

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set-aside cash balance as of June 30, 2001	\$ (84,155)	\$ -	\$82,071
Current year set-aside requirement	329,672	329,672	-
Current year offsets	-	-	-
Qualifying disbursements	<u>(538,960)</u>	<u>(405,282)</u>	<u>-</u>
Total	<u>\$(293,443)</u>	<u>\$(75,610)</u>	<u>\$82,071</u>
Balance carried forward to FY 2003	<u>\$(293,443)</u>	<u>\$ -</u>	<u>\$82,071</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 16 - STATUTORY RESERVES - (Continued)

Although the District had offsets and qualifying disbursements during the year that reduced the set-aside amounts below zero for the capital acquisition reserve, this extra amount may not be used to reduce the set-aside requirement for future years. The negative amount is therefore not presented as being carried forward to the next fiscal year.

A schedule of the Governmental Fund restricted assets at June 30, 2002 follows:

Amount restricted for BWC refunds	<u>\$82,071</u>
Total restricted assets	<u><u>\$82,071</u></u>

COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds

Special revenue funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the District's special revenue funds follows:

Food Service Fund

Section 3313.81, Revised Code

A fund which is used to account for all revenues and expenditures related to the provision of food services, including breakfast and lunch for students and staff of the District.

Special Trust Fund

A fund which is used to account for trust agreements in which the principal and income is used to support District programs.

Public School Support

Section 5705.12, Revised Code

A fund provided to account for specific local revenue sources, other than taxes or expendable trusts (i.e. profits from vending machines, sales of pictures, etc.), that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases.

Other Grants

Sections 5705.09 and 5705.13, Revised Code

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

DECA Scholarship

Section 3315.40, Revised Code

A fund provided to account for the proceeds of any bequest, gift, or endowment given to the District or without conditions for limitations. Monies in the fund shall only be expended by resolution adopted by a majority of the members of the board for operating or capital costs of any existing or new and innovative program designed to enhance or promote education within the District, such as scholarships for students for teachers.

District Managed Student Activity

Section 3313.062, Revised Code

A fund provided 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 would usually include athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

Auxiliary Services

Current Budget Bill appropriation line item 200-511

A fund used to account for monies which provide services and materials to pupils attending non-public schools within the District.

Professional Development

Current Budget Bill appropriation line item 200-514

A fund provided to account for receipts and expenditures necessary for providing assistance to local school districts for the development of in-service programs.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds - (Continued)

Management Information Systems

Appropriation item 200-446

To account for funds associated with the state-wide requirements of the Education Management System (EMIS).

Disadvantaged Pupil Impact Aid

Current Budget Bill

A fund used to account for monies received for disadvantaged pupil impact aid.

Data Communications

Section 5705.09, Revised Code

A fund provided to account for money appropriated for Ohio Educational Computer Network Connections.

SchoolNet Professional Development

Section 5705.09, Revised Code

A fund provided to account for a limited number of professional development subsidy grants.

Textbooks/Instructional Materials Subsidy

Sub House Bill 412

A fund provided for textbooks, instructional software, instructional materials, and any other materials the District deems to be helpful in provided appropriate instruction to students in the following subject areas: reading, writing, mathematics, science and citizenship.

Ohio Reads Grant

State Line Item appropriation line item 200-566 and 200-455

A fund intended to improve reading outcomes, especially on the fourth grade reading proficiency test and for volunteer coordinators in public school buildings, for educational service centers for costs associated with volunteer coordination, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

Summer Intervention

State line item appropriation GRF 200-513

A fund used to account for summer intervention services satisfying criteria defined in division (E) of section 3313.608 of the Revised Code.

Extended Learning Opportunity

A fund used to account for monies that are used to provide intervention services to those elementary students that are "at risk" of not passing the 4th grade reading proficiency test. These funds were awarded to districts for the purpose of extending learning opportunities for young at-risk readers.

Miscellaneous State Grants

Section 5705.12, Revised Code

A fund established to account for monies received from state agencies which are not classified elsewhere.

Eisenhower Grant

Catalog of Federal Assistance, #84.164 or #13.483

This fund accounts for funds provided for strengthening instruction in science, mathematics, modern foreign languages, English, the arts and computer learning.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds - (Continued)

Title VI-B

Catalog of Federal Domestic Assistance #84.027

To account for Federal monies which assist states in the identification of handicapped children, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Title I

Catalog of Federal Domestic Assistance #84.010

To account for funds which are to: 1) establish or improve programs designed to meet the special educational need of migratory children of migratory agricultural workers or migratory fishers' and 2) enable State education agencies to coordinate their state migrant education programs and local projects with similar programs and projects in other states, including the transfer of school records of other information about migratory children.

Title VI

Catalog of Federal Domestic Assistance #84.151

To account for Federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, and inservice and staff development.

Drug-Free School Grant

Catalog of Federal Domestic Assistance #84.166

To provide funds to local educational agencies and consortia of these agencies to establish, operate and improve local programs of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

EHA Preschool Grant

Catalog of Federal Domestic Assistance #84.173

The Preschool Grant Program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for the handicapped children ages three (3) through five (5) years.

GOALS 2000

Catalog of Federal Domestic Assistance #84.276

A fund used to account for monies to support a broad range of education improvement goals. Competitive grants are used to establish a network of schools that have developed a systematic improvement plan. Funding is targeted at school districts where student performance on the fourth and ninth grade State Proficiency test are significantly below the State average. Competitive grants are used to support partnerships between school districts and colleges of education to improve teacher education and school instruction simultaneously.

Reducing Class Size

Catalog of Federal Domestic Assistance #84.340

A fund used to account for monies to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants

Section 5705.12, Revised Code

A fund used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Capital Projects Funds

Capital projects funds account for financial resources to be used for the construction or acquisition of major capital facilities (other than those financed by proprietary funds and trust funds). A description of the District's capital projects funds follows:

Permanent Improvement

Section 5705.10, Revised Code

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

SchoolNet

Section 5705.09, Revised Code

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

Interactive Video Distance Learning

Section 5705.09, Revised Code

This fund is used to account for State Grant money used to finance the interactive video distance learning project.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2002

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Assets:			
Equity in pooled cash and cash equivalents.	\$ 280,568	\$ 398,283	\$ 678,851
Receivables:			
Property taxes	-	711,962	711,962
Accounts.	85	-	85
Intergovernmental	216,749	-	216,749
Materials and supplies inventory	<u>3,577</u>	<u>-</u>	<u>3,577</u>
 Total assets.	 <u>\$ 500,979</u>	 <u>\$ 1,110,245</u>	 <u>\$ 1,611,224</u>
 Liabilities:			
Accounts payable.	\$ 12,820	\$ 57,687	\$ 70,507
Accrued wages and benefits	137,069	-	137,069
Pension obligation payable.	19,292	-	19,292
Intergovernmental payable	8,835	-	8,835
Interfund loan payable	19,080	84,357	103,437
Deferred revenue.	<u>216,749</u>	<u>602,032</u>	<u>818,781</u>
 Total liabilities.	 <u>413,845</u>	 <u>744,076</u>	 <u>1,157,921</u>
 Fund Balances:			
Reserved for encumbrances.	3,691	204,477	208,168
Reserved for materials and supplies inventory	3,577	-	3,577
Reserved for property tax unavailable for appropriation	-	98,175	98,175
Unreserved, undesignated, reported in:			
Special revenue funds	79,866	-	79,866
Capital projects.	<u>-</u>	<u>63,517</u>	<u>63,517</u>
 Total fund balances.	 <u>87,134</u>	 <u>366,169</u>	 <u>453,303</u>
 Total liabilities and fund balances	 <u>\$ 500,979</u>	 <u>\$ 1,110,245</u>	 <u>\$ 1,611,224</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:			
From local sources:			
Taxes	\$ -	\$ 683,754	\$ 683,754
Charges for services	428,336	-	428,336
Earnings on investments	376	-	376
Extracurricular	155,823	-	155,823
Other local revenues	57,710	-	57,710
Intergovernmental - state	236,116	124,307	360,423
Intergovernmental - federal	<u>808,888</u>	<u>-</u>	<u>808,888</u>
 Total revenue	 <u>1,687,249</u>	 <u>808,061</u>	 <u>2,495,310</u>
Expenditures:			
Current:			
Instruction:			
Regular	253,922	6,078	260,000
Special	460,691	-	460,691
Vocational	18,893	-	18,893
Support services:			
Pupil	12,820	-	12,820
Instructional staff	253,124	20,886	274,010
Administration	85,340	-	85,340
Fiscal	-	95,362	95,362
Operations and maintenance	-	309,512	309,512
Operation of non-instructional services	2,853	-	2,853
Food service operations	660,355	-	660,355
Extracurricular activities	91,070	-	91,070
Intergovernmental pass through	<u>19,665</u>	<u>-</u>	<u>19,665</u>
 Total expenditures	 <u>1,858,733</u>	 <u>431,838</u>	 <u>2,290,571</u>
 Net change in fund balances	 (171,484)	 376,223	 204,739
 Fund balances, July 1 (restated)	 255,041	 (10,054)	 244,987
Increase in reserve for inventory	<u>3,577</u>	<u>-</u>	<u>3,577</u>
 Fund balances, June 30	 <u>\$ 87,134</u>	 <u>\$ 366,169</u>	 <u>\$ 453,303</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Food Service	Special Trust	Public School Support	Other Grants
Assets:				
Equity in pooled cash and cash equivalents.	\$ 51,861	\$ 3,228	\$ 35,111	\$ 14,616
Receivables:				
Accounts.	85	-	-	-
Intergovernmental	-	-	-	-
Materials and supplies inventory	3,577	-	-	-
Total assets.	\$ 55,523	\$ 3,228	\$ 35,111	\$ 14,616
Liabilities:				
Accounts payable.	\$ -	\$ -	\$ 2,658	\$ 34
Accrued wages and benefits	44,518	-	-	3,938
Pension obligation payable.	5,668	-	-	-
Intergovernmental payable	2,428	-	-	344
Interfund loan payable	-	-	-	2,267
Deferred revenue.	-	-	-	-
Total liabilities.	52,614	-	2,658	6,583
Fund Balances:				
Reserved for encumbrances.	-	-	1,572	-
Reserved for materials and supplies inventory	3,577	-	-	-
Unreserved, undesignated, reported in:				
Special revenue funds	(668)	3,228	30,881	8,033
Total fund balances (deficits).	2,909	3,228	32,453	8,033
Total liabilities and fund balances	\$ 55,523	\$ 3,228	\$ 35,111	\$ 14,616

<u>DECA Scholarship</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Professional Development</u>	<u>Management Information Systems</u>	<u>Disadvantaged Pupil Impact Aid</u>
\$ 13,732	\$ 48,453	\$ 18,231	\$ -	\$ 5,047	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 13,732</u>	<u>\$ 48,453</u>	<u>\$ 18,231</u>	<u>\$ -</u>	<u>\$ 5,047</u>	<u>\$ -</u>
\$ -	\$ 5,799	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	212	-	-	3,268
-	5	118	-	-	506
-	-	-	-	-	-
-	-	-	-	-	-
-	<u>5,804</u>	<u>330</u>	-	-	<u>3,774</u>
-	2,119	-	-	-	-
-	-	-	-	-	-
<u>13,732</u>	<u>40,530</u>	<u>17,901</u>	-	<u>5,047</u>	<u>(3,774)</u>
<u>13,732</u>	<u>42,649</u>	<u>17,901</u>	-	<u>5,047</u>	<u>(3,774)</u>
<u>\$ 13,732</u>	<u>\$ 48,453</u>	<u>\$ 18,231</u>	<u>\$ -</u>	<u>\$ 5,047</u>	<u>\$ -</u>

-- Continued

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2002

	Data Communications	SchoolNet Professional Development	Textbooks/ Instructional Materials Subsidy	Ohio Reads Grant
Assets:				
Equity in pooled cash and cash equivalents.	\$ -	\$ 3,474	\$ 158	\$ -
Receivables:				
Accounts.	-	-	-	-
Intergovernmental	-	-	-	-
Materials and supplies inventory	-	-	-	-
Total assets.	\$ -	\$ 3,474	\$ 158	\$ -
Liabilities:				
Accounts payable.	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits	-	-	-	-
Pension obligation payable.	-	-	-	-
Intergovernmental payable	-	-	-	-
Interfund loan payable	-	-	-	-
Deferred revenue.	-	-	-	-
Total liabilities.	-	-	-	-
Fund Balances:				
Reserved for encumbrances.	-	-	-	-
Reserved for materials and supplies inventory	-	-	-	-
Unreserved, undesignated, reported in:				
Special revenue funds	-	3,474	158	-
Total fund balances (deficits).	-	3,474	158	-
Total liabilities and fund balances	\$ -	\$ 3,474	\$ 158	\$ -

<u>Summer Intervention</u>	<u>Extended Learning Opportunity</u>	<u>Miscellaneous State Grants</u>	<u>Eisenhower Grant</u>	<u>Title VI-B</u>	<u>Title I</u>
\$ -	\$ -	\$ 2,015	\$ 8,309	\$ 40,907	\$ -
-	-	-	-	-	-
-	-	-	1,823	5,943	165,821
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,015</u>	<u>\$ 10,132</u>	<u>\$ 46,850</u>	<u>\$ 165,821</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	19,481	52,234
-	-	-	-	2,100	5,344
236	-	-	-	1,281	2,856
-	-	-	-	-	10,323
-	-	-	1,823	5,943	165,821
<u>236</u>	<u>-</u>	<u>-</u>	<u>1,823</u>	<u>28,805</u>	<u>236,578</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>(236)</u>	<u>-</u>	<u>2,015</u>	<u>8,309</u>	<u>18,045</u>	<u>(70,757)</u>
<u>(236)</u>	<u>-</u>	<u>2,015</u>	<u>8,309</u>	<u>18,045</u>	<u>(70,757)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,015</u>	<u>\$ 10,132</u>	<u>\$ 46,850</u>	<u>\$ 165,821</u>

-- Continued

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2002

	Title VI	Drug-Free School Grant	EHA Preschool Grant	GOALS 2000
Assets:				
Equity in pooled cash and cash equivalents.	\$ 1,477	\$ 206	\$ 6,716	\$ 17,878
Receivables:				
Accounts.	-	-	-	-
Intergovernmental	-	-	-	-
Materials and supplies inventory	-	-	-	-
Total assets.	<u>\$ 1,477</u>	<u>\$ 206</u>	<u>\$ 6,716</u>	<u>\$ 17,878</u>
Liabilities:				
Accounts payable.	\$ -	\$ -	\$ -	\$ 4,329
Accrued wages and benefits	957	-	-	-
Pension obligation payable.	268	-	-	-
Intergovernmental payable	111	-	-	-
Interfund loan payable	6,490	-	-	-
Deferred revenue.	-	-	-	-
Total liabilities.	<u>7,826</u>	<u>-</u>	<u>-</u>	<u>4,329</u>
Fund Balances:				
Reserved for encumbrances.	-	-	-	-
Reserved for materials and supplies inventory	-	-	-	-
Unreserved, undesignated, reported in:				
Special revenue funds	(6,349)	206	6,716	13,549
Total fund balances (deficits).	<u>(6,349)</u>	<u>206</u>	<u>6,716</u>	<u>13,549</u>
Total liabilities and fund balances	<u>\$ 1,477</u>	<u>\$ 206</u>	<u>\$ 6,716</u>	<u>\$ 17,878</u>

<u>Reducing Class Size</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 9,149	\$ -	\$ 280,568
-	-	85
43,162	-	216,749
-	-	3,577
\$ 52,311	\$ -	\$ 500,979
\$ -	\$ -	\$ 12,820
15,941	-	137,069
2,432	-	19,292
950	-	8,835
-	-	19,080
43,162	-	216,749
62,485	-	413,845
-	-	3,691
-	-	3,577
(10,174)	-	79,866
(10,174)	-	87,134
\$ 52,311	\$ -	\$ 500,979

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Food Service	Special Trust	Public School Support	Other Grants
Revenues:				
From local sources:				
Charges for services	\$ 428,336	\$ -	\$ -	\$ -
Earnings on investments	-	-	-	-
Extracurricular	-	-	46,118	-
Other local revenues	10,320	2,800	5,148	39,442
Intergovernmental - state	13,822	-	-	18,880
Intergovernmental - federal	<u>220,837</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue.	<u>673,315</u>	<u>2,800</u>	<u>51,266</u>	<u>58,322</u>
Expenditures:				
Current:				
Instruction:				
Regular.	-	-	50,645	6,927
Special	-	-	-	-
Vocational	-	-	-	18,893
Support services:				
Pupil	-	-	-	-
Instructional staff.	-	-	-	29,282
Administration	-	-	-	-
Operation of non-instructional services . . .	-	2,853	-	-
Food service operations	660,355	-	-	-
Extracurricular activities.	-	-	1,414	-
Intergovernmental pass through	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>660,355</u>	<u>2,853</u>	<u>52,059</u>	<u>55,102</u>
Net change in fund balances	12,960	(53)	(793)	3,220
Fund balances (deficits), July 1 (restated) . .	(13,628)	3,281	33,246	4,813
Increase in reserve for inventory	<u>3,577</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficits), June 30	<u>\$ 2,909</u>	<u>\$ 3,228</u>	<u>\$ 32,453</u>	<u>\$ 8,033</u>

<u>DECA Scholarship</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Professional Development</u>	<u>Management Information Systems</u>	<u>Disadvantaged Pupil Impact Aid</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
376	-	-	-	-	-
-	109,705	-	-	-	-
-	-	-	-	-	-
-	-	15,803	-	9,144	144,354
-	-	-	-	-	-
<u>376</u>	<u>109,705</u>	<u>15,803</u>	<u>-</u>	<u>9,144</u>	<u>144,354</u>
-	-	-	-	-	121,761
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	6,943	8,716	-
-	-	-	-	-	-
-	89,656	-	-	-	-
-	-	19,665	-	-	-
<u>-</u>	<u>89,656</u>	<u>19,665</u>	<u>6,943</u>	<u>8,716</u>	<u>121,761</u>
376	20,049	(3,862)	(6,943)	428	22,593
13,356	22,600	21,763	6,943	4,619	(26,367)
-	-	-	-	-	-
<u>\$ 13,732</u>	<u>\$ 42,649</u>	<u>\$ 17,901</u>	<u>\$ -</u>	<u>\$ 5,047</u>	<u>\$ (3,774)</u>

- - Continued

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Data Communications</u>	<u>SchoolNet Professional Development</u>	<u>Textbooks/ Instructional Materials Subsidy</u>	<u>Ohio Reads Grant</u>
Revenues:				
From local sources:				
Charges for services	\$ -	\$ -	\$ -	\$ -
Earnings on investments	-	-	-	-
Extracurricular	-	-	-	-
Other local revenues	-	-	-	-
Intergovernmental - state	21,000	7,592	-	-
Intergovernmental - federal	-	-	-	-
Total revenue	<u>21,000</u>	<u>7,592</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	-	-	-
Special	-	-	-	-
Vocational	-	-	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff	31,860	4,583	-	1,232
Administration	-	-	-	-
Operation of non-instructional services	-	-	-	-
Food service operations	-	-	-	-
Extracurricular activities	-	-	-	-
Intergovernmental pass through	-	-	-	-
Total expenditures	<u>31,860</u>	<u>4,583</u>	<u>-</u>	<u>1,232</u>
Net change in fund balances	(10,860)	3,009	-	(1,232)
Fund balances (deficits), July 1 (restated)	10,860	465	158	1,232
Increase in reserve for inventory	-	-	-	-
Fund balances (deficits), June 30	<u>\$ -</u>	<u>\$ 3,474</u>	<u>\$ 158</u>	<u>\$ -</u>

<u>Summer Intervention</u>	<u>Extended Learning Opportunity</u>	<u>Miscellaneous State Grants</u>	<u>Eisenhower Grant</u>	<u>Title VI-B</u>	<u>Title I</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	5,521	-	-	-
-	-	-	14,458	182,785	258,506
-	-	5,521	14,458	182,785	258,506
18,013	20,777	23,261	-	-	-
-	-	-	-	32,047	323,967
-	-	-	-	-	-
-	-	5,426	-	-	-
-	-	-	12,351	92,909	49,747
-	-	-	-	68,232	1,449
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
18,013	20,777	28,687	12,351	193,188	375,163
(18,013)	(20,777)	(23,166)	2,107	(10,403)	(116,657)
17,777	20,777	25,181	6,202	28,448	45,900
-	-	-	-	-	-
\$ (236)	\$ -	\$ 2,015	\$ 8,309	\$ 18,045	\$ (70,757)

-- Continued

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Title VI	Drug-Free School Grant	EHA Preschool Grant	GOALS 2000
Revenues:				
From local sources:				
Charges for services	\$ -	\$ -	\$ -	\$ -
Earnings on investments	-	-	-	-
Extracurricular	-	-	-	-
Other local revenues	-	-	-	-
Intergovernmental - state	-	-	-	-
Intergovernmental - federal	4,492	10,044	12,957	15,000
	4,492	10,044	12,957	15,000
Total revenue.	4,492	10,044	12,957	15,000
Expenditures:				
Current:				
Instruction:				
Regular	-	4,000	-	8,538
Special	-	-	2,994	-
Vocational	-	-	-	-
Support services:				
Pupil	-	6,278	1,116	-
Instructional staff.	12,265	-	3,444	15,451
Administration	-	-	-	-
Operation of non-instructional services	-	-	-	-
Food service operations	-	-	-	-
Extracurricular activities.	-	-	-	-
Intergovernmental pass through	-	-	-	-
	12,265	10,278	7,554	23,989
Total expenditures	12,265	10,278	7,554	23,989
Net change in fund balances	(7,773)	(234)	5,403	(8,989)
Fund balances (deficits), July 1 (restated) . .	1,424	440	1,313	22,538
Increase in reserve for inventory	-	-	-	-
Fund balances (deficits), June 30	\$ (6,349)	\$ 206	\$ 6,716	\$ 13,549

<u>Reducing Class Size</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ 428,336
-	-	376
-	-	155,823
-	-	57,710
-	-	236,116
89,405	404	808,888
89,405	404	1,687,249
-	-	253,922
101,683	-	460,691
-	-	18,893
-	-	12,820
-	-	253,124
-	-	85,340
-	-	2,853
-	-	660,355
-	-	91,070
-	-	19,665
101,683	-	1,858,733
(12,278)	404	(171,484)
2,104	(404)	255,041
-	-	3,577
\$ (10,174)	\$ -	\$ 87,134

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2002

	Permanent Improvement	SchoolNet	Interactive Video Distance Learning	Total Nonmajor Capital Projects Funds
Assets:				
Equity in pooled cash and cash equivalents.	\$ 345,426	\$ 40,182	\$ 12,675	\$ 398,283
Receivables:				
Property taxes	711,962	-	-	711,962
Total assets.	\$ 1,057,388	\$ 40,182	\$ 12,675	\$ 1,110,245
Liabilities:				
Accounts payable.	\$ 57,687	\$ -	\$ -	\$ 57,687
Interfund loan payable	84,357	-	-	84,357
Deferred revenue.	602,032	-	-	602,032
Total liabilities.	744,076	-	-	744,076
Fund Balances:				
Reserved for encumbrances	204,477	-	-	204,477
Reserved for property tax unavailable for appropriation	98,175	-	-	98,175
Unreserved, undesignated, reported in:				
Capital projects	10,660	40,182	12,675	63,517
Total fund balances	313,312	40,182	12,675	366,169
Total liabilities and fund balances	\$ 1,057,388	\$ 40,182	\$ 12,675	\$ 1,110,245

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Permanent Improvement	SchoolNet	Interactive Video Distance Learning	Total Nonmajor Capital Projects Funds
Revenues:				
From local sources:				
Taxes	\$ 683,754	\$ -	\$ -	\$ 683,754
Intergovernmental - state	69,219	39,856	15,232	124,307
 Total revenue	 752,973	 39,856	 15,232	 808,061
Expenditures:				
Current:				
Instruction:				
Regular.	6,078	-	-	6,078
Support services:				
Instructional staff	-	14,829	6,057	20,886
Fiscal	95,362	-	-	95,362
Operations and maintenance	309,512	-	-	309,512
 Total expenditures	 410,952	 14,829	 6,057	 431,838
 Net change in fund balances	 342,021	 25,027	 9,175	 376,223
Fund balances (deficit), July 1 (restated) . .	(28,709)	15,155	3,500	(10,054)
 Fund balances, June 30	 \$ 313,312	 \$ 40,182	 \$ 12,675	 \$ 366,169

This Page is Intentionally Left Blank.

INDIVIDUAL FUND SCHEDULES OF
REVENUES, EXPENDITURES/EXPENSES AND
CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

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.

Since there is only one general fund and the legal level of budgetary control is not greater than that presented in the basic financial statements, no additional financial statements are presented here.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOOD SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Charges for services	\$ 411,967	\$ 430,000	\$ 428,251	\$ (1,749)
Other local revenues	7,085	7,395	10,320	2,925
Intergovernmental - state	14,371	15,000	13,822	(1,178)
Intergovernmental - federal	<u>211,577</u>	<u>220,838</u>	<u>220,837</u>	<u>(1)</u>
Total revenues	<u>645,000</u>	<u>673,233</u>	<u>673,230</u>	<u>(3)</u>
Expenditures:				
Current:				
Food service operations:				
Salaries and wages	230,427	230,427	241,206	(10,779)
Fringe benefits	96,708	96,708	99,159	(2,451)
Purchased services	4,400	4,400	3,575	825
Materials and supplies	296,400	296,400	300,909	(4,509)
Capital outlay	<u>44,937</u>	<u>44,937</u>	<u>4,394</u>	<u>40,543</u>
Total expenditures	<u>672,872</u>	<u>672,872</u>	<u>649,243</u>	<u>23,629</u>
Net change in fund balance	(27,872)	361	23,987	23,626
Fund balance, July 1.	27,874	27,874	27,874	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 2</u>	<u>\$ 28,235</u>	<u>\$ 51,861</u>	<u>\$ 23,626</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL TRUST
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Other local revenues	\$ 727	\$ 2,500	\$ 2,800	\$ 300
Total revenues	<u>727</u>	<u>2,500</u>	<u>2,800</u>	<u>300</u>
Expenditures:				
Current:				
Operation of non-instructional services . . .	<u>727</u>	<u>3,825</u>	<u>2,853</u>	<u>972</u>
Total expenditures	<u>727</u>	<u>3,825</u>	<u>2,853</u>	<u>972</u>
Net change in fund balance	-	(1,325)	(53)	1,272
Fund balance, July 1	3,281	3,281	3,281	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ 3,281</u>	<u>\$ 1,956</u>	<u>\$ 3,228</u>	<u>\$ 1,272</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PUBLIC SCHOOL SUPPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Extracurricular	\$ 35,158	\$ 51,380	\$ 51,805	\$ 425
Other local revenues	<u>3,422</u>	<u>5,000</u>	<u>5,148</u>	<u>148</u>
Total revenues	<u>38,580</u>	<u>56,380</u>	<u>56,953</u>	<u>573</u>
Expenditures:				
Current:				
Instruction:				
Regular	55,700	55,700	52,015	3,685
Extracurricular activities.	<u>2,300</u>	<u>2,300</u>	<u>2,307</u>	<u>(7)</u>
Total expenditures	<u>58,000</u>	<u>58,000</u>	<u>54,322</u>	<u>3,678</u>
Net change in fund balance	(19,420)	(1,620)	2,631	4,251
Fund balance, July 1.	25,936	25,936	25,936	-
Prior year encumbrances appropriated . . .	<u>2,314</u>	<u>2,314</u>	<u>2,314</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 8,830</u>	<u>\$ 26,630</u>	<u>\$ 30,881</u>	<u>\$ 4,251</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
OTHER GRANTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Other local revenues	\$ 4,250	\$ 35,505	\$ 39,442	\$ 3,937
Intergovernmental-state	<u>2,260</u>	<u>18,880</u>	<u>18,880</u>	<u>-</u>
Total revenues	<u>6,510</u>	<u>54,385</u>	<u>58,322</u>	<u>3,937</u>
Expenditures:				
Current:				
Instruction:				
Regular	1,797	6,755	6,988	(233)
Vocational	5,021	18,880	18,880	-
Support services:				
Instructional staff	<u>6,882</u>	<u>25,875</u>	<u>25,137</u>	<u>738</u>
Total expenditures	<u>13,700</u>	<u>51,510</u>	<u>51,005</u>	<u>505</u>
Net change in fund balance	(7,190)	2,875	7,317	4,442
Fund balance, July 1	7,265	7,265	7,265	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ 75</u>	<u>\$ 10,140</u>	<u>\$ 14,582</u>	<u>\$ 4,442</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DECA SCHOLARSHIP
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Earnings on investments.	\$ 580	\$ 360	\$ 376	\$ 16
Total revenues	<u>580</u>	<u>360</u>	<u>376</u>	<u>16</u>
Expenditures:				
Current:				
Extracurricular activities.	13,464	13,464	-	13,464
Total expenditures	<u>13,464</u>	<u>13,464</u>	<u>-</u>	<u>13,464</u>
Net change in fund balance	(12,884)	(13,104)	376	13,480
Fund balance, July 1.	13,356	13,356	13,356	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 472</u>	<u>\$ 252</u>	<u>\$ 13,732</u>	<u>\$ 13,480</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DISTRICT MANAGED STUDENT ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Extracurricular	\$ 93,400	\$ 109,960	\$ 110,055	\$ 95
Total revenues	<u>93,400</u>	<u>109,960</u>	<u>110,055</u>	<u>95</u>
Expenditures:				
Current:				
Extracurricular activities.	100,000	100,000	95,054	4,946
Total expenditures	<u>100,000</u>	<u>100,000</u>	<u>95,054</u>	<u>4,946</u>
Net change in fund balance	(6,600)	9,960	15,001	5,041
Fund balance, July 1.	13,734	13,734	13,734	-
Prior year encumbrances appropriated . . .	<u>11,800</u>	<u>11,800</u>	<u>11,800</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 18,934</u>	<u>\$ 35,494</u>	<u>\$ 40,535</u>	<u>\$ 5,041</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
AUXILIARY SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental-state	\$ 19,039	\$ 24,772	\$ 15,803	\$ (8,969)
Total revenues	<u>19,039</u>	<u>24,772</u>	<u>15,803</u>	<u>(8,969)</u>
Expenditures:				
Current:				
Intergovernmental pass through	83,915	76,744	33,578	43,166
Total expenditures	<u>83,915</u>	<u>76,744</u>	<u>33,578</u>	<u>43,166</u>
Net change in fund balance	(64,876)	(51,972)	(17,775)	34,197
Fund balance, July 1.	20,961	20,961	20,961	-
Prior year encumbrances appropriated . . .	<u>15,045</u>	<u>15,045</u>	<u>15,045</u>	<u>-</u>
Fund balance, June 30.	<u>\$ (28,870)</u>	<u>\$ (15,966)</u>	<u>\$ 18,231</u>	<u>\$ 34,197</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PROFESSIONAL DEVELOPMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Support services:				
Administration	\$ 6,997	\$ 6,997	\$ 6,997	\$ -
Total expenditures	<u>6,997</u>	<u>6,997</u>	<u>6,997</u>	<u>-</u>
Net change in fund balance	(6,997)	(6,997)	(6,997)	-
Fund balance, July 1.	6,997	6,997	6,997	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MANAGEMENT INFORMATION SYSTEMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental-state	\$ 6,996	\$ 9,103	\$ 9,144	\$ 41
Total revenues	<u>6,996</u>	<u>9,103</u>	<u>9,144</u>	<u>41</u>
Expenditures:				
Support services:				
Administration	<u>9,529</u>	<u>8,716</u>	<u>8,716</u>	<u>-</u>
Total expenditures	<u>9,529</u>	<u>8,716</u>	<u>8,716</u>	<u>-</u>
Net change in fund balance	(2,533)	387	428	41
Fund balance, July 1.	4,619	4,619	4,619	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 2,086</u>	<u>\$ 5,006</u>	<u>\$ 5,047</u>	<u>\$ 41</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DISADVANTAGED PUPIL IMPACT AID
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental-state	\$ 110,946	\$ 144,354	\$ 144,354	\$ -
Total revenues	<u>110,946</u>	<u>144,354</u>	<u>144,354</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular.	<u>151,266</u>	<u>138,339</u>	<u>144,354</u>	<u>(6,015)</u>
Total expenditures	<u>151,266</u>	<u>138,339</u>	<u>144,354</u>	<u>(6,015)</u>
Net change in fund balance	(40,320)	6,015	-	(6,015)
Fund balance, July 1.	-	-	-	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ (40,320)</u>	<u>\$ 6,015</u>	<u>\$ -</u>	<u>\$ (6,015)</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DATA COMMUNICATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental-state	\$ 16,140	\$ 21,000	\$ 21,000	\$ -
Total revenues	<u>16,140</u>	<u>21,000</u>	<u>21,000</u>	<u>-</u>
Expenditures:				
Current:				
Support services:				
Instructional staff	<u>22,962</u>	<u>21,000</u>	<u>31,860</u>	<u>(10,860)</u>
Total expenditures	<u>22,962</u>	<u>21,000</u>	<u>31,860</u>	<u>(10,860)</u>
Net change in fund balance	(6,822)	-	(10,860)	(10,860)
Fund balance, July 1	10,860	10,860	10,860	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ 4,038</u>	<u>\$ 10,860</u>	<u>\$ -</u>	<u>\$ (10,860)</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SCHOOL NET PROFESSIONAL DEVELOPMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Over (Under)
	<u>Original</u>	<u>Final</u>		<u>(Under)</u>
Revenues:				
Intergovernmental-state	\$ 3,183	\$ 4,142	\$ 7,592	\$ 3,450
Total revenues	<u>3,183</u>	<u>4,142</u>	<u>7,592</u>	<u>3,450</u>
Expenditures:				
Current:				
Support services:				
Instructional staff	5,038	4,607	4,583	24
Total expenditures	<u>5,038</u>	<u>4,607</u>	<u>4,583</u>	<u>24</u>
Net change in fund balance	(1,855)	(465)	3,009	3,474
Fund balance, July 1	465	465	465	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ (1,390)</u>	<u>\$ -</u>	<u>\$ 3,474</u>	<u>\$ 3,474</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TEXTBOOK/INSTRUCTIONAL MATERIALS SUBSIDY
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Fund balance, July 1.	\$ 158	\$ 158	\$ 158	\$ -
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 158</u>	<u>\$ 158</u>	<u>\$ 158</u>	<u>\$ -</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
OHIO READS GRANT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Support services:				
Instructional staff	\$ 4,851	\$ 4,851	\$ 4,851	\$ -
Total expenditures	<u>4,851</u>	<u>4,851</u>	<u>4,851</u>	<u>-</u>
Net change in fund balance	(4,851)	(4,851)	(4,851)	-
Fund balance, July 1.	-	-	-	-
Prior year encumbrances appropriated . . .	<u>4,851</u>	<u>4,851</u>	<u>4,851</u>	<u>-</u>
Fund balance, June 30.	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SUMMER INTERVENTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Instruction:				
Regular.	\$ -	\$ -	\$ 17,777	\$ (17,777)
Total expenditures	-	-	17,777	(17,777)
Net change in fund balance	-	-	(17,777)	(17,777)
Fund balance, July 1.	17,777	17,777	17,777	-
Prior year encumbrances appropriated . . .	-	-	-	-
Fund balance, June 30.	<u>\$ 17,777</u>	<u>\$ 17,777</u>	<u>\$ -</u>	<u>\$ (17,777)</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EXTENDED LEARNING OPPORTUNITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Instruction:				
Regular.	\$ 19,239	\$ 17,595	\$ 28,596	\$ (11,001)
Total expenditures	<u>19,239</u>	<u>17,595</u>	<u>28,596</u>	<u>(11,001)</u>
Net change in fund balance	(19,239)	(17,595)	(28,596)	(11,001)
Fund balance, July 1.	16,304	16,304	16,304	-
Prior year encumbrances appropriated . . .	<u>12,292</u>	<u>12,292</u>	<u>12,292</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 9,357</u>	<u>\$ 11,001</u>	<u>\$ -</u>	<u>\$ (11,001)</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MISCELLANEOUS STATE GRANTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental-state	\$ 4,243	\$ 5,521	\$ 5,521	\$ -
Total revenues	<u>4,243</u>	<u>5,521</u>	<u>5,521</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	27,336	25,000	23,261	1,739
Support services:				
Pupil	<u>3,434</u>	<u>3,140</u>	<u>5,439</u>	<u>(2,299)</u>
Total expenditures	<u>30,770</u>	<u>28,140</u>	<u>28,700</u>	<u>(560)</u>
Net change in fund balance	(26,527)	(22,619)	(23,179)	(560)
Fund balance, July 1.	25,181	25,181	25,181	-
Prior year encumbrances appropriated . . .	<u>13</u>	<u>13</u>	<u>13</u>	<u>-</u>
Fund balance, June 30.	<u>\$ (1,333)</u>	<u>\$ 2,575</u>	<u>\$ 2,015</u>	<u>\$ (560)</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EISENHOWER GRANT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental - federal	\$ 18,360	\$ 16,058	\$ 14,458	\$ (1,600)
Total revenues	<u>18,360</u>	<u>16,058</u>	<u>14,458</u>	<u>(1,600)</u>
Expenditures:				
Current:				
Support services:				
Instructional staff.	<u>18,622</u>	<u>16,510</u>	<u>12,390</u>	<u>4,120</u>
Total expenditures	<u>18,622</u>	<u>16,510</u>	<u>12,390</u>	<u>4,120</u>
Net change in fund balance	(262)	(452)	2,068	2,520
Fund balance, July 1.	6,241	6,241	6,241	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 5,979</u>	<u>\$ 5,789</u>	<u>\$ 8,309</u>	<u>\$ 2,520</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE VI - B
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental - federal	\$ 214,728	\$ 187,809	\$ 182,785	\$ (5,024)
Total revenues	<u>214,728</u>	<u>187,809</u>	<u>182,785</u>	<u>(5,024)</u>
Expenditures:				
Current:				
Instruction:				
Special	34,517	30,603	32,047	(1,444)
Support services:				
Instructional staff	101,345	89,852	86,641	3,211
Administration	<u>76,612</u>	<u>67,923</u>	<u>60,956</u>	<u>6,967</u>
Total expenditures	<u>212,474</u>	<u>188,378</u>	<u>179,644</u>	<u>8,734</u>
Net change in fund balance	2,254	(569)	3,141	3,710
Fund balance, July 1	37,180	37,180	37,180	-
Prior year encumbrances appropriated	<u>586</u>	<u>586</u>	<u>586</u>	<u>-</u>
Fund balance, June 30	<u>\$ 40,020</u>	<u>\$ 37,197</u>	<u>\$ 40,907</u>	<u>\$ 3,710</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE I
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental - federal	\$ 394,459	\$ 345,008	\$ 345,006	\$ (2)
Total revenues	<u>394,459</u>	<u>345,008</u>	<u>345,006</u>	<u>(2)</u>
Expenditures:				
Current:				
Instruction:				
Special	424,392	376,261	323,011	53,250
Support services:				
Instructional staff	57,831	51,272	42,703	8,569
Administration	<u>9,854</u>	<u>8,737</u>	<u>1,541</u>	<u>7,196</u>
Total expenditures	<u>492,077</u>	<u>436,270</u>	<u>367,255</u>	<u>69,015</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>(97,618)</u>	<u>(91,262)</u>	<u>(22,249)</u>	<u>69,013</u>
Other financing sources:				
Advances in	-	-	10,323	10,323
Total other financing sources.	<u>-</u>	<u>-</u>	<u>10,323</u>	<u>10,323</u>
Net change in fund balance	(97,618)	(91,262)	(11,926)	79,336
Fund balance, July 1	11,926	11,926	11,926	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ (85,692)</u>	<u>\$ (79,336)</u>	<u>\$ -</u>	<u>\$ 79,336</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE VI
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental - federal	\$ 5,137	\$ 4,493	\$ 4,492	\$ (1)
Total revenues	<u>5,137</u>	<u>4,493</u>	<u>4,492</u>	<u>(1)</u>
Expenditures:				
Current:				
Support services:				
Instructional staff.	<u>18,330</u>	<u>16,251</u>	<u>12,719</u>	<u>3,532</u>
Total expenditures	<u>18,330</u>	<u>16,251</u>	<u>12,719</u>	<u>3,532</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>(13,193)</u>	<u>(11,758)</u>	<u>(8,227)</u>	<u>3,531</u>
Other financing sources:				
Advances in	<u>-</u>	<u>-</u>	<u>6,490</u>	<u>6,490</u>
Total other financing sources.	<u>-</u>	<u>-</u>	<u>6,490</u>	<u>6,490</u>
Net change in fund balance	(13,193)	(11,758)	(1,737)	10,021
Fund balance, July 1.	3,214	3,214	3,214	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ (9,979)</u>	<u>\$ (8,544)</u>	<u>\$ 1,477</u>	<u>\$ 10,021</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DRUG-FREE SCHOOL GRANT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental - federal	\$ 11,484	\$ 10,044	\$ 10,044	\$ -
Total revenues	<u>11,484</u>	<u>10,044</u>	<u>10,044</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	4,512	4,000	4,000	-
Support services:				
Pupil	<u>7,316</u>	<u>6,486</u>	<u>6,280</u>	<u>206</u>
Total expenditures	<u>11,828</u>	<u>10,486</u>	<u>10,280</u>	<u>206</u>
Net change in fund balance	(344)	(442)	(236)	206
Fund balance, July 1.	37	37	37	-
Prior year encumbrances appropriated . . .	<u>405</u>	<u>405</u>	<u>405</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 98</u>	<u>\$ -</u>	<u>\$ 206</u>	<u>\$ 206</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EHA PRESCHOOL GRANT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental - federal	\$ 14,814	\$ 12,957	\$ 12,957	\$ -
Total revenues	<u>14,814</u>	<u>12,957</u>	<u>12,957</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Special	3,783	3,354	2,994	360
Support services:				
Pupil	2,925	2,593	1,116	1,477
Instructional staff	<u>4,654</u>	<u>4,126</u>	<u>3,444</u>	<u>682</u>
Total expenditures	<u>11,362</u>	<u>10,073</u>	<u>7,554</u>	<u>2,519</u>
Net change in fund balance	3,452	2,884	5,403	2,519
Fund balance, July 1.	1,313	1,313	1,313	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 4,765</u>	<u>\$ 4,197</u>	<u>\$ 6,716</u>	<u>\$ 2,519</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GOALS 2000
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Over (Under)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental-state	\$ 16,007	\$ 14,000	\$ -	\$ (14,000)
Intergovernmental - federal	<u>17,150</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Total revenues	<u>33,157</u>	<u>29,000</u>	<u>15,000</u>	<u>(14,000)</u>
Expenditures:				
Current:				
Instruction:				
Regular.	9,630	8,538	8,538	-
Support services:				
Instructional staff.	<u>25,942</u>	<u>23,000</u>	<u>11,355</u>	<u>11,645</u>
Total expenditures	<u>35,572</u>	<u>31,538</u>	<u>19,893</u>	<u>11,645</u>
Net change in fund balance	(2,415)	(2,538)	(4,893)	(2,355)
Fund balance, July 1.	22,538	22,538	22,538	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 20,123</u>	<u>\$ 20,000</u>	<u>\$ 17,645</u>	<u>\$ (2,355)</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
REDUCING CLASS SIZE
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental - federal	\$ 117,073	\$ 102,406	\$ 89,405	\$ (13,001)
Total revenues	<u>117,073</u>	<u>102,406</u>	<u>89,405</u>	<u>(13,001)</u>
Expenditures:				
Current:				
Instruction:				
Special	<u>102,068</u>	<u>90,492</u>	<u>89,927</u>	<u>565</u>
Total expenditures	<u>102,068</u>	<u>90,492</u>	<u>89,927</u>	<u>565</u>
Net change in fund balance	15,005	11,914	(522)	(12,436)
Fund balance, July 1.	9,671	9,671	9,671	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 24,676</u>	<u>\$ 21,585</u>	<u>\$ 9,149</u>	<u>\$ (12,436)</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Taxes	\$ 79,000	\$ 79,000	\$ 65,007	\$ (13,993)
Intergovernmental-state	<u>6,000</u>	<u>6,000</u>	<u>6,061</u>	<u>61</u>
Total revenues	<u>85,000</u>	<u>85,000</u>	<u>71,068</u>	<u>(13,932)</u>
Expenditures:				
Current:				
Support services:				
Fiscal	5,490	4,531	1,348	3,183
Debt service:				
Principal retirement	331,325	275,000	275,000	-
Interest and fiscal charges	<u>163,185</u>	<u>135,469</u>	<u>135,469</u>	<u>-</u>
Total expenditures	<u>500,000</u>	<u>415,000</u>	<u>411,817</u>	<u>3,183</u>
Net change in fund balance	(415,000)	(330,000)	(340,749)	(10,749)
Fund balance, July 1	2,369,089	2,369,089	2,369,089	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ 1,954,089</u>	<u>\$ 2,039,089</u>	<u>\$ 2,028,340</u>	<u>\$ (10,749)</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PERMANENT IMPROVEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Taxes	\$ 671,832	\$ 670,017	\$ 662,798	\$ (7,219)
Intergovernmental-state	62,168	62,000	69,219	7,219
Total revenues	<u>734,000</u>	<u>732,017</u>	<u>732,017</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	11,288	10,000	6,078	3,922
Support services:				
Fiscal	209,964	186,000	94,671	91,329
Operations and maintenance	512,748	454,225	548,008	(93,783)
Total expenditures	<u>734,000</u>	<u>650,225</u>	<u>648,757</u>	<u>1,468</u>
Net change in fund balance	-	81,792	83,260	1,468
Fund balance, July 1	(34,792)	(34,792)	(34,792)	-
Prior year encumbrances appropriated	<u>34,794</u>	<u>34,794</u>	<u>34,794</u>	-
Fund balance, June 30	<u>\$ 2</u>	<u>\$ 81,794</u>	<u>\$ 83,262</u>	<u>\$ 1,468</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SCHOOL NET
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental-state	\$ 30,632	\$ 39,856	\$ 39,856	\$ -
Total revenues	<u>30,632</u>	<u>39,856</u>	<u>39,856</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular.	163	149	-	149
Support services:				
Instructional staff.	<u>16,216</u>	<u>14,830</u>	<u>14,829</u>	<u>1</u>
Total expenditures	<u>16,379</u>	<u>14,979</u>	<u>14,829</u>	<u>150</u>
Net change in fund balance	14,253	24,877	25,027	150
Fund balance, July 1.	15,155	15,155	15,155	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 29,408</u>	<u>\$ 40,032</u>	<u>\$ 40,182</u>	<u>\$ 150</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
INTERACTIVE VIDEO DISTANCE LEARNING
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental-state	\$ 11,707	\$ 15,232	\$ 15,232	\$ -
Total revenues	<u>11,707</u>	<u>15,232</u>	<u>15,232</u>	<u>-</u>
Expenditures:				
Current:				
Support services:				
Instructional staff.	<u>10,970</u>	<u>10,032</u>	<u>6,057</u>	<u>3,975</u>
Total expenditures	<u>10,970</u>	<u>10,032</u>	<u>6,057</u>	<u>3,975</u>
Net change in fund balance	737	5,200	9,175	3,975
Fund balance, July 1.	3,500	3,500	3,500	-
Prior year encumbrances appropriated . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 4,237</u>	<u>\$ 8,700</u>	<u>\$ 12,675</u>	<u>\$ 3,975</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SCHOLARSHIP TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Earnings on investments	\$ 58	\$ 200	\$ 72	\$ (128)
Other local revenues	<u>2,330</u>	<u>8,014</u>	<u>7,846</u>	<u>(168)</u>
Total revenues	<u>2,388</u>	<u>8,214</u>	<u>7,918</u>	<u>(296)</u>
Expenditures:				
Current:				
Instruction:				
Regular	30,781	5,150	4,950	200
Operation of non-instructional services	<u>14,942</u>	<u>2,500</u>	<u>3,002</u>	<u>(502)</u>
Total expenditures	<u>45,723</u>	<u>7,650</u>	<u>7,952</u>	<u>(302)</u>
Net change in fund balance	(43,335)	564	(34)	(598)
Fund balance, July 1	46,890	46,890	46,890	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ 3,555</u>	<u>\$ 47,454</u>	<u>\$ 46,856</u>	<u>\$ (598)</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SELF INSURANCE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Charges for services	\$ 1,500,000	\$ 1,411,700	\$ 1,412,057	\$ -
Total revenues.	<u>1,500,000</u>	<u>1,411,700</u>	<u>1,412,057</u>	<u>-</u>
Operating expenses:				
Purchased services	<u>1,700,000</u>	<u>1,610,000</u>	<u>1,608,428</u>	<u>1,572</u>
Total operating expenses	<u>1,700,000</u>	<u>1,610,000</u>	<u>1,608,428</u>	<u>1,572</u>
Net change in fund balance	(200,000)	(198,300)	(196,371)	1,572
Fund balance, July 1.	248,368	248,368	248,368	-
Prior year encumbrances appropriated . . .	<u>439</u>	<u>439</u>	<u>439</u>	<u>-</u>
Fund balance, June 30.	<u>\$ 48,807</u>	<u>\$ 50,507</u>	<u>\$ 52,436</u>	<u>\$ 1,572</u>

This Page is Intentionally Left Blank.

STATISTICAL SECTION

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**SUMMARY OF EXPENDITURES BY FUNCTION AND OTHER FINANCING USES - GENERAL FUND
LAST TEN FISCAL YEARS**

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Instruction:				
Regular	\$ 8,163,243	\$ 7,380,061	\$ 6,969,993	\$ 6,746,098
Special	1,671,076	1,436,686	1,274,407	1,129,672
Vocational	-	-	-	-
Other	-	62,423	-	-
Total Instruction	<u>9,834,319</u>	<u>8,879,170</u>	<u>8,244,400</u>	<u>7,875,770</u>
Support services:				
Pupil	758,246	681,453	678,037	670,201
Instructional staff	1,024,008	774,023	681,567	551,970
Board of Education	63,084	39,552	26,912	23,621
Administration	1,446,846	1,437,660	1,280,157	1,307,762
Fiscal	454,015	427,800	358,118	306,004
Business	-	7,375	3,678	5,751
Operations and maintenance	1,312,417	1,089,985	1,126,146	979,475
Pupil transportation	524,554	413,952	405,272	366,977
Central	12,676	-	-	-
Operation of non-instructional services	-	492	532	423
Extracurricular activities	244,045	219,677	208,312	195,005
Total support services	<u>5,839,891</u>	<u>5,091,969</u>	<u>4,768,731</u>	<u>4,407,189</u>
Total debt service	-	22,309	-	-
Other financing uses	-	76,972	205,940	18,297
Total expenditures and other uses.	<u>\$ 15,674,210</u>	<u>\$ 14,070,420</u>	<u>\$ 13,219,071</u>	<u>\$ 12,301,256</u>

Source: School District financial records.

1998	1997	1996	1995	1994	1993
\$ 6,339,954	\$ 5,910,701	\$ 5,859,800	\$ 5,505,270	\$ 5,047,718	\$ 4,992,176
1,068,466	1,000,156	948,484	891,053	823,002	835,871
27,355	11,378	356,948	374,357	350,023	341,190
-	-	-	-	-	-
<u>7,435,775</u>	<u>6,922,235</u>	<u>7,165,232</u>	<u>6,770,680</u>	<u>6,220,743</u>	<u>6,169,237</u>
642,340	592,934	561,572	506,016	443,618	417,927
567,877	550,559	386,244	345,578	237,317	130,115
11,566	11,361	25,801	34,438	38,387	54,688
1,166,818	1,191,398	1,149,814	966,558	907,265	910,253
304,593	290,421	294,406	262,111	235,662	213,298
4,357	2,516	3,665	6,025	3,240	6,501
910,602	813,351	892,924	834,396	786,595	678,703
385,844	494,794	344,677	329,136	205,187	176,961
-	-	-	-	-	-
147	112	250	144	397	108
<u>188,042</u>	<u>181,188</u>	<u>168,460</u>	<u>155,101</u>	<u>144,321</u>	<u>134,838</u>
<u>4,182,186</u>	<u>4,128,634</u>	<u>3,827,813</u>	<u>3,439,503</u>	<u>3,001,989</u>	<u>2,723,392</u>
-	-	-	-	6,618	-
<u>195,681</u>	<u>177,937</u>	<u>76,283</u>	<u>547,699</u>	<u>1,106,153</u>	<u>1,094,589</u>
<u>\$ 11,813,642</u>	<u>\$ 11,228,806</u>	<u>\$ 11,069,328</u>	<u>\$ 10,757,882</u>	<u>\$ 10,335,503</u>	<u>\$ 9,987,218</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**SUMMARY OF REVENUES BY SOURCE - GENERAL FUND
LAST TEN FISCAL YEARS**

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Revenue from				
Local sources:				
Taxes	\$ 7,948,649	\$ 7,151,608	\$ 8,080,504	\$ 6,399,804
Tuition.	6,436	810	765	1,630
Other local revenues.	<u>408,915</u>	<u>429,577</u>	<u>336,531</u>	<u>292,675</u>
Total local sources	<u>8,364,000</u>	<u>7,581,995</u>	<u>8,417,800</u>	<u>6,694,109</u>
State sources:				
Unrestricted grants-in-aid	7,454,150	6,688,829	6,067,690	5,875,566
Restricted grants-in-aid	<u>-</u>	<u>-</u>	<u>66,682</u>	<u>27,304</u>
Total state sources.	<u>7,454,150</u>	<u>6,688,829</u>	<u>6,134,372</u>	<u>5,902,870</u>
Federal sources:				
Unrestricted grants-in-aid	<u>75,782</u>	<u>58,229</u>	<u>49,723</u>	<u>40,816</u>
Total federal sources	<u>75,782</u>	<u>58,229</u>	<u>49,723</u>	<u>40,816</u>
Total revenue	<u>\$ 15,893,932</u>	<u>\$ 14,329,053</u>	<u>\$ 14,601,895</u>	<u>\$ 12,637,795</u>

Source: School District Financial records.

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$ 6,619,657	\$ 6,223,736	\$ 6,211,137	\$ 5,986,856	\$ 4,154,306	\$ 3,271,368
4,005	27,080	46,882	70,245	16,884	22,418
<u>358,442</u>	<u>245,516</u>	<u>213,355</u>	<u>150,797</u>	<u>99,773</u>	<u>248,638</u>
<u>6,982,104</u>	<u>6,496,332</u>	<u>6,471,374</u>	<u>6,207,898</u>	<u>4,270,963</u>	<u>3,542,424</u>
5,021,729	4,901,288	4,771,562	4,533,793	4,357,250	4,272,923
<u>5,100</u>	<u>8,350</u>	<u>6,850</u>	<u>4,600</u>	<u>9,846</u>	<u>8,350</u>
<u>5,026,829</u>	<u>4,909,638</u>	<u>4,778,412</u>	<u>4,538,393</u>	<u>4,367,096</u>	<u>4,281,273</u>
<u>37,034</u>	<u>57,124</u>	<u>24,543</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>37,034</u>	<u>57,124</u>	<u>24,543</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 12,045,967</u>	<u>\$ 11,463,094</u>	<u>\$ 11,274,329</u>	<u>\$ 10,746,291</u>	<u>\$ 8,638,059</u>	<u>\$ 7,823,697</u>

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

PROPERTY TAX LEVIES AND COLLECTIONS - REAL, PUBLIC UTILITY, AND TANGIBLE PERSONAL PROPERTY TAX
LAST TEN CALENDAR YEARS

Tax Collection Year	Current Levy	Outstanding Delinquent Taxes (1)	Total Levy	Current Collections	Percent of Current Levy Collected	Delinquent Collection	Taxes Receivable As a % of Total Levy	Total Collection	Total Collection as a Percent of Total Levy
1992	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1993	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1994	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1995	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1996	\$ 5,712,660	N/A	\$ 5,712,660	\$ 5,417,518	94.83%	\$ 153,090	4.26%	\$ 5,570,608	97.51%
1997	6,729,351	N/A	6,729,351	5,667,256	84.22%	157,785	4.25%	5,825,041	86.56%
1998	6,434,150	N/A	6,434,150	6,061,652	94.21%	163,544	4.14%	6,225,196	96.75%
1999	6,692,317	N/A	6,692,317	6,246,553	93.34%	273,455	4.38%	6,520,008	97.43%
2000	6,624,084	N/A	6,624,084	6,252,527	94.39%	251,363	4.72%	6,503,890	98.19%
2001	6,558,983	N/A	6,558,983	6,100,723	93.01%	310,460	4.51%	6,411,183	97.75%

Source: Pickaway 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.

Note: The Pickaway County Auditor was unable to locate the files for the years 1992 through 1995.

(1) The amount of the delinquent taxes was not available from the way in which the Pickaway County Auditor determines delinquent taxes.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

ASSESSSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX YEARS

Tax Year	Assessed Valuation				Total Estimated Actual Value
	Real Property (1)	Public Utility (2)	Tangible Personal Property (3)	Total	
1992	\$ 110,564,050	\$ 16,511,860	\$ 35,229,236	\$ 162,305,146	\$ 419,379,478
1993	138,372,860	18,823,300	46,122,881	203,319,041	525,243,391
1994	138,467,790	18,978,910	36,280,876	193,727,576	506,141,829
1995	140,883,220	18,128,530	38,274,278	197,286,028	515,329,102
1996	160,498,130	17,953,540	38,959,463	217,411,133	572,392,092
1997	163,633,570	17,722,150	40,789,717	222,145,437	584,548,220
1998	167,482,600	18,006,170	43,894,496	229,383,266	602,323,046
1999	197,305,970	17,203,010	46,643,284	261,152,264	691,423,931
2000	197,229,670	15,795,920	52,337,876	265,363,466	699,780,935
2001	200,530,290	11,935,240	54,495,676	266,961,206	705,805,518

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

- (1) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the rules of the State Tax Commissioner.
- (2) Assumes public utilities are assessed at 88% of estimated actual value.
- (3) The rate at which tangible personal property used in business is assessed for purposes of ad valorem property taxation decreased one percent each year from 35% in 1983 and prior years to 25% in 1993.

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

.PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATION)
LAST TEN TAX YEARS

Tax Year	Overlapping Governments			Circleville City School District					
	Pickaway County (1)	City of Circleville	Township	Joint Vocational School	Voted (2) Millage	Inside Millage	Effective Rates		
							Total	Ag/Res	Other
1992	-	-	-	-	-	-	-	-	-
1993	6.90	3.80	0.20	3.20	43.20	3.00	60.30	43.75	48.87
1994	6.90	3.80	0.20	3.20	43.20	3.00	60.30	43.66	48.84
1995	6.90	3.80	0.20	3.20	43.20	3.00	60.30	43.58	48.79
1996	7.50	4.00	-	3.20	43.00	3.00	60.70	41.05	46.84
1997	7.50	4.00	-	3.20	43.00	3.00	60.70	40.99	46.85
1998	7.50	4.00	-	3.20	41.50	3.00	59.20	44.88	48.12
1999	7.80	4.00	-	3.20	41.50	3.00	59.50	40.61	45.85
2000	7.80	4.00	-	3.20	41.50	3.00	59.50	40.54	45.78
2001	7.80	4.00	-	3.20	41.50	3.00	59.50	40.54	45.77

Source: Pickaway 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) County millage includes: County, Pickaway County MRDD, Paint Valley Mental and Commission on Aging.

(2) Voted millage includes: General Operating, Bond Retirement and Permanent Improvement

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**DEMOGRAPHIC STATISTICS
LAST TEN YEARS**

Calendar Year	Population (1)		Unemployment		District Average Income	Average Teacher Salary (2)
	City of Circleville	Percent of Growth	Pickaway County Percentage	State of Ohio Percentage		
1992	12,783	N/A	6.00%	7.30%	N/A	N/A
1993	12,871	0.69%	5.50%	6.50%	25,757	35,708
1994	12,959	0.68%	4.70%	5.50%	26,640	35,041
1995	13,047	0.68%	3.60%	4.80%	27,443	38,004
1996	13,134	0.67%	3.90%	4.90%	28,760	39,499
1997	13,222	0.67%	3.60%	4.60%	29,924	39,577
1998	13,310	0.67%	3.40%	4.30%	31,164	42,540
1999	13,398	0.66%	3.30%	4.30%	31,164	43,520
2000	13,485	0.65%	3.10%	4.10%	42,633	43,455
2001	13,573	0.65%	3.60%	7.30%	N/A	46,927

(1) 2000 is actual based on Census data

(2) Based on fiscal year as provided by the Ohio Department of Education EMIS data

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO
ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA**

LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Average Daily Membership (2)	Assessed Value (3)	Gross Bonded Debt (4)	Less Debt Service Funds (5)	Net Bonded Debt	% of Net Bonded Debt To Assessed Value	Net Bonded Debt Per Capita	Net Bonded Debt Per ADM
1993	11,666	2,316	\$ 162,305,146	\$ 4,150,000	\$ 468,381	\$ 3,681,619	2.27%	\$ 316	\$ 1,590
1994	11,666	2,381	203,319,041	3,875,000	548,524	3,326,476	1.64%	285	1,397
1995	11,666	2,372	193,727,576	3,600,000	1,152,586	2,447,414	1.26%	210	1,032
1996	11,666	2,369	197,286,028	3,325,000	1,288,350	2,036,650	1.03%	175	860
1997	11,666	2,352	217,411,133	3,050,000	1,424,093	1,625,907	0.75%	139	691
1998	11,666	2,441	222,145,437	2,775,000	1,952,772	822,228	0.37%	70	337
1999	11,666	2,458	229,383,266	2,500,000	2,177,442	322,558	0.14%	28	131
2000	13,485	2,304	261,152,264	2,225,000	2,521,622	-	0.00%	-	-
2001	13,485	2,279	265,363,466	1,950,000	2,374,988	-	0.00%	-	-
2002	13,485	2,362	266,961,206	1,675,000	2,060,140	-	0.00%	-	-

Sources:

- (1) County Auditor
- (2) School district records
- (3) County Auditor
- (4) General obligation debt outstanding at fiscal year-end (school district records)
- (5) Balance of general obligation bond retirement fund at fiscal year-end

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2002

<u>Governmental Unit</u>	<u>Assessed Valuation</u>	<u>General Obligation Debt</u>	<u>Percent Applicable to School District</u>	<u>Amount Applicable to School District</u>
Direct:				
Circleville City School District	\$ 266,961,206	\$ 1,675,000	100.00%	\$ 1,675,000
Overlapping:				
City of Circleville	240,811,301	5,540,000	100.00%	5,540,000
Pickaway County	846,250,641	944,269	31.55%	297,879
Total Overlapping	<u>1,087,061,942</u>	<u>6,484,269</u>		<u>5,837,879</u>
		<u>\$ 8,159,269</u>		<u>\$ 7,512,879</u>

Source: Pickaway County Auditor

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**RATIO OF ANNUAL GENERAL OBLIGATION DEBT SERVICE
TO GENERAL FUND EXPENDITURES
LAST TEN FISCAL YEARS**

Year	Debt Service on General Obligation Debt			General Fund Expenditures (1)	Debt Service as Percent of General Fund Expenditures
	Principal	Interest/ Fiscal Charges	Total		
1993	\$ 275,000	\$ 320,531	\$ 595,531	\$ 9,987,218	5.96%
1994	275,000	299,969	574,969	10,335,503	5.56%
1995	275,000	277,594	552,594	10,757,882	5.14%
1996	275,000	257,031	532,031	11,069,328	4.81%
1997	275,000	236,469	511,469	11,228,806	4.55%
1998	275,000	215,906	490,906	11,813,642	4.16%
1999	275,000	195,344	470,344	12,301,256	3.82%
2000	275,000	174,781	449,781	13,219,071	3.40%
2001	275,000	151,219	426,219	14,070,420	3.03%
1993	275,000	131,656	406,656	15,674,210	2.59%

Source: School district records

(1) Includes other financing uses

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**MAJOR TAXPAYERS
2001 TAX YEAR**

Personal Property

<u>Taxpayer</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Thomson Multimedia Inc.	\$ 31,712,720	11.88%
GE Lighting	3,300,790	1.24%
Prazair Inc.	1,513,590	0.57%
Walmart Stores East Inc.	1,164,660	0.44%
Sharpe Lines Inc.	1,044,040	0.39%
Coughlin Automotive	944,770	0.35%
LDM Technologies Inc.	723,450	0.27%
Kroger	681,630	0.26%
Harden Chevrolet	647,830	0.24%
Coughlin Ford	508,490	0.19%
Circleville Oil Co.	500,290	0.19%
Total	\$42,742,260	16.02%

Real Property

<u>Taxpayer</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Consumer Electronics	\$ 7,983,560	2.99%
Columbus Southern Power Co.	6,274,340	2.35%
GE Lighting Inc.	3,087,560	1.16%
KR Circleville Inc.	2,786,740	1.04%
Verison North Inc.	2,250,490	0.84%
BV Circleville LLC	1,607,920	0.60%
Kroger Co.	1,338,930	0.50%
Pickaway Manor Inc.	1,120,830	0.42%
Donald L Davis	1,032,760	0.39%
Circleville Limited	1,013,760	0.38%
Total	\$28,496,890	10.67%

Source: Pickaway County Auditor

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

ATTENDANCE DATA
LAST TEN SCHOOL YEARS

School Year Ended	Graduation Rate	Enrollment	Average Daily Attendance	% Increase (Decrease) in ADM from Prior Year	Attendance as % of Average Daily Membership
1993	71.22%	2,472	2,316	N/A	93.70%
1994	64.98%	2,542	2,381	2.80%	93.67%
1995	59.25%	2,549	2,372	-0.40%	93.06%
1996	75.90%	2,543	2,369	-0.11%	93.16%
1997	75.96%	2,499	2,352	-0.71%	94.12%
1998	71.90%	2,583	2,441	3.77%	94.50%
1999	68.80%	2,552	2,458	0.68%	96.32%
2000	75.30%	2,469	2,304	-6.27%	93.32%
2001	79.20%	2,445	2,279	-1.08%	93.21%
2002	80.80%	2,518	2,362	3.65%	93.80%

Source: EMIS District Summary Report

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

SCHOOL DISTRICT EMPLOYEES
(FULL AND PART-TIME)
AS OF JUNE 30, 2002

I. Certificated Staff by Training and Experience

Years of Experience	B.A.	B.A. 150	M.A.	M.A. + 25	Total
0 - 5	13	13	3	0	29
6 - 10	4	7	11	0	22
11 - 15	3	10	14	4	31
16 - 20	1	6	9	6	22
21 - 25	2	4	11	8	25
26 - 30	3	4	8	11	26
31+	0	5	3	4	12
TOTAL	<u>26</u>	<u>49</u>	<u>59</u>	<u>33</u>	<u>167</u>

II. Classified Staff

Secretaries	18
Custodian/Maintenance	15
Bus Drivers	9
Educational Aides	18
Library Aides	4
Cafeteria Workers	20
Technology	4
Total Classified Staff	<u>88</u>

III. Administrators & Supervisors

Superintendent	1
Treasurer	1
Assistant Superintendent	1
Principals	6
Assistant Principals	2
Directors	2
Supervisors	2
Total	<u>15</u>

Total School Employees 270

Source: School District Personnel Records

**CIRCLEVILLE CITY SCHOOL DISTRICT
PICKAWAY COUNTY, OHIO**

**SCHEDULE OF PROPERTY AND CASUALTY INSURANCE
AS OF JUNE 30, 2002**

Company Policy Number	Policy Period	Coverage	Limits of Coverage	Deductible	Annual Premium
Indiana Insurance CBP 9596961	05/01/02 to 04/30/03	Building & Content	\$ 49,949,000	\$ 5,000	\$ 41,537
Ohio School Plan OH4000237-P01-L	05/01/02 to 04/30/03	General Liability Each Occurance Aggregate	- 2,000,000 5,000,000	1,000	10,481
Ohio School Plan OH4000237-P01-A	05/01/02 to 04/30/03	Fleet	1,000,000	Comprehensive: Buses 1,000 Autos 250 Collision: Buses 1,000 Autos 500	14,617
Ohio School Plan 45XSOA5255	05/01/02 to 04/30/03	Excess Auto Liability	2,000,000	-	12,585

Source: School District Records

THIS PAGE IS INTENTIONALLY LEFT BLANK



**Auditor of State
Betty Montgomery**

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

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

CIRCLEVILLE CITY SCHOOL DISTRICT

PICKAWAY 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
APRIL 10, 2003**