



**Auditor of State
Betty Montgomery**

**NEW PHILADELPHIA CITY SCHOOL DISTRICT
TUSCARAWAS COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Independent Accountants' Report on Compliance and on Internal Control Required by Government Auditing Standards.....	1
Independent Accountants' Report on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control Over Compliance in Accordance with OMB Circular A-133	3
Schedule of Receipts and Expenditures of Federal Awards.....	5
Notes to the Schedule of Receipts and Expenditures of Federal Awards	6
Schedule of Findings.....	7
Schedule of Prior Audit Findings.....	10

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**Auditor of State
Betty Montgomery**

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

New Philadelphia City School District
Tuscarawas County
248 Front Avenue, SW
New Philadelphia, Ohio 44663

To the Board of Education:

We have audited the financial statements of the New Philadelphia City School District, Tuscarawas County, Ohio, (the District) as of and for the year ended June 30, 2003, and have issued our report thereon dated November 10, 2003, in which we noted the District reclassified the Food Service Fund. 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 certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated November 10, 2003.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying Schedule of Findings as item 2003-001.

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

We also noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated November 10, 2003.

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.

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

Betty Montgomery
Auditor of State

November 10, 2003



**Auditor of State
Betty Montgomery**

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

New Philadelphia City School District
Tuscarawas County
248 Front Avenue, SW
New Philadelphia, Ohio 44663

To the Board of Education:

Compliance

We have audited the compliance of the New Philadelphia City School District, Tuscarawas 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, 2003. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2003.

Internal Control Over Compliance

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

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

Schedule of Receipts and Expenditures of Federal Awards

We have audited the basic financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the District as of and for the year ended June 30, 2003, and have issued our report thereon dated November 10, 2003, in which we noted the District reclassified the Food Service Fund. Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of receipts and expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Betty Montgomery
Auditor of State

November 10, 2003

**NEW PHILADELPHIA CITY SCHOOL DISTRICT
TUSCARAWAS COUNTY
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2003**

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
<i>Passed Through Ohio Department of Education:</i>						
Child Nutrition Cluster: Food Distribution Program	N/A	10.550		\$64,843		\$64,843
School Breakfast Program	044487-05-PU	10.553	\$5,346		\$5,346	
National School Lunch Program	044487-04-PU	10.555	150,733		150,733	
Total U.S. Department of Agriculture - Nutrition Cluster			156,079	64,843	156,079	64,843
<u>U.S. DEPARTMENT OF EDUCATION</u>						
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster: Special Education Grants to States (IDEA Part B)	044487-6B-SF-03 044487-6B-SF-02	84.027	289,641 121,480		283,511 104,967	
Total Special Education Grants to States			411,121		388,478	
Special Education - Preschool Grant	044487-PG-S1-03 044487-PG-S1-02	84.173	24,420 21,955		20,131 27,346	
Total Special Education - Preschool Grant			46,375		47,477	
Total Special Education Cluster			457,496		435,955	
Grants to Local Educational Agencies (ESEA Title I)	044487-C1-S1-03 044487-C1-S1-02 044487-C1-SD-03 044487-C1-SD-02	84.010	385,252 63,078 15,360 5,300		362,948 51,632 15,506 6,594	
Total Grants to Local Educational Agencies			468,990		436,680	
Innovative Educational Program Strategies (Title V)	04487-C2-S1-03 04487-C2-S1-02	84.298	16,600 2,279		16,557 5,117	
Total Innovative Educational Program St. (Title V)			18,879		21,674	
Eisenhower Professional Development Grant	044487-MS-S2-02 044487-MS-S2-01	84.281	2,011 0		4,102 216	
Total Eisenhower Professional Development Grant			2,011		4,318	
Drug-Free Schools Grant	044487-DR-S1-03 044487-DR-S1-02	84.186	15,370 901		15,876 798	
Total Drug-Free Schools Grant			16,271		16,674	
Class Size Reduction	044487-CR-S102	84.340	14,650		23,857	
Total Class Size Reduction			14,650		23,857	
Teacher Quality	044487-TR-S1-03	84.367	130,722		127,514	
Total Teacher Quality			130,722		127,514	
Technology (Title II-D)	44487-TJ-S1-03	84.318	11,273		10,705	
Total Technology (Title II-D)			11,273		10,705	
Physical Education for Progress		84.215	167,524		161,383	
Total Physical Education for Progress			167,524		161,383	
Learn and Serve America School and Community Based	04487-SV-S2-02	94.004			83	
Total Learn and Serve America School and Community Based					83	
ATIP Grant	044487-AT-S2-02 044487-AT-S3-02	84.352A 84.352A	7,030 23,268		7,030 23,268	
Total ATIP Grant			30,298		30,298	
Total Department of Education			1,318,114		1,269,141	
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>						
<i>Passed Through Ohio Department of Mental Retardation and Developmental Disabilities:</i>						
Medicaid Assistance Program		93.778	62,075		61,887	
Totals			\$1,536,268	\$64,843	\$1,487,107	\$64,843

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

**NEW PHILADELPHIA CITY SCHOOL DISTRICT
TUSCARAWAS COUNTY**

**NOTES TO THE SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2003**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B – FOOD DISTRIBUTION

Non-monetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2003, the District had no significant food commodities.

**NEW PHILADELPHIA CITY SCHOOL DISTRICT
TUSCARAWAS COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505
JUNE 30, 2003**

1. SUMMARY OF AUDITOR'S RESULTS

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

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

FINDING NUMBER 2003-001

Reportable Condition – Athletics

During testing of certain athletic events, the following were noted:

- While the District Athletic Department utilizes color coded, pre-numbered tickets, Event Recap Forms did not always indicate what color of ticket was utilized by type (e.g., adult or student). For 17% of Event Recap Forms tested, the same roll of pre-numbered tickets was utilized for both adult and student tickets. For 11% of Event Recap Forms tested, beginning and ending ticket numbers were not properly documented by color and type. In addition, evidence did not exist to support that ticket number sequences were monitored from one athletic event to the next.
- While the District Athletic Director establishes ticket prices for each athletic event and submits them to the Board of Education for their review, there is no evidence of Board approval of athletic event ticket prices or season pass prices. In addition, ticket prices by type (e.g., adult or student) were not always documented on the respective Event Recap Forms.
- For 28% of Event Recap Forms tested, ticket prices charged did not agree to the ticket prices set by the Athletic Director. A total of 746 tickets were sold at \$1 over the ticket price established by the Athletic Director, resulting in overcharges of \$746 to ticket buyers.
- While the District utilizes Event Recap Forms for each athletic event, reconciliations of cash collected to tickets issued were not performed and variances (e.g., overages or shortages) were not documented. For 33% of Event Recap Forms tested, variances (e.g., overages or shortages) could not be determined because beginning and ending ticket numbers were not documented, or when documented were not differentiated by type (e.g., adult or student). For 33% of Event Recap Forms tested, overages and shortages ranging between (\$40) and \$67 existed between tickets issued and cash collected.
- For one athletic event, a shortage of \$40 was found. The shortage was due to a direct purchase in the amount of \$40 with ticket sales monies without initially depositing the cash proceeds with the District Treasurer's office and the District Treasurer's office issuing a subsequent purchase order.
- While the Athletic Director collects and maintains the Event Recap Forms, evidence did not exist to verify tickets sold less beginning cash were reconciled to monies collected and subsequently deposited.

As a result, the risk of misappropriation of athletic revenue is increased.

To improve internal control we recommend:

- Event Recap Forms should be utilized for all athletic events which document the specific athletic event with beginning and ending ticket numbers by ticket color and type (e.g., adult or student). Different colored ticket rolls should be utilized for each type of tickets issued at each athletic event. In addition, a method should be established to document ticket numbers by color utilized from one athletic event to the next.

- Athletic event ticket prices and season pass prices should be approved by the Board of Education, as evidenced within the Minutes. In addition, Board approved ticket prices by type (e.g., adult or student) should be documented on the Event Recap Form for each athletic event.
- Ticket sellers should be given a schedule of ticket prices to ensure that the correct ticket prices are charged.
- Event Recap Forms should document a reconciliation of cash collected to tickets sold, and the resulting variances (e.g., overages or shortages) for each athletic event. In addition, Event Recap Forms should be signed and dated by the Ticket Taker and/or the Site Manager and Athletic Director as evidence tickets sold reconcile to monies deposited. Significant overages or shortages should be investigated by the Site Manager and Athletic Director with resolution documented on the form.
- All receipts should be deposited directly with the District's Treasurer's office. Under no circumstances should expenditures be made with ticket sales receipts. Athletic event ticket proceeds are considered public funds and should be accounted for on the District's financial statements. In addition, proper steps should be followed to obtain approved purchase orders for all expenditures.

Implementing these recommendations will help reduce the risk of misappropriation of athletic revenue.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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None

**NEW PHILADELPHIA CITY SCHOOL DISTRICT
TUSCARAWAS COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2003**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2002-11279-001	Athletic Event Recap Forms did not distinguish between adult and student ticket sales, cash collected was not reconciled to tickets sold and the same roll of tickets was used for both adult and student ticket sales.	No	Not Corrected – See Finding 2003-001

*New Philadelphia
City School District*

New Philadelphia, Ohio



York Elementary School

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2003

NEW PHILADELPHIA CITY SCHOOL DISTRICT

New Philadelphia, Ohio

COMPREHENSIVE ANNUAL FINANCIAL REPORT

*For the Fiscal Year Ended
June 30, 2003*

Issued by:
Treasurer's Office

Steven D. Sherer
Treasurer

Introductory Section

New Philadelphia City School District
Table of Contents

I. Introductory Section	<u>Page</u>
Title Page	i
Table of Contents	ii
Transmittal Letter	v
Certificate of Achievement	xi
Principal Officials	xii
Organizational Chart	xiii
 II. Financial Section	
Independent Accountants' Report	1
Management's Discussion and Analysis	3
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	11
Statement of Activities	12
Fund Financial Statements:	
Balance Sheet – Governmental Funds	14
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	16
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual: General Fund	18
Statement of Net Assets – Proprietary Fund	19
Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Fund	20
Statement of Cash Flows – Proprietary Fund	21
Statement of Fiduciary Net Assets – Fiduciary Funds	22
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds	23
Notes to the Basic Financial Statements	24

New Philadelphia City School District
Table of Contents

Combining Statements and Individual Fund Schedules:

Combining Statements – Nonmajor Funds:

Fund Descriptions	50
Combining Balance Sheet – Nonmajor Governmental Funds	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	55
Combining Balance Sheet – Nonmajor Special Revenue Funds	56
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	62
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	68
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	69

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

General Fund.....	71
Debt Service Fund.....	75
Permanent Improvement Fund.....	76
Public School Support.....	77
Quaker Foundation Grants.....	78
Community Alternative Funding Source	79
Ashland University	80
Athletic and Music.....	81
Auxiliary Services – Non-Public	82
Teacher Inservice Grant.....	83
Management Information System.....	84
Preschool Grant.....	85
Eisenhower Math Grant	86
Title 6-B.....	87
Title I.....	88
Title V	89
Title 6-B Preschool	90
Drug Free Schools Grant	91
Tele-Com E-Rate	92
Title II-A	93
Summer School.....	94
Food Service	95
Public Preschool.....	96

New Philadelphia City School District
Table of Contents

Band Uniform	97
Juvenile Attention	99
Ohio Reads.....	100
School Net Professional.....	101
Teacher Entry Year	102
Title II-D Technology	103
Physical Education for Progress	104
Assistive Technology Infusion.....	105
Vocational Education Equipment	106
SchoolNet.....	107
Library Replacement.....	108
Self Insurance Fund	109
Scholarship Trust Fund.....	110

Statement of Changes in Assets and Liabilities: Student Managed Activities Fund.....	111
---	-----

III. Statistical Section

General Governmental Revenues by Source and Expenses/Expenditures by Function – Last Ten Fiscal Years.....	S-2
Property Tax Levies and Collections – Real and Public Utility - Last Ten Years	S-4
Assessed and Estimated Actual Value of Taxable Property–Last Ten Years.....	S-5
Property Tax Rates–Direct and Overlapping Governments–Last Ten Years	S-6
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita – Last Ten Years.....	S-7
Computation of Legal Debt Margin.....	S-8
Computation of Direct and Overlapping General Obligation Bonded Debt.....	S-9
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Fund Expenditures – Last Ten Years	S-10
Property Values, Bank Deposits, Construction Activity, and Population – Last Ten Years	S-11
Principal Taxpayers	S-12
Ten Largest Employers	S-13
Demographic Statistics	S-14

NEW PHILADELPHIA CITY SCHOOLS

248 FRONT AVE SW ♦ NEW PHILADELPHIA, OHIO 44663-2150
PHONE 330-364-0600 ♦ FAX 330-364-0611

SUPERINTENDENT

Dr. Richard J. Varrati
330-364-0600

ASSISTANT SUPERINTENDENT

G. Randall Gibbs
330-364-0600

TREASURER

Steven D. Sherer
330-364-0600

SPECIAL SERVICES DIRECTOR

Louise E. Harris
330-364-0613

November 10, 2003

Board of Education Members and
Residents of New Philadelphia City School District

We are pleased to present the seventh Comprehensive Annual Financial Report (CAFR) of the New Philadelphia City School District. This report was prepared by the Treasurer's Office, and contains basic financial statements, supplemental statements and statistical information to provide complete and full disclosure of all material financial aspects of the District for the 2002-03 fiscal year. Responsibility for the accuracy, completeness, and fairness of the report rests with the District. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position and results of operation of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report was prepared in conformance with Generally Accepted Accounting Principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB).

This CAFR is divided into three sections as follows:

1. The Introductory Section contains the title page, table of contents, letter of transmittal, a copy of the GFOA Certificate of Achievement, a list of principal officials, and an organizational chart of the District.
2. The Financial Section begins with the Independent Accountants' Report and includes Management's Discussion and Analysis, the basic financial statements and Notes which provide an overview of the District's financial position and operating results, and the Combining Statements for nonmajor funds and other schedules which provide detailed information relative to the Basic Financial Statements.
3. The Statistical Section presents selected economic and financial information, presented on a multi-year basis.



NEW PHILADELPHIA HIGH SCHOOL
343 Ray Avenue NW
330-364-0644

WELTY MIDDLE SCHOOL
315 Fourth Street NW
330-364-0645

CENTRAL ELEMENTARY
145 Ray Ave. NW
330-364-0700

EAST ELEMENTARY
470 Fair Ave. NE
330-364-0715

SOUTH ELEMENTARY
132 Providence Ave. SW
330-364-0725

TUSCARAWAS ELEMENTARY
935 Tuscarawas Ave. NW
330-364-0740

WEST ELEMENTARY
232 Tuscarawas Ave. NW
330-364-0755

YORK ELEMENTARY
938 Stone Creek Road SW
330-364-0770

Reporting Entity

The School District has reviewed its reporting entity in order to ensure conformance with 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 New Philadelphia City School District and its potential component units. The primary government consists of all funds, departments, agencies, boards, commissions and authorities that are not legally separate from the School District. For New Philadelphia City School District, this includes general operations, food service, and student related activities. There are no component units of the New Philadelphia City School District.

Economic Conditions and Outlook

The School District boundaries cover the City of New Philadelphia and several townships located in Tuscarawas County, therefore the economic conditions affecting the City and Townships directly affect the School District.

The Tuscarawas Campus of Kent State University completed construction and opened a new Science and Advanced Technology Center. The technology center, a \$9.5 million project now houses the science department, nursing department, continuing studies and small business development center. The 5,000 square foot building will house fully equipped science, nursing and computer labs. The center will create opportunities to assist local business with project design and development and provide for the growth of new companies and entrepreneurship.

The Tuscarawas County Community Improvement Corporation (TCCIC) is in the early stages of developing High Tech Business Park in New Philadelphia. The County Commissioners along with Kent State Tuscarawas and Buckeye Career Center have transferred land totaling 170 acres. Approximately 100 acres would be developed. The tech park would be close to both the Buckeye Career Center and the Tuscarawas Campus of Kent State. The goal is to provide up to 600 jobs. The projected cost of the project is \$5 million. The City of New Philadelphia has pledged \$1 million. The TCCIC is working closely with the federal Economic Development Administration as well as the State of Ohio.

In addition, a new allotment on the city’s south side continues to develop which helps to strengthen the District’s residential tax base. Even though the New Towne Mall’s occupancy has declined, the District’s commercial tax base has remained constant.

The District remains optimistic that this growth will continue, which will not only provide additional jobs, but will add to the tax base.

MAJOR INITIATIVES

Literacy

The Collaborative Language and Literacy Instruction Demonstration Project Grant that involved ten teachers when it started has been expanded to all K-5 teachers and students in the District. That grant originally provided the money for a full time speech-language pathologist to serve as a literacy

coordinator and for professional development and materials for teachers to enable them to better teach reading and writing skills to children. New Philadelphia was one of three finalists in the entire state of Ohio selected to participate in this project. The results of the project last year and gains made by the students involved encouraged all the elementary schools to become involved. Students in K-5 grades are individually assessed by their teacher at the beginning of the year to learn their reading levels and special intervention groups are receiving instruction in all schools. The goal is to improve the reading and writing skills of every student in New Philadelphia.

CIP Plans Continue Progress

District improvements have also been made through the Continuous Improvement Plan for the District and individual Building Continuous Improvement Plans. These are comprehensive plans designed to move our District incrementally through improvement on the 22 report card indicators as well as other areas within the system. Goals have been set and strategies have been identified to increase the level of success of our students. Each building staff is involved in updating and monitoring progress on their plans to focus on instruction and move their buildings ahead.

New Philadelphia is proud of its accomplishments and is committed to the future of every student. As it is stated in the mission of our District, we will provide a quality education for all students through a dedicated, competent staff working in collaboration with parents and community, thus providing each student the opportunity to develop his/her potential and become a productive citizen.

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 that 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 in September.

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 supplements 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 object account level within a function and fund. All purchase order requests must be approved by the site administrator and the Superintendent, 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. In addition, an on line inquiry system is available at each cost center site. 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 New Philadelphia City Schools are fully described in Note 2 of the financial statements. Additional information on the School District's budgetary accounting can also be found in Note 2.

Financial Condition

This is the fourth year the School District has prepared financial statements following GASB Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 created 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 many businesses. The government-wide statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

Fund financial statements These statements present information for individual major funds rather than by fund type. 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. Proprietary and fiduciary funds use the accrual basis of accounting.

Statements 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 Management Discussion and Analysis of the School District. This discussion follows the of the Independent Accountants' Report, providing an assessment of the School District finances for 2003 and the outlook for the future. Because that discussion focuses on major funds, other nonmajor funds are discussed briefly in this letter.

Financial Highlights – Internal Service Fund

The only Internal Service Fund carried on the financial records of the School District is related to self-insurance. This fund accounts for the revenues and expenses related to the provision of dental, prescription, and medical benefits to School District employees. The Internal Service Fund had net assets of \$268,814 at June 30, 2003, compared with net assets of \$398,203 at June 30, 2002, reflecting a net decrease in net assets of \$129,389. The balance at June 30, 2003, is sufficient to meet all medical, dental, and prescription claims liabilities.

Financial Highlights – Fiduciary Funds

The trust fund carried on the financial records of the School District is a scholarship trust fund that has assets totaling \$14,430.

Cash Management

The District operated a cash management program designed to provide safety, liquidity, and yield in that order. Funds are invested in certificates of deposit and in the Ohio State Treasurer's Investment Pool (STAR Ohio). The amount of investment income for all District funds in fiscal year 2003 was \$178,232.

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

Risk Management

The School District maintains protection for its assets and employees through a comprehensive insurance program. Insurance policies for vehicle fleet liability, general liability, property loss, and boiler and machinery coverage are purchased from Utica Insurance Company. The maximum deductible amount for these coverages is \$2,500 per loss incurred.

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. The District joined The Ohio School Board Association group rating program with other schools in an effort to control these costs. The group rating program did result in an 82% reduction in rates for the 2003 calendar year premium.

OTHER INFORMATION

Independent Audit

Provisions of State statutes require that the District's financial statements be subjected to an annual examination by an independent auditor. Those provisions have been satisfied, and the unqualified opinion of Betty Montgomery, Auditor of State, is included herein.

Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio. The District adopted and has been in conformance with that system effective with its annual financial report for the 1979 calendar year.

GFOA Certificate of Achievement

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in financial reporting to New Philadelphia City School District for its Comprehensive Annual Financial Report for the year ended June 30, 2002.

This was the seventh consecutive year the School District received this prestigious award. In order to be awarded a Certificate of Achievement, a governmental entity must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents satisfy all program standards. Reports must conform to Generally Accepted Accounting Principles (GAAP) and satisfy all applicable legal requirements respective to the entity.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to meet the Certificate of Achievement Program's requirements, and are again submitting it to the GFOA to determine its eligibility to receive the Certificate, which is the highest form of recognition in the area of governmental financial reporting.

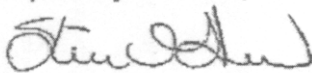
Acknowledgments

The publication of this Comprehensive Annual Financial Report for the School District continues to reinforce the accountability of the School District to the taxpayers of the community.

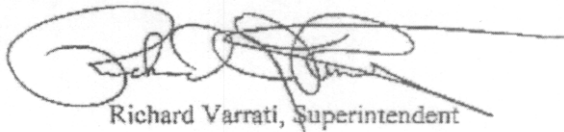
We wish to express appreciation to the members of the New Philadelphia Board of Education for supporting us in this project, and especially to the staff of the Treasurer's Office who contributed their time and effort to complete this report.

Also a special thanks to the taxpayers and voters who continue to demonstrate their trust in public education and in the New Philadelphia City School District.

Respectfully submitted,



Steven D. Sherer, Treasurer



Richard Varrati, Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

New Philadelphia City
School District, Ohio

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

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.



William Patrick Bate

President

Jeffrey R. Emery

Executive Director

New Philadelphia City School District
Principal Officials
June 30, 2003

Board of Education

Mr. Hugh Berry	President
Mr. Donald Kemp	Vice President
Mrs. V. Jane Brown	Member
Mr. Stephen Jenkins	Member
Mr. David Moreland	Member

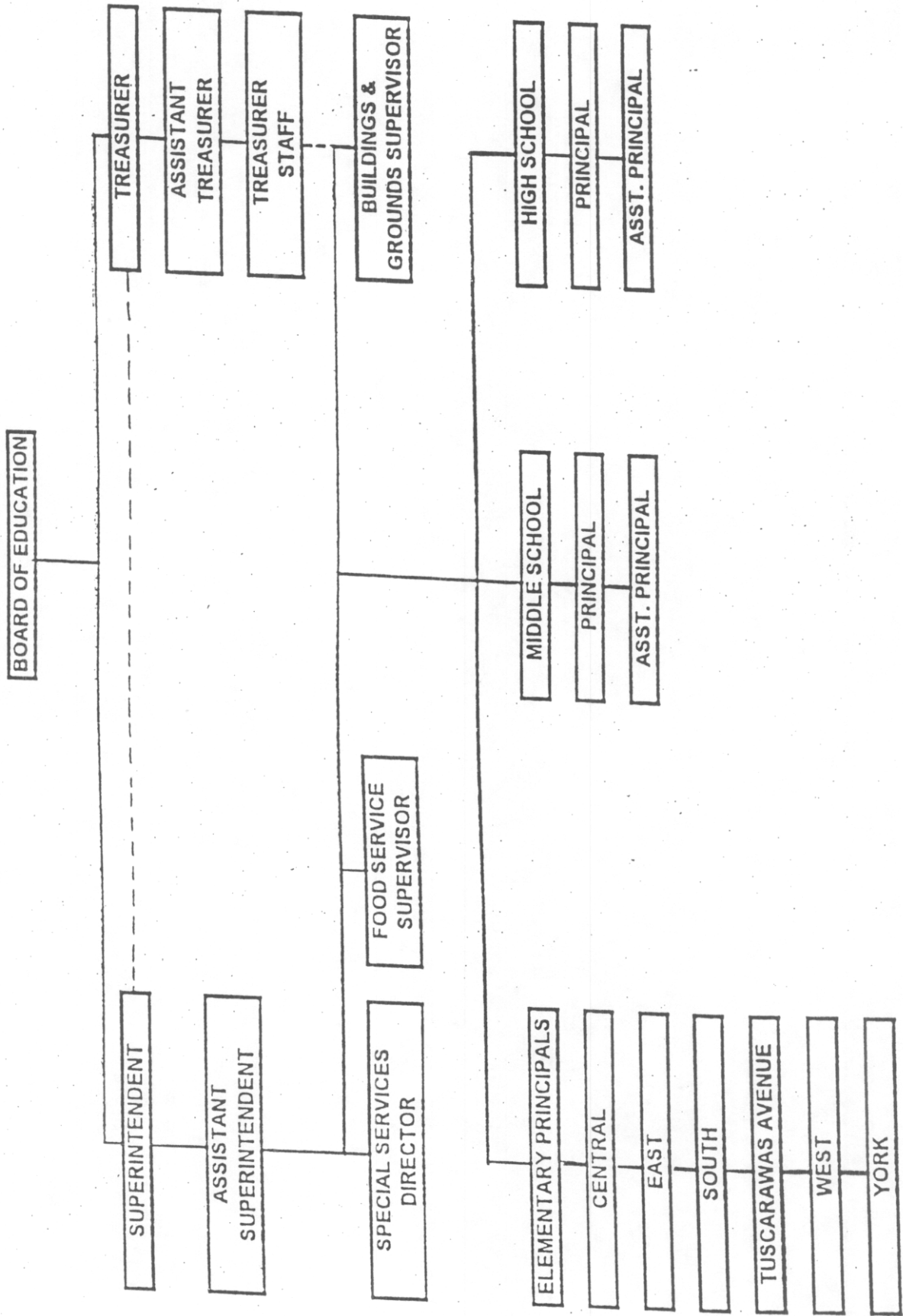
Treasurer

Mr. Steven D. Sherer

Administration

Dr. Richard Varrati	Superintendent
Mr. G. Randall Gibbs	Assistant Superintendent

ORGANIZATIONAL CHART
NEW PHILADELPHIA CITY SCHOOLS



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Financial Section



Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT

New Philadelphia City School District
Tuscarawas County
248 Front Avenue, SW
New Philadelphia, Ohio 44663

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the New Philadelphia City School District, Tuscarawas County, Ohio, (the District) as of and for the year ended June 30, 2003, 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.

As more fully discussed in Note 2T in the basic financial statements, the fund balances for the Special Revenue Fund Type and Enterprise Fund Type were restated as of July 1, 2002 to reclassify the District's Food Service Fund.

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 New Philadelphia City School District, Tuscarawas County, Ohio, as of June 30, 2003, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the General Fund thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2003 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, 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 nonmajor fund statements and schedules and statistical tables are presented for additional analysis and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules 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 that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

Betty Montgomery
Auditor of State

November 10, 2003

New Philadelphia City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2003
Unaudited

The discussion and analysis of New Philadelphia City School District's (The District) financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2003. 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 2003 are as follows:

- ❑ In total, net assets decreased \$0.4 million. This decrease was in unrestricted net assets of governmental activities which represents a 6.6% decrease from 2002.
- ❑ General revenues accounted for \$19.1 million or 85.0% of all revenues. Specific program revenues in the form of charges for services, sales, grants and contributions accounted for \$3.4 million or 15% of total revenues of \$22.5 million.
- ❑ The District had \$22.8 million in expenses related to governmental activities; only \$3.4 million of these expenses were offset by program specific charges for services, grants, or contributions. General revenue (primarily taxes) of \$19.1 million was adequate to provide for these programs.
- ❑ Among major funds, the General Fund had \$18.2 million in revenues and \$18.6 million in expenditures. The General Fund's balance decreased by \$0.4 million.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the New Philadelphia 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 District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. In the case of New Philadelphia City School District, the general fund is by far the most significant fund.

New Philadelphia City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2003
Unaudited

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

The Statement of Net Assets and the Statement of Activities answer the question “How did we do financially during 2003?” These statements include *all assets* and *liabilities* using the *accrual basis of accounting* similar to the accounting used by the most private-sector companies. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Assets and the Statement of Activities, the District activities are listed as Governmental:

- Governmental Activities – All of the School District’s programs and services are reported here including 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 District’s major funds begins on page 14. Fund financial reports provide detailed information about the District’s major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District’s most significant funds. The District’s major governmental funds are the General Fund, Debt Service Fund and the Permanent Improvement Capital Projects Fund.

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

Proprietary Funds Proprietary funds use full accrual accounting.

New Philadelphia City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2003
Unaudited

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the District as a whole.

Table 1 provides a summary of the District's net assets for 2003 compared to 2002:

Table 1
 Net Assets
 (In Millions)

	2003	2002
Assets		
Current and Other Assets	\$22.4	\$23.1
Capital Assets	<u>15.9</u>	<u>16.0</u>
Total Assets	<u>38.3</u>	<u>39.1</u>
Liabilities		
Long Term Liabilities	(7.9)	(8.4)
Other Liabilities	<u>(13.3)</u>	<u>(13.3)</u>
Total Liabilities	<u>(21.2)</u>	<u>(21.7)</u>
Net Assets		
Invested in Capital net of Debt	8.9	8.7
Restricted	1.0	1.1
Unrestricted	<u>7.2</u>	<u>7.6</u>
Total Net Assets	<u>\$17.1</u>	<u>\$17.4</u>

Total assets decreased by \$0.8 million. Cash and Cash Equivalents decreased by \$0.9 million while Tax Receivables increased by \$0.1 million, and Intergovernmental Receivables decreased by \$0.2 million. This was offset on the liability side where Accrued Wages increased by \$0.2 million and Deferred Revenue increased by \$0.3 million. This was due to the fact that less of the fiscal year 2004 tax revenues were collected or available in fiscal year 2003 and the district gave an overall increase in salaries to staff. The net assets of the District decreased by \$0.3 million. This was due primarily due to the decrease in cash and cash equivalents.

The minor decrease in current assets continues to show the present financial stability of the District. The decline in unrestricted net assets for the current year is due to tax collections and will not repeat itself in future years.

New Philadelphia City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2003
Unaudited

Table 2 shows the changes in net assets for fiscal year 2003 as compared to fiscal year 2002.

Table 2
 Changes in Net Assets
 (In Millions)

	2003	2002
Revenues		
Program Revenues:		
Charges for Services	\$1.3	\$1.3
Operating Revenues	2.0	1.6
Capital Grants	0.1	0.1
General Revenue:		
Property Taxes	10.4	8.9
Grants and Entitlements	8.1	8.1
Other	0.6	0.5
Total Revenue	22.5	20.5
 Program Expenses		
Instruction	13.0	12.0
Support Services		
Pupil and Instructional Staff	2.0	1.7
Board of Education, Fiscal and Administration	2.6	2.6
Operation and Maintenance	1.9	1.8
Pupil Transportation	0.9	0.8
Central	0.0	0.0
Food Service	0.7	0.7
Non-Instructional Services	0.4	0.4
Extracurricular Activities	0.9	0.9
Interest and Fiscal Charges	0.4	0.5
Total Expenses	22.8	21.4
 Increase (Decrease) in Net Assets	(\$0.3)	(\$0.9)

Governmental Activities

Several revenue sources fund our governmental activities with property taxes being the largest contributor. The last increase in property tax levies by the citizens of the District was in 1994. Property tax levies generated \$10.4 million in 2003. General revenues from grants and entitlements, such as the school foundation program, are also a large revenue generator. With the combination of taxes and intergovernmental funding over 80% of all expenses in governmental activities, the District monitors both of these revenue sources very closely for fluctuations.

New Philadelphia City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2003
Unaudited

Instruction comprises 57% of governmental program expenses. Interest expense was 1.7% and was attributable to outstanding bonds and capital leases on copier and weight training equipment. The increase of \$1.4 million in total expenses is due to increases in salaries and benefits. Overall salaries increased by 4.5% while increases in health insurance costs attributed to a 27% increase in benefits.

Table 3
 Governmental Activities
 (In Millions)

	Total Cost of Services 2003	Total Cost of Services 2002
Instruction	\$13.0	\$12.0
Support Services:		
Pupil and Instructional Staff	2.0	1.6
Board of Education, Administration and Fiscal	2.6	2.6
Operation and Maintenance of Plant	1.9	1.8
Pupil Transportation	0.9	0.8
Central	0.0	0.0
Food Service	0.7	0.7
Operation of Non-Instructional Services	0.4	0.4
Extracurricular Activities	0.9	0.9
Interest and Fiscal Charges	0.4	0.5
Total Expenses	\$22.8	\$21.4

The School District's Funds

Information about the 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 \$22.4 million and expenditures of \$23 million. The net change in fund balance for the year was a decrease of \$0.5 million. The general fund accounted for \$0.4 million of the decrease while other governmental funds decreased by \$0.2 million, the Permanent Improvement increased by \$0.1 million and the Debt Service Fund was unchanged. This minor decrease indicated the School District's current revenue base continues to meet District obligations as a whole. The District understands that it needs to continue to monitor expenditures to insure that the District's obligations will continue to be met without the requirement of additional tax levies.

New Philadelphia City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2003
Unaudited

General Fund Budgeting Highlights

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

During the course of fiscal 2003, the District amended its general fund budget once at the end of the fiscal year. Requests for budget changes are made by the building administrators. Final approval is obtained from the treasurer and superintendent and is presented to the Board of Education for their adoption.

For the General Fund, budget basis revenue was \$0.2 million above original budget estimates of \$17.6 million. Of this \$0.2 million difference, most was due to conservative tax estimates.

The original appropriations of \$19.7 million were only slightly decreased to \$19.6 million. Expenditures, however, were only \$18.8 million or \$0.8 million less than anticipated due to surplus appropriations in regular instruction, pupil services, administrative, maintenance and extracurricular costs.

The District's ending unobligated budgetary fund balance was \$0.3 million above the final budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2003, the School District had \$16.0 million invested in land, buildings, equipment and construction in progress. Table 4 shows fiscal 2003 balances compared to 2002:

Table 4
Capital Assets at June 30
(Net of Depreciation, in Millions)

	<u>2003</u>	<u>2002</u>
Land	\$0.8	\$0.8
Buildings and Improvements	11.0	11.1
Furniture and Equipment	3.1	3.1
Vehicles	0.7	0.9
Construction in progress	<u>0.3</u>	<u>0.2</u>
Totals	<u>\$15.9</u>	<u>\$16.1</u>

Refer to Note # 7 for further information.

New Philadelphia City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2003
Unaudited

For fiscal year 2003, Ohio law required school districts to set aside three percent of certain revenues for capital improvements and an additional three percent for textbooks. For fiscal year 2003, this amounted to \$426,048 for each set aside. For fiscal year 2003, the District had qualifying disbursements or offsets exceeding these requirements. For fiscal year 2004, the set asides will remain the same. The District has budgeted to meet these requirements.

As of June 30, 2003, the District has a contractual commitment for construction of a band shell at Quaker Stadium. The balance outstanding on this contract was \$301,334.

Debt

At June 30, 2003, the District had \$6.8 million in bonds, \$.3 million due within one year. Table 5 summarizes bonds outstanding.

Table 5
 Outstanding Debt at Year End
 (In Millions)

	Governmental Activities 2003	Governmental Activities 2002
General Obligation Bonds:		
1992 School Improvement	\$6.8	\$7.1
Total	\$6.8	\$7.1

Refer to Note # 12 for further information.

In 1992 the District passed a 3.1 mill bond issue, providing \$8.7 million for facility improvements for the high school, including an addition of 24 classrooms.

At June 30, 2003, the District's overall legal debt margin was \$31,243,748 with an unvoted debt margin of \$417,246. The District maintains an A-1 bond rating.

For the Future

New Philadelphia City School District is strong financially. As the preceding information shows, the School District heavily depends on its property taxpayers. Although the District has not had to request an increase in voter-approved taxes since 1994, financially the future is not without challenges.

State law fixes the amount of tax revenue, forcing it to remain constant except for new valuations in the District. Management must plan expenses accordingly, staying within the District's five-year plan.

Externally, 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. On

New Philadelphia City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2003
Unaudited

December 11, 2002 the Supreme Court issued its latest opinion regarding the school funding plan which upheld its earlier decisions.

New Philadelphia City School District has not anticipated any meaningful growth in State revenue. The concern is that, to meet the requirements of the court, the State may require redistribution of commercial and industrial property tax. This could have a significant impact on the School District's residential taxpayers.

Both scenarios require management to plan carefully and prudently to provide the resources to meet student needs over the next several years, and to grow even more dependent on local tax revenue.

In conclusion, New Philadelphia 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 1996.

In addition, the School District's system of budgeting and internal controls are well regarded and it will take all of the District's financial abilities to meet the challenges of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizen's, taxpayers, and investors and creditors with a general overview of the 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 Steven Sherer, Treasurer, at New Philadelphia City School District, 248 Front Avenue SW, New Philadelphia, Ohio 44663.

New Philadelphia City School District
Statement of Net Assets
June 30, 2003

	Governmental Activities
Assets	
Equity in Pooled Cash and Cash Equivalents	\$10,982,089
Receivables:	
Taxes	10,722,257
Accounts	326,162
Intergovernmental	271,646
Prepaid Items	54,548
Materials and Supplies	
Inventory	19,582
Capital Assets:	
Land and Construction in Progress	1,136,011
Other Capital Assets, Net	14,751,063
<i>Total Assets</i>	38,263,358
Liabilities	
Accounts Payable	143,417
Accrued Wages	2,319,219
Vacation Payable	87,691
Retainage Payable	11,060
Intergovernmental Payable	561,355
Accrued Interest Payable	36,765
Deferred Revenue	9,547,694
Claims Payable	637,049
Long-Term Liabilities:	
Due Within One Year	430,644
Due In More Than One Year	7,454,787
<i>Total Liabilities</i>	21,229,681
Net Assets	
Invested in Capital Assets, Net of Related Debt	8,863,778
Restricted for:	
Capital Projects	200,426
Debt Service	531,569
Other Purposes	303,594
Unrestricted	7,134,310
<i>Total Net Assets</i>	\$17,033,677

See accompanying notes to the basic financial statements

New Philadelphia City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2003

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
Instruction:				
Regular	\$10,882,940	\$172,517	\$929,225	\$24,500
Special	1,686,861	0	96,532	0
Vocational	333,346	0	0	0
Adult/Continuing	1,250	0	0	0
Other	136,300	0	0	0
Support Services:				
Pupil	1,109,818	0	106,167	0
Instructional Staff	847,559	0	267,615	0
Board of Education	63,389	0	0	0
Administration	1,840,489	0	120,172	0
Fiscal	667,707	0	11,641	0
Operation and Maintenance of Plant	1,888,992	0	0	0
Pupil Transportation	860,627	0	14,276	48,563
Central	2,552	0	0	0
Food Service	725,798	410,004	257,978	0
Operation of Non-Instructional				
Services	391,298	161,696	192,129	0
Extracurricular Activities	937,691	548,116	0	0
Interest and Fiscal Charges	445,273	0	0	0
<i>Total Governmental Activities</i>	<u>22,821,890</u>	<u>1,292,333</u>	<u>1,995,735</u>	<u>73,063</u>

General Revenues

Property Taxes Levied for:

General Purposes

Debt Service

Capital Outlay

Grants and Entitlements not Restricted to Specific Programs

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue
and Changes in Net Assets

Governmental
Activities

(9,756,698)
(1,590,329)
(333,346)
(1,250)
(136,300)

(1,003,651)
(579,944)
(63,389)
(1,720,317)
(656,066)
(1,888,992)
(797,788)
(2,552)
(57,816)

(37,473)
(389,575)
(445,273)

(19,460,759)

\$9,503,291
658,263
191,049
8,120,919
178,232
444,543

19,096,297

(364,462)

17,398,139

\$17,033,677

New Philadelphia City School District

Balance Sheet

Governmental Funds

June 30, 2003

	General	Debt Service	Permanent Improvement Capital Projects	Other Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$8,955,666	\$456,506	\$78,235	\$585,819
Receivables:				
Taxes	9,816,469	698,763	207,025	0
Accounts	49,606	0	200,215	76,341
Intergovernmental	0	0	0	271,646
Due from Other Funds	106,000	0	0	0
Prepaid Items	54,548	0	0	0
Materials and Supplies Inventory	5,619	0	0	13,963
<i>Total Assets</i>	<u>\$18,987,908</u>	<u>\$1,155,269</u>	<u>\$485,475</u>	<u>\$947,769</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$85,440	\$0	\$0	\$61,355
Retainage Payable	0	0	11,060	0
Accrued Wages	2,123,957	0	0	191,884
Intergovernmental Payable	310,274	0	0	59,890
Due to Other Funds	0	0	96,000	10,000
Deferred Revenue	8,726,832	623,700	184,932	70,481
<i>Total Liabilities</i>	<u>11,246,503</u>	<u>623,700</u>	<u>291,992</u>	<u>393,610</u>
Fund Balances				
Reserved for Encumbrances	171,470	0	8,500	62,545
Reserved for Prepays	54,548	0	0	0
Reserved for Inventory	5,619	0	0	0
Reserved for Property Taxes	1,089,637	75,063	22,093	0
Unreserved, Undesignated, Reported in:				
General Fund	6,420,131	0	0	0
Special Revenue Funds	0	0	0	485,871
Debt Service Fund	0	456,506	0	0
Capital Projects Funds	0	0	162,890	5,743
<i>Total Fund Balances</i>	<u>7,741,405</u>	<u>531,569</u>	<u>193,483</u>	<u>554,159</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$18,987,908</u>	<u>\$1,155,269</u>	<u>\$485,475</u>	<u>\$947,769</u>

See accompanying notes to the basic financial statements

New Philadelphia City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2003*

Total Governmental Funds	Total Governmental Fund Balances	\$9,020,616
	<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
\$10,076,226	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	15,887,074
10,722,257	Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.	58,251
326,162	An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	268,814
271,646	Accrued interest on bonds payable	(36,765)
106,000	Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(8,164,313)
54,548	<i>Net Assets of Governmental Activities</i>	<u>\$17,033,677</u>
19,582		
<u>\$21,576,421</u>		
\$146,795		
11,060		
2,315,841		
370,164		
106,000		
9,605,945		
12,555,805		
242,515		
54,548		
5,619		
1,186,793		
6,420,131		
485,871		
456,506		
168,633		
9,020,616		
<u>\$21,576,421</u>		

New Philadelphia City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2003

	General	Debt Service	Permanent Improvement Capital Projects	Other Governmental Funds
Revenues				
Taxes	\$9,503,291	\$658,263	\$191,049	\$0
Intergovernmental	8,141,538	80,890	20,805	1,888,233
Interest	178,137	0	0	95
Tuition and Fees	142,509	0	0	191,704
Extracurricular Activities	0	0	0	548,116
Rentals	8,747	0	0	0
Charges for Services	0	0	0	410,004
Contributions and Donations	0	0	0	19,151
Miscellaneous	212,963	0	200,565	3,117
<i>Total Revenues</i>	<u>18,187,185</u>	<u>739,153</u>	<u>412,419</u>	<u>3,060,420</u>
Expenditures				
Current:				
Instruction:				
Regular	9,494,319	0	0	1,025,061
Special	1,596,620	0	0	78,772
Vocational	349,879	0	0	0
Adult/Continuing	0	0	0	1,137
Other	136,300	0	0	0
Support Services:				
Pupil	1,002,789	0	0	99,009
Instructional Staff	561,294	0	0	271,278
Board of Education	63,389	0	0	0
Administration	1,704,584	0	0	142,842
Fiscal	653,397	0	0	10,013
Operation and Maintenance of Plant	1,804,053	0	0	25,757
Pupil Transportation	768,421	0	0	348
Central	2,552	0	0	0
Operation of Non-Instructional Services	5,862	0	0	380,809
Food Service	0	0	0	679,909
Extracurricular Activities	376,694	0	0	529,845
Capital Outlay	0	0	341,289	81,576
Debt Service:				
Principal Retirement	65,873	280,000	0	0
Interest and Fiscal Charges	16,113	430,665	0	0
<i>Total Expenditures</i>	<u>18,602,139</u>	<u>710,665</u>	<u>341,289</u>	<u>3,326,356</u>
<i>Excess of Revenue Over (Under) Expenditures</i>	<u>(414,954)</u>	<u>28,488</u>	<u>71,130</u>	<u>(265,936)</u>
Other Financing Sources (Uses)				
Transfer In	0	0	0	5,000
Transfer Out	(5,000)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(5,000)</u>	<u>0</u>	<u>0</u>	<u>5,000</u>
<i>Net Change in Fund Balance</i>	<u>(419,954)</u>	<u>28,488</u>	<u>71,130</u>	<u>(260,936)</u>
<i>Fund Balances Beginning of Year - Restated</i>	8,160,912	503,081	122,353	815,095
Increase in Reserve for Inventory	447	0	0	0
<i>Fund Balances End of Year</i>	<u>\$7,741,405</u>	<u>\$531,569</u>	<u>\$193,483</u>	<u>\$554,159</u>

See accompanying notes to the basic financial statements

New Philadelphia 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, 2003*

Total Governmental Funds	Net Change in Fund Balances - Total Governmental Funds	(\$581,272)
	<i>Amounts reported for governmental activities in the statement of activities are different because</i>	
\$10,352,603	Governmental funds report capital outlays as expenditures.	
10,131,466	However, in the statement of activities, the cost of those	
178,232	assets is allocated over their estimated useful lives as	
334,213	depreciation expense. This is the amount by which depreciation	
548,116	exceeded capital outlay in the current period.	(115,616)
8,747		
410,004		
19,151		
416,645		
22,399,177	Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of fixed assets. There were no proceeds.	(26,865)
	Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	345,873
10,519,380		
1,675,392		
349,879		
1,137		
136,300	In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	1,505
1,101,798		
832,572	Some expenses reported in the statement of activities, such as compensated absences and intergovernmental payables which represent contractually required pension contributions, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	(117,476)
63,389		
1,847,426		
663,410		
1,829,810		
768,769		
2,552		
386,671	The internal service fund used by management to charge the cost of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.	129,389
679,909		
906,539		
422,865		
345,873		
446,778		
22,980,449		
(581,272)	<i>Change in Net Assets of Governmental Activities</i>	(\$364,462)
5,000		
(5,000)		
0		
(581,272)		
9,601,441		
447		
\$9,020,616		

New Philadelphia 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, 2003

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues				
Taxes	\$8,875,000	\$9,240,000	\$9,115,655	(\$124,345)
Intergovernmental	8,100,000	8,270,625	8,141,538	(129,087)
Interest	300,000	300,000	185,620	(114,380)
Tuition and Fees	100,000	104,500	121,319	16,819
Rentals	11,500	11,500	8,747	(2,753)
Miscellaneous	229,500	254,000	218,991	(35,009)
<i>Total Revenues</i>	<u>17,616,000</u>	<u>18,180,625</u>	<u>17,791,870</u>	<u>(388,755)</u>
Expenditures				
Current:				
Instruction:				
Regular	9,318,100	9,731,502	9,512,167	219,335
Special	1,630,200	1,641,271	1,586,332	54,939
Vocational	357,425	361,512	348,484	13,028
Other	900,000	150,000	141,573	8,427
Support Services:				
Pupil	944,000	1,024,530	1,004,286	20,244
Instructional Staff	560,650	580,806	560,150	20,656
Board of Education	29,100	74,100	63,307	10,793
Administration	1,809,600	1,841,744	1,698,255	143,489
Fiscal	724,000	707,234	655,098	52,136
Operation and Maintenance of Plant	1,964,000	2,092,382	1,974,209	118,173
Pupil Transportation	962,300	967,238	883,808	83,430
Central	5,000	5,000	2,552	2,448
Operation of Non-Instructional Services	0	7,500	5,861	1,639
Extracurricular Activities	461,100	461,100	378,220	82,880
<i>Total Expenditures</i>	<u>19,665,475</u>	<u>19,645,919</u>	<u>18,814,302</u>	<u>831,617</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,049,475)</u>	<u>(1,465,294)</u>	<u>(1,022,432)</u>	<u>442,862</u>
Other Financing Sources (Uses)				
Refund of Prior Year Expenditures	0	0	248	248
Advances In	0	55,500	55,500	0
Advances Out	0	0	(110,000)	(110,000)
Operating Transfers Out	(15,000)	(15,000)	(5,000)	10,000
<i>Total Other Financing Sources (Uses)</i>	<u>(15,000)</u>	<u>40,500</u>	<u>(59,252)</u>	<u>(99,752)</u>
<i>Net Change in Fund Balance</i>	(2,064,475)	(1,424,794)	(1,081,684)	343,110
<i>Fund Balance Beginning of Year</i>	9,577,252	9,577,252	9,577,252	0
Prior Year Encumbrances Appropriated	192,516	192,516	192,516	0
<i>Fund Balance End of Year</i>	<u>\$7,705,293</u>	<u>\$8,344,974</u>	<u>\$8,688,084</u>	<u>\$343,110</u>

See accompanying notes to the basic financial statements

New Philadelphia City School District
Statement of Net Assets
Proprietary Fund
June 30, 2003

	<u>Governmental Activities - Internal Service</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$905,863</u>
<i>Total Assets</i>	<u>905,863</u>
Liabilities	
Claims Payable	<u>637,049</u>
<i>Total Liabilities</i>	<u>637,049</u>
Net Assets	
Unrestricted	<u>268,814</u>
<i>Total Net Assets</i>	<u><u>\$268,814</u></u>

See accompanying notes to the basic financial statements

New Philadelphia City School District
*Statement of Revenues,
 Expenses and Changes in Fund Net Assets
 Proprietary Fund
 For the Fiscal Year Ended June 30, 2003*

	<u>Governmental Activities - Internal Service</u>
Operating Revenues	
Charges for Services	<u>\$2,821,970</u>
<i>Total Operating Revenues</i>	<u>2,821,970</u>
Operating Expenses	
Purchased Services	272,074
Claims	<u>2,679,285</u>
<i>Total Operating Expenses</i>	<u>2,951,359</u>
<i>Operating Loss</i>	<u>(129,389)</u>
<i>Net Assets Beginning of Year</i>	<u>398,203</u>
<i>Net Assets End of Year</i>	<u><u>\$268,814</u></u>

See accompanying notes to the basic financial statements

New Philadelphia City School District
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2003

	Governmental Activities - Internal Service
<hr/> <hr/>	
Increase (Decrease) in Cash and Cash Equivalents	
Cash Flows from Operating Activities	
Transactions With Other Funds	\$2,821,970
Cash Payments for Goods and Services	(272,074)
Cash Payments for Claims	(2,480,720)
	<hr/>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	<i>69,176</i>
	<hr/>
<i>Cash and Cash Equivalents Beginning of Year</i>	<i>836,687</i>
	<hr/>
<i>Cash and Cash Equivalents End of Year</i>	<i>\$905,863</i>
	<hr/> <hr/>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities	
Operating Loss	(\$129,389)
Adjustments:	
Increase (Decrease) in Liabilities:	
Claims Payable	198,565
	<hr/>
<i>Net Cash Provided by Operating Activities</i>	<i>\$69,176</i>
	<hr/> <hr/>
See accompanying notes to the basic financial statements	

New Philadelphia City School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2003

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$14,430	\$48,565
<i>Total Assets</i>	14,430	\$48,565
Liabilities		
Due to Students	0	48,565
<i>Total Liabilities</i>	0	48,565
Net Assets		
Held in Trust for Scholarships	14,430	
<i>Total Net Assets</i>	\$14,430	

See accompanying notes to the basic financial statements

New Philadelphia City School District
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2003

	Private Purpose Trust
	Scholarship
Additions	
Interest	\$191
Gifts and Donations	400
Total additions	591
Deductions	
Other operating Expense	350
<i>Changes in Net Assets</i>	241
<i>Net Assets at Beginning of Year</i>	14,189
<i>Net Assets at End of Year</i>	\$14,430

See accompanying notes to the basic financial statements

New Philadelphia City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003*

Note 1 - Description of the School District and Reporting Entity

New Philadelphia City School District (the "School District") operates under a locally-elected Board form of government and provides educational services as authorized by State statute and/or federal guidelines. This Board controls the District's eight instructional/support facilities staffed by 117 non-certificated employees, 206 certificated full time teaching personnel and 17 administrative employees who provide services to 3,148 students and other community members.

The School District was established in 1808, the first in the State of Ohio, and is organized under Article VI, Sections 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 serves an area of approximately 78 square miles. It is located in Tuscarawas County, and includes all of the City of New Philadelphia, Ohio, the Village of Stone Creek and portions of 9 townships. The School District is the 141st largest in the State of Ohio (among 612 school districts) in terms of enrollment. The School District currently operates eight instructional buildings, one warehouse building and one garage.

Reporting Entity

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

Nonpublic Schools Within the School District boundaries, Sacred Heart Elementary and Tuscarawas Central Catholic High School are operated through the Columbus Catholic Diocese. Current State legislation provides funding to these nonpublic schools. These monies are received and disbursed by the School District on behalf of the nonpublic schools by the Treasurer of the School District, as directed by the nonpublic schools. These transactions are reported as a governmental activity of the School District.

Component units are legally separate organizations for which the School District is financially accountable. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves their budget, the issuance of their debt or the levying of their taxes. The School District has no component units.

The School District is associated with three jointly governed organizations and one public entity risk pool. These organizations are presented in Note 16 to the financial statements. These organizations are:

Jointly Governed Organizations:

Ohio Mid-Eastern Regional Education Service Association
Buckeye Career Center
Tuscarawas County Tax Incentive Review Council

Public Entity Risk Pool:

Ohio School Boards Workers' Compensation Group Rating Program

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Note 2 - Summary of Significant Accounting Policies

The financial statements of New Philadelphia City School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and to its proprietary fund 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 activity of the internal service funds is eliminated to avoid "doubling up" revenues and expenses.

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. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

B. Fund Accounting

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

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

New Philadelphia City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003*

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

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

Permanent Improvement Capital Projects Fund The permanent improvement capital projects fund accounts for financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds.

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

Proprietary Funds Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as internal service.

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

Fiduciary Funds Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the 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. The School District's only trust fund is a private purpose trust which accounts for a scholarship program for students. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

C. Measurement Focus

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

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

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

(i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds are reported using the economic resources measurement focus and are excluded from the Government-Wide Financial Statements.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue and 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 sixty 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 an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (See Note 5.) Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the 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 fiscal year-end: property taxes available as an advance, interest, tuition, grants, student fees and rentals.

Deferred Revenue Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of June 30, 2003, but which were levied to finance fiscal year 2004 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

New Philadelphia City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

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

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

Tax Budget Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates. By no later than January 20, the Board-adopted budget is filed with the Tuscarawas County Budget Commission for rate determination.

Estimated Resources Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the amended certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2003.

Appropriations Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certification saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation or alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education. The Board may pass supplemental fund appropriations provided the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. The amounts reported as the original budgeted amounts in the budgetary statements reflect the appropriation in the first complete appropriated budget, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts in the statements of budgetary comparisons represent the final appropriation amounts,

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds other than agency funds, consistent with statutory provisions.

Encumbrances As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On fund financial statements, encumbrances outstanding at year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds. A reserve for encumbrances is not reported on government-wide financial statements.

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

F. Cash and Cash Equivalents

Cash received by the School District is pooled for investment purposes. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

During fiscal year 2003, investments were limited to an overnight Repurchase Agreement and the State Treasury Asset Reserve of Ohio (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2003. Repurchase agreements are reported at cost.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2003 amounted to \$178,137, which includes \$21,376 assigned from other School District funds.

For presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2003 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

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

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

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

I. Capital Assets

Capital 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. Interest incurred during the construction of capital assets is also capitalized.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Land Improvements	40 years
Buildings and Improvements	10 - 40 years
Furniture and Equipment	5 - 20 years
Vehicles	10 years

J. Interfund Balances

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

K. Compensated Absences

The School District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the School District's past experience of making termination payments.

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

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

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The non-current portion of the liability is not reported.

L. Accrued Liabilities and Long-term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits 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, capital leases and long-term loans are recognized as a liability on the financial statements when due.

M. Fund Balance Reserves

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

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

N. 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 when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

O. Operating Revenues and Expenses

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

New Philadelphia City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003*

P. Contributions of Capital

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

Q. Interfund Activity

Transfers between governmental activities on the government-wide statements are eliminated.

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.

R. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2003.

S. Estimates

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

T. Restatement of Fund Balance

Upon review of the Enterprise Food Service Fund, it was determined that the charges for services generated by the food service program were not sufficient to cover the costs of operation. Additionally, there was no debt pledged solely by net revenues from fees and charges nor were there any laws or regulations requiring costs be recovered through fees and charges. Therefore, the District has determined that Special Revenue Fund Type is a more appropriate classification for this activity. Accordingly, effective July 1, 2002, the entire Enterprise Fund Type has been eliminated and reclassified to the Special Revenue Fund Type.

As a result, balances have been restated as follows:

	Governmental <u>Activities</u>	Business Type <u>Activities</u>	Enterprise <u>Fund</u>
<u>Statement of Net Assets</u>			
Total Net Assets June 30, 2002	\$17,231,000	\$167,139	\$167,139
Reclassification of Food Service Fund	167,139	(167,139)	(167,139)
Restated Total Net Assets June 30, 2002	<u>\$17,398,139</u>	<u>\$0</u>	<u>\$0</u>

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

<u>Balance Sheet – Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund Balance June 30, 2002	\$9,547,599
Reclassification of Food service Fund - Assets	186,221
Reclassification of Food service Fund - Liabilities	<u>(132,379)</u>
Restated Fund Balance June 30, 2002	<u>\$9,601,441</u>

This change had the following effect on 2003 Revenues, Expenses/Expenditures, and Changes in Net Assets/Excess of Revenues over Expenditures:

- Governmental Activities revenues and expenses of \$667,982 and \$722,518, respectively, are related to Food Service activity which was previously classified as an Enterprise Fund Type. This represents \$(54,536) of the reported change in net assets.
- Total Governmental Fund revenues and expenditures of 667,982 and 679,909 respectively. Are related to Food Service activity which was previously classified as an Enterprise fund Type. This represents \$(11,927) of the reported Excess of Revenues Over Expenditures.

Note 3 - Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law 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 fund liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).

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

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Net Change in Fund Balance	
Major General Fund	
	General
GAAP Basis	<u>(\$419,954)</u>
Net Adjustment for Revenue Accruals	(395,067)
Net Adjustment for Expenditure Accruals	44,746
Advances (Net)	(54,500)
Adjustment for Encumbrances	<u>(256,909)</u>
Budget Basis	<u><u>(\$1,081,684)</u></u>

Note 4 - 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 monies are public deposits that the Board of Education has identified as not required for use within the current two year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim monies 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 the 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.

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Interim monies are 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;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date 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 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 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

Deposits At year-end, the carrying amount of the School District's deposits was \$2,496,661 and the bank balance was \$2,607,645. \$339,268 of the bank balance was covered by federal depository insurance, \$600,000 was covered by specific securities and \$1,668,377 was uncollateralized and uninsured. Although the pledging bank has an investment and securities pool used to collateralize all public deposits which are held in the financial institutions name, noncompliance with federal requirements could

New Philadelphia City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2003

potentially subject the School District to a successful claim by the FDIC. This pooled collateral would require the deposits to be classified under category three.

Investments The School District's investments are required to be categorized to give an indication of the level of risk assumed by the School District at 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 for which securities are held by the counterparty's trust department or an 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. Investment in STAR Ohio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

	Category 3	Carrying Value	Fair Value
Repurchase Agreements	\$22,611	\$22,611	\$22,611
Investment in State Treasurer's Investment Pool		8,515,127	8,515,127
Total		\$8,537,738	\$8,537,738

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

	Cash and Cash Equivalents/ Deposits	Investments
GASB Statement No. 9	\$11,045,084	\$0
Cash on Hand	(10,685)	0
Investments which are part of a cash management pool:		
Repurchase Agreement	(22,611)	22,611
Investment in State Treasurer's Investment Pool	(8,515,127)	8,515,127
GASB Statement No.3	\$2,496,661	\$8,537,738

Note 5- 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.

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Property taxes include amounts levied against all real, public utility and tangible personal property located in the School District. Property tax revenue received during calendar 2003 for real and public utility property taxes represents collections of calendar 2003 taxes. Property tax payments received during calendar 2003 for tangible personal property (other than public utility property) is for calendar 2003 taxes.

2003 real property taxes are levied after April 1, 2003, on the assessed value as of January 1, 2003, 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, 2002, are levied after April 1, 2003 and are collected in 2003 with real property taxes.

2003 tangible personal property taxes are levied after April 1, 2002, on the value as of December 31, 2003. Collections are made in 2003. Tangible personal property assessments are twenty-five percent of true value.

The assessed values upon which the fiscal year 2003 taxes were collected are:

	2002 Second- Half Collections		2003 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/ Residential and Other Real Estate	\$339,465,830	81.18%	\$342,585,120	82.11%
Public Utility Personal	13,884,820	3.32	14,125,950	3.38
Tangible Personal Property	64,831,235	15.50	60,532,360	14.51
Total	\$418,181,885	100.00%	\$417,246,430	100.00%
Tax rate per \$1,000 of assessed valuation	\$42.15		\$42.15	

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.

The School District receives property taxes from Tuscarawas County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2003, 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.

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable as of June 30, 2003. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available to the School District as an advance at June 30, 2003, was \$1,089,637 in the general fund, \$75,063 in the debt service fund and \$22,093 in the permanent improvement capital projects fund. By comparison, the amount available to the School District as an advance at June 30, 2002, was \$702,002 in the general fund, \$57,722 in the debt service fund and \$13,344 in the permanent improvement capital projects.

Note 6 - Receivables

Receivables at June 30, 2003, consisted of taxes, accounts (rent and student fees), 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 year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

	<u>Amounts</u>
Governmental Activities	
Community Alternative Funding Source	\$9,159
Title I	32,987
Title 6B	74,862
Title 6B Preschool	6,888
Juvenile Attention Center	84,100
Food Service	27,515
Title II-D	114
Drug Free	3,891
Title V	3,153
Title II-A	<u>28,977</u>
<i>Total Governmental Activities</i>	<u><u>\$271,646</u></u>

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Note 7 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2003, was as follows:

	Restated Balance 6/30/02	Additions	Deductions	Balance 6/30/03
Governmental Activities				
Land	\$834,677	\$0	\$0	\$834,677
Buildings and Improvements	17,673,547	243,735	0	17,917,282
Furniture and Equipment	5,666,441	339,658	(110,709)	5,895,390
Vehicles	1,474,499	0	(0)	1,474,499
Construction in Progress	158,000	301,334	(158,000)	301,334
	<hr/>	<hr/>	<hr/>	<hr/>
Totals at Historical Cost	\$25,807,164	\$884,727	(\$268,709)	\$26,423,182
	<hr/>	<hr/>	<hr/>	<hr/>
Less Accumulated Depreciation:				
Buildings and Improvements	(\$6,613,821)	(\$375,824)	\$0	(\$6,989,645)
Furniture and Equipment	(2,550,288)	(375,424)	82,217	(2,843,495)
Vehicles	(611,873)	(91,095)	0	(702,968)
Total Accumulated Depreciation	<hr/> (9,775,982) <hr/>	<hr/> (842,343)* <hr/>	<hr/> 82,217 <hr/>	<hr/> (10,536,108) <hr/>
Governmental Activities Capital				
Assets, Net	<hr/> \$16,031,182 <hr/>	<hr/> \$42,384 <hr/>	<hr/> (\$184,865) <hr/>	<hr/> \$15,887,074 <hr/>

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$526,481
Special	27,684
Vocational	5,579
Adult Education	113
Support Services:	
Pupil	2,336
Instructional Staff	32,451
Administration	26,188
Fiscal	2,788

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Operation and Maintenance of Plant	45,726
Pupil Transportation	91,095
Operation of Non-Instructional Services	7,553
Food Service	7,995
Extracurricular Activities	66,354
	<hr/>
Total Depreciation Expense	\$842,343
	<hr/> <hr/>

Note 8 - Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2003, the School District contracted with Utica National Insurance for property and inland marine, liability insurance, and fleet coverage.

Building and Contents -

replacement cost (\$1,000 deductible)	\$49,155,344
Inland Marine Coverage (\$100 deductible)	3,126,802
Boiler and Machinery (\$1,000 deductible)	No limit
Electronic Data Processing (\$250 deductible)	3,126,802
Crime Insurance	5,000
Automobile Liability (\$250 deductible)	1,000,000
Uninsured Motorists (\$250 deductible)	1,000,000
General Liability	
Per occurrence	1,000,000
Total per year	2,000,000

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

B. Workers' Compensation

For fiscal year 2003, the School District participated in the Ohio Association of Business Officials Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

participant will then either receive money from or be required to contribute to the “equity pooling fund.” This “equity pooling” arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP’s selection criteria. The firm of Sheakley provides administrative, cost control and actuarial services to the GRP.

C. Employee Medical Benefits

The School District has elected to provide employees’ major medical and hospitalization through a self-insured program. The School District maintains an internal service fund to account for and finance its uninsured risks of less in this program. This plan provides a major medical plan with a \$100 single and \$200 family deductible. A third party administrator, Benefit Services Company, located in Akron, Ohio, reviews all claims which are then paid by the School District. The School District purchases stop-loss coverage of \$50,000 per employee per year and an aggregate annual limit of \$1,000,000. The School District pays to the internal service fund \$896.12 for family coverage and \$390.84 for individual coverage per employee per month which represents the entire premium required. This premium is paid by the fund that pays the salary for the employee and is based on historic cost information.

The claims liability at June 30, 2003, was estimated by the third party administrator to be \$637,049. This is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the fund’s claims liability amount in fiscal year 2002 and 2003 were:

	Balance Beginning of Year	Current Year Claims	Claim Payments	Balance End of Year
2002	\$294,266	\$1,902,822	\$1,758,604	\$438,484
2003	438,484	2,679,285	2,480,720	637,049

Note 9 - Defined Benefit Pension Plans

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by 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 43215-3476.

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 2003, 8.17 percent of annual covered salary was the portion to fund pension obligations. For fiscal year 2002, 5.46 percent was used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS’ Retirement Board.

New Philadelphia City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2003

The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2003, 2002, and 2001 were \$444,552, \$408,912 and \$393,024, respectively; 50 percent has been contributed for fiscal year 2003 and 100 percent for the fiscal years 2002 and 2001. \$222,276 represents the unpaid contribution for fiscal year 2003.

B. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer defined benefit pension plan. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371, or by calling 614-227-4090.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% of earned compensation into an investment account. Investment decisions are made by the member. A Member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the DB Plan. DC and Combined Plan members will transfer to the DB Plan during the fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of those active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balances. If a member dies before retirement benefits begin, the members designated beneficiary is entitled to receive the member's account balance

For the fiscal year ended June 30, 2003, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent: 13 percent was the portion used to fund pension obligations. As a comparison, 9.5 percent was used to fund pension obligations in 2002. 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, 2003, 2002, and 2001 were \$1,386,528, \$1,389,096 and \$1,265,088, respectively; 83.3 percent has been contributed for fiscal year 2003 and 100 percent for the fiscal years 2002 and 2001. \$231,088 represents the unpaid contribution for fiscal year 2003.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Employees Retirement System/State Teachers Retirement System. As of June 30, 2003, all members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages paid.

Note 10 - 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 obligation to contribute are established by the Systems based on authority granted by State statute. Both systems are funded on a pay-as-you-go basis.

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 fiscal year ended June 30, 2003, the STRS Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$99,037 for fiscal year 2003.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2002, (the latest information available) the balance in the Fund was \$3.011 billion. For the year ended June 30, 2003, net health care costs paid by STRS were \$354,697,000 and STRS had 105,300 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more years of qualifying service credit, and 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.

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, 2003, employer contributions to fund health care benefits were 5.83 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2003, the minimum pay was at \$14,500. For the School District, the amount to fund health care benefits, including surcharges, equaled \$271,176 during the 2003 fiscal year.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2002 (the latest information available), were \$182,946,777 and the target level was \$242.2 million. At June 30, 2003, SERS had net assets available for payment of health care benefits of \$335.2 million. SERS had approximately 50,000 participants currently receiving health care benefits.

Note 11 - 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 and administrators upon termination of employment. Teachers do not earn vacation time.

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

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 208 days for all personnel. Upon retirement, payment is made for one fourth of the accrued, but unused sick leave credit, up to a maximum of 57 days for classified and certified employees.

Note 12 - Long - Term Liabilities

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

	Principal Outstanding 6/30/02	Additions	Reductions	Principal Outstanding 6/30/03	Amounts Due in One Year
Governmental Activities					
General Obligation Bonds:					
1992 School Improvement	\$7,120,000	\$0	\$280,000	\$6,840,000	\$295,000
Capital Leases Payable	234,789	10,240	65,873	179,156	73,576
Sick Leave	1,002,765	0	136,490	866,275	62,068
Total Governmental Activities					
Long-Term Liabilities	\$8,357,554	\$10,240	\$482,363	\$7,885,431	\$430,644

On September 1, 1992, the School District issued \$8,785,000 in voted general obligation bonds for the purpose of constructing a new high school and middle school additions under the authority of Ohio Revised Code Chapter 133. The bonds were issued for a twenty-five year period with a final maturity during fiscal year 2017. The debt will be retired from the revenue generated by a 3.1 mill bond levy approved by the School District voters in 1992, and will be paid from the Debt Service Fund.

Sick leave will be paid from the fund where the employee's salary is paid. Capital Leases will be paid from the General Fund.

At June 30, 2003, the School District's overall legal debt margin was \$31,243,748 with an unvoted debt margin of \$417,246. Principal and interest requirements to retire general obligation debt outstanding at June 30, 2003 are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2004	\$295,000	\$413,312	\$708,312
2005	315,000	396,380	711,380
2006	330,000	378,155	708,155
2007	350,000	357,812	707,812
2008	370,000	355,312	725,312
2009 - 2013	2,215,000	1,288,594	3,503,594
2014 - 2018	2,965,000	464,824	3,429,824
Total	\$6,840,000	\$3,654,389	\$10,494,389

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Note 13 - Capitalized Leases - Lessee Disclosure

In prior fiscal years, the School District entered into capitalized leases for copiers. The leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the general purpose financial statements. These expenditures are reflected as program/function expenditures on a budgetary basis.

Fixed assets acquired by lease have been capitalized in the amount of \$10,240, which is equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2003.

Fiscal Year Ending June 30,	General Long-Term Obligations
2004	\$84,425
2005	60,514
2006	36,604
2007	13,828
2008	2,440
Total minimum lease payments	197,811
Less: amount representing interest	(18,655)
Present value of minimum lease payments	\$179,156

Note 14 - State School Funding Decision

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

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

The 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.

Note 15 - 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

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

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, 2003.

B. Litigation

The School District is not party to any material legal proceedings.

Note 16 - Jointly Governed Organizations and Public Entity Risk Pool

A. Jointly Governed Organizations

Ohio Mid Eastern Regional Educational Service Agency (OME-RESA) is a jointly governed organization created as a regional council of governments pursuant to State statutes. OME-RESA provides financial accounting services, an educational management information system, cooperative purchase services and legal services to member districts. OME-RESA has eleven participating counties consisting of Belmont, Carroll, Columbiana, Coshocton, Guernsey, Harrison, Holmes, Jefferson, Muskingum, Noble, and Tuscarawas Counties. OME-RESA operates under the direction of a Board consisting of one representative from each of the participating school districts. The Jefferson County Educational Service Center office serves as the fiscal agent and receives funding from the State Department of Education. The continued existence of OME-RESA is not dependent on the School District's continued participation and no equity interest exists. OME-RESA has no outstanding debt. To obtain financial information write to the Ohio Mid-Eastern Regional Educational Service Agency, Debra Angelo, who serves as Treasurer, Steubenville, Ohio 43952.

The Buckeye Career Center, which provides vocational education programs, is a distinct subdivision of the State of Ohio operated under a Board consisting of one representative from each of the 11 participating school districts' elected boards, which possessed its own budgeting and taxing authority. To obtain financial information, write to Buckeye Career Center, Carla Cooper, who serves as treasurer, 545 University Drive NE, New Philadelphia, Ohio, 44663.

The Tuscarawas County Tax Incentive Review Council (TCTIRC) is a jointly governed organization, created as a regional council of governments pursuant to State Statutes. TCTIRC has 22 members, consisting of three members appointed by the County Commissioners, four members appointed by municipal corporations, six members appointed by township trustees, one member from the county auditor's office and eight members appointed by boards of education located within the county. TCTIRC reviews and evaluates the performance of each Enterprise Zone Agreement. This body is advisory in nature and cannot directly impact an existing Enterprise Zone Agreement; however, the council can make written recommendations to the legislative authority which approved the agreement. There is no cost associated with being a member of this council. The continued existence of the TCTIRC is not dependent on the School District's continued participation and no equity interest exists.

The School District does not retain an ongoing financial interest or an ongoing financial responsibility with any of these organizations.

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

B. Public Entity Risk Pool

The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of directors consisting of the President, the President-Elect and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

Note 17 – Contractual Commitments

As of June 30, 2003, the School District has contractual commitments for the following project:

<u>Projects</u>	<u>Contract Amount</u>	<u>Amount Paid</u>	<u>Balance 6/30/03</u>
Stadium Band Shell	\$301,334	\$0	\$301,334
Total Contractual Commitments	\$301,334	\$0	\$301,334

Note 18 - Set-Aside Calculations

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

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

	<u>Textbooks</u>	<u>Capital Acquisition</u>
Set-aside Reserve Balance as of June 30, 2002	(\$875,208)	\$0
Current Year Set-aside Requirement	426,048	426,048
Offsets	0	(240,205)
Qualifying Disbursements	(634,907)	(235,501)
Totals	<u>(\$1,084,067)</u>	<u>(\$49,658)</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>(\$1,084,067)</u>	<u>\$0</u>
Set-aside Reserve Balance as of June 30, 2003	<u>\$0</u>	<u>\$0</u>

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

New Philadelphia City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2003

Note 19 - Deficit Fund Balances

The Title I, Drug Free and Title II-A Grant Funds had a deficit balances as of June 30, 2003 of \$9,676, \$1,448 and \$3,664. These deficits arose due to the recognition of accrued liabilities and will be made up in the next fiscal year once state and federal grants are allocated.

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New Philadelphia City School District

Combining Statements and Individual Fund Schedules

New Philadelphia City School District

Combining Statements – Nonmajor Funds

Nonmajor Special Revenue Funds

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

Public School Support – This fund accounts for school site sales revenue and expenditures for field trips, assemblies, and other activity costs approved by board resolution.

Quaker Foundation Grants – This fund accounts for funds received to promote teacher improvement and activities between the school and community.

Community Alternative Funding Source – This fund accounts for Medicare and Medicaid payments received by the School District expended for special education.

Ashland University – This fund accounts for receipts and expenditures associated with the offering of adult continuing education.

Athletic and Music – This fund accounts for gate receipts and other revenues from athletic events, all costs (except personnel services) of the School District's athletic and music programs, and publication of the high school and middle school yearbooks.

Auxiliary Services – Non-Public – This fund accounts for monies received by the District but expended by the non-public (parochial) schools within the District boundaries.

Teacher Inservice Grant - This fund accounts for state revenues to assist teachers in gaining new skills and becoming familiar with new teaching methodologies.

Management Information System – Accounts for funds received from the State to be used in the upgrading of the Educational Management Information System.

Preschool Grant – To account for funds received to run a district preschool program.

Eisenhower Math Grant – Accounts for grant monies received to provide inservice and supplies to the District's math and science programs.

Title 6-B Flowthru – This fund accounts for federal monies to assist schools in identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

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

(continued)

New Philadelphia City School District

Nonmajor Special Revenue Funds

Title V – This fund accounts for federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, inservice training and staff development.

Title 6B Preschool – Accounts for federal funds specifically earmarked for handicapped preschool children.

Drug Free Schools Grant – This fund accounts for federal revenues which support the implementation of programs for drug abuse education and prevention.

Tele-Com E-Rate – Accounts for monies received from the Federal E-Rate Telecommunications Program.

Classroom Reduction – Federal funds used to reduce class sizes in primary grades.

Summer School – This fund accounts for the financial transactions related to the summer school program of the district.

Food Service – This fund accounts for the operation of the District's food service (lunch) program.

Public Preschool – This fund accounts for the fee-based portion of the School District's preschool program.

Band Uniform – Accounts for monies set aside for purchase of high school band uniforms.

Learn and Serve Grant – Federal funds used for Middle School community service.

Juvenile Attention Center – This fund accounts for the revenues and expenses associated with the educational program at the Multi-County Juvenile Attention Center provided by the School District and charged back to the students' home school district.

Ohio Reads – State funds used to supplement reading programs in the elementary schools.

School Net Professional – Accounts for computer professional development funds.

Teacher Entry Year – State funds to provide mentors for first year teachers.

Title II-D Technology – Federal funds used for technology.

Physical Education for Progress – Federal grant used for physical education and equipment in the elementary schools.

Assistive Technology Infusion – State funds used to buy technology equipment for handicapped students.

New Philadelphia City School District

Nonmajor Capital Projects Funds

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

Vocational Educational Equipment – This fund accounts for monies received from the State of Ohio earmarked for vocational education equipment.

SchoolNet – This fund accounts for the revenues and expenses associated with funds provided by the State for technology upgrades and equipment purchases for Grades K to 4.

Library Replacement – This fund is used to account for funds received for the upgrading of library equipment.

New Philadelphia City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2003

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<u>Assets:</u>			
Cash and Cash Equivalents:	\$ 578,788	\$ 7,031	\$ 585,819
Receivables:			
Accounts	76,341	0	76,341
Intergovernmental	271,646	0	271,646
Materials and Supply Inventory	<u>13,963</u>	<u>0</u>	<u>13,963</u>
Total Assets	<u>940,738</u>	<u>7,031</u>	<u>947,769</u>
<u>Liabilities and Fund Equity</u>			
<u>Liabilities:</u>			
Accounts Payable	61,267	88	61,355
Accrued Wages and Benefits	191,884	0	191,884
Due to Other Funds	10,000	0	10,000
Intergovernmental Payable	59,890	0	59,890
Deferred Revenue	<u>70,481</u>	<u>0</u>	<u>70,481</u>
Total Liabilities	<u>393,522</u>	<u>88</u>	<u>393,610</u>
<u>Fund Equity:</u>			
Fund Balance:			
Reserved for Encumbrances	61,345	1,200	62,545
Unreserved:Undesignated			
Reported in:			
Special Revenue Funds	485,871	0	485,871
Capital Projects Funds	<u>0</u>	<u>5,743</u>	<u>5,743</u>
Total Fund Equity	<u>547,216</u>	<u>6,943</u>	<u>554,159</u>
Total Liabilities and Fund Equity	<u>\$ 940,738</u>	<u>\$ 7,031</u>	<u>\$ 947,769</u>

New Philadelphia City School District
Combining Statement of Revenue, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2003

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Intergovernmental	\$1,863,733	\$24,500	\$ 1,888,233
Interest	95	0	95
Tuition and Fees	191,704	0	191,704
Extracurricular Activities	548,116	0	548,116
Charges for Services	410,004	0	410,004
Gifts and Donations	19,151	0	19,151
Miscellaneous	435	2,682	3,117
Total Revenues	3,033,238	27,182	3,060,420
Expenditures:			
Current:			
Instruction:			
Regular	1,025,061	0	1,025,061
Special	78,772	0	78,772
Adult Continuing	1,137	0	1,137
Support Services:			
Pupils	99,009	0	99,009
Instructional Staff	271,278	0	271,278
Administration	142,842	0	142,842
Fiscal	10,013	0	10,013
Operations and Maintenance	25,757	0	25,757
Transportation	348	0	348
Non-Instructional Services	380,809	0	380,809
Food Service	679,909	0	679,909
Extracurricular Activities	529,845	0	529,845
Capital Outlay	0	81,576	81,576
Total Expenditures	3,244,780	81,576	3,326,356
Excess of Revenues Over Expenditures	(211,542)	(54,394)	(265,936)
Other Financing Sources			
Transfer-In	5,000	0	5,000
Net Change in Fund Balance	(206,542)	(54,394)	(260,936)
Fund Balances at			
Beginning of Year (Restated)	753,758	61,337	815,095
Fund Balances at End of Year	\$547,216	\$6,943	\$554,159

New Philadelphia City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2003

	<u>Public School Support</u>	<u>Quaker Foundation Grants</u>	<u>Community Alternative Funding Source</u>	<u>Ashland University</u>
<u>Assets:</u>				
Cash and Cash Equivalents:	\$48,000	\$11,224	\$55,072	\$449
Receivables:				
Accounts	21,545	3,000	0	350
Intergovernmental	0	0	9,159	0
Materials and Supplies Inventory	0	0	0	0
Total Assets	<u>\$69,545</u>	<u>\$14,224</u>	<u>\$64,231</u>	<u>\$799</u>
 <u>Liabilities and Fund Equity</u>				
<u>Liabilities:</u>				
Accounts Payable	\$4,616	\$33	\$14,396	\$0
Accrued Wages and Benefits	0	0	4,741	0
Due to Other Funds	0	0	0	0
Intergovernmental Payable	0	0	916	0
Deferred Revenue	0	0	0	0
Total Liabilities	<u>4,616</u>	<u>33</u>	<u>20,053</u>	<u>0</u>
 <u>Fund Equity:</u>				
<u>Fund Balance:</u>				
Reserved for Encumbrances	2,733	235	0	0
Unreserved:Undesignated Reported in Special Revenue Funds	62,196	13,956	44,178	799
Total Fund Equity (Deficit)	<u>64,929</u>	<u>14,191</u>	<u>44,178</u>	<u>799</u>
Total Liabilities and Fund Equity	<u>\$69,545</u>	<u>\$14,224</u>	<u>\$64,231</u>	<u>\$799</u>

<u>Athletic and Music</u>	<u>Auxiliary Services Non-Public</u>	<u>Teacher Inservice Grant</u>	<u>Management Information System</u>	<u>Preschool Grant</u>	<u>Eisenhower Math Grant</u>
\$108,535	\$43,182	\$1,878	\$27,102	\$50,095	\$0
34,418	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$142,953</u>	<u>\$43,182</u>	<u>\$1,878</u>	<u>\$27,102</u>	<u>\$50,095</u>	<u>\$0</u>
\$11,949	\$6,980	\$0	\$219	\$0	\$0
0	8,397	0	0	7,862	0
0	0	0	0	0	0
0	2,490	0	0	1,965	0
0	0	0	0	0	0
<u>11,949</u>	<u>17,867</u>	<u>0</u>	<u>219</u>	<u>9,827</u>	<u>0</u>
0	24,975	0	171	330	0
<u>131,004</u>	<u>340</u>	<u>1,878</u>	<u>26,712</u>	<u>39,938</u>	<u>0</u>
<u>131,004</u>	<u>25,315</u>	<u>1,878</u>	<u>26,883</u>	<u>40,268</u>	<u>0</u>
<u>\$142,953</u>	<u>\$43,182</u>	<u>\$1,878</u>	<u>\$27,102</u>	<u>\$50,095</u>	<u>\$0</u>

(Continued)

New Philadelphia City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)
June 30, 2003

	Title 6-B Flowthru	Title I	Title V	Title 6-B Preschool
<u>Assets:</u>				
Cash and Cash Equivalents:	\$6,130	\$22,157	\$44	\$4,289
Receivables:				
Accounts	0	0	0	0
Intergovernmental	74,862	32,987	3,153	6,888
Materials and Supplies Inventory	0	0	0	0
Total Assets	<u>\$80,992</u>	<u>\$55,144</u>	<u>\$3,197</u>	<u>\$11,177</u>
 <u>Liabilities and Fund Equity</u>				
<u>Liabilities:</u>				
Accounts Payable	\$5,997	\$674	\$850	\$1,161
Accrued Wages and Benefits	26,488	52,515	0	0
Due to other Funds	0	0	0	0
Intergovernmental Payable	8,300	11,187	0	653
Deferred Revenue	38,411	444	1,178	3,757
Total Liabilities	<u>79,196</u>	<u>64,820</u>	<u>2,028</u>	<u>5,571</u>
 <u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	11,623	1,537	274	0
Unreserved:Undesignated Reported in Special Revenue Funds	<u>(9,827)</u>	<u>(11,213)</u>	<u>895</u>	<u>5,606</u>
Total Fund Equity (Deficit)	<u>1,796</u>	<u>(9,676)</u>	<u>1,169</u>	<u>5,606</u>
Total Liabilities and Fund Equity	<u>\$80,992</u>	<u>\$55,144</u>	<u>\$3,197</u>	<u>\$11,177</u>

<u>Drug Free Schools Grant</u>	<u>Tele-Com E-Rate</u>	<u>Title II-A</u>	<u>Summer School</u>	<u>Food Service</u>	<u>Public Preschool</u>
(\$506)	\$38,445	\$3,206	\$14,738	\$72,126	\$33,192
0	0	0	1,045	15,983	0
3,891	0	28,977	0	27,515	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>13,963</u>	<u>0</u>
<u>\$3,385</u>	<u>\$38,445</u>	<u>\$32,183</u>	<u>\$15,783</u>	<u>\$129,587</u>	<u>\$33,192</u>
\$3,378	\$160	\$70	\$5,056	\$3,619	\$1,100
0	0	18,753	0	49,115	0
0	0	0	0	0	0
0	0	4,018	2,187	22,708	0
<u>1,455</u>	<u>0</u>	<u>13,006</u>	<u>0</u>	<u>12,230</u>	<u>0</u>
<u>4,833</u>	<u>160</u>	<u>35,847</u>	<u>7,243</u>	<u>87,672</u>	<u>1,100</u>
0	1,342	4,670	1,178	0	0
<u>(1,448)</u>	<u>36,943</u>	<u>(8,334)</u>	<u>7,362</u>	<u>41,915</u>	<u>32,092</u>
<u>(1,448)</u>	<u>38,285</u>	<u>(3,664)</u>	<u>8,540</u>	<u>41,915</u>	<u>32,092</u>
<u>\$3,385</u>	<u>\$38,445</u>	<u>\$32,183</u>	<u>\$15,783</u>	<u>\$129,587</u>	<u>\$33,192</u>

New Philadelphia City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)
June 30, 2003

	<u>Band Uniform</u>	<u>Learn and Serve</u>	<u>Juvenile Attention Center</u>	<u>Ohio Reads</u>	<u>School Net Professional</u>
<u>Assets:</u>					
Cash and Cash Equivalents:	\$6,351	\$0	\$4,012	\$17,622	\$914
Receivables:					
Accounts	0	0	0	0	0
Intergovernmental	0	0	84,100	0	0
Materials and Supplies Inventory	0	0	0	0	0
Total Assets	<u>\$6,351</u>	<u>\$0</u>	<u>\$88,112</u>	<u>\$17,622</u>	<u>\$914</u>
 <u>Liabilities and Fund Equity</u>					
<u>Liabilities:</u>					
Accounts Payable	\$0	\$0	\$342	\$514	\$0
Accrued Wages and Benefits	0	0	23,076	937	0
Due to Other Funds	0	0	10,000	0	0
Intergovernmental Payable	0	0	5,038	428	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>38,456</u>	<u>1,879</u>	<u>0</u>
 <u>Fund Equity:</u>					
<u>Fund Balance:</u>					
Reserved for Encumbrances	0	0	1,241	3,140	0
Unreserved: Undesignated Reported in Special Revenue Funds	6,351	0	48,415	12,603	914
Total Fund Equity (Deficit)	<u>6,351</u>	<u>0</u>	<u>49,656</u>	<u>15,743</u>	<u>914</u>
Total Liabilities and Fund Equity	<u>\$6,351</u>	<u>\$0</u>	<u>\$88,112</u>	<u>\$17,622</u>	<u>\$914</u>

<u>Teacher Entry Year</u>	<u>Title II-D</u>	<u>Physical Education for Progress</u>	<u>Assistive Technology</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$3,821	\$568	\$6,142	\$0	\$578,788
0	0	0	0	76,341
0	114	0	0	271,646
0	0	0	0	13,963
<u>\$3,821</u>	<u>\$682</u>	<u>\$6,142</u>	<u>\$0</u>	<u>\$940,738</u>
\$88	\$65	\$0	\$0	\$61,267
0	0	0	0	191,884
0	0	0	0	10,000
0	0	0	0	59,890
0	0	0	0	70,481
<u>88</u>	<u>65</u>	<u>0</u>	<u>0</u>	<u>393,522</u>
1,137	617	6,142	0	61,345
<u>2,596</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>485,871</u>
<u>3,733</u>	<u>617</u>	<u>6,142</u>	<u>0</u>	<u>547,216</u>
<u>\$3,821</u>	<u>\$682</u>	<u>\$6,142</u>	<u>\$0</u>	<u>\$940,738</u>

New Philadelphia City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2003*

	<u>Public School Support</u>	<u>Quaker Foundation Grants</u>	<u>Community Alternate Funding Source</u>	<u>Ashland University</u>
Revenues:				
Intergovernmental	\$0	\$0	\$60,338	\$0
Interest	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	166,494	0	0	0
Services	0	0	0	0
Gifts and Donations	0	19,151	0	0
Miscellaneous	0	0	0	435
Total Revenues	<u>166,494</u>	<u>19,151</u>	<u>60,338</u>	<u>435</u>
Expenditures:				
Current:				
Instruction:				
Regular	0	17,621	0	0
Special	0	0	48,474	0
Adult Continuing	0	0	0	1,137
Support Services:				
Pupils	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	16,876	0
Fiscal	0	0	0	0
Operation and Maintenance	0	0	0	0
Transportation	0	0	0	0
Non-Instructional Services	0	0	0	0
Food Service	0	0	0	0
Extracurricular Activities	143,800	0	0	0
Total Expenditures	<u>143,800</u>	<u>17,621</u>	<u>65,350</u>	<u>1,137</u>
Excess of Revenues Over (Under) Expenditures	22,694	1,530	(5,012)	(702)
Other Financing Sources				
Transfer-In	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	22,694	1,530	(5,012)	(702)
Fund Balances at Beginning of Year	<u>42,235</u>	<u>12,661</u>	<u>49,190</u>	<u>1,501</u>
Fund Balances at End of Year	<u><u>\$64,929</u></u>	<u><u>\$14,191</u></u>	<u><u>\$44,178</u></u>	<u><u>\$799</u></u>

<u>Athletic and Music</u>	<u>Auxiliary Services Non-Public</u>	<u>Teacher Inservice Fund</u>	<u>Management Information System</u>	<u>Preschool Grant</u>	<u>Eisenhower Math Grant</u>
\$0	\$189,061	\$0	\$11,641	\$98,549	\$209
0	0	0	0	0	0
0	0	0	0	0	0
381,622	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>381,622</u>	<u>189,061</u>	<u>0</u>	<u>11,641</u>	<u>98,549</u>	<u>209</u>
0	0	0	0	64,458	4,320
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	353	0
0	0	3,038	0	29,690	0
0	0	0	0	5,315	0
0	0	0	10,013	0	0
0	0	0	0	0	0
0	0	0	0	348	0
0	190,182	0	0	0	0
0	0	0	0	0	0
386,045	0	0	0	0	0
<u>386,045</u>	<u>190,182</u>	<u>3,038</u>	<u>10,013</u>	<u>100,164</u>	<u>4,320</u>
(4,423)	(1,121)	(3,038)	1,628	(1,615)	(4,111)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(4,423)	(1,121)	(3,038)	1,628	(1,615)	(4,111)
<u>135,427</u>	<u>26,436</u>	<u>4,916</u>	<u>25,255</u>	<u>41,883</u>	<u>4,111</u>
<u>\$131,004</u>	<u>\$25,315</u>	<u>\$1,878</u>	<u>\$26,883</u>	<u>\$40,268</u>	<u>\$0</u>

(Continued)

New Philadelphia 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, 2003

	Title 6-B Flowthru	Title I	Title V	Title 6-B Preschool
Revenues:				
Intergovernmental	\$326,092	\$433,155	\$18,575	\$27,551
Interest	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	0
Gifts and Donations	0	0	0	0
Miscellaneous	0	0	0	0
Total Revenues	326,092	433,155	18,575	27,551
Expenditures:				
Current:				
Instruction:				
Regular	0	430,050	19,862	17,760
Special	0	0	0	0
Adult Continuing	0	0	0	0
Support Services:				
Pupils	81,970	0	0	0
Instructional Staff	169,989	10,497	0	19,289
Administration	104,925	12,037	0	3,689
Fiscal	0	0	0	0
Operation and Maintenance	0	0	0	7,167
Transportation	0	0	0	0
Non-Instructional Services	24,962	0	1,790	0
Food Service	0	0	0	0
Extracurricular Activities	0	0	0	0
Total Expenditures	381,846	452,584	21,652	47,905
Excess of Revenues Over (Under) Expenditures	(55,754)	(19,429)	(3,077)	(20,354)
Other Financing Sources				
Transfers-In	0	0	0	0
Net Change in Fund Balance	(55,754)	(19,429)	(3,077)	(20,354)
Fund Balances at Beginning of Year	57,550	9,753	4,246	25,960
Fund Balances at End of Year	\$1,796	(\$9,676)	\$1,169	\$5,606

<u>Drug Free Schools Grant</u>	<u>Tele-Com E-Rate Fund</u>	<u>Title II-A</u>	<u>Summer School</u>	<u>Food Service</u>	<u>Public Preschool</u>
\$17,805	\$14,276	\$146,614	\$26,630	\$257,978	\$0
0	0	0	0	0	0
0	0	0	4,855	0	25,153
0	0	0	0	0	0
0	0	0	0	410,004	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>17,805</u>	<u>14,276</u>	<u>146,614</u>	<u>31,485</u>	<u>667,982</u>	<u>25,153</u>
0	0	128,877	40,286	0	26,354
0	0	0	0	0	0
0	0	0	0	0	0
16,686	0	0	0	0	0
0	0	25,510	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	18,590	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	679,909	0
0	0	0	0	0	0
<u>16,686</u>	<u>18,590</u>	<u>154,387</u>	<u>40,286</u>	<u>679,909</u>	<u>26,354</u>
1,119	(4,314)	(7,773)	(8,801)	(11,927)	(1,201)
0	0	0	5,000	0	0
<u>1,119</u>	<u>(4,314)</u>	<u>(7,773)</u>	<u>(3,801)</u>	<u>(11,927)</u>	<u>(1,201)</u>
(2,567)	42,599	4,109	12,341	53,842	33,293
<u>(\$1,448)</u>	<u>\$38,285</u>	<u>(\$3,664)</u>	<u>\$8,540</u>	<u>\$41,915</u>	<u>\$32,092</u>

(Continued)

New Philadelphia 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, 2003

	<u>Band Uniform</u>	<u>Learn and Serve</u>	<u>Juvenile Attention Center</u>	<u>Ohio Reads</u>
Revenues:				
Intergovernmental	\$0	\$0	\$0	\$10,000
Interest	95	0	0	0
Tuition and Fees	0	0	161,696	0
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	0
Gifts and Donations	0	0	0	0
Miscellaneous	0	0	0	0
Total Revenues	<u>95</u>	<u>0</u>	<u>161,696</u>	<u>10,000</u>
Expenditures:				
Current:				
Instruction:				
Regular	0	0	0	103,321
Special	0	0	0	0
Adult Continuing	0	0	0	0
Support Services:				
Pupils	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance	0	0	0	0
Transportation	0	0	0	0
Non-Instructional Services	0	83	163,792	0
Food Service	0	0	0	0
Extracurricular Activities	0	0	0	0
Total Expenditures	<u>0</u>	<u>83</u>	<u>163,792</u>	<u>103,321</u>
Excess of Revenues Over (Under) Expenditures	95	(83)	(2,096)	(93,321)
Other Financing Sources				
Transfers-In	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	95	(83)	(2,096)	(93,321)
Fund Balances at Beginning of Year	<u>6,256</u>	<u>83</u>	<u>51,752</u>	<u>109,064</u>
Fund Balances at End of Year	<u><u>\$6,351</u></u>	<u><u>\$0</u></u>	<u><u>\$49,656</u></u>	<u><u>\$15,743</u></u>

<u>School Net Professional</u>	<u>Teacher Entry Year</u>	<u>Title II-D</u>	<u>Physical Education For Progress</u>	<u>Assistive Technology Infusion</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$8,050	\$8,000	\$11,387	\$167,524	\$30,298	\$1,863,733
0	0	0	0	0	95
0	0	0	0	0	191,704
0	0	0	0	0	548,116
0	0	0	0	0	410,004
0	0	0	0	0	19,151
0	0	0	0	0	435
<u>8,050</u>	<u>8,000</u>	<u>11,387</u>	<u>167,524</u>	<u>30,298</u>	<u>3,033,238</u>
0	0	10,770	161,382	0	1,025,061
0	0	0	0	30,298	78,772
0	0	0	0	0	1,137
0	0	0	0	0	99,009
8,998	4,267	0	0	0	271,278
0	0	0	0	0	142,842
0	0	0	0	0	10,013
0	0	0	0	0	25,757
0	0	0	0	0	348
0	0	0	0	0	380,809
0	0	0	0	0	679,909
0	0	0	0	0	529,845
<u>8,998</u>	<u>4,267</u>	<u>10,770</u>	<u>161,382</u>	<u>30,298</u>	<u>3,244,780</u>
(948)	3,733	617	6,142	0	(211,542)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5,000</u>
(948)	3,733	617	6,142	0	(206,542)
<u>1,862</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>753,758</u>
<u>\$914</u>	<u>\$3,733</u>	<u>\$617</u>	<u>\$6,142</u>	<u>\$0</u>	<u>\$547,216</u>

New Philadelphia City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2003

	<u>Vocational Educational Equipment</u>	<u>School Net</u>	<u>Library Replacement</u>	<u>Totals</u>
<u>Assets:</u>				
Cash and Cash Equivalents:	\$3,282	\$2,314	\$1,435	\$7,031
Total Assets	<u>\$3,282</u>	<u>\$2,314</u>	<u>\$1,435</u>	<u>\$7,031</u>
 <u>Liabilities and Fund Equity</u>				
<u>Liabilities:</u>				
Accounts Payable	\$0	\$88	\$0	\$88
Total Liabilities	<u>0</u>	<u>88</u>	<u>0</u>	<u>88</u>
 <u>Fund Equity</u>				
<u>Fund Balance:</u>				
Reserved for Encumbrances	0	1,200	0	1,200
Unreserved:Undesignated Reported in Capital Project Funds	<u>3,282</u>	<u>1,026</u>	<u>1,435</u>	<u>5,743</u>
Total Fund Equity	<u>3,282</u>	<u>2,226</u>	<u>1,435</u>	<u>6,943</u>
Total Liabilities and Fund Equity	<u>\$3,282</u>	<u>\$2,314</u>	<u>\$1,435</u>	<u>\$7,031</u>

New Philadelphia City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances*
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2003

	Vocational Educational Equipment	School Net	Library Replacement	Totals
Revenues:				
Intergovernmental	\$0	\$24,500	\$0	\$24,500
Miscellaneous	0	0	2,682	2,682
Total Revenues	0	24,500	2,682	27,182
Expenditures:				
Current:				
Capital Outlay	0	79,340	2,236	81,576
Total Expenditures	0	79,340	2,236	81,576
Net Change in Fund Balance	0	(54,840)	446	(54,394)
Fund Balances at Beginning of Year	3,282	57,066	989	61,337
Fund Balances at End of	<u>\$3,282</u>	<u>\$2,226</u>	<u>\$1,435</u>	<u>\$6,943</u>

New Philadelphia City School District

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

New Philadelphia 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, 2003

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
Revenues				
Taxes	\$8,875,000	\$9,240,000	\$9,115,655	(\$124,345)
Intergovernmental	8,100,000	8,270,625	8,141,538	(129,087)
Interest	300,000	300,000	185,620	(114,380)
Tuition and Fees	100,000	104,500	121,319	16,819
Rentals	11,500	11,500	8,747	(2,753)
Miscellaneous	229,500	254,000	218,991	(35,009)
<i>Total Revenues</i>	<u>17,616,000</u>	<u>18,180,625</u>	<u>17,791,870</u>	<u>(388,755)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	6,766,000	6,800,500	6,679,769	120,731
Fringe Benefits	2,192,700	2,250,853	2,248,062	2,791
Purchased Services	68,600	149,900	88,013	61,887
Materials and Supplies	256,700	422,386	395,710	26,676
Capital Outlay - Replacement	34,100	107,863	100,613	7,250
<i>Total Regular</i>	<u>9,318,100</u>	<u>9,731,502</u>	<u>9,512,167</u>	<u>219,335</u>
Special:				
Salaries and Wages	1,216,000	1,216,000	1,163,010	52,990
Fringe Benefits	411,500	421,500	419,954	1,546
Purchased Services	0	300	216	84
Materials and Supplies	2,700	3,471	3,152	319
<i>Total Special</i>	<u>1,630,200</u>	<u>1,641,271</u>	<u>1,586,332</u>	<u>54,939</u>
Vocational:				
Salaries and Wages	255,000	255,000	247,507	7,493
Fringe Benefits	77,125	77,125	74,228	2,897
Materials and Supplies	5,300	6,387	5,159	1,228
Capital Outlay	20,000	23,000	21,590	1,410
<i>Total Vocational</i>	<u>357,425</u>	<u>361,512</u>	<u>348,484</u>	<u>13,028</u>
Other:				
Purchased Services	90,000	150,000	141,573	8,427
<i>Total Instruction</i>	<u>\$11,395,725</u>	<u>\$11,884,285</u>	<u>\$11,588,556</u>	<u>\$295,729</u>

(continued)

New Philadelphia 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, 2003

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
Support Services:				
Pupil:				
Salaries and Wages	\$621,000	\$636,000	\$631,754	\$4,246
Fringe Benefits	204,500	206,500	204,685	1,815
Purchased Services	95,000	95,000	93,444	1,556
Materials and Supplies	23,500	87,030	74,403	12,627
Total Pupil	944,000	1,024,530	1,004,286	20,244
Instructional Staff:				
Salaries and Wages	307,500	307,500	290,759	16,741
Fringe Benefits	192,950	203,150	203,097	53
Purchased Services	3,500	4,733	1,523	3,210
Materials and Supplies	56,700	64,423	64,067	356
Capital Outlay	0	1,000	704	296
Total Instructional Staff	560,650	580,806	560,150	20,656
Board of Education:				
Salaries and Wages	2,400	2,400	2,400	0
Fringe Benefits	200	200	166	34
Purchased Services	26,500	71,500	60,741	10,759
Total Board of Education	29,100	74,100	63,307	10,793
Administration:				
Salaries and Wages	1,232,800	1,232,800	1,154,706	78,094
Fringe Benefits	525,000	525,000	497,284	27,716
Purchased Services	39,500	67,010	30,314	36,696
Materials and Supplies	5,800	8,434	8,414	20
Capital Outlay - Replacement	5,000	2,500	1,919	581
Other	1,500	6,000	5,618	382
Total Administration	1,809,600	1,841,744	1,698,255	143,489
Fiscal:				
Salaries and Wages	166,500	166,500	162,024	4,476
Fringe Benefits	80,500	83,500	80,457	3,043
Purchased Services	121,000	83,000	70,511	12,489
Materials and Supplies	100,000	118,234	105,115	13,119
Capital Outlay - Replacement	1,000	1,000	325	675
Other	255,000	255,000	236,666	18,334
Total Fiscal	\$724,000	\$707,234	\$655,098	\$52,136

(continued)

New Philadelphia 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, 2003

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Over (Under)
Operation and Maintenance of Plant:				
Salaries and Wages	\$871,700	\$871,700	\$846,219	\$25,481
Fringe Benefits	372,650	372,650	364,478	8,172
Purchased Services	614,400	625,125	576,122	49,003
Materials and Supplies	86,000	92,000	60,938	31,062
Capital Outlay - Replacement	19,250	130,907	126,452	4,455
Total Operation and Maintenance of Plant	1,964,000	2,092,382	1,974,209	118,173
Pupil Transportation:				
Salaries and Wages	515,100	492,100	449,605	42,495
Fringe Benefits	227,700	227,700	223,348	4,352
Purchased Services	7,300	7,300	2,278	5,022
Materials and Supplies	97,000	124,938	96,782	28,156
Capital Outlay - Replacement	115,200	115,200	111,795	3,405
Total Pupil Transportation	962,300	967,238	883,808	83,430
Central:				
Purchased Services	5,000	5,000	2,552	2,448
Total Central	5,000	5,000	2,552	2,448
Total Support Services	6,998,650	7,293,034	6,841,665	451,369
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	0	2,500	2,432	68
Materials and Supplies	0	5,000	3,429	1,571
Total Operation of Non-Instructional Services	0	7,500	5,861	1,639
Extracurricular Activities:				
Academic and Subject Oriented Activities				
Salaries and Wages	102,500	102,500	87,970	14,530
Fringe Benefits	17,300	17,300	12,396	4,904
Total Academic and Subject Oriented Activities	\$119,800	\$119,800	\$100,366	\$19,434

(continued)

New Philadelphia 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, 2003

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Over (Under)
Sports Oriented Activities:				
Salaries and Wages	\$258,600	\$258,600	\$211,370	\$47,230
Fringe Benefits	35,000	35,000	31,579	3,421
Total Sports Oriented Activities	293,600	293,600	242,949	50,651
School and Public Service Co-Curricular Activities:				
Salaries and Wages	42,000	42,000	31,119	10,881
Fringe Benefits	5,700	5,700	3,786	1,914
Total School and Public Service Co-Curricular Activities	47,700	47,700	34,905	12,795
Total Extracurricular Activities	461,100	461,100	378,220	82,880
<i>Total Expenditures</i>	18,855,475	19,645,919	18,814,302	831,617
<i>Excess of Revenues Over (Under) Expenditures</i>	(1,239,475)	(1,465,294)	(1,022,432)	442,862
Other Financing Sources (Uses)				
Refund of Prior Year Expenditures	0	0	248	248
Advances In	0	55,500	55,500	0
Advances Out	0	0	(110,000)	(110,000)
Operating Transfers Out	(15,000)	(15,000)	(5,000)	10,000
<i>Total Other Financing Sources (Uses)</i>	(15,000)	40,500	(59,252)	(99,752)
<i>Net Change in Fund Balance</i>	(1,254,475)	(1,424,794)	(1,081,684)	343,110
<i>Fund Balance Beginning of Year</i>	9,577,252	9,577,252	9,577,252	0
Prior Year Encumbrances Appropriated	192,516	192,516	192,516	0
<i>Fund Balance End of Year</i>	<u>\$8,515,293</u>	<u>\$8,344,974</u>	<u>\$8,688,084</u>	<u>\$343,110</u>

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service Fund
For the Fiscal Year Ended June 30, 2003

	<u>Budgeted Amounts</u>			Variance with Final Budget Over (Under)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes	\$650,000	\$650,000	\$640,922	(\$9,078)
Intergovernmental	78,000	78,000	80,890	2,890
<i>Total Revenues</i>	<u>728,000</u>	<u>728,000</u>	<u>721,812</u>	<u>(6,188)</u>
Expenditures				
Debt Service:				
Principal Retirement	280,000	280,000	280,000	0
Interest and Fiscal Charges	430,665	430,665	430,665	0
Total Debt Service	710,665	710,665	710,665	0
<i>Total Expenditures</i>	<u>710,665</u>	<u>710,665</u>	<u>710,665</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	17,335	17,335	11,147	(6,188)
<i>Fund Balance Beginning of Year</i>	<u>445,359</u>	<u>445,359</u>	<u>445,359</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$462,694</u></u>	<u><u>\$462,694</u></u>	<u><u>\$456,506</u></u>	<u><u>(\$6,188)</u></u>

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2003

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$189,000	\$189,000	\$182,300	(\$6,700)
Intergovernmental	20,000	20,100	20,805	705
Miscellaneous	50,000	51,500	51,511	11
<i>Total Revenues</i>	<u>259,000</u>	<u>260,600</u>	<u>254,616</u>	<u>(5,984)</u>
Expenditures				
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Capital Outlay - New	5,000	139,906	135,274	4,632
Capital Outlay - Replacement	235,000	257,553	225,575	31,978
Total Capital Outlay	<u>240,000</u>	<u>397,459</u>	<u>360,849</u>	<u>36,610</u>
<i>Total Expenditures</i>	<u>240,000</u>	<u>397,459</u>	<u>360,849</u>	<u>36,610</u>
Excess of Revenues Over (Under) Expenditures	19,000	(136,859)	(106,233)	30,626
Other Financing Sources				
Advances In	0	80,000	96,000	16,000
Advances Out	0	0	(13,500)	(13,500)
<i>Total Other Financing Sources</i>	<u>0</u>	<u>80,000</u>	<u>82,500</u>	<u>2,500</u>
<i>Net Change in Fund Balance</i>	19,000	(56,859)	(23,733)	33,126
<i>Fund Balance Beginning of Year</i>	54,950	54,950	54,950	0
Prior Year Encumbrances Appropriated	<u>27,459</u>	<u>27,459</u>	<u>27,459</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$101,409</u>	<u>\$25,550</u>	<u>\$58,676</u>	<u>\$33,126</u>

New Philadelphia 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, 2003

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Over (Under)
Revenues				
Extracurricular Activities	\$150,000	\$139,000	\$146,185	\$7,185
Expenditures				
Current:				
Extracurricular Activities:				
School and Public Service Co-Curricular Activities:				
Co-Curricular Activities:				
Salaries and Wages	6,700	6,700	2,238	4,462
Fringe Benefits	50	50	0	50
Purchased Services	62,600	62,600	51,034	11,566
Materials and Supplies	62,000	109,596	94,463	15,133
<i>Total Expenditures</i>	<u>131,350</u>	<u>178,946</u>	<u>147,735</u>	<u>31,211</u>
<i>Net Change in Fund Balance</i>	18,650	(39,946)	(1,550)	38,396
<i>Fund Balance Beginning of Year</i>	41,206	41,206	41,206	0
Prior Year Encumbrances Appropriated	995	995	995	0
<i>Fund Balance End of Year</i>	<u>\$60,851</u>	<u>\$2,255</u>	<u>\$40,651</u>	<u>\$38,396</u>

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Quaker Foundation Grants Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Contributions and Donations	\$13,000	\$13,900	\$15,136	\$1,236
Miscellaneous	0	1,000	1,015	15
<i>Total Revenues</i>	13,000	14,900	16,151	1,251
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	11,560	21,444	18,203	3,241
Capital Outlay - New	0	6,432	0	6,432
<i>Total Expenditures</i>	11,560	27,876	18,203	9,673
<i>Excess of Revenues Under Expenditures</i>	1,440	(12,976)	(2,052)	10,924
<i>Fund Balance Beginning of Year</i>	12,126	12,126	12,126	0
Prior Year Encumbrances Appropriated	880	880	880	0
<i>Fund Balance End of Year</i>	\$14,446	\$30	\$10,954	\$10,924

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Community Alternative Funding Source Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$60,000	\$60,000	\$62,075	\$2,075
Expenditures				
Current:				
Instruction:				
Special:				
Materials and Supplies	30,000	48,572	45,980	2,592
Support Services:				
Administration:				
Salaries and Wages	20,000	20,000	10,725	9,275
Fringe Benefits	8,100	8,100	5,717	2,383
Total Administration	28,100	28,100	16,442	11,658
Total Support Services	28,100	28,100	16,442	11,658
<i>Total Expenditures</i>	58,100	76,672	62,422	14,250
<i>Net Change in Fund Balance</i>	1,900	(16,672)	(347)	16,325
<i>Fund Balance Beginning of Year</i>	54,312	54,312	54,312	0
Prior Year Encumbrances Appropriated	572	572	572	0
<i>Fund Balance End of Year</i>	\$56,784	\$38,212	\$54,537	\$16,325

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Ashland University Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Miscellaneous	\$635	\$900	\$830	(\$70)
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	1,000	1,500	1,108	392
Fringe Benefits	25	25	6	19
Materials and Supplies	100	100	23	77
<i>Total Expenditures</i>	1,125	1,625	1,137	488
<i>Excess of Revenues Under Expenditures</i>	(490)	(725)	(307)	418
<i>Fund Balance Beginning of Year</i>	755	755	755	0
<i>Fund Balance End of Year</i>	\$265	\$30	\$448	\$418

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Athletic and Music Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Extracurricular Activities	\$345,000	\$332,000	\$380,310	\$48,310
Expenditures				
Current:				
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Activities:				
Salaries and Wages	500	500	0	500
Fringe Benefits	27,000	0	0	0
Materials and Supplies	38,500	52,304	48,306	3,998
Other	7,500	51,854	49,969	1,885
Total Academic and Subject Oriented Activities	73,500	104,658	98,275	6,383
Sports Oriented Activities:				
Salaries and Wages	200	7,500	7,195	305
Fringe Benefits	0	200	100	100
Purchased Services	83,000	100,942	95,976	4,966
Materials and Supplies	130,000	163,249	138,570	24,679
Capital Outlay	1,500	1,500	0	1,500
Total Sports Oriented Activities	214,700	273,391	241,841	31,550
School and Public Service				
Purchased Services	0	500	419	81
Materials and Supplies	54,000	64,865	54,569	10,296
Other	0	1,726	1,648	78
Total School and Public Service				
Co-Curricular Activities	54,000	67,091	56,636	10,455
Total Extracurricular Activities	342,200	445,140	396,752	48,388
<i>Total Expenditures</i>	342,200	445,140	396,752	48,388
<i>Excess of Revenues Under Expenditures</i>	2,800	(113,140)	(16,442)	96,698
Other Financing Uses				
Advances Out	0	(100)	(94)	6
<i>Net Change in Fund Balance</i>	2,800	(113,240)	(16,536)	96,704
<i>Fund Balance Beginning of Year</i>	96,229	96,229	96,229	0
Prior Year Encumbrances Appropriated	17,040	17,040	17,040	0
<i>Fund Balance End of Year</i>	\$116,069	\$29	\$96,733	\$96,704

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services Non-Public Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$155,000	\$180,000	\$189,061	\$9,061
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	12,524	56,712	50,108	6,604
Fringe Benefits	5,215	12,336	10,454	1,882
Purchased Services	5,298	63,305	50,499	12,806
Materials and Supplies	6,015	93,688	114,032	(20,344)
Total Community Services	29,052	226,041	225,093	948
<i>Total Expenditures</i>	29,052	226,041	225,093	948
<i>Net Change in Fund Balance</i>	125,948	(46,041)	(36,032)	10,009
<i>Fund Balance Beginning of Year</i>	45,449	45,449	45,449	0
Prior Year Encumbrances Appropriated	1,811	1,811	1,811	0
<i>Fund Balance (Deficit) End of Year</i>	\$173,208	\$1,219	\$11,228	\$10,009

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Teacher Inservice Fund
For the Fiscal Year Ended June 30, 2003

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	1,425	1,425	243	1,182
Purchased Services	<u>2,507</u>	<u>2,807</u>	<u>2,795</u>	<u>12</u>
Total Support Services	3,932	4,232	3,038	1,194
Operation of Non-Instructional Community Services:				
Purchased Services	<u>609</u>	<u>609</u>	<u>0</u>	<u>609</u>
<i>Total Expenditures</i>	<u>4,541</u>	<u>4,841</u>	<u>3,038</u>	<u>1,803</u>
<i>Net Change in Fund Balance</i>	(4,541)	(4,841)	(3,038)	1,803
<i>Fund Balance Beginning of Year</i>	<u>4,917</u>	<u>4,917</u>	<u>4,917</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$376</u></u>	<u><u>\$76</u></u>	<u><u>\$1,879</u></u>	<u><u>\$1,803</u></u>

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Management Information System Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$11,000	\$0	\$11,641	\$11,641
Expenditures				
Current:				
Support Services:				
Fiscal:				
Purchased Services	4,000	11,875	10,203	1,672
<i>Net Change in Fund Balance</i>	7,000	(11,875)	1,438	13,313
<i>Fund Balance Beginning of Year</i>	24,398	24,398	24,398	0
Prior Year Encumbrances Appropriated	875	875	875	0
<i>Fund Balance End of Year</i>	<u>\$32,273</u>	<u>\$13,398</u>	<u>\$26,711</u>	<u>\$13,313</u>

New Philadelphia 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, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$104,000	\$105,000	\$98,549	(\$6,451)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	39,341	29,841	27,414	2,427
Fringe Benefits	14,712	19,912	19,290	622
Materials and Supplies	3,798	5,753	5,230	523
Capital Outlay - New	4,942	21,942	12,268	9,674
Total Regular	62,793	77,448	64,202	13,246
Support Services:				
Pupil:				
Purchased Services	4,944	4,944	353	4,591
Materials and Supplies	0	0	0	0
Total Pupils	4,944	4,944	353	4,591
Instructional Staff:				
Salaries and Wages	29,681	24,682	23,399	1,283
Fringe Benefits	9,450	9,450	6,041	3,409
Purchased Services	100	100	70	30
Materials and Supplies	4,821	5,017	179	4,838
Total Instructional Staff	44,052	39,249	29,689	9,560
Administration:				
Salaries and Wages	25,077	16,077	4,949	11,128
Fringe Benefits	0	0	0	0
Purchased Services	0	0	0	0
Materials and Supplies	351	351	0	351
Total Administration	25,428	16,428	4,949	11,479
Pupil Transportation:				
Salaries and Wages	0	0	0	0
Purchased Services	2,000	2,000	348	1,652
Total Pupil Transportation	2,000	2,000	348	1,652
Total Support Services	76,424	62,621	35,339	27,282
Total Expenditures	139,217	140,069	99,541	40,528
Net Change in Fund Balance	(35,217)	(35,069)	(992)	34,077
Fund Balance Beginning of Year	49,057	49,057	49,057	0
Prior Year Encumbrances Appropriated	850	850	850	0
Fund Balance End of Year	\$14,690	\$14,838	\$48,915	\$34,077

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Eisenhower Math Grant Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$0	\$2,502	\$2,011	(\$491)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	778	995	988	7
Purchased Services	0	2,252	1,860	392
Materials and Supplies	0	1,470	1,470	0
<i>Total Expenditures</i>	<u>778</u>	<u>4,717</u>	<u>4,318</u>	<u>399</u>
<i>Net Change in Fund Balance</i>	(778)	(2,215)	(2,307)	(92)
<i>Fund Balance Beginning of Year</i>	1,913	1,913	1,913	0
<i>Prior Year Encumbrances</i>	<u>394</u>	<u>394</u>	<u>394</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,529</u></u>	<u><u>\$92</u></u>	<u><u>\$0</u></u>	<u><u>(\$92)</u></u>

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title 6-B Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$364,502	\$489,982	\$411,121	(\$78,861)
Expenditures				
Current:				
Regular Instruction				
Salaries	5,000	0	0	0
Fringe Benefits	0	0	0	0
Total Regular Instruction	5,000	0	0	0
Support Services:				
Pupils:				
Purchased Services	71,647	93,836	89,969	3,867
Materials and Supplies	33,500	12,872	12,840	32
Capital Outlay - New	0	0	0	0
Total Pupils	105,147	106,708	102,809	3,899
Instructional Staff:				
Salaries and Wages	79,542	86,071	83,091	2,980
Fringe Benefits	81,060	75,248	61,416	13,832
Purchased Services	2,302	0	0	0
Materials and Supplies	14,385	11,529	8,424	3,105
Capital Outlay	20,770	20,770	20,397	373
Total Instructional Staff	198,059	193,618	173,328	20,290
Administration:				
Salaries and Wages	93,298	92,984	71,791	21,193
Fringe Benefits	36,928	39,819	27,765	12,054
Materials and Supplies	3,599	3,825	3,918	(93)
Capital Outlay - New	1,400	0	0	0
Total Administration	135,225	136,628	103,474	33,154
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	12,000	13,915	12,940	975
Fringe Benefits	720	28	28	0
Purchased Services	17,010	500	0	500
Materials and Supplies	0	16,846	12,128	4,718
Capital Outlay - New	0	1,390	1,390	0
Total Operation of Non-Instructional Services	29,730	32,679	26,486	6,193
<i>Total Expenditures</i>	473,161	469,633	406,097	63,536
<i>Total Revenue (Under) Expenditures</i>	(108,659)	20,349	5,024	(15,325)
Other Financing Sources				
Advances Out	0	0	(17,000)	(17,000)
<i>Net Change in Fund Balance</i>	(108,659)	20,349	(11,976)	(32,325)
<i>Fund Balance Beginning of Year</i>	450	450	450	0
Prior Year Encumbrances Appropriated	37	37	37	0
<i>Fund Balance End of Year</i>	(\$108,172)	\$20,836	(\$11,489)	(\$32,325)

New Philadelphia 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, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$433,599	\$505,137	\$468,990	(\$36,147)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	296,734	296,564	260,025	36,539
Fringe Benefits	93,560	93,217	98,361	(5,144)
Purchased Services	802	0	0	0
Materials and Supplies	16,032	32,046	32,037	9
Capital Outlay	29,322	29,322	25,574	3,748
Total Instruction	436,450	451,149	415,997	35,152
Support Services:				
Instructional Staff:				
Salaries and Wages	11,120	11,120	4,025	7,095
Materials and Supplies	10,558	10,558	7,937	2,621
Total Administration	21,678	21,678	11,962	9,716
Administration:				
Salaries and Wages	21,749	18,900	10,910	7,990
Materials and Supplies	3,000	100	21	79
Total Administration	24,749	19,000	10,931	8,069
<i>Total Expenditures</i>	482,877	491,827	438,890	52,937
<i>Excess of Revenues Under Expenditures</i>	(49,278)	13,310	30,100	16,790
Other Financing Uses				
Advances Out	0	0	(10,000)	(10,000)
<i>Excess of Revenues Under Expenditures and Other Sources(Uses)</i>	(49,278)	13,310	20,100	6,790
<i>Fund Balance Beginning of Year</i>	(1,078)	(1,078)	(1,078)	0
Prior Year Encumbrances Appropriated	926	926	926	0
<i>Fund Balance End of Year</i>	(\$49,430)	\$13,158	\$19,948	\$6,790

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title V Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$19,753	\$22,032	\$18,879	(\$3,153)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	17,379	16,350	15,236	1,114
Fringe Benefits	2,422	3,622	3,673	(51)
Purchased Services	0	0	0	0
Materials and Supplies	1,095	1,098	976	122
Total Instruction	20,896	21,070	19,885	1,185
Operation of Non-Instructional Services:				
Services:				
Community Services:				
Materials and Supplies	3,800	3,800	2,914	886
Total Operation of Non-Instructional Services	3,800	3,800	2,914	886
<i>Total Expenditures</i>	24,696	24,870	22,799	2,071
<i>Net Change in Fund Balance</i>	(4,943)	(2,838)	(3,920)	(1,082)
<i>Fund Balance Beginning of Year</i>	2,838	2,838	2,838	0
<i>Fund Balance End of Year</i>	(\$2,105)	\$0	(\$1,082)	(\$1,082)

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title 6-B Preschool Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$31,308	\$53,513	\$46,375	(\$7,138)
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	5,865	1,000	0	1,000
Materials and Supplies	0	4,264	4,264	0
Capital Outlay	12,833	13,496	13,496	0
Total Special	18,698	18,760	17,760	1,000
Instructional Staff:				
Salaries and Wages	20,000	19,002	17,690	1,312
Fringe Benefits	1,000	1,043	335	708
Purchased Services	1,612	1,575	700	875
Materials and Supplies	2,808	2,808	1,273	1,535
Total Instructional Staff	25,420	24,428	19,998	4,430
Administration:				
Salaries and Wages	6,700	7,300	2,800	4,500
Fringe Benefits	903	1,000	914	86
Equipment	7,167	7,167	7,167	0
Total Administration	14,770	15,467	10,881	4,586
Total Support Services	40,190	39,895	30,879	9,016
<i>Total Expenditures</i>	58,888	58,655	48,639	10,016
<i>Net Change in Fund Balance</i>	(27,580)	(5,142)	(2,264)	2,878
<i>Fund Balance Beginning of Year</i>	5,391	5,391	5,391	0
<i>Fund Balance End of Year</i>	(\$22,189)	\$249	\$3,127	\$2,878

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Schools Grant Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$19,257	\$20,408	\$16,270	(\$4,138)
Expenditures				
Current:				
Support Services:				
Pupil:				
Salaries and Wages	17,000	16,939	15,336	1,603
Purchased Services	1,000	1,000	0	1,000
Materials and Supplies	1,613	1,746	969	777
Capital Outlay	442	370	369	1
<i>Total Expenditures</i>	20,055	20,055	16,674	3,381
<i>Excess of Revenue Under Expenditures</i>	(798)	353	(404)	(757)
<i>Other Operating Sources</i>				
Advances Out	0	0	(1,000)	(\$1,000)
<i>Net Change in Fund Balance</i>	(798)	353	(1,404)	(1,757)
<i>Fund Balance Beginning of Year</i>	688	688	688	0
Prior Year Encumbrances Appropriated	210	210	210	0
<i>Fund Balance End of Year</i>	\$100	\$1,251	(\$506)	(\$1,757)

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Tele-com E-Rate Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$20,000	\$10,000	\$14,276	\$4,276
Expenditures				
Fiscal				
Purchased services	10,000	20,000	19,932	68
<i>Net Change in Fund Balance</i>	10,000	(10,000)	(5,656)	4,344
<i>Fund Balance Beginning of Year</i>	42,598	42,598	42,598	0
<i>Fund Balance End of Year</i>	\$52,598	\$32,598	\$36,942	\$4,344

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Teacher Quality Title II-A Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$159,698	\$159,698	\$130,722	(\$28,976)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	94,312	85,012	65,695	19,317
Fringe Benefits	35,234	43,234	36,616	6,618
Purchased Services	18,152	0	0	0
Materials and Supplies	10,000	0	0	0
Total Instruction	157,698	128,246	102,311	25,935
Support Services:				
Pupils:				
Purchased Services	0	29,452	27,938	1,514
Materials and Supplies	2,000	2,000	2,005	(5)
Total Support Services	2,000	31,452	29,943	1,509
<i>Total Expenditures</i>	159,698	159,698	132,254	27,444
<i>Net change in Fund Balance</i>	0	0	(1,532)	(1,532)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	(\$1,532)	(\$1,532)

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Summer School Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$10,000	\$10,000	\$26,630	\$16,630
Tuition and Fees	5,000	3,000	6,977	3,977
<i>Total Revenues</i>	15,000	13,000	33,607	20,607
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	32,000	34,000	30,744	3,256
Fringe Benefits	1,100	1,100	1,008	92
Materials and Supplies	3,000	4,000	3,527	473
<i>Total Expenditures</i>	36,100	39,100	35,279	3,821
<i>Excess of Revenues Under Expenditures</i>	(21,100)	(26,100)	(1,672)	24,428
Other Financing Sources				
Operating Transfers In	20,000	36,100	5,000	(31,100)
<i>Net Change in Fund Balance</i>	(1,100)	10,000	3,328	(6,672)
<i>Fund Balance Beginning of Year</i>	10,231	10,231	10,231	0
<i>Fund Balance End of Year</i>	\$9,131	\$20,231	\$13,559	(\$6,672)

New Philadelphia 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, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Sales	\$423,000	\$426,000	\$394,021	(\$31,979)
Interest	5,000	5,000	0	(5,000)
Operating Grants	200,000	189,500	165,620	(23,880)
<i>Total Revenues</i>	628,000	620,500	559,641	(60,859)
Expenditures:				
Salaries:				
Food Service Operations	265,000	265,000	254,516	10,484
Fringe Benefits:				
Food Service Operations	158,000	158,000	146,178	11,822
Purchased Services:				
Food Service Operations	20,000	21,000	14,788	6,212
Materials and Supplies:				
Food Service Operations	245,000	265,000	245,642	19,358
Capital Outlay:				
Capital Outlay - New:				
Food Service Operations	2,000	2,000	0	2,000
<i>Total Expenditures</i>	690,000	711,000	661,124	49,876
<i>Net Change in Fund Balance</i>	(62,000)	(90,500)	(101,483)	(10,983)
<i>Fund Balance Beginning of Year</i>	173,431	173,431	173,431	0
<i>Fund Balance End of Year</i>	\$111,431	\$82,931	\$71,948	(\$10,983)

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public Prechool Fund
For the Fiscal Year Ended June 30, 2003

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Tuition and Fees	\$36,000	\$20,000	\$25,153	\$5,153
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	30,000	31,497	26,260	5,237
<i>Net Change in Fund Balance</i>	6,000	(11,497)	(1,107)	10,390
<i>Fund Balance Beginning of Year</i>	31,823	31,823	31,823	0
<i>Prior Year Encumbrances Appropriated</i>	1,497	1,497	1,497	0
<i>Fund Balance End of Year</i>	<u>\$39,320</u>	<u>\$21,823</u>	<u>\$32,213</u>	<u>\$10,390</u>

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Band Uniform Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Interest	\$155	\$150	\$95	(\$55)
Expenditures				
Current:				
Extracurricular Activities:				
Academic and Subject Oriented				
Activities:				
Capital Outlay - Replacement	0	0	0	0
<i>Net Change in Fund Balance</i>	155	150	95	(55)
<i>Fund Balance Beginning of Year</i>	6,256	6,256	6,256	0
<i>Fund Balance End of Year</i>	\$6,411	\$6,406	\$6,351	(\$55)

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Learn and Serve Grant Fund
For the Fiscal Year Ended June 30, 2003

	<u>Budgeted Amounts</u>			Variance with Final Budget Over (Under)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Other	<u>83</u>	<u>83</u>	<u>83</u>	<u>0</u>
<i>Total Expenditures</i>	<u>83</u>	<u>83</u>	<u>83</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(83)	(83)	(83)	0
<i>Fund Balance Beginning of Year</i>	<u>83</u>	<u>83</u>	<u>83</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Juvenile Attention Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Tuition and Fees	\$149,000	\$180,000	\$167,094	(\$12,906)
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	83,000	109,000	107,619	1,381
Fringe Benefits	42,500	50,000	48,811	1,189
Materials and Supplies	8,000	9,748	8,469	1,279
<i>Total Expenditures</i>	133,500	168,748	164,899	3,849
Total Revenues (Under) Expenditures	15,500	11,252	2,195	(9,057)
<i>Fund Balance Beginning of Year</i>	(15)	(15)	(15)	0
Prior Year Encumbrances Appropriated	248	248	248	0
<i>Fund Balance End of Year</i>	\$15,733	\$11,485	\$2,428	(\$9,057)

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$74,964	\$85,464	\$84,964	(\$500)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	22,523	28,788	21,138	7,650
Purchased Services	8,450	6,150	150	6,000
Materials and Supplies	69,924	85,320	84,937	383
Capital Outlay - New	6,600	6,546	6,546	0
<i>Total Expenditures</i>	107,497	126,804	112,771	14,033
<i>Net Change in Fund Balance</i>	(32,533)	(41,340)	(27,807)	13,533
<i>Fund Balance Beginning of Year</i>	25,795	25,795	25,795	0
Prior Year Encumbrances Appropriated	15,978	15,978	15,978	0
<i>Fund Balance End of Year</i>	\$9,240	\$433	\$13,966	\$13,533

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
SchoolNet Professional Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$0	\$7,500	\$8,050	\$550
Expenditures				
Current				
Instruction				
Purchased Services	4,853	9,012	8,997	15
Total Expenditures	4,853	9,012	8,997	15
<i>Net Change in Fund Balance</i>	(4,853)	(1,512)	(947)	565
<i>Fund Balance Beginning of Year</i>	1,353	1,353	1,353	0
<i>Prior Year Encumbrances Appropriated</i>	509	509	509	0
<i>Fund Balance End of Year</i>	(\$2,991)	\$350	\$915	\$565

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Teacher Entry Year Fund
For the Fiscal Year Ended June 30, 2003

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$0	\$8,000	\$8,000	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	0	5,000	4,145	855
Purchased Services	0	1,000	325	675
Materials and Supplies	0	2,000	934	1,066
<i>Total Expenditures</i>	<u>0</u>	<u>8,000</u>	<u>5,404</u>	<u>2,596</u>
<i>Net Change in Fund Balance</i>	0	0	2,596	2,596
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$2,596</u>	<u>\$2,596</u>

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title II-D Technology Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$11,387	\$11,387	\$11,273	(\$114)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries	0	455	455	0
Materials and Supplies	0	710	823	(113)
Purchased Services	0	10,109	10,108	1
<i>Total Expenditures</i>	0	11,274	11,386	(112)
<i>Total Revenues Over Expenditures</i>	11,387	113	(113)	(226)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$11,387	\$113	(\$113)	(\$226)

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Physical Education for Progress Grant Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues	\$0	\$175,131	\$167,524	(\$7,607)
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	0	30,000	25,953	4,047
Materials and Supplies	0	72,131	69,175	2,956
Capital Outlay	0	73,000	66,255	6,745
<i>Total Expenditures</i>	0	175,131	161,383	13,748
<i>Net Change in Fund Balance</i>	0	0	6,141	6,141
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$6,141	\$6,141

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Assistive Technology Infusion Grant Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$0	\$30,330	\$30,298	(\$32)
Expenditures				
Current:				
Instruction:				
Special:				
Materials and Supplies	0	30,328	30,298	30
<i>Total Expenditures</i>	0	30,328	30,298	30
<i>Total Revenues Over Expenditures</i>	0	2	0	(2)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$2	\$0	(\$2)

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Vocational Education Equipment Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts			Variance with Final Budget Over (Under)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	3,281	3,281	3,281	0
<i>Fund Balance End of Year</i>	<u>\$3,281</u>	<u>\$3,281</u>	<u>\$3,281</u>	<u>\$0</u>

New Philadelphia 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, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental	\$8,700	\$81,612	\$81,611	(\$1)
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	44,912	72,911	72,512	399
Non-Instructional				
Salaries	300	970	970	0
Purchased Services	8,700	7,200	7,160	40
Capital Outlay	0	830	349	481
Total Non-Instructional	9,000	9,000	8,479	521
<i>Total Expenditures</i>	53,912	81,911	80,991	920
<i>Net Change in Fund Balance</i>	(45,212)	(299)	620	919
<i>Fund Balance Beginning of Year</i>	404	404	404	0
<i>Fund Balance End of Year</i>	(\$44,808)	\$105	\$1,024	\$919

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Library Replacement Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Contributions and Donations	\$600	\$500	\$510	\$10
Miscellaneous	0	1,100	2,171	1,071
<i>Total Revenues</i>	600	1,600	2,681	1,081
Expenditures				
Current:				
Instructional Staff:				
Materials and Supplies	1,500	500	340	160
Capital Outlay				
Architecture and Engineering Services:				
Materials and Supplies	0	2,057	1,895	162
<i>Total Expenditures</i>	1,500	2,557	2,235	322
<i>Net Change in Fund Balance</i>	(900)	(957)	446	1,403
<i>Fund Balance Beginning of Year</i>	931	931	931	0
<i>Prior Year Encumbrances Appropriated</i>	57	57	57	0
<i>Fund Balance End of Year</i>	\$88	\$31	\$1,434	\$1,403

New Philadelphia City School District
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Self Insurance Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Charges for Services	\$2,355,000	\$2,300,000	\$2,821,970	\$521,970
Expenses				
Purchased Services:				
Self Insurance	290,000	340,000	272,075	67,925
Claims:				
Self Insurance	1,900,000	2,650,000	2,480,720	169,280
<i>Total Expenses</i>	2,190,000	2,990,000	2,752,795	237,205
<i>Net Change in Fund Balance</i>	165,000	(690,000)	69,175	759,175
<i>Fund Balance Beginning of Year</i>	836,687	836,687	836,687	0
<i>Fund Balance End of Year</i>	\$1,001,687	\$146,687	\$905,862	\$759,175

New Philadelphia City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Scholarship Trust Fund
For the Fiscal Year Ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Interest	\$920	\$370	\$192	(\$178)
Gifts and Donations	\$0	\$0	\$400	\$400
<i>Total Revenue</i>	\$920	\$370	\$592	\$222
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Other	1,800	1,800	350	1,450
<i>Net Change in Fund Balance</i>	(880)	(1,430)	242	1,672
<i>Fund Balance Beginning of Year</i>	14,189	14,189	14,189	0
<i>Fund Balance End of Year</i>	\$13,309	\$12,759	\$14,431	\$1,672

*New Philadelphia City School District
Statement of Changes in Assets and Liabilities
Student Managed Activities Agency Fund
For the Fiscal Year Ended June 30, 2003*

	Beginning Balance July 1, 2002	Additions	Deductions	Ending Balance June 30, 2003
<u>Assets:</u>				
Cash and Cash Equivalents	\$45,846	\$48,565	\$45,846	\$48,565
Total Assets	<u>\$45,846</u>	<u>\$48,565</u>	<u>\$45,846</u>	<u>\$48,565</u>
<u>Liabilities:</u>				
Due to Students	\$45,846	\$48,565	\$45,846	\$48,565
Total Liabilities	<u>\$45,846</u>	<u>\$48,565</u>	<u>\$45,846</u>	<u>\$48,565</u>

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Statistical Section

New Philadelphia City School District

Statistical Section

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

New Philadelphia City School District
General Governmental
Revenues by Source and Expenses/Expenditures by Function
Last Ten Fiscal Years

	2003		2002		2001	
	Full Accrual	Modified Accrual	Full Accrual	Modified Accrual	Full Accrual	Modified Accrual
Program Revenues:						
Charges for Services	\$ 1,292,333	\$ -	\$ 831,549	\$ -	\$ 756,182	\$ -
Operating Grants and Contribution	1,995,735	-	1,446,200	-	1,125,877	-
Capital Grants and Contributions	73,063	-	126,522	-	151,154	-
General Revenues:						
Taxes	10,352,603	10,352,603	8,853,766	8,853,766	9,229,903	8,454,881
Intergovernmental	8,120,919	10,131,466	8,105,156	9,746,309	7,194,645	9,435,150
Interest	178,232	178,232	317,177	317,177	740,838	740,838
Tuition and Fees	-	334,213	-	321,624	-	253,772
Extracurricular	-	548,116	-	509,925	-	502,410
Rents	-	8,747	11,643	11,643	-	24,260
Charges for Services	-	410,004	32,167	32,167	-	52,363
Contributions	-	19,151	-	-	-	-
Miscellaneous	444,543	416,645	164,012	164,012	370,809	294,186
Total	\$22,457,428	\$22,399,177	\$19,888,192	\$19,956,623	\$19,569,408	\$19,757,860
Expenses/Expenditures:						
Current:						
Instruction:						
Regular	\$ 10,882,940	\$ 10,519,380	\$ 10,079,636	\$ 9,664,376	\$ 9,905,375	\$ 9,339,022
Special	1,686,861	1,675,392	1,505,877	1,465,727	1,413,383	1,365,324
Vocational	333,346	349,879	332,016	329,892	315,567	323,891
Adult Continuing	1,250	1,137	599	483	1,849	1,739
Other	136,300	136,300	98,019	97,904	102,260	50,491
Support Services						
Pupils	1,109,818	1,101,798	942,987	945,978	933,159	952,081
Instructional Staff	847,559	832,572	746,742	698,553	765,615	624,684
Board of Education	63,389	63,389	173,287	169,490	124,272	93,361
Administration	1,840,489	1,847,426	1,796,378	1,762,559	1,705,413	1,720,512
Fiscal	667,707	663,410	640,469	633,183	614,400	596,386
Operation and Maintenance	1,888,992	1,829,810	1,823,154	1,822,888	1,786,723	1,888,418
Pupil Transportation	860,627	768,769	769,622	800,711	729,149	976,104
Central	2,552	2,552	3,152	3,152	2,218	2,218
Food Service	725,798	679,909	-	-	-	-
Operation of Non-Instructional	391,298	386,671	368,925	417,485	374,037	376,115
Extracurricular Activities	937,691	906,539	913,793	988,139	921,287	914,047
Capital Outlay	-	422,865	-	307,059	-	340,932
Debt Service	445,273	792,651	461,337	765,914	475,971	743,003
Total	\$22,821,890	\$22,980,449	\$20,655,993	\$20,873,493	\$20,170,678	\$20,308,328

Note: Data for 1994-95 reported on a cash basis, while 1996-2003 reported on a GAAP Basis

1994-1999 data includes General Fund, 2000-2003 data includes General Governmental Activities.

Source: School District Records

New Philadelphia City School District
 General Governmental
 Revenues by Source and Expenses/Expenditures by Function
 Last Ten Fiscal Years

2000							
Full Accrual	Modified Accrual	1999	1998	1997	1996	1995	1994
\$ 762,679	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,483,538	-	-	-	-	-	-	-
124,581	-	-	-	-	-	-	-
10,793,199	10,778,966	7,009,799	8,392,530	8,307,980	8,054,469	6,706,267	6,035,362
6,926,279	8,513,912	6,930,745	6,770,311	6,587,943	6,543,872	6,173,695	6,206,873
659,524	659,524	516,664	480,602	373,904	229,650	193,390	86,597
-	230,173	106,881	134,521	109,082	123,454	40,009	54,578
-	531,131	-	-	-	-	-	-
-	1,375	4,636	272	1,095	2,269	-	-
-	10,998	-	-	-	-	-	-
-	-	-	-	-	1,964	-	-
146,907	146,907	56,955	144,072	41,019	10,934	73,456	47,332
<u>\$ 20,896,707</u>	<u>\$ 20,872,986</u>	<u>\$ 14,625,680</u>	<u>\$ 15,922,308</u>	<u>\$ 15,421,023</u>	<u>\$ 14,966,612</u>	<u>\$ 13,186,817</u>	<u>\$ 12,430,742</u>
\$ 9,268,836	\$ 8,643,136	\$ 7,681,081	\$ 7,465,131	\$ 7,030,507	\$ 6,916,733	\$ 6,679,809	\$ 6,767,244
1,304,639	1,255,527	1,137,576	1,008,844	965,380	963,548	903,530	771,350
297,572	289,022	315,129	330,386	316,662	305,231	292,589	275,731
4,241	3,991	1,176	1,259	-	-	-	-
-	-	32,045	34,036	49,104	19,140	-	-
824,935	814,332	804,931	557,278	635,280	609,269	630,401	575,913
545,953	532,616	219,694	455,432	285,606	276,249	241,360	222,796
84,065	84,065	34,718	6,909	22,773	41,126	43,727	86,437
1,651,233	1,636,129	1,467,687	1,434,915	1,342,457	1,307,459	1,212,847	1,167,778
563,175	555,478	516,196	446,916	482,622	431,196	395,330	378,941
1,562,809	1,551,319	1,525,795	1,398,915	1,434,537	1,443,002	1,398,345	1,461,092
658,833	717,455	639,622	637,799	611,307	549,669	533,859	488,467
2,379	2,379	-	-	-	-	-	-
-	-	-	-	-	-	-	-
306,472	304,472	-	-	-	-	-	-
866,415	860,498	284,965	269,937	226,540	208,599	195,460	173,761
-	339,863	-	-	-	-	-	-
495,896	741,037	47,271	47,270	35,453	44,648	-	-
<u>\$ 18,437,453</u>	<u>\$ 18,331,319</u>	<u>\$ 14,707,886</u>	<u>\$ 14,095,027</u>	<u>\$ 13,438,228</u>	<u>\$ 13,115,869</u>	<u>\$ 12,527,257</u>	<u>\$ 12,369,510</u>

New Philadelphia City School District
Property Tax Levies and Collections - Real and Public Utilities
Last Ten Years

<u>Tax Year</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Total Collections to Current Tax Levies</u>	<u>Outstanding Delinquent Taxes</u>	<u>Percent of Outstanding Delinquent Taxes to Current Tax Levy</u>
2002	\$7,723,451	\$ 7,348,427	95.14%	\$ 84,622	\$7,433,049	96.24%	\$ 393,622	5.10%
2001	7,582,682	7,333,049	96.71%	\$ 81,281	\$7,414,330	97.78%	\$ 358,622	4.73%
2000	7,305,693	7,282,976	99.69%	\$ 72,827	\$7,355,803	100.69%	\$ 238,372	3.26%
1999	7,249,581	7,218,482	99.57%	78,843	7,297,325	100.66%	206,431	2.85%
1998	6,997,692	6,898,223	98.58%	70,002	6,968,225	99.58%	192,738	2.75%
1997	6,878,589	6,958,966	101.17%	72,259	7,031,225	102.22%	280,074	4.07%
1996	6,768,416	6,684,020	98.75%	161,804	6,845,824	101.14%	263,494	3.89%
1995*	6,391,075	6,395,159	100.06%	152,970	6,548,129	102.46%	302,832	4.74%
1994	5,230,290	5,050,362	96.56%	193,438	5,243,800	100.26%	294,361	5.63%
1993**	5,142,641	5,072,692	98.64%	179,843	5,252,535	102.14%	288,214	5.60%

* 1995 figures represent first year collection of 5.9 mill operating levy.

** 1993 figures represent first year collection of 3.1 mill bond levy.

Source: Tuscarawas County Auditor and Tuscarawas County Treasurer

Does not include state reimbursements of Homestead and Rollback Exemptions

Note: Outstanding Delinquent taxes cannot be calculated based on other statistical information in this table because of retroactive additions and deletions which are brought on in one lump sum.

New Philadelphia City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Year	Real Property		Public Utility Property		Personal Property		Total		Ratio
	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	Assessed Value	Actual Value	
2003	\$342,588,120	\$978,823,200	\$14,125,950	\$16,052,216	\$60,532,360	\$242,129,440	\$417,246,430	\$1,237,004,856	33.73%
2002	339,465,830	969,902,371	13,884,820	15,778,205	64,831,235	259,324,940	418,181,885	1,245,005,516	33.59%
2001	304,496,650	869,990,429	17,779,850	20,204,375	63,213,520	252,854,080	385,490,020	1,143,048,884	33.72%
2000	298,996,140	854,274,686	18,967,510	21,553,989	57,762,562	231,050,248	375,726,212	1,106,878,923	33.94%
1999	293,644,500	838,984,286	19,006,340	21,598,114	54,080,366	216,321,464	366,731,206	1,076,903,864	34.05%
1998	240,231,180	686,374,800	19,312,180	21,945,659	52,359,925	209,439,700	311,903,285	917,760,159	33.99%
1997	235,036,790	671,533,686	20,472,830	23,264,580	51,733,546	206,934,184	307,243,166	901,732,450	34.07%
1996	229,734,770	656,385,057	20,892,680	23,741,682	44,500,120	178,000,480	295,127,570	858,127,219	34.39%
1995	198,487,960	567,108,457	22,424,340	25,482,205	40,997,061	163,988,244	261,909,361	756,578,906	34.62%
1994	194,002,350	554,292,429	21,947,790	24,940,670	39,404,462	157,617,848	255,354,602	736,850,947	34.65%

Source: Tuscarawas County Auditor

New Philadelphia City School District
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Value)
Last Ten Calendar Years

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>
New Philadelphia City Schools	\$42.15	\$42.15	\$42.25	\$42.30	\$42.30	\$42.80	\$42.80	\$42.80	\$43.40	\$43.40
<u>Tuscarawas County:</u>										
County	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20
Mental Retardation Board	4.90	4.90	4.90	4.90	4.90	3.00	3.00	3.00	3.00	3.00
Senior Citizens	0.60	0.60	0.50	0.50	0.50	0.50	-	-	-	-
Community Mental Health	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Buckeye Career Center	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80
City of New Philadelphia	9.62	9.62	9.67	9.67	9.67	9.67	9.67	9.67	9.67	9.67
Village of Stone Creek	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90
Tuscarawas County Library	0.44	0.44	0.44	0.44	0.44	0.40	0.60	0.60	0.60	0.60
<u>Townships:</u>										
Auburn Township	5.90	5.90	5.90	5.90	5.90	5.90	5.90	3.40	3.40	3.40
Bucks Township	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Clay Township	7.05	7.05	7.05	7.05	7.05	7.05	7.05	6.80	6.80	6.80
Dover Township	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.40	4.40	4.40
Fairfield Township	7.40	7.40	7.40	7.40	7.40	7.40	7.40	7.40	7.40	7.40
Goshen Township	3.80	3.80	3.80	3.80	3.80	3.80	3.80	3.80	3.80	3.80
Jefferson Township	6.30	6.30	6.30	6.30	6.30	6.30	6.30	6.30	6.30	6.30
Warwick Township	5.30	5.30	4.80	4.80	4.80	4.80	4.80	4.80	4.80	4.80
York Township	5.90	5.90	5.90	5.90	5.90	5.90	6.90	6.90	6.90	6.90

Source: Tuscarawas County Auditor

New Philadelphia City School District
Ratio of Net General Obligation Bonded Debt to Assessed Value
and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

<u>Year</u>	<u>Population</u>	<u>Assessed Value</u>	<u>Gross Bonded Debt</u>	<u>Debt Service Monies Available</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
2003	17,056	\$ 417,246,430	\$ 6,840,000	\$ 531,569	\$6,308,431	0.02	\$369.87
2002	17,056	418,181,885	7,120,000	503,081	6,616,919	0.02	387.95
2001	17,056	385,490,020	7,350,000	424,209	6,925,791	0.02	406.06
2000	17,056	375,726,212	7,615,000	398,401	7,216,599	0.02	423.11
1999	15,698	366,731,206	7,830,000	366,731	7,463,269	0.02	475.43
1998	15,698	311,903,285	8,035,000	313,094	7,721,906	0.02	491.90
1997	15,698	307,243,166	8,230,000	254,003	7,975,997	0.03	508.09
1996	15,698	295,127,570	8,420,000	358,121	8,061,879	0.03	513.56
1995	15,698	261,909,361	8,605,000	167,839	8,437,161	0.03	537.47
1994	15,698	255,354,602	8,785,000	143,856	8,641,144	0.03	550.46

Source: District Treasurer Records, Tuscarawas County Auditor and Bureau of the Census

Note: Population includes City of New Philadelphia only.

New Philadelphia City School District
 Computation of Legal Debt Margin
 June 30, 2003

	<u>Voted Debt Margin</u>	<u>Unvoted Debt Margin</u>
Assessed Value	<u>\$417,246,430</u>	<u>\$417,246,430</u>
Debt Limitation(1)	37,552,179	417,246
Total Outstanding Debt June 30, 2003 General Obligation Bonds - Voted	<u>6,840,000</u>	<u>6,840,000</u>
Total Outstanding Debt	<u>6,840,000</u>	<u>6,840,000</u>
Less Debt Exempt from Limitation: General Obligation Bonds - Voted	<u>-</u>	<u>6,840,000</u>
Net Debt Applicable to Debt Limitation	6,840,000	-
Amount Available in Debt Service Fund	531,569	-
Total Legal Debt Margin	<u>\$31,243,748</u>	<u>\$417,246</u>

Source: Tuscarawas County Auditor's Office and School District Records

(1) Ohio Bond Law sets a limit of 9% for voted debt and 1/10 of 1% for unvoted debt.

New Philadelphia City School District
 Computation of Direct and Overlapping General Obligation Bonded Debt
 June 30, 2003

<u>Political Subdivision</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable To District</u>	<u>Amount Applicable To District</u>
New Philadelphia City School District	\$6,840,000	100%	\$6,840,000
City Of New Philadelphia	-	100%	-
Total	<u><u>\$6,840,000</u></u>		<u><u>\$6,840,000</u></u>

Percentages are determined by dividing the assessed valuation of the political subdivision within the School District by the total assessed valuation of the subdivision.

The valuations used are for the 2003 tax year

Source: District records and Tuscarawas County Auditor's Office

New Philadelphia City School District
Ratio of Annual Debt Service Expenditures for
General Obligation Bonded Debt to Total General Government Expenditures
Last Ten Years

<u>Year</u>	<u>Principal</u>	<u>Interest and Fiscal Charges</u>	<u>Total Debt Service</u>	<u>Total General Government Expenditures</u>	<u>Ratio of Debt Service to Total General Fund Expenditures</u>
2003	\$ 280,000	\$ 430,665	\$ 710,665	\$ 22,980,449	3.09%
2002	260,000	448,290	708,290	20,873,493	3.39%
2001	235,000	464,254	699,254	20,308,328	3.44%
2000	215,000	478,766	693,766	18,331,319	3.78%
1999	205,000	492,311	697,311	14,707,886	4.74%
1998	195,000	505,211	700,211	14,095,027	4.97%
1997	190,000	517,628	707,628	13,438,228	5.27%
1996	185,000	529,721	714,721	13,115,869	5.45%
1995	180,000	541,493	721,493	12,527,257	5.76%
1994	-	547,297	547,297	12,369,510	4.42%

Source: District Treasurer

New Philadelphia City School District
Property Values, Bank Deposits, Construction Activity, and Population
Last Ten Years

<u>Year</u>	<u>Assessed Value Real and Personal Property (1)</u>	<u>Tuscarawas County Bank Deposits (2)</u>	<u>Number of Building Permits Issued (3)</u>	<u>Population (4)</u>
2003	\$ 417,246,430	N/A	N/A	17,056
2002	418,181,885	\$ 236,126,000 (5)	362	17,056
2001	385,490,020	222,631,000 (5)	289	17,056
2000	375,726,212	211,927,000 (5)	451	17,056
1999	366,731,206	162,185,000 (5)	432	15,698
1998	311,903,285	222,464,000 (5)	417	15,698
1997	307,243,166	205,749,000 (5)	362	15,698
1996	295,127,570	407,639,000	324	15,698
1995	261,909,361	402,359,000	363	15,698
1994	255,354,602	383,091,000	383	15,698

(1) Source: Tuscarawas County Auditor.

(2) Source: Federal Reserve Bank of Cleveland, Ohio.

(3) Source: City of New Philadelphia, Office of the Service Director.

(4) Source: Bureau of the Census, includes City of New Philadelphia only.

(5) Certain Bank Deposits are not included due to reorganizations.

N/A Not Available

New Philadelphia City School District
Principal Taxpayers
June 30, 2003

Taxpayer	Type	Total Assessed Valuation	Percent of Total District Assessed Valuation
Glimcher Properties	Retail	\$ 15,745,730	3.77%
Gradall Company	Manufacturer	14,314,661	3.43%
General Telephone Company	Public Utility	10,114,780	2.42%
Ohio Power Company	Public Utility	7,953,080	1.91%
Lowes Inc	Retail	3,334,210	0.80%
Betz Laboratories	Manufacturer	3,234,870	0.78%
Stone Container	Manufacturer	3,024,030	0.72%
East Ohio Gas	Public Utility	3,014,450	0.72%
Joy/Green Fan	Manufacturer	2,883,130	0.69%
Timken Company	Manufacturer	<u>2,119,440</u>	<u>0.51%</u>
Totals		<u>\$ 65,738,381</u>	<u>15.76%</u>
Total School District Valuation		<u>\$ 417,246,430</u>	

Source: Tuscarawas County Auditor

New Philadelphia City School District
 Ten Largest Employers
 June 30, 2003

Employer	Nature of Business	Number of Employees
County	Government	740
Gradall	Construction Equipment	700
New Philadelphia City Schools	School	365
Stone Container Corporation	Paper Products	350
Mansfield Journal Company	Newspaper Publisher	250
Lauren Manufacturing	Sealants/Molds	210
Joy/Green Fan	Industrial Fans	200
City of New Philadelphia	Government	195
Starlight Enterprises	Sheltered Workshop	190
Timken Company	Roller Bearings	155

Source: the 1996 Ohio Industrial Directory, published by Harris Publishing Company.

New Philadelphia City School District
Demographic Statistics
Last Ten Years

Year	Population New Philadelphia City (1)	School District Median Income	School District Attendance Rate	Total School Enrollment	Expenditure Per Pupil	Student Dropout Rate	Tuscarawas County Unemployment Rate (2)
2002	17,056	N/A	94.7%	3,149	\$ 6,631	3.90%	4.8%
2001	17,056	N/A	94.8%	3,162	6,461	3.80%	4.8%
2000	17,056	\$ 27,168	94.8%	3,228	5,700	3.70%	4.8%
1999	17,056	27,168	94.6%	3,252	5,047	3.70%	4.6%
1998	15,698	23,844	94.9%	3,273	4,929	2.35%	4.7%
1997	15,698	21,428	94.9%	3,349	4,832	4.40%	4.9%
1996	15,698	20,538	94.4%	3,407	4,451	4.40%	5.5%
1995	15,698	20,540	95.0%	3,479	4,281	5.20%	5.3%
1994	15,698	20,142	94.5%	3,506	4,231	3.80%	6.3%
1993	15,698	20,381	94.3%	3,497	4,041	3.10%	5.9%

(1) Data from Bureau of the Census

(2) Data from Ohio Bureau of Employment Services.

Source: Ohio Department of Education District Profiles 1993 to 2002 (latest available)



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NEW PHILADELPHIA CITY SCHOOL DISTRICT

TUSCARAWAS 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
DECEMBER 30, 2003**