

**MAPLE HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2002



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO



**Auditor of State
Betty Montgomery**

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January 21, 2003

The attached audit was conducted and prepared for release prior to the commencement of my term of office on January 13, 2003. Thus, I am releasing this audit under the signature of my predecessor.

Betty Montgomery

BETTY MONTGOMERY
Auditor of State

MAPLE HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY

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**MAPLE HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2002**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U. S. Department of Agriculture						
<i>Passed Through the Ohio Department of Education</i>						
<i>Nutrition Cluster:</i>						
Food Distribution	N/A	10.550	\$	\$ 68,012	\$	\$ 67,541
National School Lunch Program	LL-P4-02	10.555	417,302		417,302	
National School Breakfast Program	05-PU 02	10.553	48,472		48,472	
Total U. S. Department of Agriculture - Nutrition Cluster			465,774	68,012	465,774	67,541
U. S. Department of Education						
<i>Passed Through the Ohio Department of Education</i>						
<i>Special Education Cluster:</i>						
Special Education Grants to States	6B-SF 02 P	84.027	322,880		323,705	
Special Education Grants to States	6B-SF 01 P				12	
Subtotal for CFDA 84.027			322,880		323,717	
Special Education - Pre-School	PG-S1 02 P	84.173	16,652		16,883	
Special Education - Pre-School	PG-S1 01 P		4,032		4,648	
Subtotal for CFDA 84.173			20,684		21,531	
Total Special Education Cluster			343,564		345,248	
Eisenhower Professional Development	MS-S1 02	84.281	17,885		2,681	
Eisenhower Professional Development	MS-S1 01				5,047	
Total Eisenhower Professional Development			17,885		7,728	
Title I Grants to Local Education Agencies	C1-S1 02	84.010	32,983		116,671	
Title I Grants to Local Education Agencies	C1-S1 01		139,013		49,685	
Total Title I Grants to Local Education Agencies			171,996		166,356	
Innovative Educational Program Strategies	C2-S1 02	84.298	7,764		3,402	
Innovative Educational Program Strategies	C2-S1 01		4,640		6,094	
Innovative Educational Program Strategies	C2-S1 00				6,925	
Total Innovative Educational Program Strategies			12,404		16,421	
Safe and Drug Free Schools	DR-S1 02	84.186	8,155		6,130	
Safe and Drug Free Schools	DR-S1 01		13,678		9,715	
Total Safe and Drug Free Schools			21,833		15,845	
Title VI-R Class-Size Reduction	CR-S1 02	84.340	45,964		43,911	
Title VI-R Class-Size Reduction	CR-S1 01		4,290		40,517	
Total Title VI-R Class-Size Reduction			50,254		84,428	
<i>Passed Through Bedford City School District</i>						
Vocational Ed. Basic Grants to States	C1-02	84.048	34,707		39,746	
Vocational Ed. Basic Grants to States	C1-01		12,375		1,813	
Total Vocational Ed. Basic Grants to States			47,082		41,559	
Total U. S. Department of Education			665,018		677,585	
U. S. Department of Health and Human Services						
<i>Passed Through Cuyahoga County Department of Mental Health</i>						
Title XIX - Medicaid Medical Assistance Program	N/A	93.778	72,378		72,378	
Total Federal Assistance			\$1,203,170	\$68,012	\$1,215,737	\$67,541

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

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of federal awards expenditures is a summary of the activity of the District's federal awards programs. The schedule has been prepared on the cash basis of accounting.

NOTE B - FOOD DISTRIBUTION

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

NOTE C - NATIONAL SCHOOL LUNCH

Federal monies received by the District for this program are commingled with State grants and local revenues. It is assumed that federal monies are expended first.

CFDA - Catalog of Federal Domestic Assistance



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OFFICE OF THE AUDITOR

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

Board of Education
Maple Heights City School District
Cuyahoga County
14605 Granger Road
Maple Heights, Ohio 44137

We have audited the basic financial statements of the Maple Heights City School District, Cuyahoga County, Ohio (the District) as of and for the year ended June 30, 2002, and have issued our report thereon dated December 26, 2002, wherein we noted the District adopted Governmental Accounting Standards Board (GASB) Statement No. 34 and GASB Interpretation No. 6. 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*. However, we noted immaterial instances of noncompliance that we have report to management of the District in a separate letter dated December 26, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 26, 2002.

Maple Heights City School District
Cuyahoga County
Report on Compliance and on Internal Control Required
by *Government Auditing Standards*
Page 2

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

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is stylized with a large, looping initial "J" and a cursive "Petro".

Jim Petro
Auditor of State

December 26, 2002



STATE OF OHIO
OFFICE OF THE AUDITOR

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**REPORT OF COMPLIANCE WITH REQUIREMENTS APPLICABLE TO MAJOR
FEDERAL PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Education
Maple Heights City School District
Cuyahoga County
14605 Granger Road
Maple Heights, Ohio 44137

Compliance

We have audited the compliance of the Maple Heights City School District, Cuyahoga County, Ohio (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2002. 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 District's management. Our responsibility is to express an opinion on 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 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 District's compliance with those requirements.

In our opinion, 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 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 District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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

Schedule of Federal Awards Expenditures

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Maple Heights City School District, Cuyahoga County, Ohio, (the District as of and for the year ended June 30, 2002, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 26, 2002, wherein we noted the District adopted Governmental Accounting Standards Board (GASB) Statement No. 34 and GASB Interpretation No. 6. 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 it 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 management, the Board of Education, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



Jim Petro
Auditor of State

December 26, 2002

**MAPLE HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**JUNE 30, 2002
SCHEDULE OF FINDINGS**

1. SUMMARY OF AUDITOR'S RESULTS
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A-133 §.505

(d)(1)(i)	<i>Type of Financial Statement Opinion</i>	Unqualified
(d)(1)(ii)	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(ii)	<i>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(iii)	<i>Was there any reported non-compliance at the financial statement level (GAGAS)?</i>	No
(d)(1)(iv)	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
(d)(1)(iv)	<i>Were there any other reportable internal control weakness conditions reported for major federal programs?</i>	No
(d)(1)(v)	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
(d)(1)(vi)	<i>Are there any reportable findings under Sec. .510?</i>	No
(d)(1)(vii)	<i>Major Programs (list)</i>	Nutrition Cluster: CFDA #10.550, 10.553 & 10.555 - Food Distribution, National School Breakfast Program & National School Lunch Program
(d)(1)(viii)	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	<i>Low Risk Auditee?</i>	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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None

Maple Heights City School District
Maple Heights, Ohio

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2002

Prepared by

Treasurer's Office
Christopher D. Krause
Treasurer

Maple Heights City School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2002
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Maple Heights City Schools

14605 Granger Road
Maple Heights, Ohio 44137

CHRISTOPHER D. KRAUSE
Treasurer

Telephone (216) 587-6100
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December 26, 2002

Board of Education Members and
Residents of Maple Heights City School District;

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Maple Heights City School District for the fiscal year ended June 30, 2002. This CAFR includes an opinion from the Auditor of State of Ohio and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the School District. This report will provide the taxpayers of the Maple Heights City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies of this report will be made available to the Maple Heights Public Library, major taxpayers, financial rating services and other interested parties.

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

1. The Introductory Section, which contains a Table of Contents, Letter of Transmittal, List of Principal Officers, an Organizational Chart of the School District and the GFOA Certificate of Achievement.
2. The Financial Section begins with the Independent Accountant's Report, and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, the Combining Statements for nonmajor funds, and other schedules that provide detailed information relative to the Basic Financial Statements.
3. The Statistical Section presents social and economic data, financial trends and the fiscal capacity of the Maple Heights City School District.

School District Organization

The Maple Heights City School District is one of 613 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The School District provides education to 3,815 students in grades kindergarten through twelfth. Additionally, the School District provides preschool, extended day kindergarten and other services to a large number of students. Maple Heights City Schools is located in Northeastern Ohio approximately thirteen miles southeast of the City of Cleveland. The Maple Heights City School District encompasses the entire City of Maple Heights. The School District was originally part of Bedford Township. The U. S. Census in 1923, revealed that Maple Heights was populous enough to be legally separated from the County School System and be classified by the State of Ohio as an exempted village school district. The first Maple Heights Board of Education was organized in 1924 at which time forty-five students began their high school studies in the old town hall. By 1928, school officials recognized the need for a larger high school. Clement Drive Elementary School which had opened in 1925, was selected to be the site of the high school which opened in 1931. By 1930, the population of Maple Heights had reached 5,950. Four public schools were in operation with an enrollment of 1,188 pupils and a staff of forty teachers. What was once Maple Grove School dedicated in 1933, is now known as Granger School which presently serves as the District's Administration Building. Presently, there are six schools in the District, one high school, one middle school and four elementary schools.

Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code, to provide educational services authorized by charter and further mandated by State and Federal agencies.

Reporting Entity

Maple Heights City School District has reviewed its reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No.14, "The Financial Reporting Entity". In evaluating how to define the school district for financial reporting purposes, management has considered all agencies, departments and organizations making up the Maple Heights City School District (the primary government) and its potential component units.

The City of Maple Heights, the Maple Heights Public Library, and the Parent Teacher Organizations have not been included in the accompanying financial statements. The Boards are not appointed by the School District, nor are they fiscally dependent on the School District.

The Lakeshore Northeast Ohio Computer Association and the Ohio Schools Council are jointly governed organizations whose relationship to the School District is described in Note 16 of the notes to the basic financial statements.

Economic Outlook

The Maple Heights City School District is located in a mature community that is served by diversified transportation facilities with immediate access to I-480 and I-271. The School District has a long history of managing its finances in a prudent manner. It has done so despite the significant challenges involved in being located in a mature, primarily residential, community with a changing local economy and transitional workforce.

As a result of land limitations, and consolidation and merger activity in the food and beverage industry, the School District has experienced the departure of some taxpaying businesses. In addition, there is limited growth in new residential housing. In an effort to counter these conditions, the City of Maple Heights has actively recruited new businesses and has been successful in its efforts. The City has added new business in both the manufacturing and retail sectors, which will have a stabilizing effect on future tax collections.

Major Initiatives

The Maple Heights City Schools Strategic Plan was adopted by the Board of Education on March 23, 1995. A mission statement, beliefs, objectives and strategies were approved as part of the planning process. The strategic plan is for five years and is updated annually. The District Leadership Team, comprised of staff members, parents and administrators is responsible for maintaining and implementing the strategic plan. District Leadership is currently meeting to identify focus areas for the next year.

The topics identified in the Strategic Plan included Technology, Client Learning, Staff Development, Extra Mural Funding, Facilities and Cooperation, Collaboration, Communication. Each of these areas are deemed to be important in providing District students with the proper tools and learning environment necessary to succeed as they integrate into society as adults. An especially important area, Curriculum, is constantly reviewed to match student needs at new educational levels. This is accomplished through team teaching and coordination to maximize appropriate programming and personnel.

Other major initiatives included:

1. Continuous Improvement Plan, Implementation and Audit.
2. School Improvement Plan (All District Buildings).
3. Pre- Kindergarten Summer Camp.
4. Early Literacy Initiative.
5. Alternative School.
6. Special Education Academy.
7. Full Mentoring Program for new teachers.
8. Realignment of OPT Curriculum.

Financial Information

State funding, specifically funding for general operations, remains unclear for future years. In March 1997, the Ohio Supreme Court ruled the present system of funding Ohio schools to be unconstitutional. The State legislature was directed to adequately fund schools without reducing funds to tax dependent schools such as Maple Heights City Schools. In May 2000, the Ohio Supreme Court reviewed the State's efforts since 1997, and indicated the State had not met the constitutional requirements. However, most recent efforts by the Ohio Legislature and Governor during 2001 had been considered constitutional by the Ohio Supreme Court if certain additional funding requirements are met. Maple Heights City School District will not see additional revenue as a result of this State funding system.

Primary Accomplishments for 2002 Were as Follows:

Financial

- Received the Certificate of Excellence in Financial Reporting from the Government Finance Officer's Association (GFOA), for the tenth consecutive year.
- Successfully negotiated all new employee contracts with Maple Organization Support Team (MOST), and the District administrators with base salary increases of 3-3.3%.

Instruction

- Completed an extensive Attendance Area Study that provides ways to balance the School District's individual building attendance area at all levels.
- Fully implemented the Continuous Improvement Plan for the School District and for all school sites.

Community

- Continuously engages the community with regard to education programs.

For the Future

Our primary focus continued to be on the educational program. This program serves our students, parents, and community in an effort to continuously improve. This process involves assessing current programs, identifying areas to improve, developing options, selecting the best option and assessing the results.

Specific Goals for 2003 Are:

Financial

- Receive voter approval for additional operating funds to stabilize School District Governmental Activity funding for four to five years.
- Continue multi-year planning for capital projects, technology and maintenance to assure limited funds are used for the best instructional use through the Permanent Improvement Coordinating Committee.
- Receive the Certificate of Excellence in Financial Reporting for the School District's 2002 Comprehensive Annual Financial Report based on the new reporting model.
- Continue to carefully monitor the impact of, where possible, the Ohio Supreme Court's decision regarding school funds and the legislative implementation of solutions.

Instruction

- Increase targets for proficiency test standards in grades 4, 8, 10, and 12.
- Assure new staff, over 25 members, are successful through the School District mentoring and staff development programs despite limited resources.
- Continue School District energy savings projects and seek alternative funding for school building improvements.

Financial Information

Internal Accounting and Budgetary Control

In developing the School District's accounting system much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

The School District utilizes a fully automated accounting system as well as an automated system of control for capital assets and payroll. These systems, coupled with the manual auditing of each voucher prior to payment, ensures that the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board of Education adopts a temporary appropriation measure for that fiscal year. By Statute, permanent appropriations must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates. The School District adopts the permanent appropriation measure prior to October 1st. Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplementals or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund, function level for all funds. All purchase order requests must be approved by the site administrator, Assistant Superintendent or appropriate central office director and be certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriations are rejected until additional appropriations are secured.

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date.

Each administrator and school principal is furnished monthly reports showing the status of the budget accounts for which they are responsible. As an additional safeguard, all employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond.

The basis of accounting and the various funds utilized by Maple Heights City Schools are fully described in Note 2 of the financial statements.

Financial Condition

This is the first year the School District has prepared financial statements following GASB Statement 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments". GASB 34 creates new basic financial statements for reporting on the School 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 School District that are governmental and those that are considered business-type activities. The School District did not have any business-type activities during the reporting period.

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

Statement of Budgetary Comparisons. These statements present comparisons 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 part of this new reporting model, management is responsible for preparing a Discussion and Analysis of the School District. This discussion follows the Report of Independent Accountant's, providing an assessment of the School District's finances for 2002 and a discussion of current issues affecting the District's future.

Cash Management

The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently depositing cash which is insured by the Federal Deposit Insurance Corporation as well as investing available cash in instruments issued by the United States Government or the State of Ohio. The total amount of interest earned by the governmental funds was \$87,110 for the fiscal year ended June 30, 2002, with all interest credited directly to the general fund. The program is beneficial because of access to daily balances which enables the Board to maintain minimum balance accounts and invest to the maximum extent.

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The market value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

Risk Management

The School District provides employee hospital/medical insurance through a fully insured based premium program. Medical Mutual of Ohio and Kaiser administer the plans and review all claims.

All employees of Maple Heights City School District are covered by a blanket bond, while certain individuals in policy-making roles are covered by separate, higher limit bond coverage.

The School District contracts for general liability insurance with no deductible. The School District also carries a single occurrence \$1,000,000.00 limit for professional liability with no deductible and automobile liability which has a \$2,000,000.00 combined single limit of liability. Settled claims have not exceeded this commercial coverage in any of the past nine years.

The School District participates in the State Workers' Compensation plan and pays a premium based on a rate per \$100 of salaries.

Independent Audit

State statutes require the School District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the School District's financial statements as of and for the year ended June 30, 2002. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardized accounting classification and financial reporting for all governments in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

Awards

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Maple Heights City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2001. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

We believe our current report conforms to the Certificate of Achievement requirements and we are submitting it to GFOA for consideration.

Acknowledgments

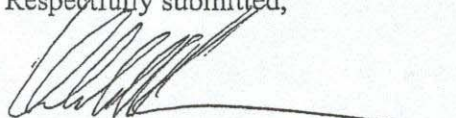
The publication of this report is a significant step toward professionalizing the Maple Heights City School District's financial reporting. It enhances the School District's accountability to the residents of the Maple Heights City School District.

The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's Office, various administrators and staff members of the School District. Assistance from the County Auditor's staff and outside agencies made possible the fair presentation of statistical data.

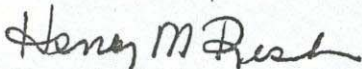
Special appreciation is expressed to Local Government Services of the State Auditor's Office for this assistance in planning, designing and reviewing this financial report.

Finally, sincere appreciation is extended to the Board of Education for their support for this project.

Respectfully submitted,



Christopher D. Krause
Treasurer



Henry M. Rish
Superintendent

*Maple Heights City School District
Principal Officials
June 30, 2002*

Board of Education

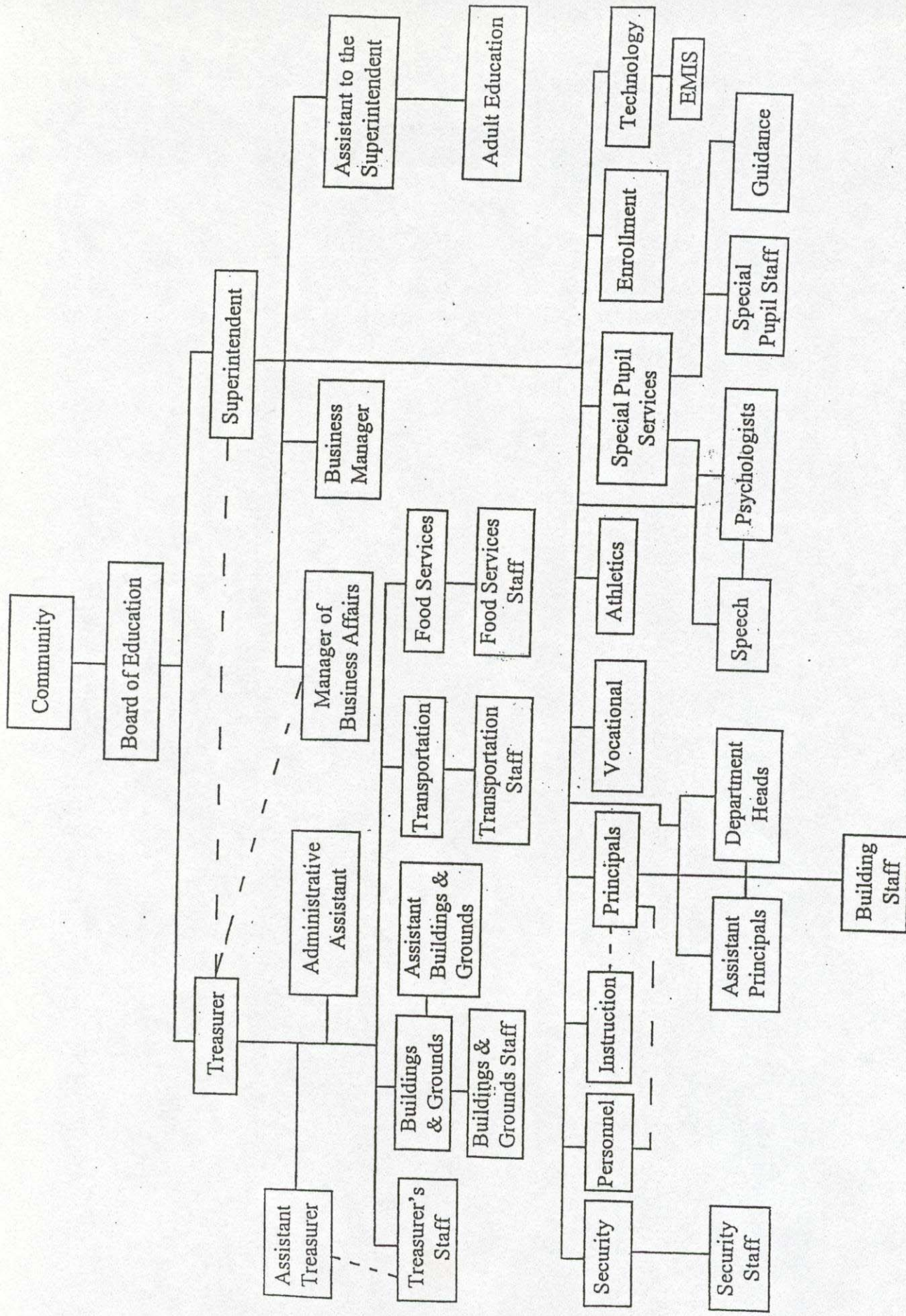
Mrs. Santana M. Klimkowski.....	President
Mrs. Michelle L. Holmes.....	Vice President
Mr. Michael R. Palazzo.....	Member
Mr. Nicholas M. Magistrelli.....	Member
Mrs. Lucille V. Hornick.....	Member

Treasurer

Mr. Christopher D. Krause

Superintendent

Mr. Henry M. Rish



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Maple Heights City School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2001

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



Thomas A. Howe
President

Jeffrey L. Esser
Executive Director

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STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Building
615 Superior Avenue, NW.
Twelfth Floor
Cleveland, Ohio 44113-1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

INDEPENDENT ACCOUNTANTS' REPORT

Board of Education
Maple Heights City School District
Cuyahoga County
14605 Granger Road
Maple Heights, Ohio 44137

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Maple Heights City School District, Cuyahoga 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 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 the Maple Heights City School District, Cuyahoga County, Ohio, as of June 30, 2002, and the respective changes in financial position thereof and the 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*, and GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 26, 2002 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.

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information the Governmental Accounting Standards Board requires. We applied certain limited procedures, consisting principally of inquires of management regarding the methods of measurement and presentation of the 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.

A handwritten signature in black ink, appearing to read "Jim Petro", written in a cursive style.

Jim Petro
Auditor of State

December 26, 2002

Maple Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

The discussion and analysis of Maple Heights City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2002. The intent of this discussion and analysis is to look at the School 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 School District's financial performance.

Financial Highlights

Key financial highlights for 2002 are as follows:

Overall:

- Total net assets increased \$1,085,653, all of the increase in Governmental Activities.
- Outstanding debt decreased to \$4,849,000 from \$5,380,000 in 2001.

Governmental Activities:

- Liabilities decreased to \$19,315,122 from 2001 and total assets decreased by \$1,125,216.
- Total revenues of \$34,043,550 were comprised of general revenue of \$29,950,600, or 88 percent.
- The School District had \$32,957,897 in expenses. Only \$4,092,950 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and school foundations) of \$29,950,600 were adequate to provide for these programs.

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 Maple Heights City School 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 School District, presenting both an aggregate view of the School 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 and what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Maple Heights City School District, the general fund is by far the most significant fund.

Maple Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Reporting the School 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 School District to provide programs and activities, the view of the School 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 answers 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. Accrual 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 School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of the School 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 School 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 all of the School District's programs and services are reported as governmental activities, which include instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 7. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund and the building capital projects fund.

Governmental Funds. Most of the School 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*, 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 School 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 financial educational programs. The relationship (or difference) between governmental *activities* (reported in the Statement of Net Assets and the Statement of Activities) and governmental *funds* is reconciled in the financial statements.

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net assets for 2002 compared to 2001:

Maple Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Table 1
 Net Assets
 Governmental Activities

	2002	2001
Assets		
Current and Other Assets	\$16,565,293	\$17,529,506
Capital Assets, Net	8,715,519	8,876,522
<i>Total Assets</i>	<u>25,280,812</u>	<u>26,406,028</u>
Liabilities		
Current and Other Liabilities	16,868,918	18,245,600
Long-Term Liabilities:		
Due Within One Year	408,054	655,430
Due in More than One Year	2,038,150	2,624,961
<i>Total Liabilities</i>	<u>19,315,122</u>	<u>21,525,991</u>
Net Assets		
Invested in Capital Assets, Net of Debt	3,866,519	3,496,522
Restricted:		
Debt Service	374,605	261,230
Other Purposes	586,687	826,441
Unrestricted (Deficit)	1,137,879	295,844
<i>Total Net Assets</i>	<u>\$5,965,690</u>	<u>\$4,880,037</u>

Total assets decreased by \$1,125,216. The School District's cash decreased significantly. The amount of cash to invest for the School District was limited and the rate of return on investments decreased as well. The \$2,210,869 decrease in liabilities is attributed to large collection of delinquent taxes which reduced the deferred revenue.

The net impact was an increase in net assets of \$1,085,653. The increase occurred primarily in unrestricted assets.

The vast majority of revenue supporting all Governmental Activities is general revenue. General revenue totaled \$29,950,600 or 88 percent of the total revenue. The two significant portions of the general revenues are the local property taxes and foundation. The School District's dependence upon property taxes is hampered by a lack of revenue growth and must regularly return to voters to maintain a constant level of service. Property taxes made up 43.5 percent of revenues for governmental activities for Maple Height City School District in fiscal year 2002. The remaining amount of revenue received was in the form of program revenues, which made up of \$4,092,950 or only 12% of total revenue.

Table 2 shows the change in net assets for fiscal year 2002. Since this is the first year the School District has prepared financial statements following GASB Statement 34, revenue and expense comparisons to fiscal year 2001 are not available. In future years, when prior year information is available, a comparative analysis of government-wide data will be presented.

Maple Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Table 2
 Governmental Activities

	2002
Revenues	
<i>Program Revenues</i>	
Charges for Services	\$1,519,806
Operating Grants and Contributions	2,510,346
Capital Grants	62,798
	4,092,950
<i>Total Program Revenues</i>	
General Revenue:	
Property Taxes	14,798,209
Grants and Entitlements	14,957,255
Other	195,136
	29,950,600
<i>Total General Revenues</i>	
Total Revenues	34,043,550
 Program Expenses	
Instruction	17,659,054
Support Services:	
Pupil and Instructional Staff	1,899,653
Board of Education, Administration, Fiscal and Business	4,654,240
Operation and Maintenance of Plant	4,395,384
Pupil Transportation	1,477,070
Central	15,448
Operation of Non Instructional Services	257,933
Extracurricular Activities	661,676
Food Service Operations	1,726,348
Interest and Fiscal Charges	211,091
	32,957,897
Total Program Expenses	32,957,897
Increase in Net Assets	\$1,085,653

Governmental Activities

Although the School District relies heavily upon local property taxes to support its operations, the School District does actively solicit and receive additional grant and entitlement funds to help offset some operating costs.

Maple Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

While looking at the program expenses, it is estimated that 53.6 percent of the School Districts budget is used to fund instructional expenses. Additional supporting services for pupils, instructional staff and business operations encompass an additional 37.7 percent. The remaining amount of program expenses, approximately 8.7 percent, is used to facilitate the food service program and numerous extracurricular activities.

Actual expenses were consistent with annual budget expectations and the School District even exhibited an increase in net assets in 2002 of \$1,085,653. The School District realizes the increase in program expenses is due to increase staff salaries and benefit costs, severance payments as well as increased instructional materials. Also, interest expense has attributed to higher expenses relating to outstanding debt needed for capital projects.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 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 entitlements.

Table 3
 Governmental Activities

	Total Cost of Services 2002	Net Cost of Services 2002
	2002	2002
Instruction	\$17,659,054	\$15,790,765
Support Services:		
Pupil and Instructional Staff	1,899,653	1,554,741
Board of Education, Administration, Fiscal and Business	4,654,240	4,654,240
Operation and Maintenance of Plant	4,395,384	4,385,642
Pupil Transportation	1,477,070	1,462,673
Central	15,448	12
Operation of Non-Instructional Services	257,933	113,292
Extracurricular Activities	661,676	578,831
Food Service Operations	1,726,348	113,660
Interest and Fiscal Charges	211,091	211,091
	\$32,957,897	\$28,864,947
<i>Total</i>		

The dependence upon general revenues for governmental activities is apparent. About 45 percent of total expenses are supported through taxes. Grant and entitlements not restricted to specific programs support 45 percent, while investment and other miscellaneous type revenues support the remaining activity costs. Program revenues only account for 12 percent of all governmental expenses. The community, as a whole, is the primary support for Maple Heights City School District students.

The School District's Funds

Information about the School District's major funds starts on Page 14. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$34,155,424 and expenditures of \$33,196,026. The net change in fund balance for the year was most significant in the General Fund, an increase of \$1,310,396.

Maple Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

General Fund Budgeting Highlights

Information about the School 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 School District amended its general fund budget numerous times, none significant. The School District uses site-based budgeting the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management.

For the general fund, final budget basis revenue estimate was \$26,746,635; this was above original budget estimates of \$26,478,636. The main difference between the original and final estimates was due to an increase of funding for special education students in the School District. The budget basis expense estimate totaled \$31,595,731 compared to original estimates of \$30,956,000. This difference was primarily due to increased costs to help maintain the programs for special education students.

The School District's unencumbered ending cash balance totaled \$784,557, which was more than double the original budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2002, the School District had \$8,715,519 invested in land, buildings and improvements, furniture and equipment, vehicles and textbooks. Table 4 shows fiscal 2002 values compared to 2001. More detailed information is presented in Note 9 of the notes to the basic financial statements.

Table 4
Capital Assets at June 30
Governmental Activities

	<u>2002</u>	<u>2001</u>
Land	\$1,201,177	\$1,201,177
Buildings and Improvements	6,124,089	6,173,240
Furniture and Equipment	762,757	774,885
Vehicles	501,134	577,883
Textbooks	126,362	149,337
Totals	<u><u>\$8,715,519</u></u>	<u><u>\$8,876,522</u></u>

All capital assets, except land, are reported net of depreciation. The decrease in capital assets is due to \$470,925 of depreciation expense and \$9,102 of equipment disposal for 2002, offset by \$319,024 in acquisitions. These acquisitions were distributed among building improvements and equipment. The School District continued its ongoing commitment to maintaining and improving its capital assets.

Debt

At June 30, 2002, the School District had \$4,849,000 in bonds and notes outstanding. Table 5 below summarizes the School District's bonds and notes outstanding. More detailed information is presented in Notes 14 and 15 of the notes to the basic financial statements.

Maple Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Table 5
Outstanding Debt at Year End
Governmental Activities

	2002	2001
1996 School Bus Acquisition Bonds	\$22,000	\$43,000
1997 School Bus Acquisition Bonds	0	21,000
1999 School Bus Acquisition Bonds	75,000	110,000
2001 School Improvement Bonds	560,000	730,000
2002 Energy Conservation Notes	3,375,000	3,409,000
2002 School Improvement Notes	317,000	332,000
1998 Long Term Notes	500,000	735,000
Totals	\$4,849,000	\$5,380,000

On May 1, 1996, Maple Heights City School District issued \$133,000 in voted general obligation bonds for the purpose of acquiring buses. The bonds were issued for an seven year period with final maturity at April 1, 2003.

On June 1, 1997, Maple Heights City School District issued \$93,000 in voted general obligation bonds for the purpose of acquiring buses. The bonds were issued for a five year period with final maturity at April 15, 2002.

On June 1, 1999, Maple Heights City School District issued \$180,000 in voted general obligation bonds for the purpose of acquiring buses. The bonds were issued for a five year period with final maturity at April 15, 2004.

On March 1, 2001, Maple Heights City School District issued \$870,000 in voted general obligation bonds for the purpose of capital improvements around the School District. The bonds were issued for a four year period with final maturity at December 1, 2004. All general obligation bonds will be paid from property taxes.

The 2002 energy conservation notes were issued to replace heating systems at Dunham and Raymond Elementaries, lighting systems and steam traps in all School District Buildings and, exterior windows at Rockside Elememtery. Principal and interests payments are made from the General Fund and Building Capital Projects Fund through savings realized through energy consumption savings.

The 2002 school improvement notes were issued for various building improvements throughout the School District.

The 1998 long term notes were issued to allow the School District to undertake several key projects following passage of a \$1.5 mill permanent improvement levy renewal in May 1998. The note is being paid by revenues generated by this levy.

At June 30, 2002 the School District's overall legal debt margin was \$32,724,962 with an unvoted debt margin of \$406,937. The debt is well within permissible limits. The School District maintains an A-1 bond rating.

Maple Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Current Financial Related Activities

Maple Heights City School District is maintaining its programs from a large increase in property tax revenue this year. As the preceding information shows, the School District heavily depends on its property taxpayers. However, financially the future is not without challenges.

Declining tax collections further challenges the School District. This decline due to decreasing personal property business taxes, mean reduced tax revenue in future years. With its largest source of revenue decreasing, the School District must seek additional tax revenues to continue current operations. However, the School District cannot look to the State of Ohio for increased revenue.

The State of Ohio was found by the Ohio Supreme Court in March 1997, to be operating an unconstitutional educational system, one that was neither "adequate" nor "equitable". Since 1997, the State has directed its tax revenue growth toward school districts with little property tax wealth. In May of 2000, the Ohio Supreme Court again ruled that, while the State had made some progress, the current funding system for schools is far too dependent on property taxes which are inherently not "equitable" nor "adequate". The Court directed the Governor and the legislature to address the fundamental issues creating the inequities. In 2001, the Ohio legislature crafted a school-funding program to address the Court's concerns. The Court has found this funding program affecting fiscal 2002-2003 to meet its constitution standards. Virtually, no additional state revenue will be available to Maple Heights City School District. Thus, both taxes and state revenue are fixed or declining.

This scenario requires management to plan carefully and prudently to provide the resources to meet student needs over the next several years.

Maple Heights City School District has committed itself to financial excellence for many years. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1998. In addition, the School District's system of budgeting and internal controls is well regarded. All of the School District's financial abilities will be needed to meet the challenges of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Christopher D. Krause, Treasurer at Maple Heights City School District, 14605 Granger Road, Maple Heights, Ohio 44137; or by e-mail at Christopher.krause@lnoca.org.

Basic Financial Statements

Maple Heights City School District

Statement of Net Assets

June 30, 2002

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$2,140,237
Accounts Receivable	6,240
Intergovernmental Receivable	135,932
Prepaid Items	462
Inventory Held for Resale	4,914
Materials and Supplies Inventory	46,554
Taxes Receivable	14,230,954
Nondepreciable Capital Assets	1,201,177
Depreciable Capital Assets	<u>7,514,342</u>
<i>Total Assets</i>	<u>25,280,812</u>
Liabilities	
Accounts Payable	46,325
Contracts Payable	5,783
Accrued Wages	2,156,040
Intergovernmental Payable	917,557
Deferred Revenue	9,533,157
Accrued Interest Payable	18,056
Notes Payable	3,692,000
Long-Term Liabilities:	
Due Within One Year	653,054
Due in More Than One Year	<u>2,293,150</u>
<i>Total Liabilities</i>	<u>19,315,122</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	3,866,519
Restricted for:	
Debt Service	374,605
Other Purposes	586,687
Unrestricted	<u>1,137,879</u>
<i>Total Net Assets</i>	<u><u>\$5,965,690</u></u>

See accompanying notes to the basic financial statements

Maple Heights City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2002

	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
Governmental Activities					Governmental Activities
Instruction:					
Regular	\$12,181,673	\$568,421	\$739,674	\$0	(\$10,873,578)
Special	3,902,191	10,130	514,154	0	(3,377,907)
Vocational	1,575,190	12,799	23,111	0	(1,539,280)
Support Services:					
Pupil	1,247,504	0	234,883	0	(1,012,621)
Instructional Staff	652,149	0	47,231	62,798	(542,120)
Board of Education	45,792	0	0	0	(45,792)
Administration	3,228,317	0	0	0	(3,228,317)
Fiscal	840,566	0	0	0	(840,566)
Business	539,565	0	0	0	(539,565)
Operation and Maintenance of Plant	4,395,384	9,742	0	0	(4,385,642)
Pupil Transportation	1,477,070	14,397	0	0	(1,462,673)
Central	15,448	0	15,436	0	(12)
Operation of Non-Instructional Services	257,933	0	144,641	0	(113,292)
Extracurricular Activities	661,676	60,581	22,264	0	(578,831)
Food Service Operations	1,726,348	843,736	768,952	0	(113,660)
Interest and Fiscal Charges	211,091	0	0	0	(211,091)
<i>Total Governmental Activities</i>	<u>\$32,957,897</u>	<u>\$1,519,806</u>	<u>\$2,510,346</u>	<u>\$62,798</u>	<u>(28,864,947)</u>
General Revenues					
Property Taxes Levied for:					
					13,924,725
General Purposes					547,147
Debt Service					326,337
Capital Outlay					14,957,255
Grants and Entitlements not Restricted to Specific Programs					87,110
Investment Earnings					108,026
Miscellaneous					
<i>Total General Revenues</i>					<u>29,950,600</u>
Change in Net Assets					1,085,653
<i>Net Assets Beginning of Year (See Note 3)</i>					<u>4,880,037</u>
<i>Net Assets End of Year</i>					<u>\$5,965,690</u>

See accompanying notes to the basic financial statements

Maple Heights City School District

*Balance Sheet
Governmental Funds
June 30, 2002*

	<u>General</u>	<u>Building</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$931,336	\$58,235	\$1,150,666	\$2,140,237
Receivables:				
Taxes	13,484,841	477,992	268,121	14,230,954
Accounts Intergovernmental	2,593	0	3,647	6,240
Intergovernmental	0	0	135,932	135,932
Interfund Receivable	6,085	0	0	6,085
Prepaid Items	462	0	0	462
Inventory Held for Resale	0	0	4,914	4,914
Materials and Supplies Inventory	43,691	0	2,863	46,554
<i>Total Assets</i>	<u>\$14,469,008</u>	<u>\$536,227</u>	<u>\$1,566,143</u>	<u>\$16,571,378</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$36,065	\$0	\$10,260	\$46,325
Contracts Payable	2,408	3,375	0	5,783
Accrued Wages	1,972,777	0	183,263	2,156,040
Intergovernmental Payable	588,866	0	46,815	635,681
Interfund Payable	0	0	6,085	6,085
Deferred Revenue	10,100,776	365,544	309,657	10,775,977
Accrued Interest Payable	4,260	9,655	0	13,915
Notes Payable	681,000	3,011,000	0	3,692,000
<i>Total Liabilities</i>	<u>13,386,152</u>	<u>3,389,574</u>	<u>556,080</u>	<u>17,331,806</u>
Fund Balances				
Reserved for Encumbrances	116,931	63	97,260	214,254
Reserved for Property Taxes	2,886,519	98,550	58,837	3,043,906
Unreserved, Undesignated (Deficit) Reported in:				
General Fund	(1,920,594)	0	0	(1,920,594)
Special Revenue Funds	0	0	466,393	466,393
Debt Service Fund	0	0	293,764	293,764
Capital Projects Funds	0	(2,951,960)	93,809	(2,858,151)
<i>Total Fund Balances (Deficit)</i>	<u>1,082,856</u>	<u>(2,853,347)</u>	<u>1,010,063</u>	<u>(760,428)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$14,469,008</u>	<u>\$536,227</u>	<u>\$1,566,143</u>	<u>\$16,571,378</u>

See accompanying notes to the basic financial statements

Maple Heights City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2002*

Total Governmental Funds Balances	(\$760,428)
 <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.	8,715,519
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds: Delinquent Property Taxes	1,242,820
Due to other governments includes contractually required pension contributions not expected to be paid with expendable available financial resources and therefore not reported in the funds.	(281,876)
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(657,000)
Notes Payable	(500,000)
Compensated Absences	(1,789,204)
Accrued Interest Payable	<u>(4,141)</u>
Total	<u>(2,950,345)</u>
 <i>Net Assets of Governmental Activities</i>	 <u><u>\$5,965,690</u></u>

See accompanying notes to the basic financial statements

Maple Heights City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2002

	General	Building	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$14,105,785	\$335,269	\$548,079	\$14,989,133
Intergovernmental	14,788,804	52,978	2,587,303	17,429,085
Interest	87,110	0	0	87,110
Charges for Services	9,256	0	843,736	852,992
Tuition and Fees	491,306	0	114,277	605,583
Extracurricular Activities	1,734	0	58,847	60,581
Rentals	650	0	0	650
Contributions and Donations	0	0	22,264	22,264
Miscellaneous	106,292	0	1,734	108,026
<i>Total Revenues</i>	<u>29,590,937</u>	<u>388,247</u>	<u>4,176,240</u>	<u>34,155,424</u>
Expenditures				
Current:				
Instruction:				
Regular	11,193,107	0	999,786	12,192,893
Special	3,337,368	0	503,369	3,840,737
Vocational	1,583,960	0	37,841	1,621,801
Support Services:				
Pupil	1,231,145	0	7,390	1,238,535
Instructional Staff	567,639	0	18,663	586,302
Board of Education	44,568	0	0	44,568
Administration	3,052,370	0	110,069	3,162,439
Fiscal	880,330	0	18,823	899,153
Business	536,262	0	0	536,262
Operation and Maintenance of Plant	3,793,590	225,770	117,319	4,136,679
Pupil Transportation	1,322,949	0	0	1,322,949
Central	9,974	0	5,474	15,448
Operation of Non-instructional Services	0	0	257,290	257,290
Extracurricular Activities	490,293	0	161,222	651,515
Food Service Operations	0	0	1,696,489	1,696,489
Capital Outlay	37,319	202,706	57,771	297,796
Debt Service:				
Principal Retirement	77,000	0	405,000	482,000
Interest and Fiscal Charges	37,667	137,309	38,194	213,170
<i>Total Expenditures</i>	<u>28,195,541</u>	<u>565,785</u>	<u>4,434,700</u>	<u>33,196,026</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,395,396</u>	<u>(177,538)</u>	<u>(258,460)</u>	<u>959,398</u>
Other Financing Sources (Uses)				
Transfers In	0	0	85,000	85,000
Transfers Out	(85,000)	0	0	(85,000)
<i>Total Other Financing Sources (Uses)</i>	<u>(85,000)</u>	<u>0</u>	<u>85,000</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	1,310,396	(177,538)	(173,460)	959,398
<i>Fund Balances (Deficit) Beginning of Year</i>				
<i>Restated (See Note 3)</i>	<u>(227,540)</u>	<u>(2,675,809)</u>	<u>1,183,523</u>	<u>(1,719,826)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1,082,856</u>	<u>(\$2,853,347)</u>	<u>\$1,010,063</u>	<u>(\$760,428)</u>

See accompanying notes to the basic financial statements

Maple Heights City School District
*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 \$959,398

*Amounts reported for governmental activities in the
statement of activities are different because*

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 exceeded capital outlay in the current period.

Capital Outlay	319,024	
Current Year Depreciation	(470,925)	
Total		(151,901)

In the statement of activities the loss on the disposal of capital assets is reported. (9,102)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Delinquent Property Taxes	(190,924)	
Intergovernmental	79,050	
Total		(111,874)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 482,000

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 2,079

Some expenses reported in the statement of activities, such as compensated absences and contractually required pension contributions, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	(147,813)	
Pension Obligations	62,866	
Total		(84,947)

Change in Net Assets of Governmental Activities \$1,085,653

See accompanying notes to the basic financial statements

Maple Heights City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Taxes	\$11,505,008	\$11,607,817	\$11,892,402	\$284,585
Intergovernmental	14,333,923	14,462,012	14,816,571	354,559
Interest	92,591	93,419	95,709	2,290
Charges for Services	8,954	9,035	9,256	221
Tuition and Fees	472,792	477,018	488,713	11,695
Extracurricular Activities	1,678	1,693	1,734	41
Rentals	629	634	650	16
Miscellaneous	63,061	95,007	106,292	11,285
<i>Total Revenues</i>	<u>26,478,636</u>	<u>26,746,635</u>	<u>27,411,327</u>	<u>664,692</u>
Expenditures				
Current:				
Instruction:				
Regular	8,537,069	8,713,389	8,713,389	0
Special	2,723,220	2,779,464	2,779,464	0
Vocational	1,189,897	1,214,851	1,214,851	0
Support Services:				
Pupils	957,225	976,997	976,997	0
Instructional Staff	449,163	458,440	458,440	0
Board of Education	43,522	44,421	44,421	0
Administration	2,390,597	2,439,972	2,439,972	0
Fiscal	5,707,916	5,825,804	5,825,804	0
Business	432,766	441,703	441,703	0
Operation and Maintenance of Plant	3,081,340	3,144,981	3,144,981	0
Pupil Transportation	1,109,163	1,132,072	1,132,072	0
Central	10,142	10,352	10,352	0
Extracurricular Activities	412,167	420,679	420,679	0
Capital Outlay	36,563	37,319	37,319	0
Debt Services:				
Principal Retirement	3,740,741	3,818,000	3,818,000	0
Interest and Fiscal Charges	134,509	137,287	137,287	0
<i>Total Expenditures</i>	<u>30,956,000</u>	<u>31,595,731</u>	<u>31,595,731</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(4,477,364)</u>	<u>(4,849,096)</u>	<u>(4,184,404)</u>	<u>664,692</u>
Other Financing Sources (Uses)				
Notes Issued	3,581,142	3,613,143	3,692,000	78,857
Transfers Out	(85,000)	(37,269)	(85,000)	(47,731)
<i>Total Other Financing Sources (Uses)</i>	<u>3,496,142</u>	<u>3,575,874</u>	<u>3,607,000</u>	<u>31,126</u>
<i>Net Change in Fund Balance</i>	<u>(981,222)</u>	<u>(1,273,222)</u>	<u>(577,404)</u>	<u>695,818</u>
<i>Fund Balance Beginning of Year</i>	1,273,223	1,273,223	1,273,223	0
Prior Year Encumbrances Appropriated	88,738	88,738	88,738	0
<i>Fund Balance End of Year</i>	<u>\$380,739</u>	<u>\$88,739</u>	<u>\$784,557</u>	<u>\$695,818</u>

See accompanying notes to the basic financial statements

Maple Heights City School District
Statement of Fiduciary Assets and Liabilities
Fiduciary Fund
June 30, 2002

	<u>Agency</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$59,241</u>
Liabilities	
Due to Students	<u>\$59,241</u>

See accompanying notes to the basic financial statements

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Note 1 - Description of the School District

The Maple Heights City School District (the School District) operates under a locally elected five-member Board form of government and provides educational services as authorized by state and federal agencies. The Board controls a staff of 175 non-certificated employees, 261 certificated full time teaching personnel and 30 administrative employees to provide services to 3,815 students and other community members. The School District operates 4 elementary schools (k-6), 1 middle school (7-8), and 1 high school (9-12).

The School District was originally part of Bedford Township. In 1924 the first Maple Heights Board of Education was organized. The Clement Elementary School was selected to become the site of the high school. The School District was officially established in 1931 and is organized under Article VI, Section 2 and 3 of the Constitution of the State of Ohio. Under such laws there is no authority for a school district to have a charter or adopt local laws. The legislative power of the School District is vested in the Board of Education, consisting of five members elected at-large for staggered four year terms.

The School District is located in Maple Heights, Ohio, Cuyahoga County and serves an area of approximately 5.5 square miles.

Reporting Entity

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

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

The School District participates in with two jointly governed organizations, the Lakeshore Northeast Ohio Computer Association and Ohio Schools Council. These organizations are presented in Note 16 to the basic financial statements.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Note 2 - Summary of Significant Accounting Policies

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

A. Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The statement of net assets presents the financial condition of the governmental activities of the School District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The fiduciary funds are reported by type.

B. Fund Accounting

The School District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. The School District uses two categories of funds: governmental and fiduciary.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Governmental Funds Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses 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 School District's major governmental funds:

General Fund The general fund is the operating fund of the School District and is used to account for all financial resources except those required to be accounted for in another fund.

Building Fund The building fund accounts for a property tax levy used for various capital improvements within the School District.

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

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 School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's only fiduciary funds are agency funds. The School District's agency funds are student activities and youth development initiative.

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 School District are included on the statement of net assets. The statement of activities present increases (i.e. revenues) and decreases (i.e. expenses) in total 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.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

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 and the statements presented for fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

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 School District, available means expected to be received within 60 days of fiscal year-end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 7). 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 year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School 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 year-end: property taxes available as an advance, interest, tuition, grants, 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.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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.

E. Budgetary Data

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of budgetary control has been established by the Board of Education at the function level for all funds. Any budgetary modifications at this level may only be made by resolution of the Board of Education. The Treasurer is authorized to further allocate appropriations.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported in the budgetary statements as the final budgeted amounts reflect the amounts in the amended certificate that was in effect at the time the final appropriations were passed by the Board of Education.

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations may not exceed estimated revenues by fund. The amounts reported as the original budgeted amounts reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts in the budgetary statements represent the final appropriation amounts passed by the Board during the fiscal year.

F. Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the statement of net assets. The general fund provides advances to cover deficit cash balances at the end of the fiscal year. At the end of fiscal year 2002 the general fund advanced monies to three special revenue funds to cover deficit cash balances. See Note 19 for additional information.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

During fiscal year 2002, investments were limited to repurchase agreements, reported at cost, and STAROhio. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2002.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest. All interest revenue is credited to the general fund. For fiscal year 2002, the amount credited to the general fund was \$87,110, which includes \$49,204 assigned from other funds.

Investments of the cash management pool and investments with a maturity of three months or less at the time they are purchased by the School District are presented on the financial statements as cash equivalents.

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2002, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

H. Inventory

Inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used. Inventory consists of donated and purchased food held for resale and supplies held for consumption.

I. Capital Assets

All of the School District's capital assets are general capital assets. General capital assets are those assets related to activities reported in the governmental 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.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of five hundred dollars. The School District does not 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.

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:

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Description	Estimated Lives
Buildings and Improvements	20 - 50 years
Furniture and Equipment	3 - 20 years
Vehicles	10 years
Textbooks	5 - 15 years

J. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans and interfund services provided and used are classified as "interfund receivables/payables." Interfund balances are eliminated in the governmental activities column of the statement of net assets.

K. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated unused sick leave for classified, certified and administrative employees after ten years of current service with the School District.

L. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide 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 judgments, 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.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

M. 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 School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

N. 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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

O. Fund Balance Reserves

The School District reserves those portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriations for expenditures. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund balance reserves are established for encumbrances and property taxes.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute.

P. 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.

Q. Estimates

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

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Note 3 – Change in Accounting Principle and Restatement of Fund Balances/Net Assets

Changes in Accounting Principles For fiscal year 2002, the School District has implemented GASB Statement No. 33, “Accounting and Financial Reporting for Nonexchange Transactions”, GASB Statement No. 34, “Basic Financial Statements - and Management’s Discussion and Analysis - for State and Local Governments”, GASB Statement No. 36, “Recipient Reporting for Certain Shared Nonexchange Revenues, 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.”

GASB Statements No. 33 and 36 establish accounting and financial reporting standards for nonexchange transactions involving financial or capital resources. The timing for the recognition of assets, liabilities and expenditures/expenses resulting from nonexchange transactions will be the same whether the accrual or modified accrual basis of accounting is required. For revenue recognition to occur on the modified accrual basis, however, the criteria established for accrual basis revenue recognition must be met and the revenue must be available.

GASB Statement No. 34 creates new basic financial statements for reporting on the School District’s financial activities. The 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. Fiduciary funds are reported by type.

On the government-wide financial statements, the beginning net asset amount for governmental activities reflects the change in fund balance for governmental funds at June 30, 2001, caused by the reclassification of funds based on the guidance provided in Statement No. 34 and the conversion to the accrual basis of accounting, which includes reclassifying enterprise funds as special revenue funds for reporting purposes.

GASB Statement No. 37 clarifies certain provisions of Statement No. 34, including the required content of the Management Discussion and Analysis, the classification of program revenues and the criteria for determining major funds. GASB Statement No. 38 modifies, establishes and rescinds certain financial statement note disclosures.

GASB Interpretation No. 6 clarifies the application of standards for modified accrual recognition of certain liabilities and expenditures in areas where differences have arisen, or potentially could arise, in interpretation and practice.

Restatement of Fund Balance The implementation of these changes, together with restatements for prepaids that were previously understated and notes payable that were previously reported as fund liabilities, had the following effects on fund balance of the major and nonmajor funds of the School District. The transition from governmental fund balance to net assets of the governmental activities is also presented.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

	General	Building	Nonmajor	Total
Fund Balance, June 30, 2001	(\$391,038)	(\$3,410,809)	\$793,272	(\$3,008,575)
Fund Reclassification	0	0	328,273	328,273
Prepaid Items	7,361	0	0	7,361
Notes Payable	0	735,000	0	735,000
GASB 33 Adjustments:				
Intergovernmental Receivable	0	0	38,208	38,208
Interpretation 6 Adjustments:				
Compensated Absences Payable	156,137	0	23,770	179,907
Adjusted Fund Balance, June 30, 2001	<u>(\$227,540)</u>	<u>(\$2,675,809)</u>	<u>\$1,183,523</u>	<u>(1,719,826)</u>
GASB 34 Adjustments:				
Capital Assets				8,876,522
Long-Term (Deferred) Assets				1,354,694
Compensated Absences				(1,641,391)
Intergovernmental Payable				(344,742)
Accrued Interest Payable				(6,220)
Notes Payable				(735,000)
General Obligation Bonds Payable				<u>(904,000)</u>
Governmental Activities Net Assets, June 30, 2001				<u>\$4,880,037</u>

	Business-type Activities
Net Assets, June 30, 2001	\$324,102
Fund Reclassification	<u>(324,102)</u>
Adjusted Net Assets, June 30, 2001	<u>\$0</u>

Note 4 - Accountability and Compliance

A. Accountability

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

<i>Capital Projects Major Fund</i>	
Building	\$3,354,558
<i>Special Revenue Funds</i>	
Disadvantaged Pupil Program	103,944
Title VI-B	1,387
Carl Perkins Grant	5,041
Title I	3,493
Preschool Grant	231
Goals 2000	10,470

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

The special revenue fund deficit balances resulted from the conversion to generally accepted accounting principles and adjustments for accrued liabilities. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur. The building capital projects fund deficit is a result of the issuance of short-term energy conservation notes which are used to finance the project until bonds are issued. The deficit will be eliminated once bonds are issued and the obligation is no longer reported in the fund.

B. Legal Compliance

The Title VI-B fund had total appropriations in excess of estimated resources plus carryover balances by \$468, contrary to Section 5705.39, Revised Code.

The following funds had expenditures plus encumbrances in excess of appropriations contrary to Ohio Revised Code Section 5705.41:

	Appropriation	Expenditure	Excess
<i>General Fund</i>			
Transfers Out	37,269	85,000	47,731
<i>Special Revenue Fund</i>			
Carl Perkins Grant			
Vocational Instruction	18,297	28,348	10,051
Instructional Staff Support Services	5,936	9,708	3,772
Central Support Services	605	1,000	395

Although this budgetary violation was not corrected by fiscal year end, management has indicated that appropriations will be closely monitored to ensure no future violations.

Note 5 - Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations and changes in fund balance/retained earnings on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual 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 GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

4. Unrecorded cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance	
GAAP Basis	\$1,310,396
Net Adjustment for Revenue Accruals	(2,179,610)
Net Adjustment for Expenditure Accruals	514,204
Notes Issued	3,692,000
Reallocation of Revenues for Debt	
Tax Revenue	(103,880)
Unrecorded Cash	(10,265)
Principal Retirement	(3,741,000)
Interest and Fiscal Charges	103,880
Adjustment for Encumbrances	<u>(163,129)</u>
Budget Basis	<u><u>(\$577,404)</u></u>

Note 6 - Deposits and Investments

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

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

Inactive deposits are public deposits that the Board of Education has identified as not required for use within the current five 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 moneys are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

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

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

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

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

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

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".

Cash on Hand At fiscal year end, the School District had \$12,180 in undeposited cash on hand which is included on the balance sheet of the School District as part of "equity in pooled cash and cash equivalents."

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Deposits At fiscal year-end, the carrying amount of the School District's deposits was (\$1,003,161) and the bank balance was \$3,220,639. Of the bank balance:

1. \$100,000 of the bank balance was covered by depository insurance; and
2. \$3,120,639 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging institution in the pledging institution's name, and all State statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

Investments GASB Statement No. 3 requires the School District's investments to be categorized to give an indication of the level of risk assumed by the School District at fiscal year end. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name. STAROhio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

	Category 3	Carrying Amount	Fair Value
Repurchase Agreements	\$2,041,242	\$2,041,242	\$2,041,242
STAROhio		1,149,217	1,149,217
Totals		\$3,190,459	\$3,190,459

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

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

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$2,199,478	\$0
Cash on Hand	(12,180)	0
Repurchase Agreements	(2,041,242)	2,041,242
STAROhio	(1,149,217)	1,149,217
GASB Statement No. 3	(\$1,003,161)	\$3,190,459

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Note 7 - Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the School District. Property tax revenue received during calendar 2002 for real and public utility property taxes represents collections of calendar 2001 taxes. Property tax payments received during calendar 2002 for tangible personal property (other than public utility property) are for calendar 2002 taxes.

2002 real property taxes are levied after April 1, 2002, on the assessed value listed as of the prior January 1, 2002, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at thirty-five percent of true value. 2002 public utility property taxes became a lien December 31, 2001, are levied after April 1, 2002 and are collected in 2003 with real property taxes.

2002 tangible personal property taxes are levied after April 1, 2001, on the value as of December 31, 2001. Collections are made in 2002. Tangible personal property assessments are twenty-five percent of true value.

The assessed values upon which the fiscal year 2002 taxes were collected are:

	2001 First Half Collections		2002 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$351,115,006	87.08 %	\$351,340,790	86.34 %
Public Utility	17,619,890	4.37	14,313,680	3.52
Tangible Personal Property	34,492,662	8.55	41,282,871	10.14
	<u>\$403,227,558</u>	<u>100.00 %</u>	<u>\$406,937,341</u>	<u>100.00 %</u>

Tax rate per \$1,000 of assessed valuation	\$55.90	\$55.80
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Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30. This year, the June 2002 tangible personal property tax settlement was not received until July of 2002.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including Maple Heights City School District. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2002, are available to finance fiscal year 2003 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable include real property, personal property and public utility taxes which are measurable as of June 30, 2002 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable only the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current fiscal year operations. The amount available as an advance at June 30 is recognized as revenue.

The amount available as an advance at June 30, 2002, was \$3,043,906 and is recognized as revenue. \$2,886,519 was available to the general fund, \$98,550 was available to the building capital projects fund, and \$58,837 was available to the bond retirement debt service fund. The amount available to the School District as an advance at June 30, 2001, was \$850,131 in the general fund, and \$35,422 in the building capital projects fund.

On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue has been deferred.

Note 8 - Receivables

Receivables at June 30, 2002, consisted of taxes, accounts (rent, student fees and tuition), intergovernmental grants and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. All receivables are expected to be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

	Amounts
Special Revenue Funds:	
Ohio Reads Grant	\$30,000
Eisenhower Math and Science	1,426
Title I	39,212
Title VI	19,007
Drug Free Schools	28,912
Preschool Grant	11,102
Goals 2000	6,273
	\$135,932
Total All Funds	

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Note 9 - Capital Assets

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

	Balance 6/30/01	Additions	Deletions	Balance 6/30/02
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$1,201,177	\$0	\$0	\$1,201,177
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	13,074,612	189,232	0	13,263,844
Furniture and Equipment	3,798,727	128,942	(76,505)	3,851,164
Vehicles	1,110,555	850	0	1,111,405
Textbooks	1,142,336	0	0	1,142,336
<i>Total Capital Assets, being depreciated</i>	<u>19,126,230</u>	<u>319,024</u>	<u>(76,505)</u>	<u>19,368,749</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(6,901,372)	(238,383)	0	(7,139,755)
Furniture and Equipment	(3,023,842)	(131,968)	67,403	(3,088,407)
Vehicles	(532,672)	(77,599)	0	(610,271)
Textbooks	(992,999)	(22,975)	0	(1,015,974)
Total Accumulation Depreciation	<u>(11,450,885)</u>	<u>(470,925) *</u>	<u>67,403</u>	<u>(11,854,407)</u>
Total Capital Assets, being depreciated, net	<u>7,675,345</u>	<u>(151,901)</u>	<u>(9,102)</u>	<u>7,514,342</u>
Governmental Activities Capital Assets, Net	<u><u>\$8,876,522</u></u>	<u><u>(\$151,901)</u></u>	<u><u>(\$9,102)</u></u>	<u><u>\$8,715,519</u></u>

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$229,661
Special	47,530
Vocational	18,760
Support Services:	
Administration	32,075
Operation and Maintenance of Plant	109
Pupil Transportation	88,050
Extracurricular Activities	51,272
Food Service	3,468
Total Depreciation Expense	<u><u>\$470,925</u></u>

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Note 10 - Risk Management

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2002, the School District contracted with Indiana Insurance for property and general liability insurance. The School District contracted with the Coregis Insurance Company, for fleet insurance. The District has a commercial crime policy with Flagherty Insurance for robbery and safe burglary. The Western Surety Company maintains the public official bond for the Treasurer. Nationwide Mutual Insurance Company maintains a public official bond for the Board of Education President, public official bond for the Superintendent and blanket bond for all other bonded employees.

Company	Type of Coverage	Coverage Amount
Indiana Insurance Company	Property	\$62,122,694
	General Liability, in aggregate	2,000,000
	General Liability, per occurrence	1,000,000
	Fire Damage	100,000
	Medical Expense, any one person	15,000
	Employee Benefits Liability, in aggregate	5,000,000
	Employee Benefits Liability, per occurrence	1,000,000
	Educational Legal Liability, in aggregate	5,000,000
	Educational Legal Liability, per occurrence	1,000,000
Flagherty	Aggregate limit on premises	1,500
	Aggregate limit for messenger	2,000
Western Surety Company	Treasurer's Bond	25,000
Nationwide Mutual Insurance Company	Public Official Bond	20,000
	Blanket Bond	5,000
Coregis	Fleet Insurance, single limit	2,000,000
	Fleet Insurance, uninsured	1,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years and there have been no significant reductions in insurance coverage from last year.

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

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

Note 11 - Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers and administrators do not earn vacation time. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 270 days for all certified and 180 days for classified personnel. Upon retirement, payment is made for one-third of accrued, but unused sick leave credit to a maximum of 90 days for certified personnel and 60 days for classified personnel.

B. Insurance Benefits

The School District provides premium based health insurance benefits through Medical Mutual of Ohio and Kaiser Permanente.

Note 12 - Defined Benefit Pension Plans

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer defined benefit pension system. 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 State statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal year 2002, 5.46 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2001, 4.2 percent was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$246,359, \$201,434 and \$177,449 respectively; 49.57 percent has been contributed for fiscal year 2002 and 100 percent for fiscal years 2001 and 2000. \$124,236 represents the unpaid contribution for fiscal year 2002. The balance outstanding is reflected as an intergovernmental payable.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

B. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system. STRS provides basic retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

For the fiscal year ended June 30, 2002, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 9.5 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$1,238,180, \$1,440,830 and \$1,235,518, respectively; 84.85 percent has been contributed for fiscal year 2002 and 100 percent for fiscal years 2001 and 2000. \$187,564 represents the unpaid contribution for fiscal year 2002. The balance outstanding is reflected as an intergovernmental payable.

Note 13 - Postemployment Benefits

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2002, the STRS Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$586,506 for fiscal year 2002.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2001, (the latest information available) the balance in the Fund was \$3.256 billion. For the year ended June 30, 2001, net health care costs paid by STRS were \$300,772,000 and STRS had 102,132 eligible benefit recipients.

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

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2002, employer contributions to fund health care benefits were 8.54 percent of covered payroll, a decrease of 1.26 percent from fiscal year 2001. 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 was established at \$12,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2002 fiscal year equaled \$437,460.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2001 (the latest information available), were \$161,439,934 and the target level was \$242.2 million. At June 30, 2001, SERS had net assets available for payment of health care benefits of \$315.7 million. SERS has approximately 50,000 participants currently receiving health care benefits.

Note 14 - Short-Term Obligations

The School District's note activity, including amount outstanding and interest rate, is as follows:

	Outstanding 6/30/01	Additions	Deletions	Outstanding 6/30/02
General Fund				
2001 Energy Conservation Notes 3.85%	\$398,000	\$0	\$398,000	\$0
2002 Energy Conservation Notes 2.051%	0	364,000	0	364,000
2001 School Improvement Notes 3.65%	332,000	0	332,000	0
2002 School Improvement Notes 2.45%	0	317,000	0	317,000
Total General Fund	<u>730,000</u>	<u>681,000</u>	<u>730,000</u>	<u>681,000</u>
Capital Projects Fund - Building				
2001 Energy Conservation Notes 3.45%	3,011,000	0	3,011,000	0
2002 Energy Conservation Notes 2.178%	0	3,011,000	0	3,011,000
Total Capital Projects Fund - Building	<u>3,011,000</u>	<u>3,011,000</u>	<u>3,011,000</u>	<u>3,011,000</u>
Total Notes	<u><u>\$3,741,000</u></u>	<u><u>\$3,692,000</u></u>	<u><u>\$3,741,000</u></u>	<u><u>\$3,692,000</u></u>

All of the notes are backed by the full faith and credit of the Maple Heights City School District and mature within one year. The note liability is reflected in the general fund and building capital projects fund which received the proceeds.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

The 2002 energy conservation notes were issued to replace heating systems at Dunham and Raymond Elementaries, lighting systems and steam traps in all School District Buildings and exterior windows at Rockside Elementary. Principal and interest payments are made from the General Fund and Building Capital Projects fund.

The 2002 school improvement notes were issued for various building improvements throughout the School District.

Note 15 - Long-Term Obligations

The changes in the School District's long-term obligations during the year consist of the following:

	Principal Outstanding 6/30/01	Additions	Reductions	Principal Outstanding 6/30/02	Amount Due in One Year
General Obligations Bonds:					
\$133,000 1996 5.35%					
School Bus Acquisition	\$43,000	\$0	\$21,000	\$22,000	\$22,000
\$93,000 1997 5.20%					
School Bus Acquisition	21,000	0	21,000	0	0
\$180,000 1999 5.10%					
School Bus Acquisition	110,000	0	35,000	75,000	35,000
\$870,000 2001 5.15%					
School Improvement	730,000	0	170,000	560,000	180,000
<i>Total General Obligation Bonds</i>	904,000	0	247,000	657,000	237,000
\$1,175,000 1998 3.85%					
Long Term Notes	735,000	0	235,000	500,000	245,000
Compensated Absences	1,641,391	321,243	173,430	1,789,204	171,054
Total Governmental Activities					
Long-Term Liabilities	<u>\$3,280,391</u>	<u>\$321,243</u>	<u>\$655,430</u>	<u>\$2,946,204</u>	<u>\$653,054</u>

On May 1, 1996, Maple Heights City School District issued \$133,000 in voted general obligation bonds for the purpose of acquiring buses. The bonds were issued for an seven year period with final maturity at April 1, 2003. These bonds will be paid with state grant monies from the general fund.

On June 1, 1997, Maple Heights City School District issued \$93,000 in voted general obligation bonds for the purpose of acquiring buses. The bonds were issued for a five year period with final maturity at April 15, 2002. These bonds will be paid with state grant monies from the general fund.

On June 1, 1999, Maple Heights City School District issued \$180,000 in voted general obligation bonds for the purpose of acquiring buses. The bonds were issued for a five year period with final maturity at April 15, 2004. These bonds will be paid with state grant monies from the general fund.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

On March 1, 2001, Maple Heights City School District issued \$870,000 in voted general obligation bonds for the purpose of capital improvements around the School District. The bonds were issued for a four year period with final maturity at December 1, 2004. These bonds will be paid with property taxes from the bond retirement debt service fund.

The 1998 long term notes were issued to allow the School District to undertake several key projects following passage of a \$1.5 mill permanent improvement levy renewal in May 1998. The note is being paid by revenues generated by this levy.

Compensated absences will be paid from the general and food service special revenue funds.

The School District's overall debt margin was \$32,724,962 with an unvoted debt margin of \$406,937 at June 30, 2002. Principal and interest requirements to retire general obligation bonds and energy conservation bonds outstanding at June 30, 2002 are as follows:

Fiscal Year	Principal	Interest	Total
<u>Ending</u>	<u> </u>	<u> </u>	<u> </u>
2003	\$482,000	\$43,833	\$525,833
2004	480,000	21,775	501,775
2005	<u>195,000</u>	<u>5,020</u>	<u>200,020</u>
Totals	<u>\$1,157,000</u>	<u>\$70,628</u>	<u>\$1,227,628</u>

Note 16 - Jointly Governed Organizations

A. Lakeshore Northeast Ohio Computer Association

The Lakeshore Northeast Ohio Computer Association (LNOCA) is a jointly governed computer service bureau owned and operated by sixteen school districts. The primary function of LNOCA is to provide data services to the sixteen school districts. Major areas of service provided by LNOCA include accounting, payroll, inventory, career guidance, student tracking, pupil scheduling, attendance and grade reporting. Each school is represented on the LNOCA Board of Directors by its superintendent. Each year, the Board of Directors elects a Chairman, a Vice Chairman, and a Recording Secretary. The Treasurer of the fiscal agent is a nonvoting, ex-officio member of the Board of Directors. The Cuyahoga County Educational Service Center serves as the fiscal agent of LNOCA. Each schools district supports LNOCA based upon a per pupil charge dependent upon the software package used. Maple Heights City School District paid \$58,867 to LNOCA during fiscal year 2002. Financial information can be obtained by contacting LNOCA, 5700 West Canal Road, Valley View, Ohio 44125.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

B. Ohio Schools Council

The Ohio Schools Council Association (Council) is a jointly governed organization among ninety-one school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2002, the School District paid \$750 to the Council. Financial information can be obtained by contacting Albert G. Vasek, the Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio, 44131.

The School District participates in the Council's electric purchase program which was implemented during fiscal year 1998 and the natural gas program which was implemented during fiscal year 2001.

The electric purchase program allows school districts to purchase electricity at reduced rates, if the school districts will commit to participating for an eight year period. The participants make monthly payments based on estimated usage. Each June these estimated payments are compared to their actual usage for the year and any necessary adjustments are made.

Energy Acquisition Corp., a non profit corporation with a self appointing board, issued \$119,140,000 in debt to repurchase eight years of electricity from Cleveland Electric Illuminating (CEI) for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates their agreement, they are required to repay the savings to CEI and CEI will refund the remaining prepayment related to that participant to Energy Acquisition Corp.

The natural gas program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each November these estimates are compared to their actual usage for the year and any necessary adjustments are made.

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

Note 17 - Contingencies

A. Grants

The School District received financial assistance from federal and state 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 adverse effect on the overall financial position of the School District at June 30, 2002.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

B. Litigation

The Maple Heights City School District is a party to legal proceedings. The School Board is of the opinion that the ultimate disposition of the current proceedings will not have a material effect, if any, on the financial condition of the School District.

Note 18 - Set-Asides

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

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

	Capital Improvements	Textbooks and Instructional Material
Set-Aside Reserve Balance as of June 30, 2001	\$0	\$0
Current Year Set-Aside Requirement	613,477	613,477
Qualifying Disbursements	(872,537)	(688,251)
Totals	(\$259,060)	(\$74,774)
Set-Aside Balance Carried Forward to		
Future Fiscal Years	\$0	(\$74,774)
Set-Aside Reserve Balance as of June 30, 2002	\$0	\$0

The School District had qualifying disbursements during the fiscal year that reduced the textbook set-aside amount below zero. The extra amount for textbooks may be used to reduce the set-aside requirement in future fiscal years. Although the School District had qualifying disbursements during the fiscal year that reduced the capital improvement set-aside amount below zero, the extra amount for capital improvements may not be used to reduce the set-aside requirement for future years. This negative balance is therefore not presented as being carried forward to future years.

Note 19 – Interfund Transfers and Balances

A. Transfers

The General fund reported a transfer out at June 30, 2002 of \$85,000. The Athletics and Music special revenue fund had a transfer in of the same amount. The transfer represents the collection of activity fees for athletics.

Maple Heights City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

B. Balances

The general fund reported an interfund receivable at June 30, 2002 of \$6,085. The following nonmajor special revenue funds had interfund payables; Title VI-B fund, \$813; Carl Perkins Grant fund, \$5,041; and the Preschool Grant fund, \$231. These advances were made to cover negative cash balances.

Note 20 - School State 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 decision 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 School District is currently unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

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**Combining Statements and
Individual Fund Schedules**

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Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

To account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes.

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

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

Mental Health and Mental Retardation Fund - This fund accounts for funding to provide programs for special needs students.

Public School Support Fund - This fund accounts for school site sales revenue and expenditures for field trips, assemblies, and other activity costs.

Local Grants Fund - This fund accounts for funds received to promote community involvement and volunteer activities between the School District and community.

Venture Capital Fund - This fund accounts for State monies used to involve the community with the School District.

Athletics and Music Fund - This fund accounts for gate receipts and other revenues from athletic events and costs (except supplemental coaching contracts) of the athletic program, including transportation.

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

Teacher Development Fund - This fund accounts for State monies used to provide assistance in the School District for the development of in-service programs.

Management Information Systems Fund - This fund accounts for State monies which support the development of hardware, software or other costs associated with the management information system.

Disadvantaged Pupil Program Fund - This fund accounts for State monies used for improving the educational and cultural status of disadvantaged pupils.

School Net Professional Development Fund - This fund accounts for State monies received for computer training for teachers in the School District provided by Ohio Educational Computer Networks connections.

Textbooks and Instructional Materials Fund - This fund accounts for State monies for textbooks and materials for the curriculum

(continued)

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds (continued)

Ohio Reads Grant Fund - This fund accounts for State monies received for the purpose of providing an intense intervention literacy program for students Kindergarten through Third grade. This program also provides for community volunteers in a one on one setting.

Summer School Subsidy Fund - This fund accounts for State monies which provide summer school programs for the student body.

Alternative School Fund - This fund accounts for state monies received for the purpose of providing an alternative educational setting for students who have not succeeded in a typical classroom.

Miscellaneous State Grants Fund - This fund accounts for State monies which support academic and enrichment programs for the student body.

Eisenhower Math and Science Fund - This fund accounts for monies used to improve the skills of teachers and the quality of instruction in mathematics, science, foreign languages and computer learning.

Title VI-B Fund - This fund accounts for Federal monies used to assist schools in the identification of handicapped children, development of procedural safeguards, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Carl Perkins Grant Fund - This fund accounts for State monies used for the development of vocational educational programs in the following categories: secondary, post-secondary, adult, disadvantaged, and handicapped persons, exemplary programs, cooperative education, ancillary services, research, advisory committees and work study projects.

Title I Fund - This fund accounts for Federal monies used to assist the School District in meeting the special needs of educationally deprived children.

Title VI Fund - This fund accounts for Federal monies which support the implementation of a variety of programs such as computer education, gifted and talented programs, in-service and staff development.

Drug Free Schools Fund - This fund accounts for Federal monies which support the implementation of programs for drug abuse education and prevention.

Preschool Grant Fund - This fund accounts for Federal monies used for a preschool for students with disabilities.

E-Rate Grant Fund - This fund accounts for Federal monies paid directly to a telecommunication provider.

Continuous Improvement Fund - This fund accounts for various monies received through State agencies from the Federal government to provide education improvements to the School District.

Goals 2000 Fund - This fund accounts for Federal which support various community services.

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Debt Service Fund

The bond retirement fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Nonmajor Capital Projects Fund

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

SchoolNet Fund - This fund accounts for state monies to be used to provide wiring to all classrooms that supports the transmission of voice, video and data, and to provide a computer workstation and related technology for every classroom.

Agency Funds

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

Youth Development Initiative Fund - This fund reflects resources that belong to American Academy Physical Therapy that are used for providing activities and after school care for over 400 students.

Maple Heights City School District

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2002

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$748,662	\$288,205	\$113,799	\$1,150,666
Receivables:				
Taxes	0	268,121	0	268,121
Accounts	3,647	0	0	3,647
Intergovernmental	135,932	0	0	135,932
Inventory Held for Resale	4,914	0	0	4,914
Materials and Supplies Inventory	2,863	0	0	2,863
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Total Assets</i>	<u>\$896,018</u>	<u>\$556,326</u>	<u>\$113,799</u>	<u>\$1,566,143</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$10,260	\$0	\$0	\$10,260
Accrued Wages	183,263	0	0	183,263
Intergovernmental Payable	46,815	0	0	46,815
Interfund Payable	6,085	0	0	6,085
Deferred Revenue	105,932	203,725	0	309,657
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Total Liabilities</i>	<u>352,355</u>	<u>203,725</u>	<u>0</u>	<u>556,080</u>
Fund Balances:				
Reserved for Encumbrances	77,270	0	19,990	97,260
Reserved for Property Taxes	0	58,837	0	58,837
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	466,393	0	0	466,393
Debt Service Funds	0	293,764	0	293,764
Capital Projects Funds	0	0	93,809	93,809
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Total Fund Balances</i>	<u>543,663</u>	<u>352,601</u>	<u>113,799</u>	<u>1,010,063</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$896,018</u>	<u>\$556,326</u>	<u>\$113,799</u>	<u>\$1,566,143</u>

Maple Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2002

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues				
Taxes	\$0	\$548,079	\$0	\$548,079
Intergovernmental	2,496,285	28,220	62,798	2,587,303
Charges for Services	843,736	0	0	843,736
Tuition and Fees	114,277	0	0	114,277
Extracurricular Activities	58,847	0	0	58,847
Contributions and Donations	22,264	0	0	22,264
Miscellaneous	1,734	0	0	1,734
<i>Total Revenues</i>	<u>3,537,143</u>	<u>576,299</u>	<u>62,798</u>	<u>4,176,240</u>
Expenditures				
Current:				
Instruction:				
Regular	999,786	0	0	999,786
Special	503,369	0	0	503,369
Vocational	37,841	0	0	37,841
Support Services:				
Pupil	7,390	0	0	7,390
Instructional Staff	18,663	0	0	18,663
Administration	110,069	0	0	110,069
Fiscal	25	18,798	0	18,823
Operation and Maintenance of Plant	117,319	0	0	117,319
Central	5,474	0	0	5,474
Operation of Non-instructional Services	257,290	0	0	257,290
Extracurricular Activities	161,222	0	0	161,222
Food Service Operations	1,696,489	0	0	1,696,489
Capital Outlay	0	0	57,771	57,771
Debt Service:				
Principal Retirement	0	405,000	0	405,000
Interest and Fiscal Charges	0	38,194	0	38,194
<i>Total Expenditures</i>	<u>3,914,937</u>	<u>461,992</u>	<u>57,771</u>	<u>4,434,700</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(377,794)	114,307	5,027	(258,460)
Other Financing Sources				
Transfers In	85,000	0	0	85,000
<i>Net Change in Fund Balances</i>	(292,794)	114,307	5,027	(173,460)
<i>Fund Balances Beginning of Year</i>	<u>836,457</u>	<u>238,294</u>	<u>108,772</u>	<u>1,183,523</u>
<i>Fund Balances End of Year</i>	<u><u>\$543,663</u></u>	<u><u>\$352,601</u></u>	<u><u>\$113,799</u></u>	<u><u>\$1,010,063</u></u>

Maple Heights City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2002

	Food Service	Uniform School Supplies	Mental Health and Mental Retardation	Public School Support
Assets				
Equity in Pooled Cash and Cash Equivalents	\$170,893	\$116,737	\$24,335	\$11,831
Accounts Receivable	0	3,647	0	0
Intergovernmental Receivable	0	0	0	0
Inventory Held for Resale	4,914	0	0	0
Materials and Supplies Inventory	2,863	0	0	0
<i>Total Assets</i>	\$178,670	\$120,384	\$24,335	\$11,831
 Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$254	\$0	\$0	\$1,492
Accrued Wages	16,686	0	12,207	0
Intergovernmental Payable	16,793	0	1,311	1,571
Interfund Payable	0	0	0	0
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	33,733	0	13,518	3,063
 Fund Balances				
Reserved for Encumbrances	5,587	5,646	573	1,823
Unreserved, Undesignated (Deficit)	139,350	114,738	10,244	6,945
<i>Total Fund Balances (Deficit)</i>	144,937	120,384	10,817	8,768
<i>Total Liabilities and Fund Balances</i>	\$178,670	\$120,384	\$24,335	\$11,831

<u>Local Grants</u>	<u>Athletics and Music</u>	<u>Auxiliary Services</u>	<u>Management Information Systems</u>	<u>Disadvantaged Pupil Program</u>	<u>School Net Professional Development</u>	<u>Textbooks and Instructional Materials</u>
\$11,243	\$56,321	\$41,766	\$26,900	\$29,007	\$52,456	\$542
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$11,243</u>	<u>\$56,321</u>	<u>\$41,766</u>	<u>\$26,900</u>	<u>\$29,007</u>	<u>\$52,456</u>	<u>\$542</u>
\$277	\$0	\$0	\$0	\$0	\$0	\$0
0	0	6,212	0	116,311	0	0
322	434	2,260	0	16,640	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>599</u>	<u>434</u>	<u>8,472</u>	<u>0</u>	<u>132,951</u>	<u>0</u>	<u>0</u>
6,795	2,582	16,067	0	0	0	0
3,849	53,305	17,227	26,900	(103,944)	52,456	542
<u>10,644</u>	<u>55,887</u>	<u>33,294</u>	<u>26,900</u>	<u>(103,944)</u>	<u>52,456</u>	<u>542</u>
<u>\$11,243</u>	<u>\$56,321</u>	<u>\$41,766</u>	<u>\$26,900</u>	<u>\$29,007</u>	<u>\$52,456</u>	<u>\$542</u>

(continued)

Maple Heights City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2002

	Ohio Reads Grant	Summer School Subsidy	Alternative School	Miscellaneous State Grants
Assets				
Equity in Pooled Cash and Cash Equivalents	\$6,305	\$35,222	\$60	\$58,633
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	30,000	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$36,305</u>	<u>\$35,222</u>	<u>\$60</u>	<u>\$58,633</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$430	\$0	\$0
Accrued Wages	0	0	0	0
Intergovernmental Payable	0	0	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>430</u>	<u>0</u>	<u>0</u>
Fund Balances				
Reserved for Encumbrances	5,353	994	0	4,115
Unreserved, Undesignated (Deficit)	30,952	33,798	60	54,518
<i>Total Fund Balances (Deficit)</i>	<u>36,305</u>	<u>34,792</u>	<u>60</u>	<u>58,633</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$36,305</u>	<u>\$35,222</u>	<u>\$60</u>	<u>\$58,633</u>

Eisenhower Math and Science	Title VI-B	Carl Perkins Grant	Title I	Title VI	Drug Free Schools	Preschool Grant
\$10,218	\$0	\$0	\$22,743	\$11,231	\$10,615	\$0
0	0	0	0	0	0	0
1,426	0	0	39,212	19,007	28,912	11,102
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$11,644</u>	<u>\$0</u>	<u>\$0</u>	<u>\$61,955</u>	<u>\$30,238</u>	<u>\$39,527</u>	<u>\$11,102</u>

\$2,195	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	21,574	0	0	0
0	574	0	4,662	0	0	0
0	813	5,041	0	0	0	231
1,426	0	0	39,212	19,007	28,912	11,102
<u>3,621</u>	<u>1,387</u>	<u>5,041</u>	<u>65,448</u>	<u>19,007</u>	<u>28,912</u>	<u>11,333</u>
3,071	0	14,158	0	9,984	0	0
4,952	(1,387)	(19,199)	(3,493)	1,247	10,615	(231)
<u>8,023</u>	<u>(1,387)</u>	<u>(5,041)</u>	<u>(3,493)</u>	<u>11,231</u>	<u>10,615</u>	<u>(231)</u>
<u>\$11,644</u>	<u>\$0</u>	<u>\$0</u>	<u>\$61,955</u>	<u>\$30,238</u>	<u>\$39,527</u>	<u>\$11,102</u>

(continued)

Maple Heights City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2002

	<u>E-Rate Grant</u>	<u>Continuous Improvement</u>	<u>Goals 2000</u>	<u>Total Nonmajor Special Revenue Funds</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$21,256	\$28,297	\$2,051	\$748,662
Accounts Receivable	0	0	0	3,647
Intergovernmental Receivable	0	0	6,273	135,932
Inventory Held for Resale	0	0	0	4,914
Materials and Supplies Inventory	0	0	0	2,863
<i>Total Assets</i>	<u>\$21,256</u>	<u>\$28,297</u>	<u>\$8,324</u>	<u>\$896,018</u>
 Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$5,612	\$0	\$10,260
Accrued Wages	0	0	10,273	183,263
Intergovernmental Payable	0	0	2,248	46,815
Interfund Payable	0	0	0	6,085
Deferred Revenue	0	0	6,273	105,932
<i>Total Liabilities</i>	<u>0</u>	<u>5,612</u>	<u>18,794</u>	<u>352,355</u>
 Fund Balances				
Reserved for Encumbrances	0	522	0	77,270
Unreserved, Undesignated (Deficit)	21,256	22,163	(10,470)	466,393
<i>Total Fund Balances (Deficit)</i>	<u>21,256</u>	<u>22,685</u>	<u>(10,470)</u>	<u>543,663</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$21,256</u>	<u>\$28,297</u>	<u>\$8,324</u>	<u>\$896,018</u>

Maple Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2002

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Mental Health and Mental Retardation</u>	<u>Public School Support</u>
Revenues				
Intergovernmental	\$768,952	\$0	\$87,253	\$0
Charges for Services	843,736	0	0	0
Tuition and Fees	0	114,277	0	0
Extracurricular Activities	0	0	0	7,707
Contributions and Donations	0	0	0	19,827
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>1,612,688</u>	<u>114,277</u>	<u>87,253</u>	<u>27,534</u>
Expenditures				
Current:				
Instruction:				
Regular	0	104,127	0	0
Special	0	0	4,877	0
Vocational	0	13,071	0	0
Support Services:				
Pupil	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	110,069	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Central	0	0	0	0
Operation of Non-instructional Services	0	0	0	0
Extracurricular Activities	0	0	0	29,677
Food Service Operations	1,696,489	0	0	0
<i>Total Expenditures</i>	<u>1,696,489</u>	<u>117,198</u>	<u>114,946</u>	<u>29,677</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(83,801)	(2,921)	(27,693)	(2,143)
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	(83,801)	(2,921)	(27,693)	(2,143)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>228,738</u>	<u>123,305</u>	<u>38,510</u>	<u>10,911</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$144,937</u>	<u>\$120,384</u>	<u>\$10,817</u>	<u>\$8,768</u>

(continued)

Maple Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2002

	Local Grants	Athletics and Music	Auxiliary Services	Teacher Development
Revenues				
Intergovernmental	\$37,077	\$0	\$227,384	\$0
Charges for Services	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	51,140	0	0
Contributions and Donations	0	2,437	0	0
Miscellaneous	0	1,734	0	0
<i>Total Revenues</i>	<u>37,077</u>	<u>55,311</u>	<u>227,384</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular	54,352	0	0	0
Special	0	0	0	0
Vocational	0	0	0	0
Support Services:				
Pupil	0	0	0	0
Instructional Staff	0	0	0	507
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Central	0	0	0	0
Operation of Non-instructional Services	0	0	220,848	0
Extracurricular Activities	0	131,545	0	0
Food Service Operations	0	0	0	0
<i>Total Expenditures</i>	<u>54,352</u>	<u>131,545</u>	<u>220,848</u>	<u>507</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(17,275)	(76,234)	6,536	(507)
Other Financing Sources				
Transfers In	0	85,000	0	0
<i>Net Change in Fund Balances</i>	(17,275)	8,766	6,536	(507)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>27,919</u>	<u>47,121</u>	<u>26,758</u>	<u>507</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$10,644</u>	<u>\$55,887</u>	<u>\$33,294</u>	<u>\$0</u>

<u>Management Information Systems</u>	<u>Disadvantaged Pupil Program</u>	<u>School Net Professional Development</u>	<u>Textbooks and Instructional Materials</u>	<u>Ohio Reads Grant</u>	<u>Summer School Subsidy</u>
\$13,997	\$515,980	\$28,592	\$0	\$66,000	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>13,997</u>	<u>515,980</u>	<u>28,592</u>	<u>0</u>	<u>66,000</u>	<u>0</u>
0	620,223	0	0	39,495	10,316
0	341	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	1,741	0	6,707	0
0	0	0	0	0	0
25	0	0	0	0	0
0	0	0	0	0	0
3,931	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>3,956</u>	<u>620,564</u>	<u>1,741</u>	<u>0</u>	<u>46,202</u>	<u>10,316</u>
10,041	(104,584)	26,851	0	19,798	(10,316)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
10,041	(104,584)	26,851	0	19,798	(10,316)
<u>16,859</u>	<u>640</u>	<u>25,605</u>	<u>542</u>	<u>16,507</u>	<u>45,108</u>
<u>\$26,900</u>	<u>(\$103,944)</u>	<u>\$52,456</u>	<u>\$542</u>	<u>\$36,305</u>	<u>\$34,792</u>

(continued)

Maple Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2002

	Alternative School	Miscellaneous State Grants	Eisenhower Math and Science	Title VI-B
Revenues				
Intergovernmental	\$105,528	\$15,700	\$17,885	\$322,892
Charges for Services	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>105,528</u>	<u>15,700</u>	<u>17,885</u>	<u>322,892</u>
Expenditures				
Current:				
Instruction:				
Regular	0	14,633	0	0
Special	0	0	9,924	300,000
Vocational	0	0	0	0
Support Services:				
Pupil	0	812	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	117,319	0	0	0
Central	0	0	0	0
Operation of Non-instructional Services	0	0	0	24,292
Extracurricular Activities	0	0	0	0
Food Service Operations	0	0	0	0
<i>Total Expenditures</i>	<u>117,319</u>	<u>15,445</u>	<u>9,924</u>	<u>324,292</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(11,791)	255	7,961	(1,400)
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	(11,791)	255	7,961	(1,400)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>11,851</u>	<u>58,378</u>	<u>62</u>	<u>13</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$60</u>	<u>\$58,633</u>	<u>\$8,023</u>	<u>(\$1,387)</u>

Carl Perkins Grant	Title I	Title VI	Drug Free Schools	Preschool Grant	E-Rate Grant
\$38,776	\$139,013	\$12,601	\$21,878	\$20,684	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>38,776</u>	<u>139,013</u>	<u>12,601</u>	<u>21,878</u>	<u>20,684</u>	<u>0</u>
468	0	12,171	15,890	0	0
0	168,203	0	0	20,024	0
24,770	0	0	0	0	0
5,071	0	0	0	1,507	0
9,708	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
1,543	0	0	0	0	0
0	7,900	4,250	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>41,560</u>	<u>176,103</u>	<u>16,421</u>	<u>15,890</u>	<u>21,531</u>	<u>0</u>
(2,784)	(37,090)	(3,820)	5,988	(847)	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(2,784)	(37,090)	(3,820)	5,988	(847)	0
<u>(2,257)</u>	<u>33,597</u>	<u>15,051</u>	<u>4,627</u>	<u>616</u>	<u>21,256</u>
<u>(\$5,041)</u>	<u>(\$3,493)</u>	<u>\$11,231</u>	<u>\$10,615</u>	<u>(\$231)</u>	<u>\$21,256</u>

(continued)

Maple Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2002

	Continuous Improvement	Goals 2000	Total Nonmajor Special Revenue Funds
Revenues			
Intergovernmental	\$0	\$56,093	\$2,496,285
Charges for Services	0	0	843,736
Tuition and Fees	0	0	114,277
Extracurricular Activities	0	0	58,847
Contributions and Donations	0	0	22,264
Miscellaneous	0	0	1,734
	<hr/>	<hr/>	<hr/>
<i>Total Revenues</i>	0	56,093	3,537,143
Expenditures			
Current:			
Instruction:			
Regular	29,898	98,213	999,786
Special	0	0	503,369
Vocational	0	0	37,841
Support Services:			
Pupil	0	0	7,390
Instructional Staff	0	0	18,663
Administration	0	0	110,069
Fiscal	0	0	25
Operation and Maintenance of Plant	0	0	117,319
Central	0	0	5,474
Operation of Non-instructional Services	0	0	257,290
Extracurricular Activities	0	0	161,222
Food Service Operations	0	0	1,696,489
	<hr/>	<hr/>	<hr/>
<i>Total Expenditures</i>	29,898	98,213	3,914,937
<i>Excess of Revenues Over (Under) Expenditures</i>	(29,898)	(42,120)	(377,794)
Other Financing Sources			
Transfers In	0	0	85,000
	<hr/>	<hr/>	<hr/>
<i>Net Change in Fund Balances</i>	(29,898)	(42,120)	(292,794)
<i>Fund Balances (Deficit) Beginning of Year</i>	52,583	31,650	836,457
	<hr/>	<hr/>	<hr/>
<i>Fund Balances (Deficit) End of Year</i>	\$22,685	(\$10,470)	\$543,663
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Maple Heights City School District
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2002

	Beginning Balance June 30, 2001	Additions	Reductions	Ending Balance June 30, 2002
Student Activities				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$55,324	\$545,003	\$541,086	\$59,241
Liabilities				
Due to Students	\$55,324	\$545,003	\$541,086	\$59,241
Youth Development Initiative				
Assets				
Intergovernmental Receivable	\$194,659	\$0	\$194,659	\$0
Liabilities				
Accounts Payable	\$194,659	\$0	\$194,659	\$0
All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$55,324	\$545,003	\$541,086	\$59,241
Intergovernmental Receivable	194,659	0	194,659	0
Total Assets	\$249,983	\$545,003	\$735,745	\$59,241
Liabilities				
Accounts Payable	\$194,659	\$0	\$194,659	\$0
Due to Students	55,324	545,003	541,086	59,241
Total Liabilities	\$249,983	\$545,003	\$735,745	\$59,241

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**Individual Fund Schedules of Revenues, Expenditures
and Changes in Fund Balances -
Budget (Non-GAAP Basis) and Actual**

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Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes	\$11,505,008	\$11,607,817	\$11,892,402	\$284,585
Intergovernmental	14,333,923	14,462,012	14,816,571	354,559
Interest	92,591	93,419	95,709	2,290
Tuition and Fees	472,792	477,018	488,713	11,695
Rentals	629	634	650	16
Extracurricular Activities	1,678	1,693	1,734	41
Charges for Services	8,954	9,035	9,256	221
Other	63,061	95,007	106,292	11,285
<i>Total Revenues</i>	<u>26,478,636</u>	<u>26,746,635</u>	<u>27,411,327</u>	<u>664,692</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	7,450,262	7,604,135	7,604,135	0
Purchased Services	660,753	674,400	674,400	0
Materials and Supplies	364,172	371,693	371,693	0
Capital Outlay	61,882	63,161	63,161	0
Total Regular	<u>8,537,069</u>	<u>8,713,389</u>	<u>8,713,389</u>	<u>0</u>
Special:				
Salaries	1,646,951	1,680,966	1,680,966	0
Purchased Services	1,064,964	1,086,959	1,086,959	0
Materials and Supplies	5,085	5,191	5,191	0
Capital Outlay	6,220	6,348	6,348	0
Total Special	<u>2,723,220</u>	<u>2,779,464</u>	<u>2,779,464</u>	<u>0</u>
Vocational:				
Salaries	1,106,340	1,129,190	1,129,190	0
Purchased Services	8,844	9,027	9,027	0
Materials and Supplies	70,464	72,297	72,297	0
Capital Outlay	3,490	3,562	3,562	0
Other	759	775	775	0
Total Vocational	<u>1,189,897</u>	<u>1,214,851</u>	<u>1,214,851</u>	<u>0</u>
Total Instruction	<u>\$12,450,186</u>	<u>\$12,707,704</u>	<u>\$12,707,704</u>	<u>\$0</u>

(continued)

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Support Services:				
Pupils:				
Salaries	\$757,469	\$773,114	\$773,114	\$0
Purchased Services	153,826	157,004	157,004	0
Materials and Supplies	44,673	45,596	45,596	0
Capital Outlay	463	473	473	0
Other	794	810	810	0
Total Pupils	<u>957,225</u>	<u>976,997</u>	<u>976,997</u>	<u>0</u>
Instructional Staff:				
Salaries	358,293	365,694	365,694	0
Fringe Benefits	20	20	20	0
Purchased Services	82	84	84	0
Materials and Supplies	80,499	82,161	82,161	0
Capital Outlay	9,947	10,152	10,152	0
Other	322	329	329	0
Total Instructional Staff	<u>449,163</u>	<u>458,440</u>	<u>458,440</u>	<u>0</u>
Board of Education:				
Salaries	23,556	24,043	24,043	0
Purchased Services	3,171	3,236	3,236	0
Materials and Supplies	6,395	6,527	6,527	0
Other	10,400	10,615	10,615	0
Total Board of Education	<u>43,522</u>	<u>44,421</u>	<u>44,421</u>	<u>0</u>
Administration:				
Salaries	1,801,355	1,838,559	1,838,559	0
Fringe Benefits	21,461	21,904	21,904	0
Purchased Services	447,504	456,747	456,747	0
Materials and Supplies	95,641	97,617	97,617	0
Capital Outlay	9,264	9,455	9,455	0
Other	15,372	15,690	15,690	0
Total Administration	<u>2,390,597</u>	<u>2,439,972</u>	<u>2,439,972</u>	<u>0</u>
Fiscal:				
Salaries	277,717	283,453	283,453	0
Fringe Benefits	4,956,712	5,059,085	5,059,085	0
Purchased Services	182,925	186,704	186,704	0
Materials and Supplies	11,530	11,767	11,767	0
Capital Outlay	3,845	3,924	3,924	0
Other	275,187	280,871	280,871	0
Total Fiscal	<u>\$5,707,916</u>	<u>\$5,825,804</u>	<u>\$5,825,804</u>	<u>\$0</u>

(continued)

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Business:				
Salaries	\$213,139	\$217,541	\$217,541	\$0
Purchased Services	97,366	99,375	99,375	0
Materials and Supplies	108,732	110,978	110,978	0
Capital Outlay	11,599	11,839	11,839	0
Other	1,930	1,970	1,970	0
Total Business	<u>432,766</u>	<u>441,703</u>	<u>441,703</u>	<u>0</u>
Operation and Maintenance of Plant:				
Salaries	1,521,481	1,552,905	1,552,905	0
Purchased Services	1,377,056	1,405,496	1,405,496	0
Materials and Supplies	173,193	176,771	176,771	0
Capital Outlay	9,610	9,809	9,809	0
Total Operation and Maintenance of Plant	<u>3,081,340</u>	<u>3,144,981</u>	<u>3,144,981</u>	<u>0</u>
Pupil Transportation:				
Salaries	443,942	453,111	453,111	0
Purchased Services	378,002	385,809	385,809	0
Materials and Supplies	66,702	68,080	68,080	0
Capital Outlay	202,835	207,024	207,024	0
Other	17,682	18,048	18,048	0
Total Pupil Transportation	<u>1,109,163</u>	<u>1,132,072</u>	<u>1,132,072</u>	<u>0</u>
Central:				
Purchased Services	4,291	4,380	4,380	0
Materials and Supplies	5,851	5,972	5,972	0
Total Central	<u>10,142</u>	<u>10,352</u>	<u>10,352</u>	<u>0</u>
Total Support Services	<u>14,181,834</u>	<u>14,474,742</u>	<u>14,474,742</u>	<u>0</u>
Extracurricular Activities:				
Academic Oriented:				
Purchased Services	55,706	56,857	56,857	0
Materials and Supplies	3,760	3,837	3,837	0
Total Academic Oriented	<u>\$59,466</u>	<u>\$60,694</u>	<u>\$60,694</u>	<u>\$0</u>

(continued)

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Sports Oriented:				
Salaries	\$244,829	\$249,885	\$249,885	\$0
Purchased Services	4,304	4,393	4,393	0
Materials and Supplies	2,878	2,937	2,937	0
Total Sports Oriented	<u>252,011</u>	<u>257,215</u>	<u>257,215</u>	<u>0</u>
School and Public Service:				
Salaries	100,298	102,370	102,370	0
Purchased Services	392	400	400	0
Total School and Public Service	<u>100,690</u>	<u>102,770</u>	<u>102,770</u>	<u>0</u>
Total Extracurricular Activities	<u>412,167</u>	<u>420,679</u>	<u>420,679</u>	<u>0</u>
Capital Outlay:				
Building Acquisition:				
Other	3,295	3,363	3,363	0
Other Facilities Acquisition:				
Purchased Services	33,268	33,956	33,956	0
Total Capital Outlay	<u>36,563</u>	<u>37,319</u>	<u>37,319</u>	<u>0</u>
Debt Service:				
Principal Retirement	3,740,741	3,818,000	3,818,000	0
Interest and Fiscal Charges	134,509	137,287	137,287	0
Total Debt Service	<u>3,875,250</u>	<u>3,955,287</u>	<u>3,955,287</u>	<u>0</u>
Total Expenditures	<u>30,956,000</u>	<u>31,595,731</u>	<u>31,595,731</u>	<u>0</u>
Excess of Revenues Under Expenditures	<u>(4,477,364)</u>	<u>(4,849,096)</u>	<u>(4,184,404)</u>	<u>664,692</u>
Other Financing Sources (Uses)				
Notes Issued	3,581,142	3,613,143	3,692,000	78,857
Transfers Out	(85,000)	(37,269)	(85,000)	(47,731)
Total Other Financing Sources (Uses)	<u>3,496,142</u>	<u>3,575,874</u>	<u>3,607,000</u>	<u>31,126</u>
Net Change in Fund Balance	<u>(981,222)</u>	<u>(1,273,222)</u>	<u>(577,404)</u>	<u>695,818</u>
Fund Balance Beginning of Year	<u>1,273,223</u>	<u>1,273,223</u>	<u>1,273,223</u>	<u>0</u>
Prior Year Encumbrances Appropriated	<u>88,738</u>	<u>88,738</u>	<u>88,738</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$380,739</u></u>	<u><u>\$88,739</u></u>	<u><u>\$784,557</u></u>	<u><u>\$695,818</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes	\$360,492	\$518,957	\$136,427	(\$382,530)
Intergovernmental	139,988	201,524	52,978	(148,546)
<i>Total Revenues</i>	<u>500,480</u>	<u>720,481</u>	<u>189,405</u>	<u>(531,076)</u>
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Materials and Supplies	18,957	26,348	26,348	0
Capital Outlay	143,480	199,422	199,422	0
Total Support Services	162,437	225,770	225,770	0
Capital Outlay:				
Building Improvements:				
Capital Outlay	362,563	514,230	503,922	10,308
<i>Total Expenditures</i>	<u>525,000</u>	<u>740,000</u>	<u>729,692</u>	<u>10,308</u>
<i>Net Change in Fund Balance</i>	(24,520)	(19,519)	(540,287)	(520,768)
<i>Fund Balance Beginning of Year</i>	24,519	24,519	24,519	0
Prior Year Encumbrances Appropriated	570,567	570,567	570,567	0
<i>Fund Balance End of Year</i>	<u><u>\$570,566</u></u>	<u><u>\$575,567</u></u>	<u><u>\$54,799</u></u>	<u><u>(\$520,768)</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$859,627	\$325,191	\$319,179	(\$6,012)
Charges for Services	325,191	859,627	843,736	(15,891)
<i>Total Revenues</i>	<u>1,184,818</u>	<u>1,184,818</u>	<u>1,162,915</u>	<u>(21,903)</u>
Expenditures				
Current:				
Food Services Operations:				
Salaries	522,359	522,359	473,654	48,705
Fringe Benefits	175,896	175,897	159,496	16,401
Purchased Services	33,931	30,767	30,767	0
Materials and Supplies	545,022	548,184	494,203	53,981
Capital Outlay	70,533	70,745	63,957	6,788
Other	2,259	2,048	2,048	0
<i>Total Expenditures</i>	<u>1,350,000</u>	<u>1,350,000</u>	<u>1,224,125</u>	<u>125,875</u>
<i>Net Change in Fund Balance</i>	(165,182)	(165,182)	(61,210)	103,972
<i>Fund Balance Beginning of Year</i>	165,182	165,182	165,182	0
Prior Year Encumbrances Appropriated	61,334	61,334	61,334	0
<i>Fund Balance End of Year</i>	<u>\$61,334</u>	<u>\$61,334</u>	<u>\$165,306</u>	<u>\$103,972</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$121,888	\$121,888	\$117,945	(\$3,943)
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	222,429	222,429	109,773	112,656
Vocational:				
Materials and Supplies	13,071	13,071	13,071	0
<i>Total Expenditures</i>	<u>235,500</u>	<u>235,500</u>	<u>122,844</u>	<u>112,656</u>
<i>Net Change in Fund Balance</i>	(113,612)	(113,612)	(4,899)	108,713
<i>Fund Balance Beginning of Year</i>	113,612	113,612	113,612	0
Prior Year Encumbrances Appropriated	<u>2,378</u>	<u>2,378</u>	<u>2,378</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,378</u></u>	<u><u>\$2,378</u></u>	<u><u>\$111,091</u></u>	<u><u>\$108,713</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Health and Mental Retardation Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$26,852	\$67,852	\$87,253	\$19,401
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	462	718	718	0
Materials and Supplies	836	1,297	1,297	0
Capital Outlay	2,005	3,112	3,112	0
Total Instruction	3,303	5,127	5,127	0
Support Services:				
Administration:				
Salaries	47,720	76,971	74,067	2,904
Fringe Benefits	17,977	27,902	27,902	0
Total Support Services	65,697	104,873	101,969	2,904
<i>Total Expenditures</i>	69,000	110,000	107,096	2,904
<i>Net Change in Fund Balance</i>	(42,148)	(42,148)	(19,843)	22,305
<i>Fund Balance Beginning of Year</i>	42,148	42,148	42,148	0
Prior Year Encumbrances Appropriated	1,457	1,457	1,457	0
<i>Fund Balance End of Year</i>	<u>\$1,457</u>	<u>\$1,457</u>	<u>\$23,762</u>	<u>\$22,305</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Extracurricular Activities	\$13,360	\$13,360	\$7,707	(\$5,653)
Gifts and Donations	34,366	34,366	19,827	(14,539)
<i>Total Revenues</i>	<u>47,726</u>	<u>47,726</u>	<u>27,534</u>	<u>(20,192)</u>
Expenditures				
Current:				
Extracurricular Activities:				
Academic Oriented:				
Purchased Services	1,882	982	982	0
Materials and Supplies	51,432	52,899	26,836	26,063
Capital Outlay	1,186	619	619	0
<i>Total Expenditures</i>	<u>54,500</u>	<u>54,500</u>	<u>28,437</u>	<u>26,063</u>
<i>Net Change in Fund Balance</i>	(6,774)	(6,774)	(903)	5,871
<i>Fund Balance Beginning of Year</i>	7,275	7,275	7,275	0
Prior Year Encumbrances Appropriated	3,634	3,634	3,634	0
<i>Fund Balance End of Year</i>	<u>\$4,135</u>	<u>\$4,135</u>	<u>\$10,006</u>	<u>\$5,871</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Local Grants Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$75,454	\$75,454	\$44,698	(\$30,756)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	23,444	15,170	15,170	0
Fringe Benefits	4,006	2,592	2,592	0
Purchased Services	5,452	3,528	3,528	0
Materials and Supplies	59,933	71,956	38,781	33,175
Total Regular	92,835	93,246	60,071	33,175
Adult/Continuing:				
Materials and Supplies	729	472	472	0
Capital Outlay	436	282	282	0
Total Adult/Continuing	1,165	754	754	0
<i>Total Expenditures</i>	94,000	94,000	60,825	33,175
<i>Net Change in Fund Balance</i>	(18,546)	(18,546)	(16,127)	2,419
<i>Fund Balance Beginning of Year</i>	18,546	18,546	18,546	0
Prior Year Encumbrances Appropriated	1,752	1,752	1,752	0
<i>Fund Balance End of Year</i>	<u>\$1,752</u>	<u>\$1,752</u>	<u>\$4,171</u>	<u>\$2,419</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Venture Capital Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$31,528	\$31,528	\$0	(\$31,528)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	31,528	31,528	0	31,528
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Athletics and Music Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Extracurricular Activities	\$29,856	\$29,856	\$51,140	\$21,284
Contributions and Donations	1,422	1,422	2,437	1,015
Miscellaneous	1,131	1,131	1,734	603
<i>Total Revenues</i>	<u>32,409</u>	<u>32,409</u>	<u>55,311</u>	<u>22,902</u>
Expenditures				
Current:				
Extracurricular Activities:				
Academic Oriented:				
Materials and Supplies	1,611	1,539	1,539	0
Occupational Oriented:				
Materials and Supplies	6,334	12,356	6,049	6,307
Sport Oriented Activities:				
Salaries	15,711	15,003	15,003	0
Fringe Benefits	3,166	3,023	3,023	0
Purchased Services	25,008	23,881	23,881	0
Materials and Supplies	46,776	44,670	44,670	0
Capital Outlay - New	28,115	26,847	26,847	0
Other	13,279	12,681	12,681	0
Total Sport Oriented Activities	<u>132,055</u>	<u>126,105</u>	<u>126,105</u>	<u>0</u>
<i>Total Expenditures</i>	<u>140,000</u>	<u>140,000</u>	<u>133,693</u>	<u>6,307</u>
<i>Excess of Revenues Under Expenditures</i>	(107,591)	(107,591)	(78,382)	29,209
Other Financing Sources				
Transfers In	85,000	85,000	85,000	0
<i>Net Change in Fund Balance</i>	(22,591)	(22,591)	6,618	29,209
<i>Fund Balance Beginning of Year</i>	22,591	22,591	22,591	0
Prior Year Encumbrances Appropriated	24,528	24,528	24,528	0
<i>Fund Balance End of Year</i>	<u>\$24,528</u>	<u>\$24,528</u>	<u>\$53,737</u>	<u>\$29,209</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$294,293	\$294,293	\$227,384	(\$66,909)
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries	83,877	87,186	65,719	21,467
Fringe Benefits	15,285	11,976	11,976	0
Purchased Services	99,439	99,439	77,911	21,528
Materials and Supplies	110,124	110,124	86,284	23,840
<i>Total Expenditures</i>	<u>308,725</u>	<u>308,725</u>	<u>241,890</u>	<u>66,835</u>
<i>Net Change in Fund Balance</i>	(14,432)	(14,432)	(14,506)	(74)
<i>Fund Balance Beginning of Year</i>	14,433	14,433	14,433	0
Prior Year Encumbrances Appropriated	<u>25,770</u>	<u>25,770</u>	<u>25,770</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$25,771</u></u>	<u><u>\$25,771</u></u>	<u><u>\$25,697</u></u>	<u><u>(\$74)</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Teacher Development Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$19,493	\$19,493	\$0	(\$19,493)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	20,000	20,000	507	19,493
<i>Net Change in Fund Balance</i>	(507)	(507)	(507)	0
<i>Fund Balance Beginning of Year</i>	507	507	507	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Management Information Systems Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$11,000</u>	<u>\$11,000</u>	<u>\$13,997</u>	<u>\$2,997</u>
Expenditures				
Current:				
Support Services:				
Fiscal:				
Capital Outlay	82	25	25	0
Central:				
Capital Outlay	<u>12,918</u>	<u>12,975</u>	<u>3,931</u>	<u>9,044</u>
<i>Total Expenditures</i>	<u>13,000</u>	<u>13,000</u>	<u>3,956</u>	<u>9,044</u>
<i>Net Change in Fund Balance</i>	(2,000)	(2,000)	10,041	12,041
<i>Fund Balance Beginning of Year</i>	16,460	16,460	16,460	0
Prior Year Encumbrances Appropriated	<u>399</u>	<u>399</u>	<u>399</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$14,859</u></u>	<u><u>\$14,859</u></u>	<u><u>\$26,900</u></u>	<u><u>\$12,041</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Disadvantaged Pupil Program Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$279,359	\$489,359	\$515,980	\$26,621
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	221,073	387,380	384,993	2,387
Fringe Benefits	58,731	102,279	102,279	0
Total Regular	279,804	489,659	487,272	2,387
Special:				
Materials and Supplies	196	341	341	0
<i>Total Expenditures</i>	280,000	490,000	487,613	2,387
<i>Net Change in Fund Balance</i>	(641)	(641)	28,367	29,008
<i>Fund Balance Beginning of Year</i>	641	641	641	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$29,008</u>	<u>\$29,008</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
School Net Professional Development Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$395	\$395	\$28,592	\$28,197
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	<u>26,000</u>	<u>26,000</u>	<u>1,741</u>	<u>24,259</u>
<i>Net Change in Fund Balance</i>	(25,605)	(25,605)	26,851	52,456
<i>Fund Balance Beginning of Year</i>	<u>25,605</u>	<u>25,605</u>	<u>25,605</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$52,456</u></u>	<u><u>\$52,456</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Textbooks and Instructional Materials Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>542</u>	<u>542</u>	<u>542</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$542</u></u>	<u><u>\$542</u></u>	<u><u>\$542</u></u>	<u><u>\$0</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads Grant Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$114,403	\$114,403	\$36,000	(\$78,403)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	555	249	249	0
Purchased Services	1,118	501	501	0
Materials and Supplies	98,366	99,289	44,098	55,191
Total Instruction	100,039	100,039	44,848	55,191
Support Services:				
Instructional Staff:				
Salaries	11,153	13,254	5,000	8,254
Materials and Supplies	3,808	1,707	1,707	0
Total Support Services	14,961	14,961	6,707	8,254
<i>Total Expenditures</i>	115,000	115,000	51,555	63,445
<i>Net Change in Fund Balance</i>	(597)	(597)	(15,555)	(14,958)
<i>Fund Balance Beginning of Year</i>	597	597	597	0
Prior Year Encumbrances Appropriated	15,910	15,910	15,910	0
<i>Fund Balance End of Year</i>	<u>\$15,910</u>	<u>\$15,910</u>	<u>\$952</u>	<u>(\$14,958)</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Summer School Subsidy Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$392	\$392	\$0	(\$392)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	19,151	19,151	4,760	14,391
Fringe Benefits	2,957	735	735	0
Materials and Supplies	23,392	25,614	5,814	19,800
<i>Total Expenditures</i>	<u>45,500</u>	<u>45,500</u>	<u>11,309</u>	<u>34,191</u>
<i>Net Change in Fund Balance</i>	(45,108)	(45,108)	(11,309)	33,799
<i>Fund Balance Beginning of Year</i>	<u>45,108</u>	<u>45,108</u>	<u>45,108</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$33,799</u></u>	<u><u>\$33,799</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Alternative School Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$78,149	\$108,149	\$105,528	(\$2,621)
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	<u>90,000</u>	<u>120,000</u>	<u>117,319</u>	<u>2,681</u>
<i>Net Change in Fund Balance</i>	(11,851)	(11,851)	(11,791)	60
<i>Fund Balance Beginning of Year</i>	<u>11,851</u>	<u>11,851</u>	<u>11,851</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$60</u></u>	<u><u>\$60</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$13,939	\$13,939	\$15,700	\$1,761
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	15,930	15,930	4,516	11,414
Purchased Services	7,054	2,000	2,000	0
Materials and Supplies	43,152	48,206	12,232	35,974
Total Instruction	66,136	66,136	18,748	47,388
Support Services:				
Pupils:				
Salaries	2,822	2,852	800	2,052
Materials and Supplies	42	12	12	0
Total Support Services	2,864	2,864	812	2,052
<i>Total Expenditures</i>	69,000	69,000	19,560	49,440
<i>Net Change in Fund Balance</i>	(55,061)	(55,061)	(3,860)	51,201
<i>Fund Balance Beginning of Year</i>	55,061	55,061	55,061	0
Prior Year Encumbrances Appropriated	3,318	3,318	3,318	0
<i>Fund Balance End of Year</i>	\$3,318	\$3,318	\$54,519	\$51,201

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Eisenhower Math and Science Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$26,439	\$26,439	\$17,885	(\$8,554)
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	5,312	2,165	2,165	0
Materials and Supplies	21,188	24,335	8,635	15,700
<i>Total Expenditures</i>	<u>26,500</u>	<u>26,500</u>	<u>10,800</u>	<u>15,700</u>
<i>Net Change in Fund Balance</i>	(61)	(61)	7,085	7,146
<i>Fund Balance Beginning of Year</i>	<u>61</u>	<u>61</u>	<u>61</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$7,146</u></u>	<u><u>\$7,146</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$290,000	\$324,520	\$322,892	(\$1,628)
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	268,753	301,283	300,000	1,283
Operation of Non-Instructional Services:				
Community Services:				
Salaries	17,475	19,507	19,507	0
Fringe Benefits	3,772	4,210	4,210	0
Total Operation of Non-Instructional Services	21,247	23,717	23,717	0
<i>Total Expenditures</i>	290,000	325,000	323,717	1,283
<i>Net Change in Fund Balance</i>	0	(480)	(825)	(345)
<i>Fund Balance Beginning of Year</i>	12	12	12	0
<i>Fund Balance (Deficit) End of Year</i>	\$12	(\$468)	(\$813)	(\$345)

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Carl Perkins Grant Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$60,000</u>	<u>\$60,000</u>	<u>\$49,308</u>	<u>(\$10,692)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	<u>348</u>	<u>468</u>	<u>468</u>	<u>0</u>
Vocational:				
Purchased Services	1,156	1,552	1,552	0
Materials and Supplies	6,725	9,028	9,028	0
Capital Outlay	<u>21,115</u>	<u>18,297</u>	<u>28,348</u>	<u>(10,051)</u>
Total Vocational	<u>28,996</u>	<u>28,877</u>	<u>38,928</u>	<u>(10,051)</u>
Total Instruction	<u>29,344</u>	<u>29,345</u>	<u>39,396</u>	<u>(10,051)</u>
Support Services:				
Pupils:				
Materials and Supplies	3,777	5,071	5,071	0
Instructional Staff:				
Purchased Services	<u>7,230</u>	<u>5,936</u>	<u>9,708</u>	<u>(3,772)</u>
Central:				
Purchased Services	745	605	1,000	(395)
Materials and Supplies	<u>404</u>	<u>543</u>	<u>543</u>	<u>0</u>
Total Central	<u>1,149</u>	<u>1,148</u>	<u>1,543</u>	<u>(395)</u>
Total Support Services	<u>12,156</u>	<u>12,155</u>	<u>16,322</u>	<u>(4,167)</u>
<i>Total Expenditures</i>	<u>41,500</u>	<u>41,500</u>	<u>55,718</u>	<u>(14,218)</u>
<i>Net Change in Fund Balance</i>	18,500	18,500	(6,410)	(24,910)
<i>Fund Balance (Deficit) Beginning of Year</i>	(15,874)	(15,874)	(15,874)	0
Prior Year Encumbrances Appropriated	<u>3,085</u>	<u>3,085</u>	<u>3,085</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u><u>\$5,711</u></u>	<u><u>\$5,711</u></u>	<u><u>(\$19,199)</u></u>	<u><u>(\$24,910)</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$248,840	\$248,840	\$177,221	(\$71,619)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries	197,824	197,825	128,501	69,324
Fringe Benefits	51,496	52,741	33,450	19,291
Materials and Supplies	3,553	2,307	2,307	0
Total Instruction	<u>252,873</u>	<u>252,873</u>	<u>164,258</u>	<u>88,615</u>
Operation of Non-Instructional Services:				
Community Services:				
Salaries	11,106	11,164	7,214	3,950
Fringe Benefits	165	107	107	0
Total Operation of Non-Instructional Services	<u>11,271</u>	<u>11,271</u>	<u>7,321</u>	<u>3,950</u>
<i>Total Expenditures</i>	<u>264,144</u>	<u>264,144</u>	<u>171,579</u>	<u>92,565</u>
<i>Net Change in Fund Balance</i>	(15,304)	(15,304)	5,642	20,946
<i>Fund Balance Beginning of Year</i>	15,303	15,303	15,303	0
Prior Year Encumbrances Appropriated	<u>1,798</u>	<u>1,798</u>	<u>1,798</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,797</u></u>	<u><u>\$1,797</u></u>	<u><u>\$22,743</u></u>	<u><u>\$20,946</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$27,936	\$27,936	\$12,601	(\$15,335)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	1,193	750	750	0
Purchased Services	13,722	14,165	8,627	5,538
Materials and Supplies	18,045	18,045	11,345	6,700
Total Instruction	32,960	32,960	20,722	12,238
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	6,905	7,698	4,341	3,357
Capital Outlay	2,135	1,342	1,342	0
Total Operation of Non-Instructional Services	9,040	9,040	5,683	3,357
<i>Total Expenditures</i>	42,000	42,000	26,405	15,595
<i>Net Change in Fund Balance</i>	(14,064)	(14,064)	(13,804)	260
<i>Fund Balance Beginning of Year</i>	14,064	14,064	14,064	0
Prior Year Encumbrances Appropriated	988	988	988	0
<i>Fund Balance End of Year</i>	\$988	\$988	\$1,248	\$260

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Schools Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$43,873	\$43,874	\$21,878	(\$21,996)
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	48,363	48,455	15,844	32,611
Materials and Supplies	137	46	46	0
<i>Total Expenditures</i>	<u>48,500</u>	<u>48,501</u>	<u>15,890</u>	<u>32,611</u>
<i>Net Change in Fund Balance</i>	(4,627)	(4,627)	5,988	10,615
<i>Fund Balance Beginning of Year</i>	<u>4,627</u>	<u>4,627</u>	<u>4,627</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$10,615</u></u>	<u><u>\$10,615</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool Grant Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$38,884</u>	<u>\$38,884</u>	<u>\$20,684</u>	<u>(\$18,200)</u>
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	29,338	29,338	15,992	13,346
Materials and Supplies	954	520	520	0
Capital Outlay	<u>6,443</u>	<u>6,877</u>	<u>3,512</u>	<u>3,365</u>
Total Instruction	36,735	36,735	20,024	16,711
Support Services:				
Pupils:				
Purchased Services	<u>2,765</u>	<u>2,765</u>	<u>1,507</u>	<u>1,258</u>
<i>Total Expenditures</i>	<u>39,500</u>	<u>39,500</u>	<u>21,531</u>	<u>17,969</u>
<i>Net Change in Fund Balance</i>	(616)	(616)	(847)	(231)
<i>Fund Balance Beginning of Year</i>	<u>616</u>	<u>616</u>	<u>616</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>(\$231)</u>	<u>(\$231)</u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
E-Rate Grant Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Administration:				
Purchased Services	<u>15,000</u>	<u>15,000</u>	<u>0</u>	<u>15,000</u>
<i>Net Change in Fund Balance</i>	(15,000)	(15,000)	0	15,000
<i>Fund Balance Beginning of Year</i>	<u>21,256</u>	<u>21,256</u>	<u>21,256</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$6,256</u></u>	<u><u>\$6,256</u></u>	<u><u>\$21,256</u></u>	<u><u>\$15,000</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Continuous Improvement Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	5,514	4,560	4,560	0
Fringe Benefits	845	698	698	0
Purchased Services	17,481	19,648	14,456	5,192
Materials and Supplies	<u>6,160</u>	<u>5,094</u>	<u>5,094</u>	<u>0</u>
<i>Total Expenditures</i>	<u>30,000</u>	<u>30,000</u>	<u>24,808</u>	<u>5,192</u>
<i>Net Change in Fund Balance</i>	(30,000)	(30,000)	(24,808)	5,192
<i>Fund Balance Beginning of Year</i>	51,704	51,704	51,704	0
Prior Year Encumbrances Appropriated	<u>879</u>	<u>879</u>	<u>879</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$22,583</u></u>	<u><u>\$22,583</u></u>	<u><u>\$27,775</u></u>	<u><u>\$5,192</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Goals 2000 Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$207,850	\$207,850	\$56,093	(\$151,757)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	219,913	219,913	66,105	153,808
Fringe Benefits	15,532	15,532	15,532	0
Purchased Services	2,055	2,055	2,055	0
Materials and Supplies	2,000	2,000	2,000	0
<i>Total Expenditures</i>	<u>239,500</u>	<u>239,500</u>	<u>85,692</u>	<u>153,808</u>
<i>Net Change in Fund Balance</i>	(31,650)	(31,650)	(29,599)	2,051
<i>Fund Balance Beginning of Year</i>	<u>31,650</u>	<u>31,650</u>	<u>31,650</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$2,051</u></u>	<u><u>\$2,051</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes	\$416,670	\$411,263	\$501,876	\$90,613
Intergovernmental	23,429	23,125	28,220	5,095
<i>Total Revenues</i>	<u>440,099</u>	<u>434,388</u>	<u>530,096</u>	<u>95,708</u>
Expenditures				
Current:				
Support Services:				
Fiscal:				
Other	<u>26,853</u>	<u>24,410</u>	<u>18,797</u>	<u>5,613</u>
Debt Service:				
Principal Retirement	578,583	525,984	405,000	120,984
Interest and Fiscal Charges	<u>54,564</u>	<u>49,604</u>	<u>38,194</u>	<u>11,410</u>
Total Debt Service	<u>633,147</u>	<u>575,588</u>	<u>443,194</u>	<u>132,394</u>
<i>Total Expenditures</i>	<u>660,000</u>	<u>599,998</u>	<u>461,991</u>	<u>138,007</u>
<i>Net Change in Fund Balance</i>	(219,901)	(165,610)	68,105	233,715
<i>Fund Balance Beginning of Year</i>	<u>220,100</u>	<u>220,100</u>	<u>220,100</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$199</u></u>	<u><u>\$54,490</u></u>	<u><u>\$288,205</u></u>	<u><u>\$233,715</u></u>

Maple Heights City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
SchoolNet Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$57,676</u>	<u>\$57,676</u>	<u>\$62,798</u>	<u>\$5,122</u>
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Materials and Supplies	13,763	13,763	11,476	2,287
Capital Outlay - New	<u>142,810</u>	<u>142,810</u>	<u>119,075</u>	<u>23,735</u>
<i>Total Expenditures</i>	<u>156,573</u>	<u>156,573</u>	<u>130,551</u>	<u>26,022</u>
<i>Net Change in Fund Balance</i>	(98,897)	(98,897)	(67,753)	31,144
<i>Fund Balance Beginning of Year</i>	98,896	98,896	98,896	0
Prior Year Encumbrances Appropriated	<u>62,665</u>	<u>62,665</u>	<u>62,665</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$62,664</u></u>	<u><u>\$62,664</u></u>	<u><u>\$93,808</u></u>	<u><u>\$31,144</u></u>

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Maple Heights City School District
General Fund Revenues by Source
and Expenditures by Function - Modified Accrual Basis (2)
Last Ten Fiscal Years

	2002 (1)	2001 (1)	2000 (1)	1999 (1)
Revenues				
Taxes	\$14,105,785	\$11,550,438	\$10,665,777	\$12,160,508
Intergovernmental	14,788,804	12,871,124	11,491,564	10,799,692
Interest	87,110	281,272	264,172	237,698
Charges for Services	9,256	6,705	8,684	9,869
Tuition and Fees	491,306	461,604	454,622	743,071
Rentals	650	0	1,230	1,202
Contributions and Donations	0	0	0	190
Extracurricular Activities	1,734	0	748	50
Miscellaneous	106,292	186,896	199,461	105,442
Other Financing Sources	0	10,121	183,092	3,260
Total	\$29,590,937	\$25,368,160	\$23,269,350	\$24,060,982
Expenditures				
Current:				
Instruction:				
Regular	\$11,193,107	\$10,327,314	\$10,431,891	\$9,356,418
Special	3,337,368	2,541,803	2,260,219	2,066,191
Vocational	1,583,960	1,572,326	1,420,454	1,334,077
Adult/Continuing	0	0	0	0
Support Services:				
Pupil	1,231,145	1,223,258	1,168,883	1,105,891
Instructional Staff	567,639	523,240	488,356	406,643
Board of Education	44,568	32,001	32,178	32,498
Administration	3,052,370	2,923,164	2,435,233	2,251,987
Fiscal	880,330	1,171,771	485,561	568,421
Business	536,262	9,909	479,085	531,546
Operation and Maintenance of Plant	3,793,590	3,173,066	2,864,937	2,720,897
Pupil Transportation	1,322,949	1,130,694	1,339,733	1,021,630
Central	9,974	6,396	8,217	9,704
Extracurricular Activities	490,293	453,001	448,731	490,443
Capital Outlay	37,319	0	72,954	5,644
Debt Service	114,667	112,847	106,517	109,770
Other Financing Uses	85,000	103,790	70,349	173,846
Total	\$28,280,541	\$25,304,580	\$24,113,298	\$22,185,606

Source: School District Financial Records

- (1) 1997 through 2002 reported on a GAAP basis, all other years on a Cash Basis.
- (2) Information is based on modified accrual. Information for full accrual will be presented when there are enough years of information to make comparisons.

1998 (1)	1997 (1)	1996	1995	1994	1993
\$11,484,719	\$12,388,447	\$10,062,072	\$10,242,261	\$8,901,298	\$8,688,731
9,367,497	8,695,013	7,644,263	7,044,943	5,748,254	5,707,783
240,780	187,346	143,517	129,182	138,333	85,399
15,700	12,400	0	0	0	0
77,246	3,039	2,030	6,704	87,145	75,610
2,009	1,771	0	0	0	0
260	159	0	0	0	0
832	39,964	35,430	36,641	27,547	27,439
185,254	103,679	296,286	197,154	138,445	99,117
0	69,430	1,349,927	724,029	2,857,563	651,379
<u>\$21,374,297</u>	<u>\$21,501,248</u>	<u>\$19,533,525</u>	<u>\$18,380,914</u>	<u>\$17,898,585</u>	<u>\$15,335,458</u>

\$10,206,070	\$7,805,679	\$8,336,911	\$8,402,184	\$8,283,625	\$7,215,196
1,964,947	1,502,806	1,559,595	1,439,156	1,368,896	1,167,385
1,452,870	1,111,166	1,141,434	1,172,821	1,097,365	1,045,495
0	0	0	0	11,756	17,411
923,626	1,025,230	935,860	946,718	879,104	793,629
425,890	416,361	347,776	379,183	336,436	257,824
34,321	45,050	32,386	44,572	47,302	19,333
1,970,699	1,902,100	2,105,173	2,110,002	1,622,139	1,673,030
755,231	553,586	437,898	468,289	396,251	441,401
459,783	397,810	334,106	331,629	481,102	412,649
2,588,457	2,385,854	2,212,315	2,150,332	2,006,837	1,917,724
861,357	887,216	689,725	744,364	641,342	576,726
8,172	0	0	0	0	0
438,692	363,369	378,686	361,871	343,630	305,840
7,237	32,423	5,690	11,112	9,167	11,232
64,320	100,135	0	0	0	0
252,526	108,805	190,909	104,778	87,515	93,229
<u>\$22,414,198</u>	<u>\$18,637,590</u>	<u>\$18,708,464</u>	<u>\$18,667,011</u>	<u>\$17,612,467</u>	<u>\$15,948,104</u>

Maple Heights City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Calendar Years

Year	Real Property		Public Utility Property	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)
2002	\$351,340,790	\$1,003,830,829	\$14,313,680	\$16,265,545
2001	351,115,006	1,003,185,731	17,619,890	20,022,602
2000	313,364,500	895,327,143	17,619,230	20,021,852
1999	308,911,830	882,605,229	19,612,920	22,287,409
1998	307,270,120	877,914,629	20,040,070	22,772,807
1997	276,886,230	791,103,514	20,972,810	23,832,739
1996	274,437,190	784,106,257	21,674,310	24,629,898
1995	275,230,640	786,373,257	24,212,920	27,514,682
1994	256,360,760	732,459,314	23,207,580	26,372,250
1993	255,583,680	730,239,086	23,621,070	26,842,125

Source: Cuyahoga 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) This amount is calculated based on the following percentages:
 Real estate is assessed at 35 percent of actual value.
 Public utility personal is assessed at 88 percent of actual value.
 Tangible personal property is assessed at 25 percent of actual value for 2002.

<u>Tangible Personal Property</u>		<u>Total</u>		
<u>Assessed Value</u>	<u>Estimated Actual Value (1)</u>	<u>Assessed Value</u>	<u>Estimated Actual Value (1)</u>	<u>Ratio</u>
\$41,282,871	\$165,131,484	\$406,937,341	\$1,185,227,858	34.33%
34,492,662	137,970,648	403,227,558	1,161,178,981	34.73
31,911,123	127,644,492	362,894,853	1,042,993,487	34.79
35,777,462	143,109,848	364,302,212	1,048,002,486	34.76
31,793,599	127,174,396	359,103,789	1,027,861,832	34.94
38,267,796	153,071,184	336,126,836	968,007,437	34.72
36,672,974	146,691,896	332,784,474	955,428,051	34.83
34,282,957	137,131,828	333,726,517	951,019,767	35.09
35,519,669	142,078,676	315,088,009	900,910,240	34.97
36,716,563	146,866,252	315,921,313	903,947,463	34.95

Maple Heights City School District
Property Tax Levies and Collections
Real and Tangible Personal Property (1)
Last Ten Years

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection As a Percent of Total Levy
2001	\$14,242,665	\$1,671,815	\$15,914,480	\$13,005,770	91.3%	\$640,881	\$13,646,651	95.8%
2000	13,451,336	1,483,704	14,935,040	12,818,328	95.3	592,639	13,410,967	99.7
1999	13,249,934	1,678,837	14,928,771	12,652,162	95.5	434,093	13,086,255	98.8
1998	13,408,633	1,497,146	14,905,779	12,949,137	96.6	516,527	13,465,664	100.4
1997	12,898,827	1,432,026	14,330,853	12,444,440	96.5	437,725	12,882,165	99.9
1996	13,187,924	1,381,788	14,569,712	12,847,389	97.4	400,941	13,248,330	100.5
1995	13,161,094	1,503,490	14,664,584	12,886,630	97.9	327,323	13,213,953	100.4
1994	12,905,585	841,583	13,747,168	12,645,800	98.0	625,368	13,271,168	102.8
1993	10,279,944	1,899,981	12,179,925	9,666,806	94.0	301,299	9,968,105	97.0
1992	10,416,806	1,836,983	12,253,789	10,128,036	97.2	314,080	10,442,116	100.2

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) Represents collection year. 2002 information cannot be presented because all collections have not been made by June 30.
- (3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

Maple Heights City School District
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years

Year	School Levy	Library	County Levy	City Levy	Total Levy	Debt Service Included in Total Levy			
						School	County	City	Total
2002	\$55.80	\$1.40	\$16.20	\$14.50	\$87.90	\$0.60	\$0.27	\$2.40	\$3.27
2001	55.90	1.40	16.20	14.50	88.00	0.60	0.27	2.30	3.17
2000	56.60	1.40	15.30	15.00	88.30	0.50	0.27	3.10	3.87
1999	56.10	1.40	15.30	15.00	87.80	0.00	0.27	2.80	3.07
1998	56.30	1.40	16.60	12.00	86.30	0.00	0.27	3.10	3.37
1997	56.80	1.40	16.60	12.10	86.90	0.00	0.27	3.00	3.27
1996	56.70	1.40	16.60	12.10	86.80	0.00	0.87	0.00	0.87
1995	56.70	1.40	16.80	12.10	87.00	0.00	0.76	0.00	0.76
1994	57.20	1.00	16.80	12.20	87.20	0.00	0.68	3.30	3.98
1993	48.70	1.00	16.80	12.20	78.70	0.00	0.71	3.30	4.01

Source: Cuyahoga 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.

Maple Heights City School District
*Ratio of General Obligation Bonded Debt to
 Assessed Value and Net Bonded Debt Per Capita
 Last Six Years (4)*

Year	General Obligation Bonded Debt (1)	Assessed Value (2)	Population (3)	Ratio of Net Debt to Assessed Value	Net Debt Per Capita
2002	\$657,000	\$406,937,341	26,156	0.16%	\$25.12
2001	904,000	403,227,558	26,156	0.22	34.56
2000	1,118,000	362,894,853	27,089	0.31	41.27
1999	140,000	364,302,212	27,089	0.04	5.17
1998	176,000	359,103,789	27,089	0.05	6.50
1997	210,000	336,126,836	27,089	0.06	7.75

Sources:

- (1) School District Financial Records
- (2) Cuyahoga County Auditor
- (3) U.S. Census of Population (estimated), 2000 Federal Census and 1990 Federal Census
- (4) Prior to 1997 the School District did not have general obligation bonded debt.

Maple Heights City School District

Computation of Legal Debt Margin

June 30, 2002

Assessed Valuation	<u>\$406,937,341</u>
Overall Debt Limit - 9% of Assessed Value (1)	\$36,624,361
Amount of Debt Applicable to Debt Limit:	
School Bus Acquisition Bonds	97,000
School Improvement Bonds	560,000
Energy Conservation Notes	3,375,000
School Improvement Notes	317,000
Tax Anticipation Notes	500,000
Amount Available in Debt Service Fund	<u>(352,601)</u>
Total	4,496,399
Exemptions:	
School Bus Acquisition Bonds	(97,000)
Tax Anticipation Notes	<u>(500,000)</u>
Total Exemptions	<u>(597,000)</u>
Amount of Debt Subject to the Limit	<u>3,899,399</u>
Overall Debt Margin	<u>\$32,724,962</u>
Unvoted Debt Limit - .10% of Assessed Value (1)	\$406,937
Amount of Debt Applicable	<u>0</u>
Unvoted Debt Margin	<u>\$406,937</u>

Source: Cuyahoga County Auditor and School District Financial Records

(1) Ohio Bond Law sets an overall limit of 9% for all debt and 1/10 of 1% for unvoted debt.

Maple Heights City School District
Computation of Direct and Overlapping General Obligation Bonded Debt
December 31, 2001

Jurisdiction	General Obligation Bonded Debt Outstanding	Percentage Applicable to School District (1)	Amount Applicable to School District
Direct:			
Maple Heights City School District	\$657,000	100.00%	\$657,000
Overlapping:			
Cuyahoga County	216,544,636	1.42	3,074,934
Regional Transit Authority	123,915,000	1.42	1,759,593
City of Maple Heights	8,470,458	100.00	8,470,458
Total Overlapping	348,930,094		13,304,985
Total	\$349,587,094		\$13,961,985

Source: Respective Political Subdivision

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2001 collection year.

Maple Heights City School District
*Ratio of Annual Debt Service Expenditures For
 General Obligation Bonded Debt to General Fund Expenditures
 Last Six Fiscal Years*

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures (1)	Ratio of Debt Service to General Fund Expenditures (Percentage)
2002	\$247,000	\$42,403	\$289,403	\$28,280,541	1.02%
2001	214,000	41,200	255,200	25,304,580	1.01
2000	72,000	11,201	83,201	24,113,298	0.35
1999	36,000	9,476	45,476	22,185,606	0.20
1998	34,000	11,289	45,289	22,414,198	0.20
1997	16,000	6,647	22,647	18,637,950	0.12

Source: School District Financial Records

- (1) Includes other financing uses.
- (2) Prior to 1997 the School District did not have general obligation bonded debt.

Maple Heights City School District

Demographic Statistics

Last Ten Years

<u>Year</u>	<u>Cuyahoga County Population (1)</u>	<u>Maple Heights City Population (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
2002	1,393,978	26,156	3,815	4.6 %
2001	1,380,421	26,156	3,955	4.5
2000	1,386,096	27,089	3,860	4.5
1999	1,386,096	27,089	3,842	4.6
1998	1,397,694	27,089	3,891	4.4
1997	1,398,169	27,089	3,868	5.8
1996	1,403,217	27,089	3,720	5.2
1995	1,403,239	27,089	3,683	4.8
1994	1,414,141	27,089	3,479	5.8
1993	1,414,141	27,089	3,441	6.8

Sources:

- (1) Cleveland Plain Dealer Newspaper
- (2) U.S. Census of Population (estimated), 1990 Federal Census, 2000 Federal Census
- (3) School District Financial Records
- (4) Represents Cuyahoga County

Maple Heights City School District
*Property Value,
 Financial Institution Deposits and Building Permits
 Last Ten Years*

Year	Number of Building Permits Issued	Value of Building Permits Issued	Financial Institution Deposits Banks (1)	Property Value (Real Estate Only) (2)
2002	2,139	\$8,757,955	\$63,893,769	\$351,340,790
2001	1,800	12,562,099	61,942,764	351,115,006
2000	1,737	10,323,920	57,816,942	313,364,500
1999	1,625	6,473,052	56,770,353	308,911,830
1998	1,855	16,600,345	53,941,971	307,270,120
1997	1,741	15,190,380	27,068,211	276,886,230
1996	837	8,296,208	22,694,304	274,437,190
1995	823	3,461,892	21,101,872	275,230,640
1994	696	6,909,019	21,008,821	256,360,760
1993	529	3,960,596	19,379,203	255,583,680

Sources: City of Maple Heights Building Department Reports

(1) Federal Reserve Bank of Cleveland, Ohio

(2) Represents assessed value.

Maple Heights City School District

Principal Taxpayers

Real Estate Tax

December 31, 2001

Name of Taxpayer	Assessed Value (1)	Percent of Total Real Estate Tax Assessed Value
Southgate U.S.A	\$10,763,750	3.06 %
First National Supermarkets	6,162,700	1.75
Crickham Maple Trust	4,383,930	1.25
Oxford Investment Partners	3,866,450	1.10
Q.R.S.	2,279,130	0.65
Commercial Lease Realty	2,168,010	0.62
Turney Dunham Association	1,759,490	0.50
Rockside Distribution	1,725,610	0.49
Cleveland Regional Transit Authority	1,614,380	0.46
Maple Care Center	1,529,500	0.44
Total	\$36,252,950	10.32 %
<i>Total Real Estate Tax Assessed Value</i>	<i>\$351,340,790</i>	

Source: Cuyahoga County Auditor's Office

(1) Assessed values are for the 2002 collection year.

Maple Heights City School District

Per Pupil Cost

Last Ten Fiscal Years

<u>Year</u>	<u>General Fund Expenditures (1)</u>	<u>Average Daily Student Enrollment</u>	<u>Per Cost Pupil</u>
2002 (2)	\$28,280,541	3,815	\$7,413
2001 (2)	25,304,580	3,955	6,398
2000 (2)	24,113,298	3,846	6,270
1999 (2)	22,185,606	3,842	5,774
1998 (2)	22,414,198	3,891	5,761
1997 (2)	18,637,590	3,868	4,818
1996	18,708,464	3,720	5,029
1995	18,667,011	3,683	5,068
1994	17,612,467	3,479	5,063
1993	15,948,104	3,441	4,635

Source: School District Financial Records.

(1) Includes Other Financing Uses

(2) 1997 through 2002 on Modified Accrual Basis

Maple Heights City School District

Teacher Education and Experience

June 30, 2002

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	102	39.07 %
Bachelor + 9	15	5.75
Bachelor + 18	25	9.58
Master's Degree	48	18.39
Master's + 9	18	6.90
Master's + 18	16	6.13
Master's + 30	13	4.98
Master's + 60	<u>24</u>	<u>9.20</u>
Total	<u><u>261</u></u>	<u><u>100.00 %</u></u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	115	44.06 %
6 - 10	48	18.39
11 and Over	<u>98</u>	<u>37.55</u>
	<u><u>261</u></u>	<u><u>100.00 %</u></u>

Source: Maple Heights School District Personnel Records



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OFFICE OF THE AUDITOR

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MAPLE HEIGHTS CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 18, 2003**