



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY**

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**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY**

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

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal 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>						
Nutrition Cluster:						
Food Distribution Program	N/A	10.550	\$0	\$84,030	\$0	\$83,850
National School Lunch Program	LL-P1-01	10.555	27,488		27,488	
	LL-P4-01	10.555	33,784		33,784	
	LL-P4-02	10.555	214,714		214,714	
Total U.S. Department of Agriculture - Nutrition Cluster			275,986	84,030	275,986	83,850
<u>U.S. DEPARTMENT OF EDUCATION</u>						
<i>Passed Through Ohio Department of Education:</i>						
Special Education Grants to States (IDEA Part B)	6B-SF-01	84.027			25,385	
	6B-SF-02	84.027	216,173		178,246	
			216,173	0	203,631	0
Title I Grants to Local Educational Agencies	C1-S1-01	84.010			8,077	
	C1-S1-02	84.010	297,670		286,850	
			297,670	0	294,927	0
Safe and Drug-Free Schools and Communities - State Grants	DR-S1-01	84.186			3,490	
	DR-S1-02	84.186	12,646		9,493	
			12,646	0	12,983	0
Innovative Educational Program Strategies	C2-S1-01	84.298			14,233	
	C2-S1-02	84.298	16,665		4,410	
			16,665	0	18,643	0
Eisenhower Professional Development - State Grants	MS-S1-02	84.281	17,350		17,350	
Continuous Improvement Grant	G2-S2-00	84.276			10,750	
	G2-S2-01	84.276			8,049	
			0	0	18,799	0
Comprehensive School Reform	RF-S1-00	84.332			13,364	
	RF-S2-01	84.332	30,000		18,991	
			30,000	0	32,355	0
Reading Excellence Reform	RN-S1-00	84.338	371,869		476,221	
Title VI-R Class Size Reduction	CR-S1-01	84.340			12,855	
	CR-S1-02	84.340	90,074		74,147	
			90,074	0	87,002	0
Technology Literacy Challenge Grant	TF-VL-00	84.318	9,000		9,000	
	TF-51-01	84.318	100,000		100,000	
	TF-52-01	84.318	75,000		75,000	
	TF-53-01	84.318	25,000		16,725	
			209,000	0	200,725	0
Assistive Technology Infusion	AT-S1-02	84.352	1,980		1,980	
Total Department of Education			1,263,427	0	1,364,616	0
Totals			\$1,539,413	\$84,030	\$1,640,602	\$83,850

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

**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS
RECEIPTS AND EXPENDITURES
JUNE 30, 2002**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - NUTRITION CLUSTER

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Federal cash receipts are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2002, the District had an insignificant amount of food commodities in their inventory.



**STATE OF OHIO
OFFICE OF THE AUDITOR**

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

Western Brown Local School District
Brown County
211 South High Street
Mt. Orab, Ohio 45154

To the Board of Education:

We have audited the basic financial statements of Western Brown Local School District, Brown County, Ohio (the District), as of and for the fiscal year ended June 30, 2002, and have issued our report thereon dated December 13, 2002. 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 basic 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 basic 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 December 13, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted certain matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 13, 2002.

Western Brown Local School District
Brown County
Report of Independent Accountants on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

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

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is stylized with a large, sweeping initial "J" and a long, horizontal stroke extending to the right.

Jim Petro
Auditor of State

December 13, 2002



STATE OF OHIO
OFFICE OF THE AUDITOR

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

Western Brown Local School District
Brown County
211 South High Street
Mt. Orab, Ohio 45154

To the Board of Education:

Compliance

We have audited the compliance of Western Brown Local School District, Brown 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 fiscal year ended June 30, 2002. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2002.

Internal Control Over Compliance

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

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

Schedule of Federal Awards Receipts and Expenditures

We have audited the basic financial statements of the District as of and for the year ended June 30, 2002, and have issued our report thereon dated December 13, 2002. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of federal awards receipts and expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Jim Petro
Auditor of State

December 13, 2002

**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505
JUNE 30, 2002**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Reading Excellence Act Program, CFDA #84.338
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all other programs
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None

3. FINDINGS FOR FEDERAL AWARDS

None

WESTERN BROWN
LOCAL SCHOOL DISTRICT
MT. ORAB, OHIO

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

*FOR THE FISCAL YEAR
ENDED JUNE 30, 2002*

INTRODUCTORY SECTION

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WESTERN BROWN LOCAL SCHOOL DISTRICT

MT. ORAB, OHIO

*COMPREHENSIVE ANNUAL
FINANCIAL REPORT*

FOR THE FISCAL YEAR ENDED JUNE 30, 2002

Issued by:
Treasurer's Office

Denny Dunlap, Treasurer

Western Brown Local School District
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December 13, 2002

To the Citizens and
Board of Education of the
Western Brown Local School District

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Western Brown Local School District (the "School District") for the fiscal year ended June 30, 2002. This Comprehensive Annual Financial Report contains financial statements, supplemental statements and statistical information, providing complete and full disclosure of all material financial aspects of the School District for the 2002 fiscal year.

The School District is responsible for the accuracy, completeness, and fairness of the data presented. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District. We have included all disclosures necessary to enable the reader to gain an understanding of the School District's financial activities. This report is prepared in conformity with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources.

The Comprehensive Annual Financial Report is divided into three sections:

The **Introductory Section** includes a table of contents, this transmittal letter, a list of principal officials, the School District's organization chart, the School District's consultants and advisors, the GFOA and ASBO certificates the School District received for the June 30, 2001 CAFR, and the School District's strategic plan.

The **Financial Section** includes the independent accountants' report on the financial statements, management's discussion and analysis, basic financial statements, notes to the basic financial statements, and the combining statements for nonmajor funds and other schedules that provide detailed information relative to the basic financial statements.

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

The School District provides a full range of traditional and non-traditional educational programs and services. These include elementary and secondary curriculum offerings at general, college preparatory and vocational levels; a broad range of co-curricular and extracurricular activities and special education programs.

FORM OF GOVERNMENT AND REPORTING ENTITY

The Board of Education of the Western Brown Board of Education is a five member body politic and corporate, as defined by Section 3313.02, Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general laws of the State of Ohio are followed in the expenditure of the School District's tax dollars, and approves the annual appropriation resolution.

The current Board members, their terms and years on the Board as of June 30, 2002, are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Richard Pride II	Jan. 2002 - Dec. 2005	1/2
Jim Herrmann	Jan. 2000 - Dec. 2003	10 - 1/2
William Neal	Jan. 2000 - Dec. 2003	10 - 1/2
Anna Robinson	Jan. 2000 - Dec. 2003	10 - 1/2
Bruce Wallace	Jan. 2002 - Dec. 2005	17 - 1/3

The Superintendent is the chief executive officer of the School District and is responsible directly to the Board for all operations, except financial operations, of the School District. Michael E. Wells was initially appointed Superintendent on August 1, 1994. His current two year contract will expire on July 31, 2004.

The Treasurer is the chief financial officer of the School District and is directly responsible to the Board for all financial operations, investments, and the custody of all School District funds and assets. The Treasurer also serves as Secretary to the Board. Denny Dunlap was initially appointed Treasurer on March 12, 1991. His current four year contract will expire on December 31, 2004.

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

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

The Village of Mt. Orab, the Village of Hamersville, Alumni Associations and Parent Teacher Organizations perform activities within the School District's boundaries for the benefit of its residents, but are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District. The School District participates in two jointly governed organizations, one public entity shared risk pool and two insurance purchasing pools. These organizations are the South Central Ohio Computer Association (SCOCA), Hopewell Special Education Regional Resource Center (Hopewell), Brown County Schools Benefits Consortium, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. The Brown County School Benefits Consortium is made up of a public entity shared risk pool and an insurance purchasing pool. These organizations are presented in Notes 16 and 17 to the basic financial statements.

ECONOMIC CONDITION AND OUTLOOK

The Western Brown Local School District is located in the Northwest corner of Brown County, approximately 35 miles east of Cincinnati and includes two population centers; Mt. Orab and Hamersville. Both municipalities are located within an hour of Cincinnati's attractions. Since they are closely located to a metropolitan area, many of the residents are employed outside the School District.

The District's finances were stable during the 2001-2002 school year, but the state of the economy and the nation is a concern for Western Brown and other districts. The District's five year forecast indicates that Western Brown will continue on a stable path for the next five years. Student enrollment increased during the year, which provided additional funding for the District, but was offset by the employment of new staff for the operation of the new facilities. It appears that the District's student enrollment will continue to increase as projected for the long term, due to continued growth of new home construction in the District. It is understandable that there will be periods of decrease, but Western Brown's student enrollment projections predict an estimated growth rate of approximately 30 students per year.

THE SCHOOL DISTRICT AND ITS FACILITIES

The School District served 3,335 students during the 2002 fiscal year. School District facilities include one senior high school (9-12), and three buildings that serve grades K-8; one at Mt. Orab serving grades Pre K-4, one at Mt. Orab serving grades 5-8 and one at Hamersville serving grades K-8. The Western Brown High School and Hamersville Middle and Elementary Schools were constructed in 2001. The Mt. Orab Middle School was constructed in 1957, with additions in 1971, 1984, 1992 and 2000. Mt. Orab Elementary School was constructed in 1971, with additions in 1988 and 2000.

EMPLOYEE RELATIONS

The School District currently employs 335 full-time and part-time employees.

There are two labor organizations representing School District employees.

The School District teachers, educational specialist, and counselors are represented by the Western Brown Education Association (WBEA). The Board and WBEA have entered into a three year agreement on language and a one year agreement on wages and benefits. The Board and WBEA agreed on a 4% base wage increase and a 2% bonus on gross salaries for the 2002-2003 school year.

Classified employees are represented by the Western Brown School Employees Organization (WBSEO). The Board and WBSEO have entered into a three year agreement on language and a one year agreement on wages and benefits. The Board and WBSEO agreed on a 4% base wage increase and a 2% bonus on gross salaries for the 2002-2003 school year.

The School District's administrators, supervisors and office personnel are not organized. Administrators typically receive the same benefits extended to WBEA. Supervisors and office personnel typically receive the same benefits extended to WBSEO.

MAJOR INITIATIVES

Western Brown Local School District had a very exciting year in 2001-2002. The most noticeable success story continued to be our building project. All buildings, the new Hamersville Elementary and Middle School, the new Western Brown High School, and the two renovated buildings, Mt. Orab Elementary School and Mt. Orab Middle School, are scheduled to open for students on the first day of the 2002-2003 school year with minimal concerns.

While the school facilities were the focal point of the school year, Western Brown was most pleased that our students improved their academic achievements and increased the District's ranking to "Continuous Improvement" status on the State of Ohio Report Card. As the education of our students is the priority for our staff, we will continue our efforts to provide the very best educational programs possible. Academic improvement was noted throughout the various grade levels during the school year. Our students' scores on the State proficiency tests in grades four and six continued their upward progression during the last year, which promises success for future performances on State tests.

The District's Literacy Collaborative program continued to strengthen the reading abilities of our students at the early grade levels. As the success of this program was noted, we moved implementation of the Collaborative into the middle grades in hopes of the same success. Our literacy coordinators and our curriculum council made giant strides in curriculum improvement throughout the year, and we anticipate great dividends in the future.

Looking to the 2002-2003 school year and beyond, we will continue our focus on academic improvement by evaluating current programs and reviewing promising programs from other districts as well as the best practices in Ohio and throughout the United States.

In addition to academic improvement, we also hope to improve our co-curricular and extracurricular programs. During the next two years, the District hopes to complete several projects. At Hamersville Elementary and Middle School, the District will provide more parking and bleachers for the elementary gymnasium. Mt. Orab Elementary School will receive new cabinetry, marker board and bulletin boards in classrooms, new library shelving in the media center and new partitions in the restrooms.

The District will also provide Mt. Orab Middle School with a new roof on the gymnasium as well as a new roof on the 1984 addition and new bleachers in the gymnasium. At Western Brown High School, the Board plans to replace the lighting at the football field and place new lighting at the baseball field, in addition to constructing a new concession/restroom/admission building at the football/baseball complex. A new District office is planned for construction during the 2002-2003 school year and will be placed on the District's property on West Main Street, near Bronco Boulevard.

FINANCIAL INFORMATION

The School District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB).

Internal Controls

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

The School District uses a fully automated accounting system as well as an automated system for 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.

Federal and State Assistance

As a recipient of Federal and State assistance, the School District is responsible for insuring that an adequate internal control structure is in place to insure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the School District.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The Treasurer has been authorized to allocate Board appropriations to the function and object level within each fund.

The School District maintains an encumbrance accounting system as a technique of accomplishing budgetary control. Unencumbered appropriation balances are verified prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year end are carried forward to succeeding years and are not re-appropriated.

Financial Condition

This is the third year the School District has prepared financial statements following GASB Statement 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments." GASB 34 creates new basic financial statements for reporting on the School District's financial activities as follows:

Government-wide financial statements - These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by 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 is located in the financial section of this report following the audit opinion, and provides an assessment of the School District finances for 2002 and a discussion of current issues that affect the outlook for the future.

Cash Management

The School District operates a cash management program designed to provide safety, liquidity and yield in that order. Funds are invested in the Ohio State Treasurer's Investment Pool (Star Ohio), certificates of deposit and money market mutual funds. The amount of interest income earned in fiscal year 2002 by the governmental and proprietary funds was \$311,219. A more detailed description of the School District's investment functions are described in Note 6 to the financial statements.

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 insurance companies licensed to do business in the State of Ohio. The maximum deductible amount for these coverages is \$1,000 per loss.

The School District participates in the Brown County Schools Benefits Consortium (the Consortium), a public entity risk pool (Note 17) consisting of seven districts. The School District is responsible for providing a current listing of enrolled employees and for providing timely pro-rata payments of premiums to the Consortium for employee health coverage and benefits. The Consortium is responsible for the management and operations of the program. Upon termination from the Consortium, for any reason, the terminated member assumes and is responsible for the payment of any delinquent contributions.

For fiscal year 2002, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 17). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

OTHER INFORMATION

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. The Auditor of State's Audit Division conducted the School District's audit for fiscal year 2002. The Auditor's report on the School District's basic financial statements, combining statements and individual fund schedules is included in the financial section of this comprehensive annual financial report.

GFOA CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting (Certificate of Achievement) to the Western Brown Local School District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2001. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The Western Brown Local School District believes our current report conforms to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ASBO CERTIFICATE

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2001 to the Western Brown Local School District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2001, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after extensive review of the report by an expert panel of certified public accountants and practicing school business officials.

The Western Brown Local School District believes our current report conforms to the ASBO's principles and standards and we are submitting it to ABSO to determine its eligibility for an award.

ACKNOWLEDGMENTS

A note of sincere appreciation is extended to the many conscientious people who have contributed their time and effort to the preparation of this report. A special thank you is also extended to the Auditor of State's Local Government Services Division for all their efforts and contributions in the preparation of this Comprehensive Annual Financial Report.

The support and commitment to excellence by the Western Brown Board of Education was vital to the successful preparation and issuance of this report.

Respectfully submitted,

Michael Wells
Superintendent

Denny Dunlap, CPA
Treasurer

*Western Brown Local School District
Principal Officials
As Of June 30, 2002*

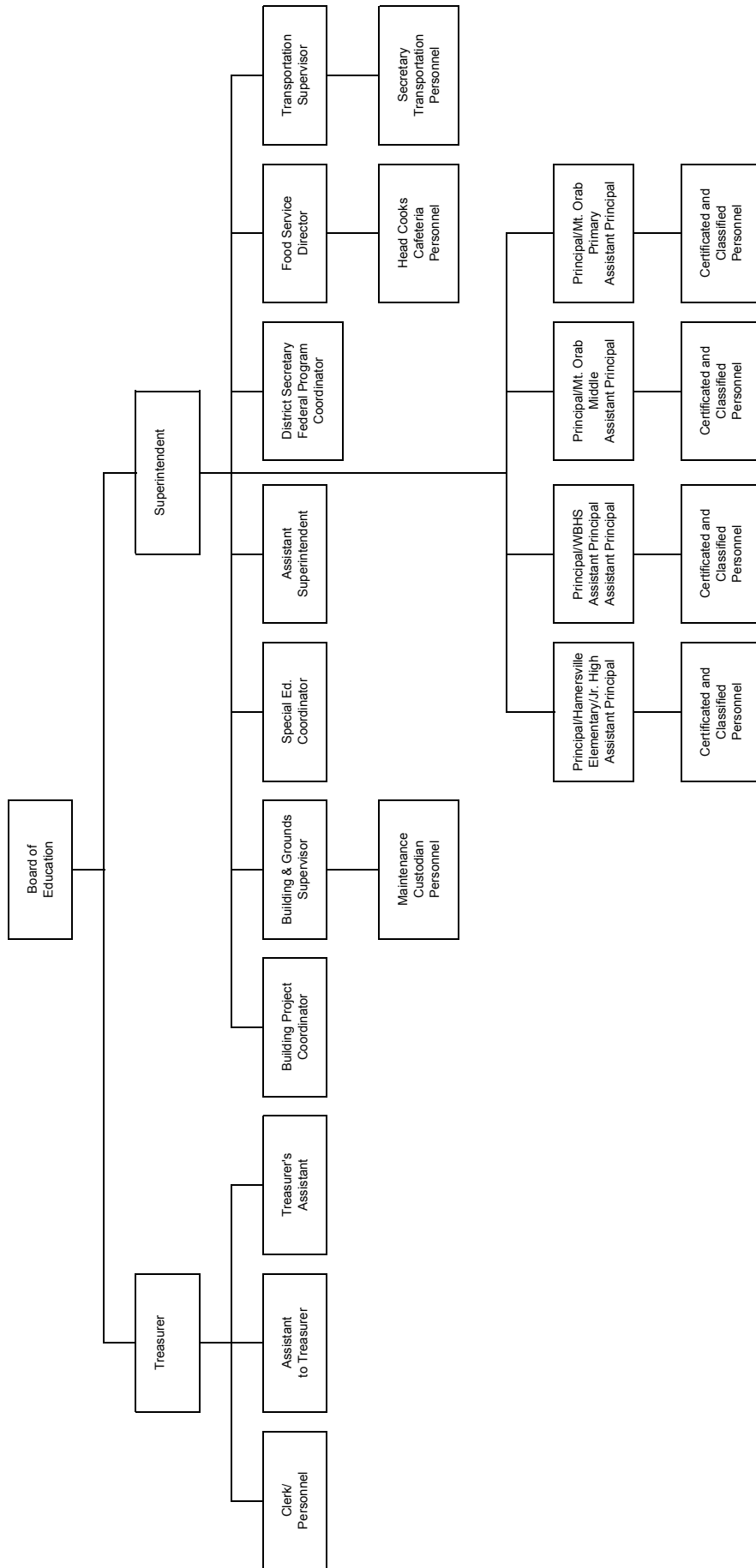
ELECTED OFFICIALS

President, Board of Education	Bruce Wallace
Vice President, Board of Education.....	William Neal
Board Member	Anna Robinson
Board Member	Jim Herrmann
Board Member	Richard Pride II

ADMINISTRATIVE OFFICIALS

Superintendent	Michael E. Wells
Treasurer	Denny Dunlap
Assistant Superintendent	Jeff Royalty
Special Education Coordinator	Kendra Byrd
Building Project Coordinator.....	Bill Brandenburg
Buildings and Grounds Supervisor	Dan Colonel
Transportation Supervisor.....	Joe Howser

**Western Brown Local School District
Organizational Chart
June 30, 2002**



***Western Brown Local School District
Consultants and Advisors
June 30, 2002***

Architects

Steed Hammond Paul
82 Williams Avenue
Hamilton, OH 45011

Bond Counsel

Peck, Shaffer & Williams LLP
Suite 900
201 East Fifth Street
Cincinnati, OH 45202

Independent Auditor

Jim Petro, Auditor of State
Audit Division
88 East Broad Street
Columbus, OH 45215

CAFR Preparation Consultants

Jim Petro, Auditor of State
Local Government Services Division
88 East Broad Street
Columbus, OH 45215

**Worker Compensation/
Unemployment**

Gates McDonald
P.O. Box 1360
Columbus, OH 43216-1360

Investment Advisor

Seasongood & Mayer
300 Mercantile Library Bldg.
414 Walnut Street
Cincinnati, OH 45202-3910

Legal Counsel

Ennis, Roberts & Fischer
121 West Ninth Street
Cincinnati, OH 45202

Whalen & Compton
565 Wolfledges Parkway
P.O. Box 2020
Akron, OH 44309-2020

Official Depositories

National Bank & Trust
452 West Main Street
Mt. Orab, OH 45154

State Treasury Asset Reserve of Ohio
1228 Euclid Avenue
Cleveland, OH 44115

Provident Bank
One East Fourth Street
Cincinnati, OH 45202

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Western Brown Local School District, Ohio

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

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



A handwritten signature in black ink, appearing to read "William Patrick Barta".

President

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Executive Director

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**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

WESTERN BROWN LOCAL SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2001

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

Clark J. Sisk
President

David P. [Signature]
Interim Executive Director

Western Brown Local Schools

Strategic Plan

Adopted by the Western Brown Board of Education
June 24th, 1998

Beliefs

- Every person has worth and value.
- Education is a shared responsibility of faculty, staff, community, administration, students and family.
- A safe, trusting, creative and disciplined environment is vital for teaching and learning.
- A strong democracy depends on well educated citizens.
- Learning is a life long process.

Mission Statement

In partnership with family and community, the Western Brown Local School District will graduate outstanding citizens capable of confidently adapting and competing in the ever-changing global society, by guaranteeing that a quality staff delivers a rigorous and relevant education in a safe, creative, and disciplined atmosphere.

Strategic Parameters

1. We will always make decisions that are in the best interests of our students.
2. Site-based decisions will always be consistent with the strategic plan.
3. Priority will always be given to the K-12 instructional program as defined by approved course of study.
4. No new program will be accepted unless:
 - it is consistent with the strategic plan;
 - benefits clearly exceed costs; and
 - provisions are made for staff development and program evaluation.

No program or service will be retained unless benefits justify costs and it contributes to the mission.

5. We will not condone any behavior which diminishes the dignity or self worth of any student, staff or community member.

Objectives

- By 2003, increase the graduation rate from 64% to 95%.
- By 2003, all students will demonstrate competency as measured by the district assessment program, including proficiency tests.
- By 2003, to have 100% of our graduates enrolled in post high school study or engaged in a vocation of their choice within six months after graduation.

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FINANCIAL SECTION

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STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

250 West Court Street
Suite 150 E
Cincinnati, Ohio 45202
Telephone 513-361-8550
800-368-7419
Facsimile 513-361-8577
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Western Brown Local School District
Brown County
211 South High Street
Mt. Orab, Ohio 45154

To the Board of Education:

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2002 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

We conducted our audit to form opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual non-major fund statements and schedules, and statistical tables are not a required part of the basic financial statements. We subjected the combining and individual non-major 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, appearing to read "Jim Petro", with a large, stylized loop at the end.

Jim Petro
Auditor of State

December 13, 2002

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

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

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standard Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Government issued June 1999.

Financial Highlights

- ❑ In total, net assets decreased \$1,186,703. Net assets of governmental activities decreased \$1,391,435 while net assets of business-type activity increased by \$204,732. Governmental expenses increased by \$3,314,176, due to increases in operation and maintenance of plant and equipment and regular instruction expenses, while governmental revenues only increased by \$1,905,680. The completion of the building renovation projects also affected both the governmental and business-type balances due to the transfer of \$282,299 of new food service facilities from governmental construction-in-progress to business-type capital assets.
- ❑ General revenues accounted for \$19,830,863 revenue or 86 percent of all total revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$3,298,153 or 14 percent of total revenues of \$23,129,016.
- ❑ Total assets of governmental activities decreased by \$4,416,821. Capital assets increased by \$3,931,722 due to the construction projects while cash and other receivables decreased by \$8,348,543.
- ❑ The School District had \$23,206,095 in expenses related to governmental activities; only \$2,278,071 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily grants, entitlements and property taxes) of \$19,818,888 were used to provide for these programs along with cash balances from the prior year.
- ❑ Construction was completed during the year with capital asset additions of \$12,012,743. Capital Assets of \$12,270,738 were added to governmental activities, including reclassifications of construction-in-progress reflecting the completion of construction projects, and \$282,299 was transferred to the business-type activities. There was no construction-in-progress at June 30, 2002.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

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 Western Brown Local School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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

Reporting the School District as a Whole

One of the most important questions asked about the School District is "How did we do financially during 2002?" The *Statement of Net Assets* and the *Statements of Activities*, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps answer this question. These statements include *all assets and liabilities* using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. However, the School District's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the School District's property tax base, current property tax laws in Ohio restricting revenue growth, required educational programs and other factors.

In the *Statement of Net Assets* and the *Statements of Activities*, the School District is divided into two distinct kinds of activities:

- Government Activities – Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extra-curricular activities.

- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The School District's food service is reported as a business activity.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 9. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's major funds.

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

Proprietary Funds - Proprietary funds use the same basis of accounting as business-type activities; therefore, the statements for the proprietary fund will essentially match.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

The School District as a Whole

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

Table 1 provides a summary of the School District's net assets for 2002 and 2001:

(Table 1)
Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2002	Restated 2001	2002	Restated 2001	2002	Restated 2001
Assets						
Current and other Assets	\$12,446,075	\$20,794,618	\$284,193	\$261,702	\$12,730,268	\$21,056,320
Capital Assets	60,962,328	57,030,606	2,344,334	2,175,985	63,306,662	59,206,591
Total Assets	<u>73,408,403</u>	<u>77,825,224</u>	<u>2,628,527</u>	<u>2,437,687</u>	<u>76,036,930</u>	<u>80,262,911</u>
Liabilities						
Long-Term Liabilities	(7,728,971)	(7,883,716)	(8,571)	(8,310)	(7,737,542)	(7,892,026)
Other Liabilities	(4,861,670)	(7,732,311)	(87,617)	(101,770)	(4,949,287)	(7,834,081)
Total Liabilities	<u>(12,590,641)</u>	<u>(15,616,027)</u>	<u>(96,188)</u>	<u>(110,080)</u>	<u>(12,686,829)</u>	<u>(15,726,107)</u>
Net Assets Invested in Capital Assets						
Net of Debt	54,382,759	50,234,994	2,344,334	2,175,985	56,727,093	52,410,979
Restricted	4,158,612	10,122,023	0	0	4,158,612	10,122,023
Unrestricted (Deficit)	2,276,391	1,852,180	188,005	151,622	2,464,396	2,003,802
Total Net Assets	<u>\$60,817,762</u>	<u>\$62,209,197</u>	<u>\$2,532,339</u>	<u>\$2,327,607</u>	<u>\$63,350,101</u>	<u>\$64,536,804</u>

Total assets decreased \$4,225,981. Equity in pooled cash and cash equivalents decreased \$6,870,512 due to the completion of the Ohio School Facilities Commission projects. Capital Assets increased by \$4,100,071 due to the completion of renovation and construction of the new school buildings. Intergovernmental receivables decreased by \$347,205 due primarily to the Ohio School Facilities Commission Program grant which was received in fiscal year 2002.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Table 2 shows the changes in net assets for fiscal year 2002 and 2001.

(Table 2)
Changes in Net Assets

	Governmental Activities 2002	Governmental Activities 2001	Business- Type Activities 2002	Business- Type Activities 2001	Total 2002	Total 2001
Revenues						
Program Revenues:						
Charges for Services	\$261,506	\$249,265	\$631,462	\$623,757	\$892,968	\$873,022
Operating Grants and Contributions	1,828,883	1,029,607	388,620	348,812	2,217,503	1,378,419
Capital Grants and Contributions	187,682	164,651	0	0	187,682	164,651
Total Program Revenues	2,278,071	1,443,523	1,020,082	972,569	3,298,153	2,416,092
General Revenues:						
Property Taxes	3,955,468	3,795,624	0	0	3,955,468	3,795,624
Grants and Entitlements not Restricted to Specific Programs	15,421,480	13,715,161	0	0	15,421,480	13,715,161
Unrestricted Contributions	8,096	0	0	0	8,096	0
Investment Earnings	306,638	1,148,868	4,581	8,955	311,219	1,157,823
Miscellaneous	127,206	88,103	7,394	0	134,600	88,103
Total General Revenues	19,818,888	18,747,756	11,975	8,955	19,830,863	18,756,711
Transfers	0	0	282,299	2,004,712	282,299	2,004,712
Total Revenues and Transfers	\$22,096,959	\$20,191,279	\$1,314,356	\$2,986,236	\$23,411,315	\$23,177,515

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

(Table 2)
Changes in Net Assets
 (continued)

	Governmental Activities 2002	Governmental Activities 2001	Business- Type Activities 2002	Business- Type Activities 2001	Total 2002	Total 2001
Program Expenses						
Instruction						
Regular	\$12,123,321	\$9,831,426	\$0	\$0	\$12,123,321	\$9,831,426
Special	1,804,213	1,862,292	0	0	1,804,213	1,862,292
Vocational	265,181	247,993	0	0	265,181	247,993
Other	0	322,220	0	0	0	322,220
Support Services						
Pupils	972,090	781,023	0	0	972,090	781,023
Instructional Staff	871,741	733,883	0	0	871,741	733,883
Board of Education	30,269	19,462	0	0	30,269	19,462
Administration	1,973,300	1,818,114	0	0	1,973,300	1,818,114
Fiscal	457,010	412,367	0	0	457,010	412,367
Business	115	15,950	0	0	115	15,950
Operation and Maintenance of Plant	2,164,658	1,441,306	0	0	2,164,658	1,441,306
Pupil Transportation	1,609,885	1,473,213	0	0	1,609,885	1,473,213
Central	70,364	61,637	0	0	70,364	61,637
Operation of Non-Instructional Services	73,801	3,093	0	0	73,801	3,093
Extracurricular Activities	401,793	291,069	0	0	401,793	291,069
Interest and Fiscal Charges	330,800	341,112	0	0	330,800	341,112
Loss on Sale of Capital Assets	57,554	235,759	0	39,014	57,554	274,773
Food Service	0	0	1,109,624	974,569	1,109,624	974,569
Total Expenses	23,206,095	19,891,919	1,109,624	1,013,583	24,315,719	20,905,502
Transfers	282,299	2,004,712	0	0	282,299	2,004,712
Total Expenses and Transfers	23,488,394	21,896,631	1,109,624	1,013,583	24,598,018	22,910,214
Increase in Net Assets	(\$1,391,435)	(\$1,705,352)	\$204,732	\$1,972,653	(\$1,186,703)	\$267,301

Governmental Activities

The School District has been able to benefit greatly due to the increase in state funding. Grants and Entitlements made up 79 percent of revenues for governmental activities of the Western Brown Local School District for fiscal year 2002. The Ohio School Facilities Commission Program provided 89 percent of the funding for our construction projects.

Instruction comprises 61 percent of governmental program expenses. Support services expenses make up 35 percent of governmental expenses.

Program revenues increased \$834,548, due mainly to an increase in restricted grants received from other governments. In addition, grants and entitlements not restricted to specific programs increased \$1,706,319. This increase was primarily related to an increase in state foundation settlement receipts. Investment earnings decreased significantly due to a large decrease in cash and cash equivalents available for investment.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

(Table 3)
 Governmental Activities

	Total Cost of Services 2002	Total Cost of Services 2001	Net Cost of Services 2002	Net Cost of Services 2001
Instruction	\$14,250,269	\$12,263,931	\$12,563,355	\$11,442,249
Support Services	8,149,432	6,756,955	7,705,693	6,299,414
Operation of Non-Instructional Services	73,801	3,093	73,534	445
Extracurricular Activities	401,793	291,069	254,642	129,417
Interest and Fiscal Charges	330,800	341,112	330,800	341,112
Loss on Sale of Capital Assets	0	235,759	0	235,759
Total Expenses	\$23,206,095	\$19,891,919	\$20,928,024	\$18,448,396

Total governmental expenses increased by \$3,314,176. This was due primarily to increases in the cost of instructional and support services, resulting from a four percent increase in salaries, a bonus of two percent of employee salaries, and the hiring of sixteen additional teachers and ten additional custodians. In 2001, there was a significant loss on sale of capital assets, as the School District was in the process of constructing new facilities and had disposed of several items that were no longer needed or that were replaced with new assets.

Business-Type Activities

The only business-type activity is the food service operation. This program had revenues and transfers in of \$1,314,356 and expenses of \$1,109,624 for fiscal year 2002. Of the revenues, \$631,462 was charges for services, \$388,620 was from State and Federal grants, \$4,581 from investment earnings, \$7,394 miscellaneous revenues and the remaining \$282,299 were transfers received from the general fund of the newly constructed food service facilities. Business activities receive no support from tax revenues. The School District will continue to monitor the charges and costs of this activity. If it becomes necessary, the School District will increase the charges for this activity.

The School District's Funds

Information about the School District's major funds start on page 18. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues and other financing sources of \$22,541,300 and expenditures and other financing uses of \$27,690,967. The net change in fund balance for the year was most significant in the Western Brown construction project capital project fund, a decrease of \$5,738,636. This was due to the continued capital outlay expenditures as the construction projects reached completion.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

The fund balance in the General Fund increased by \$473,730. This increase was primarily due to the continued positive impact of State funding on the School District.

General Fund - Budget Highlights

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

During the course of fiscal 2002 the School District revised its budget as it attempted to deal with unexpected changes in revenues and expenditures. A summary of the general fund original and final budgeted amounts is listed on page 22, as well as the actual amounts. A variance comparison is presented between the final budgeted amount and the actual amounts.

For the general fund, the actual budget basis revenue was \$19,266,673 with original budget estimates of \$18,394,017. The difference of \$872,656 was primarily due to an increase in intergovernmental revenue, tuition and fees and miscellaneous revenue coupled with decreases in rent and interest.

The School District's ending unobligated cash balance was \$383,859 above the final budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2002 the School District had \$63,306,662 invested in land, buildings and improvements, furniture and equipment, and vehicles, \$60,962,328 in governmental activities. Table 4 shows fiscal year 2002 balances compared to 2001:

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

	Governmental Activities		Business-Type Activities		Total	
	2002	Restated 2001	2002	Restated 2001	2002	Restated 2001
Land	\$2,603,938	\$2,603,938	\$0	\$0	\$2,603,938	\$2,603,938
Buildings and Improvements	53,299,300	43,071,033	1,267,163	1,018,467	54,566,463	44,089,500
Furniture and Equipment	4,344,084	4,807,399	1,077,171	1,157,518	5,421,255	5,964,917
Vehicles	715,006	612,838	0	0	715,006	612,838
Construction in Progress	0	5,935,398	0	0	0	5,935,398
Totals	\$60,962,328	\$57,030,606	\$2,344,334	\$2,175,985	\$63,306,662	\$59,206,591

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Net Capital Assets increased from the prior year. Buildings increased due to the completion of the Mt. Orab Middle School and Mt. Orab Elementary School remodeling and addition construction projects. Furniture and Equipment was purchased during the year, however, the amount of depreciation was greater resulting in a net decrease for the year. Vehicles experienced a net increase due to the purchase of five new busses to replace five of the oldest busses which were sold. At June 30, 2002, all construction projects were complete and the buildings were included in the asset listing. There was no remaining construction in progress at year end.

A restatement of the building and improvements was necessary at June 30, 2001 due to an inconsistency in the valuation listing of the completed renovation costs for the Mt. Orab Elementary School and Mt. Orab Middle School.

For more information on capital assets, refer to the notes to the basic financial statements.

Debt

At June 30, 2002, the School District had \$6,579,569 in bonds and notes outstanding, \$207,569 due within one year. Table 5 summarizes bonds and notes outstanding:

(Table 5)
 Outstanding Debt, at Year End

	2002	2001
General Obligation Bonds:		
1998-School Improvement Bonds	\$6,485,000	\$6,630,000
1997-School Improvement Bonds	23,000	46,000
1995-Energy Conservation Bonds	62,000	82,000
Notes Payable:		
1993-Energy Conservation Note	9,569	37,612
Total	\$6,579,569	\$6,795,612

On June 15, 1998, the School District issued \$7,164,600 in voted general obligation bonds for the purpose of acquiring land, constructing new classroom facilities, and making renovations to existing buildings. The final payment is due in 2021.

On September 15, 1997, the School District issued \$115,000 in unvoted general obligation bonds for the purpose of acquiring busses for transportation of students. The final payment is due in 2003.

On May 10, 1995, the School District issued \$202,000 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The bonds were issued for at ten year period with final maturity during fiscal year 2005. It is anticipated that the savings over ten years will offset the costs.

On June 15, 1993, the School District issued \$225,400 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The bonds were issued for at ten year period with final maturity during fiscal year 2003. It is anticipated that the savings over ten years will offset the costs.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

At June 30, 2002, the School District's overall legal debt margin was \$9,774,990 with an unvoted debt margin of \$167,725, and an energy conservation debt margin of \$1,437,954. The School District had a AA- bond rating by Standard and Poor's Rating Service on the 1998 School Improvement Bonds.

For more information on debt, refer to the notes to the basic financial statements.

District Challenges for the Future

Western Brown Local School District's financial status continues to be healthy and appears stable for the next four years. While this is good news for the District, school funding in Ohio is still uncertain due to a number of issues. This is the most important challenge confronting the district.

While the Ohio Supreme Court ruled in March of 1997, that Ohio's funding of public schools is unconstitutional and needs to be restructured, subsequent Court reviews of the legislature's responses have found the state legislature has not adequately responded to the specifics of the ruling. Thus, many school districts believe Ohio's public schools continue to be funded through an inadequate and inequitable system.

The state legislature has created other opportunities for school children in Ohio that has caused more funding concerns for Ohio's public schools. The creation and increase of community schools, the liberalization of home schooling requirements, post-secondary options and intra-district open enrollment are programs that have created additional competition for the limited funding available for education in Ohio.

Projection of student enrollment is another issue that creates a difficulty for our school district. During the last five years, Western Brown's student enrollment has risen and fallen without any consistent pattern. These fluctuations make it very difficult to forecast a sensible economic picture for the District. The transient nature of the District's residents, students choosing open enrollment, parents utilizing home schooling, and students selecting the post-secondary option, present a guessing game, from one year to the next, for enrollment projections.

Western Brown's enrollment has not experienced significant growth in the past few years, even though housing construction continues to increase in the District. We feel that this is due to the new homes having children who are not of school age, or new homes whose residents have not yet begun families. Most of the housing construction appears to be starter homes, and that leads the District to believe that future growth in student enrollment might be substantial in the Western Brown Local School District. Obviously, the lack of consistent data from the various student educational options and the lack of student enrollment from the increased housing create a challenge for us in determining an accurate forecast for the District.

The slow state and national economy is also causing financial difficulty for the Western Brown Local School District and schools throughout the state and the nation. While the governor of Ohio contemplates the next biennium budget, he must contend with the poor economic situation in our state. Unless Ohio's economy takes a positive turn, the funding for Ohio's public schools may not be sufficient to finance the educational programs necessary for our students.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

In schools, as in any other business, funding is always a major concern. Since schools are dependent on local and state taxes for most of their funding, it is important that the state legislatures and governor make school funding a priority. The lack of appropriate state response to the DeRolph school funding lawsuit, the poor local, state and national economy, the various student educational options, and the inconsistent student enrollment projections all contribute to the difficult task of establishing financial projections for our District.

Western Brown Local School District continues to utilize demonstrate fiscal responsibility by adopting balanced budgets and not overspending the budgets. The Board and administrators are hopeful that public school funding in Ohio is a priority for Ohio's political leaders and will permit Western Brown to continue to provide a quality education for its students.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, 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 any questions about this report or need additional information contact Denny Dunlap, Treasurer at Western Brown Local School District, 211 South High Street, Mt. Orab, OH 45154 or e-mail at denny_wb@scoca-k12.org.

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Basic Financial Statements

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Western Brown Local School District

Statement of Net Assets

June 30, 2002

	Governmental Activities	Business-Type Activity	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$8,766,067	\$220,195	\$8,986,262
Accrued Interest Receivable	161	0	161
Prepaid Items	18,765	0	18,765
Inventory Held for Resale	0	20,423	20,423
Materials and Supplies			
Inventory	0	2,934	2,934
Intergovernmental Receivable	20,000	40,641	60,641
Taxes Receivable	3,261,595	0	3,261,595
Accounts Receivable	1,359	0	1,359
Cash and Cash Equivalents with Escrow Agents	373,128	0	373,128
Cash and Cash Equivalents With Fiscal Agents	5,000	0	5,000
Capital Assets:			
Land	2,603,938	0	2,603,938
Depreciable Capital Assets, Net	58,358,390	2,344,334	60,702,724
<i>Total Assets</i>	<u>73,408,403</u>	<u>2,628,527</u>	<u>76,036,930</u>
Liabilities			
Accounts Payable	133,833	0	133,833
Contracts Payable	13,028	0	13,028
Accrued Wages	1,636,795	64,648	1,701,443
Matured Compensated Absences Payable	16,216	0	16,216
Intergovernmental Payable	273,137	22,969	296,106
Deferred Revenue	2,382,771	0	2,382,771
Matured Interest Payable	5,000	0	5,000
Accrued Interest Payable	27,762	0	27,762
Retainage Payable	373,128	0	373,128
Long-Term Liabilities:			
Due Within One Year	309,541	1,676	311,217
Due Within More Than One Year	7,419,430	6,895	7,426,325
<i>Total Liabilities</i>	<u>12,590,641</u>	<u>96,188</u>	<u>12,686,829</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	54,382,759	2,344,334	56,727,093
Restricted for:			
Capital Projects	2,383,815	0	2,383,815
Debt Service	1,200,826	0	1,200,826
Other Purposes	658,867	0	658,867
Unrestricted	2,191,495	188,005	2,379,500
<i>Total Net Assets</i>	<u>\$60,817,762</u>	<u>\$2,532,339</u>	<u>\$63,350,101</u>

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Activities
For the Fiscal Year Ended June 30, 2002

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
Instruction:				
Regular	\$12,180,875	\$136,802	\$447,984	\$144,182
Special	1,804,213	0	895,369	0
Vocational	265,181	0	62,577	0
Support Services:				
Pupil	972,090	315	154,754	0
Instructional Staff	871,741	18,100	60,042	0
Board of Education	30,269	0	0	0
Administration	1,973,300	3,394	197,962	0
Fiscal	457,010	0	9,172	0
Business	115	0	0	0
Operation and Maintenance of Plant	2,164,658	0	0	0
Pupil Transportation	1,609,885	0	0	0
Central	70,364	0	0	0
Operation of Non-Instructional Services	73,801	0	267	0
Extracurricular Activities	401,793	102,895	756	43,500
Interest and Fiscal Charges	330,800	0	0	0
<i>Total Governmental Activities</i>	23,206,095	261,506	1,828,883	187,682
Business-Type Activity				
Food Service	1,109,624	631,462	388,620	0
<i>Totals</i>	\$24,315,719	\$892,968	\$2,217,503	\$187,682

General Revenues

Property Taxes Levied for:

 General Purposes

 Capital Outlay

Grants and Entitlements not Restricted to Specific Programs

Unrestricted Contributions

Investment Earnings

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year - Restated (See Note 3)

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activity	Total
(\$11,451,907)	\$0	(\$11,451,907)
(908,844)	0	(908,844)
(202,604)	0	(202,604)
(817,021)	0	(817,021)
(793,599)	0	(793,599)
(30,269)	0	(30,269)
(1,771,944)	0	(1,771,944)
(447,838)	0	(447,838)
(115)	0	(115)
(2,164,658)	0	(2,164,658)
(1,609,885)	0	(1,609,885)
(70,364)	0	(70,364)
(73,534)	0	(73,534)
(254,642)	0	(254,642)
(330,800)	0	(330,800)
(20,928,024)	0	(20,928,024)
0	(89,542)	(89,542)
(20,928,024)	(89,542)	(21,017,566)
3,283,024	0	3,283,024
672,444	0	672,444
15,421,480	0	15,421,480
8,096	0	8,096
306,638	4,581	311,219
127,206	7,394	134,600
(282,299)	282,299	0
19,536,589	294,274	19,830,863
(1,391,435)	204,732	(1,186,703)
62,209,197	2,327,607	64,536,804
<u>\$60,817,762</u>	<u>\$2,532,339</u>	<u>\$63,350,101</u>

Western Brown Local School District
Balance Sheet
Governmental Funds
June 30, 2002

	General	Debt Service	Western Brown Construction Project	Other Governmental Funds	Total Governmental Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	\$4,384,740	\$1,082,166	\$2,278,849	\$935,416	\$8,681,171
Cash and Cash Equivalents					
With Fiscal Agents	0	5,000	0	0	5,000
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	84,896	0	0	0	84,896
Cash and Cash Equivalents with Escrow Agents	0	0	373,128	0	373,128
Receivables:					
Taxes	2,782,110	404,566	0	74,919	3,261,595
Accounts	22	0	0	1,337	1,359
Intergovernmental	0	0	0	20,000	20,000
Accrued Interest	161	0	0	0	161
Prepaid Items	18,765	0	0	0	18,765
<i>Total Assets</i>	<u>\$7,270,694</u>	<u>\$1,491,732</u>	<u>\$2,651,977</u>	<u>\$1,031,672</u>	<u>\$12,446,075</u>
Liabilities and Fund Balances					
Liabilities					
Accounts Payable	\$115,987	\$0	\$0	\$17,846	\$133,833
Contracts Payable	0	0	13,028	0	13,028
Accrued Wages	1,493,590	0	0	143,205	1,636,795
Matured Compensated Absences Payable	16,216	0	0	0	16,216
Retainage Payable	0	0	373,128	0	373,128
Intergovernmental Payable	179,850	0	0	2,562	182,412
Deferred Revenue	2,122,135	298,970	0	58,420	2,479,525
Matured Interest Payable	0	5,000	0	0	5,000
<i>Total Liabilities</i>	<u>3,927,778</u>	<u>303,970</u>	<u>386,156</u>	<u>222,033</u>	<u>4,839,937</u>
Fund Balances					
Reserved for Encumbrances	729,722	0	88,521	189,556	1,007,799
Reserved for Property Taxes	633,611	101,378	0	15,840	750,829
Reserved for School Bus Purchases	84,896	0	0	0	84,896
Unreserved:					
Designated for:					
Capital Acquisition	184,024	0	0	0	184,024
Textbooks	14,627	0	0	0	14,627
Undesignated, Reported in:					
General Fund	1,696,036	0	0	0	1,696,036
Special Revenue Funds	0	0	0	583,928	583,928
Debt Service Fund	0	1,086,384	0	0	1,086,384
Capital Projects Funds	0	0	2,177,300	20,315	2,197,615
<i>Total Fund Balances</i>	<u>3,342,916</u>	<u>1,187,762</u>	<u>2,265,821</u>	<u>809,639</u>	<u>7,606,138</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$7,270,694</u>	<u>\$1,491,732</u>	<u>\$2,651,977</u>	<u>\$1,031,672</u>	<u>\$12,446,075</u>

See accompanying notes to the basic financial statements

Western Brown Local School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2002*

Total Governmental Fund Balances \$7,606,138

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	2,603,938	
Other capital assets	67,816,935	
Accumulated depreciation	(9,458,545)	
Total capital assets	60,962,328	60,962,328

Some of the School District's revenues will be collected after fiscal year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.

Taxes	96,754	96,754
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Some liabilities are not due and payable in the current portion and therefore are not reported in the funds. Those liabilities consist of:

Bonds and notes payable	(6,579,569)	
Accrued interest on bonds	(27,762)	
Intergovernmental payable	(90,725)	
Compensated absences	(1,149,402)	
Total liabilities	(7,847,458)	(7,847,458)

Net Assets of Governmental Activities \$60,817,762

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2002

	General	Debt Service	Western Brown Construction Project	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$3,349,631	\$612,147	\$0	\$83,738	\$4,045,516
Intergovernmental	15,801,983	72,947	187,006	1,626,629	17,688,565
Interest	154,934	0	151,704	0	306,638
Tuition and Fees	9,396	0	0	71,980	81,376
Extracurricular Activities	0	0	0	177,630	177,630
Contributions and Donations	51,596	0	0	6,959	58,555
Miscellaneous	110,755	0	0	23,951	134,706
<i>Total Revenues</i>	<u>19,478,295</u>	<u>685,094</u>	<u>338,710</u>	<u>1,990,887</u>	<u>22,492,986</u>
Expenditures					
Current:					
Instruction:					
Regular	9,130,117	0	133,595	1,129,308	10,393,020
Special	1,398,090	0	0	325,051	1,723,141
Vocational	236,484	0	1,400	0	237,884
Support Services:					
Pupil	753,993	0	0	162,813	916,806
Instructional Staff	736,268	0	0	120,119	856,387
Board of Education	30,438	0	0	0	30,438
Administration	1,531,995	0	0	208,700	1,740,695
Fiscal	421,710	19,198	168	2,463	443,539
Business	115	0	0	0	115
Operation and Maintenance of Plant	2,219,355	0	6,134	0	2,225,489
Pupil Transportation	1,733,213	0	0	0	1,733,213
Central	70,304	0	0	0	70,304
Operation of Non-Instructional Services	32,610	0	20,110	1,631	54,351
Extracurricular Activities	239,132	0	0	122,938	362,070
Capital Outlay	433,392	0	5,915,939	0	6,349,331
Debt Service:					
Principal Retirement	77,249	145,000	0	0	222,249
Interest and Fiscal Charges	8,414	323,521	0	0	331,935
<i>Total Expenditures</i>	<u>19,052,879</u>	<u>487,719</u>	<u>6,077,346</u>	<u>2,073,023</u>	<u>27,690,967</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	425,416	197,375	(5,738,636)	(82,136)	(5,197,981)
Other Financing Sources					
Proceeds from Sale of Fixed Assets	48,314	0	0	0	48,314
<i>Net Change in Fund Balance</i>	473,730	197,375	(5,738,636)	(82,136)	(5,149,667)
<i>Fund Balances Beginning of Year</i>	<u>2,869,186</u>	<u>990,387</u>	<u>8,004,457</u>	<u>891,775</u>	<u>12,755,805</u>
<i>Fund Balances End of Year</i>	<u>\$3,342,916</u>	<u>\$1,187,762</u>	<u>\$2,265,821</u>	<u>\$809,639</u>	<u>\$7,606,138</u>

See accompanying notes to the basic financial statements

Western Brown Local School District
*Reconciliation of the Change in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2002*

Net Change in Fund Balances - Total Governmental Funds (\$5,149,667)

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

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Fixed asset additions	6,335,340	
Depreciation expense	<u>(2,297,750)</u>	
Excess of capital outlay over depreciation expense and disposal of assets		4,037,590

The proceeds from the sale of fixed assets are reported as revenue in the governmental funds. However, the cost of the capital assets are removed from the capital asset account in the statement of net assets and offset against the proceeds from sale of fixed assets resulting in a loss on sale of fixed assets in the statement of activities.

Proceeds from Sale of Fixed Assets	(48,314)	
Loss on Disposal of Fixed Assets	<u>(57,554)</u>	
		(105,868)

Because, some revenues will not be collected for several months after the School District's fiscal year end, they are not considered "available" revenues and are deferred in the governmental funds. Deferred revenues decreased by this amount this year.

Delinquent Property Taxes	(90,048)	
Intergovernmental	<u>(305,979)</u>	
		(396,027)

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:

Bond principal retirement	188,000	
Note principal retirement	28,043	
Capital lease payments	<u>6,206</u>	
Total long-term debt repayment		222,249

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Decrease in accrued interest	1,135	
Increase in compensated absences	(67,504)	
Decrease in intergovernmental payable	<u>66,657</u>	
Total additional expenditures		<u>288</u>

Change in Net Assets of Governmental Activities (\$1,391,435)

See accompanying notes to the basic financial statements

WESTERN BROWN LOCAL SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$3,227,693	\$3,130,208	\$3,139,691	\$9,483
Intergovernmental	14,747,228	15,699,478	15,800,277	100,799
Interest	275,000	275,000	154,981	(120,019)
Tuition and Fees	0	0	9,395	9,395
Rent	40,000	40,000	0	(40,000)
Gifts and Donations	49,096	49,096	51,596	2,500
Miscellaneous	55,000	55,000	110,733	55,733
Total Revenues	18,394,017	19,248,782	19,266,673	17,891
Expenditures:				
Current:				
Instruction:				
Regular Instruction	8,815,335	9,256,613	9,050,687	205,926
Special Instruction	1,441,696	1,441,696	1,391,077	50,619
Vocational Instruction	291,070	291,070	250,638	40,432
Other Instruction	293,634	433,634	447,683	(14,049)
Support Services:				
Pupils	783,720	783,720	756,241	27,479
Instructional Staff	611,817	611,817	744,665	(132,848)
Board of Education	27,577	27,577	30,529	(2,952)
Administration	1,532,302	1,532,302	1,559,154	(26,852)
Fiscal	438,580	438,580	435,388	3,192
Business	0	0	115	(115)
Operation and Maintenance of Plant	2,316,201	2,306,201	2,264,818	41,383
Pupil Transportation	1,736,895	1,799,358	1,868,470	(69,112)
Central	69,498	69,498	70,154	(656)
Operation of Non-Instructional Services	32,610	32,610	32,610	0
Extracurricular Activities	202,059	202,059	250,615	(48,556)
Capital Outlay	759,369	922,849	890,480	32,369
Debt Service:				
Principal Retirement	77,390	77,390	71,043	6,347
Interest and Fiscal Charges	1,967	1,967	8,305	(6,338)
Total Expenditures	19,431,720	20,228,941	20,122,672	106,269
Excess of Revenues Over (Under) Expenditures	(1,037,703)	(980,159)	(855,999)	124,160
Other Financing Sources (Uses):				
Proceeds from the Sale of Fixed Assets	0	47,960	48,314	354
Refund of Prior Year Expenditures	0	0	1,706	1,706
Advances In	0	75,000	120,000	45,000
Advances Out	(125,000)	(125,000)	(120,000)	5,000
Operating Transfers Out	0	(207,639)	0	207,639
Total Other Financing Sources (Uses)	(125,000)	(209,679)	50,020	259,699
Net Change in Fund Balance	(1,162,703)	(1,189,838)	(805,979)	383,859
Fund Balances at Beginning of Year	3,236,414	3,236,414	3,236,414	0
Unexpended Prior Year Encumbrances	1,150,018	1,150,018	1,150,018	0
Fund Balances at End of Year	\$3,223,729	\$3,196,594	\$3,580,453	\$383,859

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Fund Net Assets
Proprietary Fund
June 30, 2002

	Food Service
Assets	
Equity in Pooled Cash and Cash Equivalents	\$220,195
Intergovernmental Receivables	40,641
Inventory Held for Resale	20,423
Materials and Supplies Inventory	2,934
<i>Total Current Assets</i>	284,193
Capital Assets, Net	2,344,334
<i>Total Assets</i>	2,628,527
Liabilities	
Accrued Wages	64,648
Compensated Absences Payable	1,676
Intergovernmental Payable	22,969
<i>Total Current Liabilities</i>	89,293
Compensated Absences Payable	6,895
<i>Total Liabilities</i>	96,188
Net Assets	
Invested in Capital Assets	2,344,334
Unrestricted	188,005
<i>Total Net Assets</i>	\$2,532,339

See accompanying notes to the basic financial statements

Western Brown Local School District
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Proprietary Fund
For the Fiscal Year Ended June 30, 2002*

	Food Service
Operating Revenues	
Sales	\$631,462
Miscellaneous	7,394
	<u>638,856</u>
<i>Total Operating Revenues</i>	
Operating Expenses	
Salaries	318,111
Fringe Benefits	179,579
Purchased Services	7,443
Materials and Supplies	29,553
Cost of Sales	458,644
Depreciation	116,294
	<u>1,109,624</u>
<i>Total Operating Expenses</i>	
<i>Operating Loss</i>	<u>(470,768)</u>
Non-Operating Revenues	
Donated Commodities	93,533
Operating Grants	295,087
Interest	4,581
	<u>393,201</u>
<i>Total Non-Operating Revenues</i>	
<i>Loss Before Contributions</i>	(77,567)
Capital Contributions	282,299
	<u>204,732</u>
<i>Change in Net Assets</i>	
<i>Net Assets Beginning of Year - Restated (See Note 3)</i>	<u>2,327,607</u>
<i>Net Assets End of Year</i>	<u>\$2,532,339</u>

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2002

	Food Service
Increase (Decrease) in Cash and Cash Equivalents	
Cash Flows from Operating Activities	
Cash Received from Customers	\$631,462
Other Cash Receipts	7,394
Cash Payments to Employees for Services	(326,855)
Cash Payments for Employee Benefits	(169,195)
Cash Payments for Goods and Services	(419,662)
<i>Net Cash Used in Operating Activities</i>	(276,856)
Cash Flows from Noncapital Financing Activities	
Operating Grants Received	290,423
<i>Net Cash Provided by Noncapital Financing Activities</i>	290,423
Cash Flows from Capital and Related Financing Activities	
Payments for Capital Acquisitions	(2,344)
<i>Net Cash Used in Capital and Related Financing Activities</i>	(2,344)
Cash Flows from Investing Activities	
Interest on Investments	4,581
<i>Net Cash Provided by Investing Activities</i>	4,581
<i>Net Increase in Cash and Cash Equivalents</i>	15,804
<i>Cash and Cash Equivalents Beginning of Year</i>	204,391
<i>Cash and Cash Equivalents End of Year</i>	\$220,195
	<i>(continued)</i>

Western Brown Local School District
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2002
(continued)

	Food Service
Reconciliation of Operating Loss to Net Cash Used in Operating Activities	
Operating Loss	(\$470,768)
Adjustments to Reconcile Operating Loss to Net Cash Used in Operating Activities:	
Depreciation	116,294
Donated Commodities Received During Year	93,533
(Increase) Decrease in Assets:	
Inventory Held for Resale	(17,678)
Materials and Supplies Inventory	123
Increase (Decrease) in Liabilities:	
Accrued Wages	10,146
Compensated Absences	261
Intergovernmental Payable	(8,767)
<i>Net Cash Used in Operating Activities</i>	<i>(\$276,856)</i>

Noncash Capital and Noncapital Financing Activities:

During fiscal year 2002, the enterprise fund received contributions of capital assets from governmental funds in the amount of \$282,299 and donated commodities in the amount of \$93,533.

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2002

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$9,344	\$68,929
Liabilities		
Undistributed Monies	0	\$68,929
<i>Total Liabilities</i>	0	\$68,929
Net Assets		
Held in Trust for Scholarships	9,344	
<i>Total Net Assets</i>	\$9,344	

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2002

	Private Purpose Trust
	Scholarship
Additions	
Contributions	\$5,700
Deductions	
Other Operating Expenses	3,395
<i>Change in Net Assets</i>	2,305
<i>Net Assets Beginning of Year</i>	7,039
<i>Net Assets End of Year</i>	\$9,344

See accompanying notes to the basic financial statements

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

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

The School District operates under a locally elected Board of Education (five members) and is responsible for the education of the residents of the School District. The Board controls the School District's four instructional support facilities staffed by 120 non-certificated, 200 teaching and 12 administrative employees providing education to 3,335 students.

The School District serves an area of approximately 141 square miles. It is located in Brown County, and includes the Village of Mt. Orab, the Village of Hamersville and portions of surrounding townships.

Reporting Entity

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

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

The Village of Mt. Orab, the Village of Hamersville, Alumni Associations and Parent Teacher Organizations perform activities within the School District's boundaries for the benefit of its residents but are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

(Continued)

The School District participates in two jointly governed organizations, one public entity shared risk pool and two insurance purchasing pools. These organizations are the South Central Ohio Computer Association (SCOCA), Hopewell Special Education Regional Resource Center (Hopewell), Brown County Schools Benefits Consortium, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. The Brown County School Benefits Consortium is made up of a public entity shared risk pool and an insurance purchasing pool. These organizations are presented in Notes 16 and 17 to the basic financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Western Brown Local 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 business-type activities and to its proprietary fund provided they do not conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described below.

A. Basis of Presentation

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 statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of net assets presents the financial condition of the governmental and business-type 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 and for the single business-type activity of the School District. 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 business activity or governmental program 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 and enterprise fund 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. Fiduciary funds are reported by type.

B. Fund Accounting

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

Governmental Funds

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

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Western Brown Construction Project Fund - The Western Brown construction project fund is used to account for all intergovernmental monies, debt proceeds and interest received and expended in connection with the contracts entered into by the School District and the Ohio Department of Education for the building and equipping of the new and remodeled classroom facilities.

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

Proprietary Fund

Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as enterprise or internal service; the School District has no internal service funds.

Enterprise Fund - Enterprise funds are used to account for any activity for which a fee is charged to external users for goods or services. The only enterprise fund of the School District accounts for the financial transactions related to food service operations.

Fiduciary Funds

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

C. Measurement Focus

Government-wide Financial Statements

The government-wide statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the School District are included on the statement of net assets.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 (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.

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

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The government-wide financial statements and the financial statements of the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 7). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: property taxes available for advance, accounts, grants and interest.

Deferred Revenue

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

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

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

Expenses/Expenditures

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

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds, including the proprietary fund, are maintained in this pool. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements. The School District utilizes a financial institution to service bonded debt as principal and interest payments come due. The balance in this account is presented on the financial statements as "Cash and Cash Equivalents with Fiscal Agents" and represents deposits. The School District also utilizes an escrow agent to hold retainage on construction contracts. The balances in these accounts are presented on the financial statements as "Cash and Cash Equivalents with Escrow Agents" and represent money market deposit accounts.

During fiscal year 2002, the School District's investments were limited to certificates of deposit, money market accounts and funds invested in the State Treasury Assets Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value which based on quoted market prices. For investments in open-end mutual funds, the fair value is determined by the fund's current share price. Nonparticipating investment contracts such as nonnegotiable certificates of deposit are reported at cost.

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

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2002 amounted to \$154,934, which includes \$92,374 assigned from other School District funds.

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 presented on the financial statements as cash and cash equivalents.

F. Restricted Assets

Assets are reported as restricted when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors or laws of other governments or imposed by enabling legislation. Restricted assets represent unexpended revenues restricted for the purchase of buses and retainage held pending the successful completion of the construction project.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. 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, property taxes and school bus purchases.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute for fiscal year 2002.

H. Fund Balance Designations

Fund balance designations are established to indicate tentative planned expenditures of financial resources. The designations reflect the School District's intentions and are subject to change. Designations are reported as part of unreserved fund balance. The designations represent monies set-aside for capital acquisitions and the purchase of textbooks in excess of the statutorily required amounts. See Note 18 for additional information regarding fund balance designations.

I. Inventory

Inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

Inventories consist of donated food and purchased food held for resale and consumable supplies.

J. Capital Assets

General capital assets are those assets not specifically related to activities reported in the enterprise fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported both in the business-type activity column of the government-wide statement of net assets and in the fund.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of one thousand 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.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Description	Governmental Activities Estimated Lives	Business-Type Activity Estimated Lives
Buildings and Improvements	10 - 40 years	10 - 40 years
Furniture and Equipment	5 - 10 years	12 years
Vehicles	10 years	N/A

K. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the 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 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.

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employees have accumulated leave are paid. The noncurrent portion of the liability is not reported. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

L. Accrued Liabilities and Long-term Obligations

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements, compensated absences, 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 in the current year. Bonds and long-term notes that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

M. Net Assets

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

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

N. 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 sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenditures not meeting this definition are classified as non-operating.

O. Contributions of Capital

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

P. Interfund Transactions

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Q. Estimates

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

R. Budgetary Process

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

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

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

S. Prepaid Items

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

NOTE 3 - CORRECTION OF AN ERROR

During fiscal year 2001, Industrial Appraisal Company performed an appraisal to determine the historical cost of all capital assets for the District. The appraisal company was inconsistent in its application to determine the cost of the new construction. Due to this, the value of two of the buildings was understated at June 30, 2001. The error was discovered when the buildings were completed and placed into service in this fiscal year. In addition, the liability for compensated absences was overstated at June 30, 2001. These corrections resulted in the following restatement of net assets:

	Governmental Activities	Business-Type Activity
Net Assets, June 30, 2001, as reported	\$54,112,231	\$2,176,146
Restatement of Capital Assets	7,584,378	130,481
Restatement of Compensated Absences	512,588	20,980
Net Assets, June 30, 2001 as Restated	\$62,209,197	\$2,327,607

NOTE 4 - FUND DEFICITS

The Disadvantaged Pupil Impact Aid, Alternative School, and Title I Special Revenue Funds had deficit fund balances at June 30, 2002, of \$1,886, \$17,213, and \$40,306, respectively. The deficits in these funds are due to adjustments for accrued liabilities which generate expenditures that are greater than those recognized on a cash basis. The General Fund is liable for the deficits and provides operating transfers when cash is required, not when accruals occur.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as a reservation of fund balance.
4. Unrecorded cash represents amounts received but not included as revenue on the budget basis operating statement. These amounts are included as revenue on the GAAP basis operating statement.

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

<u>Net Change in Fund Balance</u>	
GAAP Basis	\$473,730
Adjustments:	
Revenue Accruals	(205,640)
Expenditure Accruals	(184,886)
Encumbrances	(884,908)
Unrecorded Cash	<u>(4,275)</u>
Budget Basis	<u><u>(\$805,979)</u></u>

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 6 - DEPOSITS AND INVESTMENTS

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

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

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

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

Protection of 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.

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

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least five 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;

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 6 - DEPOSITS AND INVESTMENTS (Continued)

5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) 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 and eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time; and
8. Under limited circumstances, debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

Deposits: At fiscal year-end, the carrying amount of the School District's deposits was \$2,507,850 and the bank balance was \$2,816,852. Of the bank balance, \$300,000 was covered by federal depository insurance and \$2,516,852 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging financial institution's trust department in the School District's name and all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the School District to a successful claim by the Federal Deposit Insurance Corporation.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 6 - DEPOSITS AND INVESTMENTS (Continued)

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 fiscal year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name. Money market mutual funds and investments in STAR Ohio, an investment pool operated by the Ohio State Treasurer, are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

	Fair Value
Money Market Mutual Funds	\$373,129
STAR Ohio	6,561,684
Total	\$6,934,813

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, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities that use Proprietary Fund Accounting."

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

	Cash and Cash Equivalents/Deposits	Investments
<i>GASB Statement No. 9</i>	\$9,442,663	\$0
Investments:		
Money Market Mutual Funds	(373,129)	373,129
STAR Ohio	(6,561,684)	6,561,684
<i>GASB Statement No. 3</i>	\$2,507,850	\$6,934,813

NOTE 7 - PROPERTY TAXES

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

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 7 - PROPERTY TAXES (Continued)

2002 real property taxes are levied after April 1, 2002, on the assessed value as of January 1, 2002, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value. First half 2002 real property taxes are collected in and intended to finance fiscal year 2003.

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

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

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 alternate payment dates to be established.

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

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

	2001 Second- Half Collections		2002 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$141,948,170	85.56%	\$148,785,410	88.71%
Public Utility	8,829,875	5.32%	7,851,920	4.68%
Tangible Personal Property	15,129,970	9.12%	11,087,420	6.61%
Total Assessed Value	<u>\$165,908,015</u>	<u>100.00%</u>	<u>\$167,724,750</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$30.60		\$29.50	

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 7 - PROPERTY TAXES (Continued)

The School District receives property taxes from Brown 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, 2002, are available to finance fiscal year 2002 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real, personal property and public utility taxes which are measurable as of June 30, 2002, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed settlement of personal property tax, collectible delinquent taxes and the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not levied to finance current year operations. The amount available as an advance at June 30 is recognized as revenue. At June 30, 2002, \$633,611, \$101,378 and \$15,840 was available as an advance to the general, debt service fund and non-major governmental funds respectively. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis, the revenue is deferred.

NOTE 8 - RECEIVABLES

Receivables at June 30, 2002, consisted of property taxes, accounts, intergovernmental grants and interest. All receivables are considered collectible in full and will be received within one year. A summary of the principal items of intergovernmental receivables follows:

	<u>Amounts</u>
Governmental Activities:	
Miscellaneous Federal Grants	\$20,000
Business-Type Activity:	
Food Service	<u>40,641</u>
Total Intergovernmental Receivables	<u><u>\$60,641</u></u>

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 9 - CAPITAL ASSETS

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

	Restated Balance 6/30/01	Additions	Deductions	Balance 6/30/02
<u>Governmental Activities</u>				
<i>Capital Assets, Not being Depreciated</i>				
Land	\$2,603,938	\$0	\$0	\$2,603,938
Construction in Progress	5,935,398	6,077,345	(12,012,743)	0
Total Capital Assets, Not Being Depreciated	<u>8,539,336</u>	<u>6,077,345</u>	<u>(12,012,743)</u>	<u>2,603,938</u>
<i>Capital Assets Being Depreciated</i>				
Buildings and Improvements	48,219,041	11,730,444	(141,158)	59,808,327
Furniture and Equipment	5,721,062	280,509	0	6,001,571
Vehicles	1,937,994	259,785	(190,742)	2,007,037
Total Capital Assets, Being Depreciated	<u>55,878,097</u>	<u>12,270,738</u>	<u>(331,900)</u>	<u>67,816,935</u>
<i>Less Accumulated Depreciation:</i>				
Buildings and Improvements	(5,148,008)	(1,396,309)	35,290	(6,509,027)
Furniture and Equipment	(913,663)	(743,824)	0	(1,657,487)
Vehicles	(1,325,156)	(157,617)	190,742	(1,292,031)
Total Accumulated Depreciation	<u>(7,386,827)</u>	<u>(2,297,750)</u>	<u>226,032</u>	<u>(9,458,545)</u>
Total Capital Assets, Being Depreciated, Net	<u>48,491,270</u>	<u>9,972,988</u>	<u>(105,868)</u>	<u>58,358,390</u>
Governmental Activities Capital Assets, Net	<u><u>\$57,030,606</u></u>	<u><u>\$16,050,333</u></u>	<u><u>(\$12,118,611)</u></u>	<u><u>\$60,962,328</u></u>

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 9 - CAPITAL ASSETS (Continued)

	Balance 6/30/01	Additions	Deductions	Balance 6/30/02
<u>Business-Type Activity</u>				
Buildings and Improvements	\$1,140,198	\$282,299	\$0	\$1,422,497
Furniture and Equipment	1,210,739	2,344	0	1,213,083
Total Capital Assets, Being Depreciated	<u>2,350,937</u>	<u>284,643</u>	<u>0</u>	<u>2,635,580</u>
<i>Less Accumulated Depreciation:</i>				
Buildings and Improvements	(121,731)	(33,603)	0	(155,334)
Furniture and Equipment	(53,221)	(82,691)	0	(135,912)
Total Accumulated Depreciation	<u>(174,952)</u>	<u>(116,294)</u>	<u>0</u>	<u>(291,246)</u>
Business-Type Activity Capital Assets, Net	<u>\$2,175,985</u>	<u>\$168,349</u>	<u>\$0</u>	<u>\$2,344,334</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,603,186
Special	88,982
Vocational	31,454
Support Services:	
Pupils	55,902
Instructional Staff	17,029
Administration	231,389
Fiscal	18,220
Operation and Maintenance of Plant	25,344
Pupil Transportation	160,697
Operation of Non-Instructional Services	65,547
Total Depreciation Expense	<u>\$2,297,750</u>

NOTE 10 - RISK MANAGEMENT

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2002, the School District contracted with Selective Insurance Company for general liability insurance with a \$2,000,000 single occurrence limit and a \$4,000,000 aggregate. Property is protected by the Indiana Insurance Company and holds a \$1,000 deductible. The School District's vehicles are covered by the Indiana Insurance Company under a business policy and hold a \$500 deductible for comprehensive and collision with a \$1,000,000 limit on any accident. School Board errors and omissions coverage is provided by Zurich and has a \$1,000,000 limit. Settled claims have not exceeded this commercial coverage in any of the past three years.

Nationwide Insurance Company discontinued all school insurance policies during the fiscal year. Due to this, the District requested bids from other insurance companies during the year. New coverage contained a \$1,000,000 reduction in general liability coverage, along with significant increases in premium costs.

B. Workers' Compensation

For fiscal year 2002, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 18). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

C. Employee Medical and Dental Benefits

The School District participates in the Brown County Schools Benefits Consortium (the Consortium), a public entity risk pool (Note 17) consisting of seven districts. The School District is responsible for providing a current listing of enrolled employees and for providing timely pro-rata payments of premiums to the Consortium for employee health coverage and benefits. The Consortium is responsible for the management and operations of the program. Upon termination from the Consortium, for any reason, the terminated member assumes and is responsible for the payment of any delinquent contributions.

NOTE 11 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by 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, Columbus, Ohio 43215-3746.

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2002, 5.46 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2001, 4.2 percent was used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's contributions for pension obligations to SERS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$123,631, \$84,993, and \$84,050, respectively; 73.49 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000. \$32,774 represents the unpaid contribution for fiscal year 2002.

B. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system. STRS provides 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.

For the fiscal year ended June 30, 2002, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 9.5 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$803,255, \$853,403, and \$447,076, respectively; 91 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000. \$72,276 represents the unpaid contribution for fiscal year 2002.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 12 - POSTEMPLOYMENT BENEFITS

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2002, the STRS Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$380,489 for fiscal year 2002.

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

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

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2002, employer contributions to fund health care benefits were 8.54 percent of covered payroll, a decrease of 1.26 percent from fiscal year 2001. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2002, the minimum pay was established at \$12,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2002 fiscal year equaled \$217,572.

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 13 - EMPLOYEE BENEFITS

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements, Board resolutions and State laws. Eligible classified employees and administrators 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 and administrators who are not on a twelve month contract do not earn vacation time.

Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month for a total of 15 days of sick leave for each year under contract. An unlimited amount of sick leave may be accumulated during regular employment for teachers, administrators, and classified personnel. Upon severance from the School District, payment is made for one-half of administrators' unused sick leave credit and one-fourth of teachers' and classified employees' unlimited accumulated, but unused sick leave credit.

B. Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through a private insurance carrier. Dental insurance is provided by the School District to all employees through the Brown County School Benefits Consortium and vision insurance is provided by Vision Service Plan.

NOTE 14 - CAPITALIZED LEASES - LESSEE DISCLOSURE

In prior years, the School District had entered into capitalized leases for the acquisition of reproduction equipment. The terms of each agreement provide options to purchase the equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service expenditures in the basic financial statements for the governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis.

Capital assets acquired by lease in prior years have been capitalized in the statement of net assets for governmental activities in the amount of \$53,486 which is equal to the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded on the statement of net assets for governmental activities. Principal payments in fiscal year 2002 totaled \$6,206. The lease was retired during the fiscal year.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 14 - CAPITALIZED LEASES - LESSEE DISCLOSURE (Continued)

The assets acquired through capital leases are as follows:

	Governmental Activities
Asset:	
Copiers	\$53,486
Less: Accumulated Depreciation	(32,092)
Total	\$21,394

NOTE 15 - LONG-TERM LIABILITIES

The change in the School District's long-term liabilities during the fiscal year 2002 were as follows:

	Restated Amount Outstanding 6/30/01	Additions	Deductions	Amount Outstanding 6/30/02	Amounts Due in One Year
<i><u>Governmental Activities:</u></i>					
School Improvement Bonds 1998 5.01%	\$6,630,000	\$0	\$145,000	\$6,485,000	\$155,000
School Bus Acquisition Bonds 1997 5.70%	46,000	0	23,000	23,000	23,000
Energy Conservation Bonds 1995 5.70%	82,000	0	20,000	62,000	20,000
Energy Conservation Notes 1993 3.33%	37,612	0	28,043	9,569	9,569
Compensated Absences	1,081,898	582,746	515,242	1,149,402	101,972
Capital Leases	6,206	0	6,206	0	0
Total General Long-Term Liabilities	\$7,883,716	\$582,746	\$737,491	\$7,728,971	\$309,541
<i><u>Business-Type Activity:</u></i>					
Compensated Absences	\$8,310	\$25,412	\$25,151	\$8,571	\$1,676

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 15 - LONG-TERM LIABILITIES (Continued)

School Improvement Bonds 1998

On June 15, 1998, the School District issued \$7,164,600 in voted general obligation bonds for the purpose of acquiring land, constructing new classroom facilities, and making renovations to existing classrooms. These bonds are being paid from property tax revenues. The Ohio Department of Education, School Finance, announced that the School District was eligible for state school building assistance funding on June 2, 1997. The bond issue satisfies the local match required to receive state assistance for the construction project. As of June 30, 2002, all of these proceeds had been spent toward the project. These bonds are being paid from the Debt Service Fund.

School Bus Acquisition Bonds 1997

On September 15, 1997, the School District issued \$115,000 in unvoted general obligation bonds for the purpose of acquiring buses for transportation of students to and from school, and other functions authorized by the Board of Education. These bonds are being paid from the General Fund.

Energy Conservation Bonds 1995

On May 10, 1995, the School District issued \$202,000 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The bonds were issued for a ten year period with final maturity during fiscal year 2005. The debt will be retired from the anticipated savings over the ten years and will be paid from the General Fund.

Energy Conservation Notes 1993

On June 15, 1993, the School District issued \$225,400 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The notes were issued for a ten year period with final maturity during fiscal year 2003. The debt will be retired from the anticipated savings over the ten years and will be paid from the General Fund.

Compensated absences will be paid from the General, Disadvantaged Pupil Impact Aid, Alternative School, Title VI-B, Title I, Miscellaneous Federal Grant and Food Service funds. Capital lease obligations were paid from the General Fund.

The School District's overall legal debt margin was \$9,774,990 with an unvoted debt margin of \$167,725, and an Energy Conservation debt margin of \$1,437,954 at June 30, 2002.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 15 - LONG-TERM LIABILITIES (Continued)

Principal and interest requirements to retire general obligation debt outstanding at June 30, 2002 are as follows:

School Improvement Bonds 1998

Fiscal Year Ending June 30,	Principal	Interest	Total
2003	\$155,000	\$317,258	\$472,258
2004	165,000	310,496	475,496
2005	190,000	302,905	492,905
2006	200,000	294,420	494,420
2007	215,000	285,236	500,236
2008-2012	1,380,000	1,252,731	2,632,731
2013-2017	1,995,000	827,018	2,822,018
2018-2021	2,185,000	227,625	2,412,625
Total	<u>\$6,485,000</u>	<u>\$3,817,689</u>	<u>\$10,302,689</u>

School Bus Acquisition Bonds 1997

Fiscal Year Ending June 30,	Principal	Interest	Total
2003	<u>\$23,000</u>	<u>\$657</u>	<u>\$23,657</u>

Energy Conservation Bonds 1995

Fiscal Year Ending June 30,	Principal	Interest	Total
2003	\$20,000	\$3,249	\$23,249
2004	20,000	2,109	22,109
2005	22,000	969	22,969
Total	<u>\$62,000</u>	<u>\$6,327</u>	<u>\$68,327</u>

Energy Conservation Notes 1993

Fiscal Year Ending June 30,	Principal	Interest	Total
2003	<u>\$9,569</u>	<u>\$505</u>	<u>\$10,074</u>

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS

The School District is a participant in the South Central Ohio Computer Association (SCOCA), which is a computer consortium. SCOCA is an association of public school districts within the boundaries of Adams, Brown, Highland, Pike, Ross, Scioto, Vinton, Jackson and Lawrence Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The governing board of SCOCA consists of two representatives from each county in the SCOCA service region designated by the Ohio Department of Education, two representatives of the school treasurers, plus a representative of the fiscal agent. The School District paid SCOCA \$62,508 for services provided during the year. Financial information can be obtained from their fiscal agent, the Pike County Joint Vocational School, P.O. Box 577, 175 Beaver Creek Rd., Piketon, Ohio, 45661.

The Hopewell Special Education Regional Resource Center (Hopewell) is a jointly governed organization created by the Ohio Department of Education at the request of the participating school districts to offer direct and related services to low incidence handicapped students of the region. Seventeen local, city, and exempted village school districts receive services from Hopewell. Hopewell is operated under regulations and policies established by the Ohio Department of Education, and its own governing board. The governing board is made up of superintendents from the seventeen school districts, plus a representative from the county board of education, a representative from the board of mental retardation and developmental disabilities, two joint vocational school superintendents and five parents of handicapped children living in the region. The Clinton-Fayette-Highland Educational Service District acts as fiscal agent. Hopewell receives funding from the contracts with each of the member school districts and Federal and State grants. The School District paid \$170,341 to Hopewell during the year. To obtain financial information write to Hopewell at the Clinton-Fayette-Highland Educational Service District, 62 Laurel Dr., Wilmington, Ohio 45177.

NOTE 17 - PUBLIC ENTITY RISK POOLS

Six Brown County school districts (Eastern, Fayetteville-Perry, Georgetown, Ripley Union Lewis Huntington, Southern Hills Joint Vocational and Western Brown Schools) have entered into an agreement with the Brown County Educational Service Center to form the Brown County Schools Benefits Consortium, a public entity risk pool. The overall objectives of the Consortium are to formulate and administer a program of health and dental insurance for the benefit of the Consortium members' employees and their dependents. The public entity risk pool is made up of an insurance purchasing pool and a public entity shared risk pool. The insurance purchasing pool provides fully funded medical health insurance benefits directly to consortium member employees, through Medical Mutual of Ohio. The School District pays premiums based on employee membership. Dental insurance is provided through a public entity risk sharing pool. The School District pays dental premiums based on Consortium estimates of future claims. If the School District's dental claims exceed its premiums, there is no individual supplemental assessment; on the other hand, if the School District's claims are low, it will not receive a refund. To obtain financial information write to the Brown County Educational Service Center at 325 West State St., Georgetown, Ohio 45121.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 17 - PUBLIC ENTITY RISK POOLS (Continued)

The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Plan (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 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.

For fiscal year ended June 30, 2002, the School District was no longer required to set aside funds in the budget reserve, with the exception of monies received in fiscal year 2001 from the Bureau of Workers' Compensation, which must be retained for budget stabilization or spent for specified purposes.

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

	<u>Budget Stabilization</u>	<u>Capital Acquisition</u>	<u>Textbook</u>
Set-aside Reserve Balance as of June 30, 2001	\$77,805	\$0	\$95,790
Current Year Set-Aside Requirements	0	387,908	387,908
Current Year Off-Sets	0	(87,662)	0
Qualifying Disbursements	<u>(77,805)</u>	<u>(947,562)</u>	<u>(628,217)</u>
Totals	<u>\$0</u>	<u>(\$647,316)</u>	<u>(\$144,519)</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>\$0</u>	<u>\$0</u>	<u>(\$144,519)</u>
Set-aside Reserve Balance as of June 30, 2002	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 19 - CONSTRUCTION COMMITMENTS

The School District contracted for the design and construction of new buildings for Mt. Orab High School, Hamersville Elementary and for renovations to Mt. Orab Middle School and Mt. Orab Elementary. Finish work remains for all projects. The outstanding construction commitments at June 30, 2002 are:

<u>Contractor</u>	<u>Total Contract Amount</u>	<u>Amount Expended</u>	<u>Balance At 6/30/02</u>
Ayer Electric, Inc.	\$556,512	\$554,533	\$1,979
Cleveland Construction, Inc.	1,879,753	1,870,499	9,254
Firematic Sprinkler Company	414,049	404,460	9,589
Flannery Painting, Inc.	23,105	0	23,105
Westside Paving & Excavating	1,169,470	1,140,719	28,751
Total	<u>\$4,042,889</u>	<u>\$3,970,211</u>	<u>\$72,678</u>

NOTE 20 – 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 decision is unconstitutional. The Supreme Court relinquished jurisdiction over the case and directed “...the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient...”.

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002

NOTE 21 - CONTINGENCIES

Grants:

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2002.

Litigation:

The School District is not currently party to legal proceedings.

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Western Brown Local School District
Combining Statements and Individual Fund Schedules

Western Brown Local School District

Fund Descriptions

Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes. The following are descriptions of the School District's nonmajor special revenue funds:

Nonmajor Special Revenue Funds

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

OTHER GRANT - This fund accounts for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

CLASSROOM FACILITY MAINTENANCE - This fund accounts for property tax revenues that are restricted to expenditures for the maintenance and upkeep of School District classroom facilities.

DISTRICT MANAGED ACTIVITY - This fund accounts for those student activity programs which have student participation in the activity but do not have student management of the programs.

TEACHER DEVELOPMENT - This fund accounts for assistance provided to local school districts for the development of in-service programs.

EXCELLENCE IN EDUCATION - This fund accounts for monies which are provided for pupil competency assessment and instructional development as required by the minimum standards for Ohio schools.

EDUCATIONAL MANAGEMENT INFORMATION SYSTEMS - This fund accounts for hardware and software development, or other costs associated with the requirements of the management information system.

DISADVANTAGED PUPIL IMPACT AID - This fund accounts for monies which are provided for the improvement of the educational and cultural status of disadvantaged pupils.

ONENET – This fund accounts for monies appropriated for Ohio Educational Computer Network connections.

PROFESSIONAL DEVELOPMENT - This fund accounts the revenues and expenditures associated with a limited number of professional development subsidy grants.

Western Brown Local School District

Fund Descriptions

Nonmajor Special Revenue Funds (Continued)

OHIO READS - This fund accounts for state monies and operating expenditures associated with administering the OhioReads Program. The OhioReads Program is intended to improve reading outcomes, especially on the fourth grade reading proficiency test.

SUMMER SCHOOL - This fund accounts for State money used for summer school programs.

ALTERNATIVE SCHOOL - This fund accounts for state monies and expenditures for alternative educational programs for existing and new, at-risk and delinquent youth.

EXTENDED LEARNING OPPORTUNITY - This fund accounts for state monies and expenditures for educational programs for children most at-risk of not passing the reading portion of the fourth grade proficiency exam.

MISCELLANEOUS STATE GRANTS - This fund accounts for various monies received from State agencies which are not classified elsewhere. A separate special cost center must be used for each grant and be approved by the Auditor of State.

EISENHOWER - This fund accounts for federal funds used to provide programs for strengthening instruction in science, mathematics, modern foreign languages, english, the arts, and computer learning.

TITLE VI-B - This fund accounts for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels and to assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

TITLE I - This fund accounts for federal funds expended for services provided to meet special educational needs of educationally deprived children.

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

DRUG FREE GRANT - This fund accounts for federal funds used to establish, operate and improve local programs of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

Western Brown Local School District

Fund Descriptions

Nonmajor Special Revenue Funds (Continued)

TELECOMMUNICATIONS ACT GRANT - This fund accounts for monies refunded from telecommunications vendors. This money will be used to pay future telecommunications bills or will be transferred to the general fund.

CONTINUOUS IMPROVEMENT - This fund accounts for federal funds to be used to support the goals and strategies identified in the continuous improvement plan of the School District.

REDUCING CLASS SIZE - This fund accounts for federal funds used to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

MISCELLANEOUS FEDERAL GRANTS - This fund accounts for the proceeds of specific federal grants that are legally restricted to expenditures for specific purposes.

UNIFORM SCHOOL SUPPLIES - This fund accounts for the purchase and sale of school supplies as adopted by the board of education for use in the schools of the School District. Revenues derived from such sale is to be used for school purposes or activities in connection with the school.

THOMAS STOUT - This fund accounts for donations received by the School District to be used for the purchase of new signs to be erected on the grounds of the new school buildings.

Capital Projects Funds

The Capital Projects Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings or additions to existing buildings, and for major renovation projects including equipment purchases. The following are descriptions of the School District's nonmajor capital projects funds:

Western Brown Local School District

Fund Descriptions

Nonmajor Capital Projects Funds

SCHOOLNET - This fund accounts for State grant monies used for the installation of wiring and the purchase of a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

TECHNOLOGY EQUITY - This fund accounts for technology equity funding to low-wealth school districts.

VIDEO DISTANCE LEARNING - This fund accounts for technology equity funding to low-wealth school districts to complement the SchoolNet Program. The proceeds are used to purchase computer equipment, wiring and peripherals.

Enterprise Fund

The Enterprise Fund is used to account for all transactions related to the food service operations. Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private sector business where the intent is that the expense (including depreciation) of providing goods or services primarily or solely to the general public be financed or recovered primarily through user charges. There is only one enterprise fund.

Western Brown Local School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2002

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$826,622	\$108,794	\$935,416
Receivables:			
Taxes	74,919	0	74,919
Accounts	1,337	0	1,337
Intergovernmental	20,000	0	20,000
<i>Total Assets</i>	<u>\$922,878</u>	<u>\$108,794</u>	<u>\$1,031,672</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$17,477	\$369	\$17,846
Accrued Wages	143,205	0	143,205
Intergovernmental Payable	2,562	0	2,562
Deferred Revenue	58,420	0	58,420
<i>Total Liabilities</i>	<u>221,664</u>	<u>369</u>	<u>222,033</u>
Fund Balances			
Reserved for Encumbrances	101,446	88,110	189,556
Reserved for Property Taxes	15,840	0	15,840
Undesignated, Reported in:			
Special Revenue Funds	583,928	0	583,928
Capital Projects Funds	0	20,315	20,315
<i>Total Fund Balances</i>	<u>701,214</u>	<u>108,425</u>	<u>809,639</u>
 <i>Total Liabilities and Fund Balances</i>	 <u>\$922,878</u>	 <u>\$108,794</u>	 <u>\$1,031,672</u>

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

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
Revenues			
Taxes	\$83,738	\$0	\$83,738
Intergovernmental	1,482,447	144,182	1,626,629
Tuition and Fees	71,980	0	71,980
Extracurricular Activities	177,630	0	177,630
Contributions and Donations	6,959	0	6,959
Miscellaneous	23,951	0	23,951
	<u> </u>	<u> </u>	<u> </u>
<i>Total Revenues</i>	<u>1,846,705</u>	<u>144,182</u>	<u>1,990,887</u>
Expenditures			
Current:			
Instruction:			
Regular	1,064,321	\$64,987	1,129,308
Special	325,051	0	325,051
Support Services:			
Pupil	162,813	0	162,813
Instructional Staff	120,119	0	120,119
Administration	208,700	0	208,700
Fiscal	2,463	0	2,463
Operation of Non-Instructional Services	1,631	0	1,631
Extracurricular Activities	122,938	0	122,938
	<u> </u>	<u> </u>	<u> </u>
<i>Total Expenditures</i>	<u>2,008,036</u>	<u>64,987</u>	<u>2,073,023</u>
<i>Net Change in Fund Balance</i>	(161,331)	79,195	(82,136)
<i>Fund Balances Beginning of Year</i>	<u>862,545</u>	<u>29,230</u>	<u>891,775</u>
<i>Fund Balances End of Year</i>	<u><u>\$701,214</u></u>	<u><u>\$108,425</u></u>	<u><u>\$809,639</u></u>

Western Brown Local School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2002

	Public School Support	Other Grant	Classroom Facility Maintenance	District Managed Activity
Assets				
Equity in Pooled Cash and Cash Equivalents	\$69,385	\$158	\$341,236	\$30,164
Receivables:				
Taxes	0	0	74,919	0
Accounts	695	0	0	642
Intergovernmental	0	0	0	0
<i>Total Assets</i>	<u>\$70,080</u>	<u>\$158</u>	<u>\$416,155</u>	<u>\$30,806</u>
 Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$1,681	\$0	\$0	\$92
Accrued Wages	0	0	0	0
Intergovernmental Payable	0	0	0	0
Deferred Revenue	0	0	58,420	0
<i>Total Liabilities</i>	<u>1,681</u>	<u>0</u>	<u>58,420</u>	<u>92</u>
 Fund Balances				
Reserved for Encumbrances	2,906	0	28,000	3,788
Reserved for Property Taxes	0	0	15,840	0
Unreserved, Undesignated (Deficit)	65,493	158	313,895	26,926
<i>Total Fund Balances (Deficit)</i>	<u>68,399</u>	<u>158</u>	<u>357,735</u>	<u>30,714</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$70,080</u>	<u>\$158</u>	<u>\$416,155</u>	<u>\$30,806</u>

Excellence In Education	Educational Management Information Systems	Disadvantaged Pupil Impact Aid	OneNet	Professional Development	Ohio Reads
\$2,201	\$34,360	\$0	\$6,266	\$4,645	\$6,093
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$2,201</u>	<u>\$34,360</u>	<u>\$0</u>	<u>\$6,266</u>	<u>\$4,645</u>	<u>\$6,093</u>
\$65	\$0	\$0	\$1,376	\$0	\$0
0	2,019	1,014	0	0	0
0	29	872	0	0	0
0	0	0	0	0	0
<u>65</u>	<u>2,048</u>	<u>1,886</u>	<u>1,376</u>	<u>0</u>	<u>0</u>
230	0	0	2,975	1,195	2,043
0	0	0	0	0	0
<u>1,906</u>	<u>32,312</u>	<u>(1,886)</u>	<u>1,915</u>	<u>3,450</u>	<u>4,050</u>
<u>2,136</u>	<u>32,312</u>	<u>(1,886)</u>	<u>4,890</u>	<u>4,645</u>	<u>6,093</u>
<u>\$2,201</u>	<u>\$34,360</u>	<u>\$0</u>	<u>\$6,266</u>	<u>\$4,645</u>	<u>\$6,093</u>

(continued)

Western Brown Local School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2002
(continued)

	<u>Summer School</u>	<u>Alternative School</u>	<u>Miscellaneous State Grants</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$43,178	\$0	\$22,108
Receivables:			
Taxes	0	0	0
Accounts	0	0	0
Intergovernmental	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u><u>\$43,178</u></u>	<u><u>\$0</u></u>	<u><u>\$22,108</u></u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$0	\$14,263
Accrued Wages	0	17,153	0
Intergovernmental Payable	0	60	0
Deferred Revenue	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u>0</u>	<u>17,213</u>	<u>14,263</u>
Fund Balances			
Reserved for Encumbrances	0	0	3,623
Reserved for Property Taxes	0	0	0
Unreserved, Undesignated (Deficit)	<u>43,178</u>	<u>(17,213)</u>	<u>4,222</u>
<i>Total Fund Balances (Deficit)</i>	<u>43,178</u>	<u>(17,213)</u>	<u>7,845</u>
<i>Total Liabilities and Fund Balances</i>	<u><u>\$43,178</u></u>	<u><u>\$0</u></u>	<u><u>\$22,108</u></u>

<u>Title VI-B</u>	<u>Title I</u>	<u>Title VI</u>	<u>Drug Free Grant</u>	<u>Tele-communications Act Grant</u>	<u>Continuous Improvement</u>
\$37,926	\$10,820	\$12,255	\$3,154	\$39,116	\$5,691
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$37,926</u>	<u>\$10,820</u>	<u>\$12,255</u>	<u>\$3,154</u>	<u>\$39,116</u>	<u>\$5,691</u>
\$0	\$0	\$0	\$0	\$0	\$0
9,547	50,950	0	0	0	0
821	176	0	0	0	0
0	0	0	0	0	0
<u>10,368</u>	<u>51,126</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	7,015	0	38,762	0
0	0	0	0	0	0
<u>27,558</u>	<u>(40,306)</u>	<u>5,240</u>	<u>3,154</u>	<u>354</u>	<u>5,691</u>
<u>27,558</u>	<u>(40,306)</u>	<u>12,255</u>	<u>3,154</u>	<u>39,116</u>	<u>5,691</u>
<u>\$37,926</u>	<u>\$10,820</u>	<u>\$12,255</u>	<u>\$3,154</u>	<u>\$39,116</u>	<u>\$5,691</u>

(continued)

Western Brown Local School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2002
(continued)

	Reducing Class Size	Miscellaneous Federal Grants	Uniform School Supplies	Thomas Stout
Assets				
Equity in Pooled Cash and Cash Equivalents	\$15,928	\$33,636	\$107,516	\$786
Receivables:				
Taxes	0	0	0	0
Accounts	0	0	0	0
Intergovernmental	0	20,000	0	0
<i>Total Assets</i>	\$15,928	\$53,636	\$107,516	\$786
 Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$0	\$0	\$0
Accrued Wages	15,653	46,869	0	0
Intergovernmental Payable	227	377	0	0
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	15,880	47,246	0	0
 Fund Balances				
Reserved for Encumbrances	0	10,909	0	0
Reserved for Property Taxes	0	0	0	0
Unreserved, Undesignated (Deficit)	48	(4,519)	107,516	786
<i>Total Fund Balances (Deficit)</i>	48	6,390	107,516	786
<i>Total Liabilities and Fund Balances</i>	\$15,928	\$53,636	\$107,516	\$786

Total
Nonmajor
Special Revenue
Funds

\$826,622

74,919

1,337

20,000

\$922,878

\$17,477

143,205

2,562

58,420

221,664

101,446

15,840

583,928

701,214

\$922,878

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

	Public School Support	Other Grant	Classroom Facility Maintenance	District Managed Activity
Revenues				
Taxes	\$0	\$0	\$83,738	\$0
Intergovernmental	0	0	9,172	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	85,592	0	0	92,038
Contributions and Donations	5,959	1,000	0	0
Miscellaneous	23,951	0	0	0
<i>Total Revenues</i>	<u>115,502</u>	<u>1,000</u>	<u>92,910</u>	<u>92,038</u>
Expenditures				
Current:				
Instruction:				
Regular	82,454	4,481	0	0
Special	0	0	0	0
Support Services:				
Pupil	490	0	0	0
Instructional Staff	28,198	0	0	0
Administration	5,288	0	0	0
Fiscal	0	0	2,463	0
Operation of Non-Instructional Services	0	1,631	0	0
Extracurricular Activities	16,915	0	0	106,023
<i>Total Expenditures</i>	<u>133,345</u>	<u>6,112</u>	<u>2,463</u>	<u>106,023</u>
<i>Net Change in Fund Balances</i>	(17,843)	(5,112)	90,447	(13,985)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>86,242</u>	<u>5,270</u>	<u>267,288</u>	<u>44,699</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$68,399</u></u>	<u><u>\$158</u></u>	<u><u>\$357,735</u></u>	<u><u>\$30,714</u></u>

Teacher Development	Excellence In Education	Educational Management Information Systems	Disadvantaged Pupil Impact Aid	OneNet	Professional Development
\$0	\$0	\$0	\$0	\$0	\$0
0	0	12,280	40,024	14,000	7,592
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	12,280	40,024	14,000	7,592
7,107	1,312	0	11,263	9,110	3,131
0	0	0	0	0	0
0	0	0	0	0	0
0	0	14,279	19,519	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
7,107	1,312	14,279	30,782	9,110	3,131
(7,107)	(1,312)	(1,999)	9,242	4,890	4,461
7,107	3,448	34,311	(11,128)	0	184
\$0	\$2,136	\$32,312	(\$1,886)	\$4,890	\$4,645

(continued)

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

	Ohio Reads	Summer School	Alternative School	Extended Learning Opportunity
Revenues				
Taxes	\$0	\$0	\$0	\$0
Intergovernmental	45,000	0	72,290	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>45,000</u>	<u>0</u>	<u>72,290</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular	12,178	13,277	64,674	19,173
Special	6,200	0	0	0
Support Services:				
Pupil	0	0	848	0
Instructional Staff	31,260	0	0	4,550
Administration	1,447	0	20,797	0
Fiscal	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Extracurricular Activities	0	0	0	0
<i>Total Expenditures</i>	<u>51,085</u>	<u>13,277</u>	<u>86,319</u>	<u>23,723</u>
<i>Net Change in Fund Balances</i>	(6,085)	(13,277)	(14,029)	(23,723)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>12,178</u>	<u>56,455</u>	<u>(3,184)</u>	<u>23,723</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$6,093</u></u>	<u><u>\$43,178</u></u>	<u><u>(\$17,213)</u></u>	<u><u>\$0</u></u>

Miscellaneous State Grants	Eisenhower	Title VI-B	Title I	Title VI	Drug Free Grant
\$0	\$0	\$0	\$0	\$0	\$0
53,587	17,350	216,173	297,670	16,665	12,646
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>53,587</u>	<u>17,350</u>	<u>216,173</u>	<u>297,670</u>	<u>16,665</u>	<u>12,646</u>
24,097	0	0	0	14,233	6,662
0	0	0	293,561	3,260	1,145
0	0	131,815	0	0	5,175
0	17,350	0	0	1,150	0
41,819	0	71,427	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>65,916</u>	<u>17,350</u>	<u>203,242</u>	<u>293,561</u>	<u>18,643</u>	<u>12,982</u>
(12,329)	0	12,931	4,109	(1,978)	(336)
<u>20,174</u>	<u>0</u>	<u>14,627</u>	<u>(44,415)</u>	<u>14,233</u>	<u>3,490</u>
<u>\$7,845</u>	<u>\$0</u>	<u>\$27,558</u>	<u>(\$40,306)</u>	<u>\$12,255</u>	<u>\$3,154</u>

(continued)

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

	Tele- communications Act Grant	Continuous Improvement	Reducing Class Size	Miscellaneous Federal Grants
Revenues				
Taxes	\$0	\$0	\$0	\$0
Intergovernmental	10,965	0	90,074	566,959
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>10,965</u>	<u>0</u>	<u>90,074</u>	<u>566,959</u>
Expenditures				
Current:				
Instruction:				
Regular	0	8,549	97,222	621,574
Special	0	0	7,535	13,350
Support Services:				
Pupil	0	0	0	24,485
Instructional Staff	0	10,250	3,135	24,226
Administration	1,000	0	2,693	30,431
Fiscal	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Extracurricular Activities	0	0	0	0
<i>Total Expenditures</i>	<u>1,000</u>	<u>18,799</u>	<u>110,585</u>	<u>714,066</u>
<i>Net Change in Fund Balances</i>	9,965	(18,799)	(20,511)	(147,107)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>29,151</u>	<u>24,490</u>	<u>20,559</u>	<u>153,497</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$39,116</u></u>	<u><u>\$5,691</u></u>	<u><u>\$48</u></u>	<u><u>\$6,390</u></u>

<u>Uniform School Supplies</u>	<u>Thomas Stout</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$0	\$0	\$83,738
0	0	1,482,447
71,980	0	71,980
0	0	177,630
0	0	6,959
<u>0</u>	<u>0</u>	<u>23,951</u>
 71,980	 0	 1,846,705
 63,824	 0	 1,064,321
0	0	325,051
0	0	162,813
0	0	120,119
0	0	208,700
0	0	2,463
0	0	1,631
<u>0</u>	<u>0</u>	<u>122,938</u>
 <u>63,824</u>	 <u>0</u>	 <u>2,008,036</u>
 8,156	 0	 (161,331)
<u>99,360</u>	<u>786</u>	<u>862,545</u>
 <u>\$107,516</u>	 <u>\$786</u>	 <u>\$701,214</u>

Western Brown Local School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2002

	SchoolNet	Technology Equity	Video Distance Learning	Total Nonmajor Capital Projects Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$96,735	\$3,359	\$8,700	\$108,794
<i>Total Assets</i>	\$96,735	\$3,359	\$8,700	\$108,794
 Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$369	\$0	\$369
<i>Total Liabilities</i>	0	369	0	369
 Fund Balances				
Reserved for Encumbrances	85,120	2,990	0	88,110
Unreserved, Undesignated	11,615	0	8,700	20,315
<i>Total Fund Balances</i>	96,735	2,990	8,700	108,425
<i>Total Liabilities and Fund Balances</i>	\$96,735	\$3,359	\$8,700	\$108,794

Western Brown Local School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2002

	<u>SchoolNet</u>	<u>Technology Equity</u>	<u>Video Distance Learning</u>	<u>Total Nonmajor Capital Projects Funds</u>
Revenues				
Intergovernmental	<u>\$100,320</u>	<u>\$35,162</u>	<u>\$8,700</u>	<u>\$144,182</u>
<i>Total Revenues</i>	<u>100,320</u>	<u>35,162</u>	<u>8,700</u>	<u>144,182</u>
Expenditures				
Current:				
Instruction:				
Regular	<u>32,725</u>	<u>32,262</u>	<u>0</u>	<u>64,987</u>
<i>Total Expenditures</i>	<u>32,725</u>	<u>32,262</u>	<u>0</u>	<u>64,987</u>
<i>Net Change in Fund Balances</i>	67,595	2,900	8,700	79,195
<i>Fund Balances Beginning of Year</i>	<u>29,140</u>	<u>90</u>	<u>0</u>	<u>29,230</u>
<i>Fund Balances End of Year</i>	<u><u>\$96,735</u></u>	<u><u>\$2,990</u></u>	<u><u>\$8,700</u></u>	<u><u>\$108,425</u></u>

Western Brown Local School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2002

	<u>Balance at</u> <u>06/30/01</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at</u> <u>06/30/02</u>
<u>STUDENT MANAGED ACTIVITY</u>				
Assets				
Equity in Pooled Cash and Cash Equivalents	<u>\$62,765</u>	<u>\$116,002</u>	<u>\$109,838</u>	<u>\$68,929</u>
Total Assets	<u><u>\$62,765</u></u>	<u><u>\$116,002</u></u>	<u><u>\$109,838</u></u>	<u><u>\$68,929</u></u>
Liabilities				
Undistributed Monies	<u>\$62,765</u>	<u>\$116,002</u>	<u>\$109,838</u>	<u>\$68,929</u>
Total Liabilities	<u><u>\$62,765</u></u>	<u><u>\$116,002</u></u>	<u><u>\$109,838</u></u>	<u><u>\$68,929</u></u>

Western Brown Local School District

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

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WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
<u>Revenues:</u>				
Property Taxes	\$3,227,693	\$3,130,208	\$3,139,691	\$9,483
Intergovernmental	14,747,228	15,699,478	15,800,277	100,799
Interest	275,000	275,000	154,981	(120,019)
Tuition and Fees	0	0	9,395	9,395
Rent	40,000	40,000	0	(40,000)
Gifts and Donations	49,096	49,096	51,596	2,500
Miscellaneous	55,000	55,000	110,733	55,733
Total Revenues	18,394,017	19,248,782	19,266,673	17,891
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	5,839,120	6,332,398	6,124,649	207,749
Fringe Benefits	1,830,035	1,830,035	1,894,000	(63,965)
Purchased Services	230,692	230,692	149,080	81,612
Materials and Supplies	460,235	360,235	390,709	(30,474)
Capital Outlay - New	455,253	503,253	492,249	11,004
Total Regular Instruction	8,815,335	9,256,613	9,050,687	205,926
Special Instruction:				
Salaries and Wages	715,271	715,271	706,198	9,073
Fringe Benefits	247,697	247,697	263,378	(15,681)
Purchased Services	473,931	473,931	406,903	67,028
Materials and Supplies	2,859	2,859	12,660	(9,801)
Capital Outlay - New	1,938	1,938	1,938	0
Total Special Instruction	1,441,696	1,441,696	1,391,077	50,619
Vocational Instruction:				
Salaries and Wages	153,049	153,049	151,897	1,152
Fringe Benefits	40,291	40,291	40,232	59
Purchased Services	8,995	8,995	11,396	(2,401)
Materials and Supplies	88,735	88,735	43,777	44,958
Capital Outlay - New	0	0	3,330	(3,330)
Other	0	0	6	(6)
Total Vocational Instruction	291,070	291,070	250,638	40,432
Other Instruction:				
Purchased Services	293,634	433,634	447,683	(14,049)
Total Instruction	10,841,735	11,423,013	11,140,085	282,928
Support Services:				
Pupils:				
Salaries and Wages	388,288	388,288	397,488	(9,200)
Fringe Benefits	115,381	115,381	113,610	1,771
Purchased Services	259,377	259,377	221,787	37,590
Materials and Supplies	15,674	15,674	20,751	(5,077)
Capital Outlay - New	0	0	2,605	(2,605)
Capital Outlay - Replacement	5,000	5,000	0	5,000
Total Pupils	\$783,720	\$783,720	\$756,241	\$27,479

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2002
(continued)

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Instructional Staff:				
Salaries and Wages	\$408,591	\$408,591	\$449,629	(\$41,038)
Fringe Benefits	145,876	145,876	139,506	6,370
Purchased Services	1,000	1,000	94,523	(93,523)
Materials and Supplies	56,350	56,350	59,688	(3,338)
Other	0	0	1,319	(1,319)
Total Instructional Staff	611,817	611,817	744,665	(132,848)
Board of Education:				
Salaries and Wages	8,000	8,000	6,560	1,440
Fringe Benefits	1,632	1,632	300	1,332
Purchased Services	2,645	2,645	4,783	(2,138)
Materials and Supplies	200	200	351	(151)
Capital Outlay - New	0	15,100	18,535	(3,435)
Other	15,100	0	0	0
Total Board of Education	27,577	27,577	30,529	(2,952)
Administration:				
Salaries and Wages	899,117	899,117	904,295	(5,178)
Fringe Benefits	329,798	329,798	320,284	9,514
Purchased Services	153,500	153,500	182,972	(29,472)
Materials and Supplies	27,256	27,256	26,258	998
Capital Outlay - New	0	0	1,813	(1,813)
Other	122,631	122,631	123,532	(901)
Total Administration	1,532,302	1,532,302	1,559,154	(26,852)
Fiscal:				
Salaries and Wages	170,293	170,293	160,254	10,039
Fringe Benefits	68,431	68,431	65,257	3,174
Purchased Services	14,280	14,280	28,801	(14,521)
Materials and Supplies	6,556	6,556	6,289	267
Capital Outlay - Replacement	20,000	20,000	21,832	(1,832)
Other	159,020	159,020	152,955	6,065
Total Fiscal	438,580	438,580	435,388	3,192
Business:				
Materials and Supplies	0	0	115	(115)
Operation and Maintenance of Plant:				
Salaries and Wages	803,807	803,807	859,693	(55,886)
Fringe Benefits	348,774	348,774	301,883	46,891
Purchased Services	1,023,005	1,013,005	873,700	139,305
Materials and Supplies	91,727	91,727	153,899	(62,172)
Capital Outlay - New	48,000	48,000	74,146	(26,146)
Other	888	888	1,497	(609)
Total Operation and Maintenance of Plant	2,316,201	2,306,201	2,264,818	41,383
Pupil Transportation:				
Salaries and Wages	651,888	651,888	700,168	(48,280)
Fringe Benefits	341,970	341,970	351,210	(9,240)
Purchased Services	131,859	94,501	159,950	(65,449)
Materials and Supplies	282,508	282,508	224,727	57,781
Capital Outlay - New	327,970	427,791	428,256	(465)
Other	700	700	4,159	(3,459)
Total Pupil Transportation	\$1,736,895	\$1,799,358	\$1,868,470	(\$69,112)

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2002
(continued)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Central:				
Salaries and Wages	\$15,750	\$15,750	\$15,950	(\$200)
Fringe Benefits	2,296	2,296	23	2,273
Purchased Services	23,452	23,452	32,059	(8,607)
Other	28,000	28,000	22,122	5,878
Total Central	69,498	69,498	70,154	(656)
Total Support Services	7,516,590	7,569,053	7,729,534	(160,481)
Operation of Non-Instructional Services:				
Services:				
Food Service Operations:				
Capital Outlay - New	32,610	32,610	32,610	0
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	17,500	17,500	35,367	(17,867)
Fringe Benefits	500	500	422	78
Purchased Services	8,302	8,302	14,449	(6,147)
Materials and Supplies	2,322	2,322	6,585	(4,263)
Capital Outlay - New	0	0	1,708	(1,708)
Total Academic and Subject Oriented Activities	28,624	28,624	58,531	(29,907)
Sports Oriented Activities:				
Salaries and Wages	136,000	136,000	142,131	(6,131)
Fringe Benefits	15,000	15,000	16,487	(1,487)
Purchased Services	10,000	10,000	8,262	1,738
Materials and Supplies	12,435	12,435	6,669	5,766
Capital Outlay - New	0	0	18,535	(18,535)
Total Sports Oriented Activities	173,435	173,435	192,084	(18,649)
Total Extracurricular Activities	202,059	202,059	250,615	(48,556)
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Site Acquisition Services:				
Purchased Services	32,635	32,635	18,000	14,635
Capital Outlay - New	225,000	185,780	185,780	0
Total Site Acquisition Services	257,635	218,415	203,780	14,635
Site Improvement Services:				
Capital Outlay - New	22,025	247,025	61,638	185,387
Capital Outlay - Replacement	18,200	18,200	182,798	(164,598)
Total Site Improvement Services	40,225	265,225	244,436	20,789
Architecture and Engineering Services:				
Services:				
Purchased Services	\$1,500	\$1,500	\$39,829	(\$38,329)

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2002
(continued)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Building Acquisition and Construction Services:				
Capital Outlay - New	\$413,817	\$391,517	\$360,343	\$31,174
Building Improvement Services:				
Capital Outlay - New	46,192	46,192	42,092	4,100
Total Capital Outlay	<u>759,369</u>	<u>922,849</u>	<u>890,480</u>	<u>32,369</u>
Debt Service:				
Principal Retirement	77,390	77,390	71,043	6,347
Interest and Fiscal Charges	1,967	1,967	8,305	(6,338)
Total Debt Service	<u>79,357</u>	<u>79,357</u>	<u>79,348</u>	<u>9</u>
<i>Total Expenditures</i>	<u>19,431,720</u>	<u>20,228,941</u>	<u>20,122,672</u>	<u>106,269</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,037,703)</u>	<u>(980,159)</u>	<u>(855,999)</u>	<u>124,160</u>
<u>Other Financing Sources (Uses):</u>				
Proceeds from Sale of Fixed Assets	0	47,960	48,314	354
Refund of Prior Year Expenditures	0	0	1,706	1,706
Advances In	0	75,000	120,000	45,000
Advances Out	(125,000)	(125,000)	(120,000)	5,000
Operating Transfers-Out	0	(207,639)	0	207,639
<i>Total Other Financing Sources (Uses)</i>	<u>(125,000)</u>	<u>(209,679)</u>	<u>50,020</u>	<u>259,699</u>
Net Change in Fund Balance	(1,162,703)	(1,189,838)	(805,979)	383,859
Fund Balance at Beginning of Year	3,236,414	3,236,414	3,236,414	0
Prior Year Encumbrances Appropriated	<u>1,150,018</u>	<u>1,150,018</u>	<u>1,150,018</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,223,729</u></u>	<u><u>\$3,196,594</u></u>	<u><u>\$3,580,453</u></u>	<u><u>\$383,859</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Property Taxes	\$635,676	\$596,964	\$612,309	\$15,345
Intergovernmental	0	69,712	72,947	3,235
<i>Total Revenues</i>	<u>635,676</u>	<u>666,676</u>	<u>685,256</u>	<u>18,580</u>
<u>Expenditures:</u>				
Current:				
Support Services:				
Fiscal:				
Other	0	20,000	19,199	801
Total Fiscal	<u>0</u>	<u>20,000</u>	<u>19,199</u>	<u>801</u>
Debt Service:				
Principal Retirement	145,000	145,000	145,000	0
Interest and Fiscal Charges	326,530	323,522	323,522	0
Total Debt Service	<u>471,530</u>	<u>468,522</u>	<u>468,522</u>	<u>0</u>
<i>Total Expenditures</i>	<u>471,530</u>	<u>488,522</u>	<u>487,721</u>	<u>801</u>
Net Change in Fund Balance	164,146	178,154	197,535	19,381
Fund Balance at Beginning of Year	<u>884,629</u>	<u>884,629</u>	<u>884,629</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,048,775</u></u>	<u><u>\$1,062,783</u></u>	<u><u>\$1,082,164</u></u>	<u><u>\$19,381</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Western Brown Construction Project
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$160,000	\$187,006	\$187,006	\$0
Interest	100,000	144,500	151,703	7,203
<i>Total Revenues</i>	<u>260,000</u>	<u>331,506</u>	<u>338,709</u>	<u>7,203</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Capital Outlay - New	171,986	171,986	182,890	(10,904)
Vocational Instruction:				
Capital Outlay - New		0	1,400	(1,400)
<i>Total Instruction</i>	<u>171,986</u>	<u>171,986</u>	<u>184,290</u>	<u>(12,304)</u>
Support Services:				
Fiscal:				
Other	0	0	168	(168)
Operation and Maintenance of Plant:				
Purchased Services	0	0	6,134	(6,134)
<i>Total Support Services</i>	<u>0</u>	<u>0</u>	<u>6,302</u>	<u>(6,302)</u>
Operation of Non-Instructional Services:				
Food Service Operations:				
Capital Outlay - New	\$20,110	\$20,110	\$20,110	\$0
Capital Outlay:				
Building Acquisition and Construction Services:				
Purchased Services	3,235,484	1,735,483	1,062,655	672,828
Materials and Supplies	0	0	400	(400)
Capital Outlay - New	6,098,556	6,098,556	6,270,779	(172,223)
<i>Total Capital Outlay</i>	<u>9,334,040</u>	<u>7,834,039</u>	<u>7,333,834</u>	<u>500,205</u>
<i>Total Expenditures</i>	<u>9,526,136</u>	<u>8,026,135</u>	<u>7,544,536</u>	<u>481,599</u>
<i>Net Change in Fund Balances</i>	<u>(9,266,136)</u>	<u>(7,694,629)</u>	<u>(7,205,827)</u>	<u>488,802</u>
<i>Fund Balance at Beginning of Year</i>	<u>2,472,861</u>	<u>2,472,861</u>	<u>2,472,861</u>	<u>0</u>
<i>Prior Year Encumbrances Appropriated</i>	<u>6,923,296</u>	<u>6,923,296</u>	<u>6,923,296</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$130,021</u>	<u>\$1,701,528</u>	<u>\$2,190,330</u>	<u>\$488,802</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Extracurricular Activities	\$77,947	\$84,055	\$85,376	\$1,321
Gifts and Donations	3,280	3,537	5,959	2,422
Miscellaneous	21,618	23,312	23,472	160
<i>Total Revenues</i>	102,845	110,904	114,807	3,903
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Purchased Services	3,342	17,642	9,383	8,259
Materials and Supplies	25,619	55,319	50,451	4,868
Capital Outlay - New	221	22,995	21,130	1,865
Other	10,874	2,900	2,871	29
Total Instruction	40,056	98,856	83,835	15,021
Support Services:				
Pupils:				
Purchased Services	0	0	490	(490)
Materials and Supplies	23,331	0	0	0
Total Pupils	23,331	0	490	(490)
Instructional Staff:				
Materials and Supplies	4,692	24,120	29,417	(5,297)
Administration:				
Materials and Supplies	206	1,129	864	265
Capital Outlay - New	0	0	4,424	(4,424)
Total Administration	206	1,129	5,288	(4,159)
Total Support Services	28,229	25,249	35,195	(9,946)
Operation of Non-Instructional Services:				
Community Services:				
Other	\$458	\$415	\$65	\$350

(Continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support
For the Fiscal Year Ended June 30, 2002
(continued)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Purchased Services	\$95	\$95	\$0	\$95
Materials and Supplies	750	750	238	512
Other	15,616	15,616	16,977	(1,361)
Total Academic and Subject Oriented Activities	16,461	16,461	17,215	(754)
Sports Oriented Activities:				
Materials and Supplies	30	30	0	30
Total Extracurricular Activities	16,491	16,491	17,215	(724)
<i>Total Expenditures</i>	85,234	141,011	136,310	4,701
Net Change in Fund Balance	17,611	(30,107)	(21,503)	8,604
Fund Balance at Beginning of Year	82,676	82,676	82,676	0
Prior Year Encumbrances Appropriated	3,702	3,702	3,702	0
Fund Balance at End of Year	<u>\$103,989</u>	<u>\$56,271</u>	<u>\$64,875</u>	<u>\$8,604</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Classroom Facility Maintenance
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
<u>Revenues:</u>				
Property Taxes	\$80,693	\$75,544	\$78,490	\$2,946
Intergovernmental	0	8,449	9,172	723
<i>Total Revenues</i>	<u>80,693</u>	<u>83,993</u>	<u>87,662</u>	<u>3,669</u>
<u>Expenditures:</u>				
Current:				
Support Services:				
Fiscal:				
Other	2,257	4,373	2,463	1,910
Capital Outlay:				
Architecture and Engineering				
Services:				
Purchased Services	0	28,000	28,000	0
<i>Total Expenditures</i>	<u>2,257</u>	<u>32,373</u>	<u>30,463</u>	<u>1,910</u>
Net Change in Fund Balance	78,436	51,620	57,199	5,579
Fund Balance at Beginning of Year	256,037	256,037	256,037	0
Fund Balance at End of Year	<u>\$334,473</u>	<u>\$307,657</u>	<u>\$313,236</u>	<u>\$5,579</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grant
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Gifts and Donations	\$2,500	\$1,000	\$1,000	\$0
<i>Total Revenues</i>	<u>2,500</u>	<u>1,000</u>	<u>1,000</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Materials and Supplies	4,481	4,481	4,481	0
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	3,289	1,789	1,632	157
<i>Total Expenditures</i>	<u>7,770</u>	<u>6,270</u>	<u>6,113</u>	<u>157</u>
Net Change in Fund Balance	(5,270)	(5,270)	(5,113)	157
Fund Balance at Beginning of Year	<u>5,270</u>	<u>5,270</u>	<u>5,270</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$157</u></u>	<u><u>\$157</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Activity
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
<u>Revenues:</u>				
Extracurricular Activities	\$71,406	\$83,017	\$91,396	\$8,379
Gifts and Donations	6,769	6,706	0	(6,706)
<i>Total Revenues</i>	<i>78,175</i>	<i>89,723</i>	<i>91,396</i>	<i>1,673</i>
<u>Expenditures:</u>				
Current:				
Extracurricular Activities:				
Sports Oriented Activities:				
Purchased Services	25,564	53,064	51,442	1,622
Materials and Supplies	31,717	58,817	58,368	449
<i>Total Expenditures</i>	<i>57,281</i>	<i>111,881</i>	<i>109,810</i>	<i>2,071</i>
Net Change in Fund Balance	20,894	(22,158)	(18,414)	3,744
Fund Balance at Beginning of Year	41,176	41,176	41,176	0
Prior Year Encumbrances Appropriated	3,523	3,523	3,523	0
Fund Balance at End of Year	<i>\$65,593</i>	<i>\$22,541</i>	<i>\$26,285</i>	<i>\$3,744</i>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Teacher Development
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$12,414	\$0	\$0	\$0
<i>Total Revenues</i>	12,414	0	0	0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	18,627	6,213	341	5,872
Purchased Services	895	895	6,767	(5,872)
<i>Total Expenditures</i>	19,522	7,108	7,108	0
Net Change in Fund Balance	(7,108)	(7,108)	(7,108)	0
Fund Balance at Beginning of Year	6,213	6,213	6,213	0
Prior Year Encumbrances Appropriated	895	895	895	0
Fund Balance at End of Year	\$0	\$0	\$0	\$0

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Excellence In Education
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$0	\$0	\$0	\$0
<i>Total Revenues</i>	0	0	0	0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Purchased Services	3,448	3,448	1,251	2,197
Materials and Supplies	0	0	290	(290)
<i>Total Expenditures</i>	3,448	3,448	1,541	1,907
Net Change in Fund Balance	(3,448)	(3,448)	(1,541)	1,907
Fund Balance at Beginning of Year	3,448	3,448	3,448	0
Fund Balance at End of Year	\$0	\$0	\$1,907	\$1,907

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Educational Management Information Systems
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$9,500	\$12,200	\$12,280	\$80
<i>Total Revenues</i>	9,500	12,200	12,280	80
<u>Expenditures:</u>				
Current:				
Support Services:				
Administration:				
Salaries and Wages	39,500	34,000	13,541	20,459
Purchased Services	0	0	20	(20)
Materials and Supplies	0	0	875	(875)
<i>Total Expenditures</i>	39,500	34,000	14,436	19,564
Net Change in Fund Balance	(30,000)	(21,800)	(2,156)	19,644
Fund Balance at Beginning of Year	36,516	36,516	36,516	0
Fund Balance at End of Year	\$6,516	\$14,716	\$34,360	\$19,644

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Disadvantaged Pupil Impact Aid
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$50,000	\$40,024	\$40,024	\$0
<i>Total Revenues</i>	<u>50,000</u>	<u>40,024</u>	<u>40,024</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	50,000	1,934	1,934	0
Fringe Benefits	<u>0</u>	<u>18,571</u>	<u>18,571</u>	<u>0</u>
Total Instruction	50,000	20,505	20,505	0
Support Services:				
Administration:				
Purchased Services	<u>0</u>	<u>19,519</u>	<u>19,519</u>	<u>0</u>
<i>Total Expenditures</i>	<u>50,000</u>	<u>40,024</u>	<u>40,024</u>	<u>0</u>
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
OneNet
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$14,000	\$14,000	\$14,000	\$0
<i>Total Revenues</i>	<u>14,000</u>	<u>14,000</u>	<u>14,000</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Capital Outlay - New	14,000	14,000	12,085	1,915
<i>Total Expenditures</i>	<u>14,000</u>	<u>14,000</u>	<u>12,085</u>	<u>1,915</u>
Net Change in Fund Balance	0	0	1,915	1,915
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$1,915</u>	<u>\$1,915</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Professional Development
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$4,000	\$4,142	\$7,592	\$3,450
<i>Total Revenues</i>	<u>4,000</u>	<u>4,142</u>	<u>7,592</u>	<u>3,450</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Purchased Services	5,180	5,506	5,506	0
<i>Total Expenditures</i>	<u>5,180</u>	<u>5,506</u>	<u>5,506</u>	<u>0</u>
Net Change in Fund Balance	(1,180)	(1,364)	2,086	3,450
Fund Balance at Beginning of Year	184	184	184	0
Prior Year Encumbrances Appropriated	<u>1,180</u>	<u>1,180</u>	<u>1,180</u>	<u>0</u>
Fund Balance at End of Year	<u>\$184</u>	<u>\$0</u>	<u>\$3,450</u>	<u>\$3,450</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$45,000	\$45,000	\$45,000	\$0
<i>Total Revenues</i>	45,000	45,000	45,000	0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Materials and Supplies	8,380	8,380	8,380	0
Capital Outlay - New	4,327	4,327	4,327	0
Total Regular Instruction	12,707	12,707	12,707	0
Special Instruction:				
Salaries and Wages	1,000	1,000	389	611
Materials and Supplies	8,000	8,000	5,615	2,385
Total Special Instruction	9,000	9,000	6,004	2,996
Total Instruction	21,707	21,707	18,711	2,996
Support Services:				
Pupils:				
Salaries and Wages	30,000	30,000	30,000	0
Purchased Services	1,000	1,000	180	820
Materials and Supplies	2,500	2,500	2,266	234
Total Pupils	33,500	33,500	32,446	1,054
Administration:				
Purchased Services	2,500	2,500	2,500	0
Total Support Services	36,000	36,000	34,946	1,054
<i>Total Expenditures</i>	57,707	57,707	53,657	4,050
Net Change in Fund Balance	(12,707)	(12,707)	(8,657)	4,050
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances Appropriated	12,707	12,707	12,707	0
Fund Balance at End of Year	\$0	\$0	\$4,050	\$4,050

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Summer School
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$0	\$0	\$0	\$0
<i>Total Revenues</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	56,455	13,277	13,277	0
<i>Total Expenditures</i>	<u>56,455</u>	<u>13,277</u>	<u>13,277</u>	<u>0</u>
Net Change in Fund Balance	(56,455)	(13,277)	(13,277)	0
Fund Balance at Beginning of Year	<u>56,455</u>	<u>56,455</u>	<u>56,455</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$43,178</u></u>	<u><u>\$43,178</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Alternative School
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$0	\$72,290	\$72,290	\$0
<i>Total Revenues</i>	0	72,290	72,290	0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	16,567	85,243	85,243	0
Fringe Benefits	901	901	901	0
Total Regular Instruction	17,468	86,144	86,144	0
Support Services:				
Pupils:				
Purchased Services	848	848	848	0
Administration:				
Salaries and Wages	0	3,614	3,614	0
Total Support Services	848	4,462	4,462	0
<i>Total Expenditures</i>	18,316	90,606	90,606	0
Net Change in Fund Balance	(18,316)	(18,316)	(18,316)	0
Fund Balance at Beginning of Year	18,316	18,316	18,316	0
Fund Balance at End of Year	\$0	\$0	\$0	\$0

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Extended Learning Opportunity
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$200	\$0	\$0	\$0
<i>Total Revenues</i>	<u>200</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	23,618	8,400	8,400	0
Purchased Services	200	9,700	9,700	0
Materials and Supplies	2,505	3,473	3,473	0
Total Instruction	<u>26,323</u>	<u>21,573</u>	<u>21,573</u>	<u>0</u>
Support Services:				
Instructional Staff:				
Purchased Services	0	4,550	4,550	0
<i>Total Expenditures</i>	<u>26,323</u>	<u>26,123</u>	<u>26,123</u>	<u>0</u>
Net Change in Fund Balance	(26,123)	(26,123)	(26,123)	0
Fund Balance at Beginning of Year	23,418	23,418	23,418	0
Prior Year Encumbrances Appropriated	<u>2,705</u>	<u>2,705</u>	<u>2,705</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$55,274	\$53,587	\$53,587	\$0
<i>Total Revenues</i>	<u>55,274</u>	<u>53,587</u>	<u>53,587</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Purchased Services	7,936	7,936	7,996	(60)
Materials and Supplies	13,280	13,280	12,320	960
Capital Outlay - New	4,163	4,163	4,113	50
Total Regular Instruction	<u>25,379</u>	<u>25,379</u>	<u>24,429</u>	<u>950</u>
Support Services:				
Pupil Transportation:				
Purchased Services	48,191	46,490	46,417	73
<i>Total Expenditures</i>	<u>73,570</u>	<u>71,869</u>	<u>70,846</u>	<u>1,023</u>
Net Change in Fund Balance	(18,296)	(18,282)	(17,259)	1,023
Fund Balance at Beginning of Year	15,431	15,431	15,431	0
Prior Year Encumbrances Appropriated	<u>6,050</u>	<u>6,050</u>	<u>6,050</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,185</u></u>	<u><u>\$3,199</u></u>	<u><u>\$4,222</u></u>	<u><u>\$1,023</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Eisenhower
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$17,350	\$17,350	\$17,350	\$0
<i>Total Revenues</i>	<u>17,350</u>	<u>17,350</u>	<u>17,350</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Support Services:				
Administration:				
Purchased Services	17,350	17,350	17,350	0
<i>Total Expenditures</i>	<u>17,350</u>	<u>17,350</u>	<u>17,350</u>	<u>0</u>
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$216,173	\$216,173	\$216,173	\$0
<i>Total Revenues</i>	216,173	216,173	216,173	0
<u>Expenditures:</u>				
Current:				
Support Services:				
Pupils:				
Purchased Services	17,793	131,815	131,815	0
Administration:				
Salaries and Wages	222,396	64,502	64,502	0
Fringe Benefits	1,368	7,314	7,314	0
Total Administration	223,764	71,816	71,816	0
<i>Total Expenditures</i>	241,557	203,631	203,631	0
Excess of Revenues Over (Under) Expenditures	(25,384)	12,542	12,542	0
<u>Other Financing Sources (Uses):</u>				
Advances-In	0	45,000	45,000	0
Advances-Out	0	(45,000)	(45,000)	0
<i>Total Other Financing Sources (Uses)</i>	0	0	0	0
Net Change in Fund Balance	(25,384)	12,542	12,542	0
Fund Balance at Beginning of Year	25,384	25,384	25,384	0
Fund Balance at End of Year	\$0	\$37,926	\$37,926	\$0

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$296,192	\$297,670	\$297,670	\$0
<i>Total Revenues</i>	<u>296,192</u>	<u>297,670</u>	<u>297,670</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Special Instruction:				
Salaries and Wages	304,269	304,269	294,927	9,342
<i>Total Expenditures</i>	<u>304,269</u>	<u>304,269</u>	<u>294,927</u>	<u>9,342</u>
Excess of Revenues Over (Under) Expenditures	<u>(8,077)</u>	<u>(6,599)</u>	<u>2,743</u>	<u>9,342</u>
<u>Other Financing Sources (Uses):</u>				
Advances-In	0	50,000	50,000	0
Advances-Out	0	(50,000)	(50,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(8,077)	(6,599)	2,743	9,342
Fund Balance at Beginning of Year	<u>8,077</u>	<u>8,077</u>	<u>8,077</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$1,478</u></u>	<u><u>\$10,820</u></u>	<u><u>\$9,342</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$16,287	\$16,665	\$16,665	\$0
<i>Total Revenues</i>	<u>16,287</u>	<u>16,665</u>	<u>16,665</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	14,233	14,233	14,233	0
Special Instruction:				
Salaries and Wages	16,287	8,500	3,260	5,240
Purchased Services	0	7,015	7,015	0
Total Special Instruction	<u>16,287</u>	<u>15,515</u>	<u>10,275</u>	<u>5,240</u>
Total Instruction	30,520	29,748	24,508	5,240
Support Services:				
Pupils:				
Purchased Services	0	1,150	1,150	0
<i>Total Expenditures</i>	<u>30,520</u>	<u>30,898</u>	<u>25,658</u>	<u>5,240</u>
Net Change in Fund Balance	(14,233)	(14,233)	(8,993)	5,240
Fund Balance at Beginning of Year	14,233	14,233	14,233	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$5,240</u>	<u>\$5,240</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Grant
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$13,647	\$12,646	\$12,646	\$0
<i>Total Revenues</i>	<u>13,647</u>	<u>12,646</u>	<u>12,646</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Purchased Services	0	3,542	3,173	369
Materials and Supplies	3,490	3,490	3,490	0
Total Regular Instruction	3,490	7,032	6,663	369
Special Instruction:				
Materials and Supplies	13,647	2,103	1,145	958
Total Instruction	17,137	9,135	7,808	1,327
Support Services:				
Administration:				
Materials and Supplies	0	6,000	5,175	825
<i>Total Expenditures</i>	<u>17,137</u>	<u>15,135</u>	<u>12,983</u>	<u>2,152</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,490)</u>	<u>(2,489)</u>	<u>(337)</u>	<u>2,152</u>
<u>Other Financing Sources (Uses):</u>				
Advances-In	0	5,000	5,000	0
Advances-Out	0	(5,000)	(5,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(3,490)	(2,489)	(337)	2,152
Fund Balance at Beginning of Year	<u>3,490</u>	<u>3,490</u>	<u>3,490</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$1,001</u>	<u>\$3,153</u>	<u>\$2,152</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Telecommunications Act Grant
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$10,965	\$10,965	\$10,965	\$0
<i>Total Revenues</i>	10,965	10,965	10,965	0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Capital Outlay - New	25,025	35,990	35,636	354
Support Services:				
Administration:				
Purchased Services	4,126	4,126	4,126	0
<i>Total Expenditures</i>	29,151	40,116	39,762	354
Net Change in Fund Balance	(18,186)	(29,151)	(28,797)	354
Fund Balance at Beginning of Year	29,151	29,151	29,151	0
Fund Balance at End of Year	\$10,965	\$0	\$354	\$354

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Continuous Improvement
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$14,000	\$0	\$0	\$0
<i>Total Revenues</i>	<u>14,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	33,400	11,259	5,568	5,691
Purchased Services	2,990	2,981	2,981	0
Materials and Supplies	2,100	0	0	0
Total Regular Instruction	<u>38,490</u>	<u>14,240</u>	<u>8,549</u>	<u>5,691</u>
Support Services:				
Instructional Staff:				
Purchased Services	0	10,250	10,250	0
<i>Total Expenditures</i>	<u>38,490</u>	<u>24,490</u>	<u>18,799</u>	<u>5,691</u>
Net Change in Fund Balance	(24,490)	(24,490)	(18,799)	5,691
Fund Balance at Beginning of Year	24,240	24,240	24,240	0
Prior Year Encumbrances Appropriated	250	250	250	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$5,691</u>	<u>\$5,691</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Reducing Class Size
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$65,600	\$90,074	\$90,074	\$0
<i>Total Revenues</i>	<i>65,600</i>	<i>90,074</i>	<i>90,074</i>	<i>0</i>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	76,484	87,002	87,002	0
Fringe Benefits	1,971	0	0	0
Total Regular Instruction	78,455	87,002	87,002	0
Special Instruction:				
Materials and Supplies	7,535	7,535	7,535	0
Total Instruction	85,990	94,537	94,537	0
Support Services:				
Instructional Staff:				
Purchased Services	3,135	3,135	3,135	0
Administration:				
Purchased Services	2,693	2,693	2,693	0
Total Support Services	5,828	5,828	5,828	0
<i>Total Expenditures</i>	<i>91,818</i>	<i>100,365</i>	<i>100,365</i>	<i>0</i>
Excess of Revenues Over (Under) Expenditures	(26,218)	(10,291)	(10,291)	0
<u>Other Financing Sources (Uses):</u>				
Advances-In	0	20,000	20,000	0
Advances-Out	0	(20,000)	(20,000)	0
<i>Total Other Financing Sources (Uses)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Net Change in Fund Balance	(26,218)	(10,291)	(10,291)	0
Fund Balance at Beginning of Year	23,083	23,083	23,083	0
Prior Year Encumbrances Appropriated	3,135	3,135	3,135	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$15,927</u>	<u>\$15,927</u>	<u>\$0</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Federal Grants
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$440,595	\$612,849	\$612,849	\$0
<i>Total Revenues</i>	<i>440,595</i>	<i>612,849</i>	<i>612,849</i>	<i>0</i>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	490,573	271,752	271,752	0
Fringe Benefits	0	73,042	73,042	0
Purchased Services	0	28,570	28,570	0
Materials and Supplies	180	112,795	112,297	498
Capital Outlay - New	0	127,892	127,892	0
Total Regular Instruction	490,753	614,051	613,553	498
Special Instruction:				
Materials and Supplies	266	12,831	12,041	790
Capital Outlay - New	0	1,980	1,980	0
Total Special Instruction	266	14,811	14,021	790
Total Instruction	491,019	628,862	627,574	1,288
Support Services:				
Pupils:				
Purchased Services	4,773	25,604	25,404	200
Materials and Supplies	1,626	439	439	0
Total Pupils	6,399	26,043	25,843	200
Instructional Staff:				
Salaries and Wages	18,066	0	0	0
Fringe Benefits	8,897	0	0	0
Purchased Services	34,919	43,839	26,411	17,428
Total Instructional Staff	61,882	43,839	26,411	17,428
Administration:				
Salaries and Wages	0	17,810	17,810	0
Purchased Services	0	15,000	11,189	3,811
Total Administration	0	32,810	28,999	3,811
Total Support Services	68,281	102,692	81,253	21,439
<i>Total Expenditures</i>	<i>559,300</i>	<i>731,554</i>	<i>708,827</i>	<i>22,727</i>

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Federal Grants
For the Fiscal Year Ended June 30, 2002
(continued)

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Net Change in Fund Balance	(\$118,705)	(\$118,705)	(\$95,978)	\$22,727
Fund Balance at Beginning of Year	117,586	117,586	117,586	0
Prior Year Encumbrances Appropriated	1,119	1,119	1,119	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$22,727</u>	<u>\$22,727</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Uniform School Supplies
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Tuition and Fees	\$75,600	\$71,600	\$71,980	\$380
<i>Total Revenues</i>	<u>75,600</u>	<u>71,600</u>	<u>71,980</u>	<u>380</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Materials and Supplies	77,000	77,000	66,432	10,568
<i>Total Expenditures</i>	<u>77,000</u>	<u>77,000</u>	<u>66,432</u>	<u>10,568</u>
Net Change in Fund Balance	(1,400)	(5,400)	5,548	10,948
Fund Balance at Beginning of Year	<u>99,359</u>	<u>99,359</u>	<u>99,359</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$97,959</u></u>	<u><u>\$93,959</u></u>	<u><u>\$104,907</u></u>	<u><u>\$10,948</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Thomas Stout
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
<i>Total Revenues</i>	\$0	\$0	\$0	\$0
<u>Expenditures:</u>				
<i>Total Expenditures</i>	0	0	0	0
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year	786	786	786	0
Fund Balance at End of Year	\$786	\$786	\$786	\$0

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
SchoolNet
For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$12,620	\$100,320	\$100,320	\$0
<i>Total Revenues</i>	<u>12,620</u>	<u>100,320</u>	<u>100,320</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	10,000	10,182	182	10,000
Materials and Supplies	0	485	2,550	(2,065)
Capital Outlay - New	36,969	136,622	132,942	3,680
<i>Total Expenditures</i>	<u>46,969</u>	<u>147,289</u>	<u>135,674</u>	<u>11,615</u>
Net Change in Fund Balance	(34,349)	(46,969)	(35,354)	11,615
Fund Balance at Beginning of Year	12,620	12,620	12,620	0
Prior Year Encumbrances Appropriated	<u>34,349</u>	<u>34,349</u>	<u>34,349</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$12,620</u></u>	<u><u>\$0</u></u>	<u><u>\$11,615</u></u>	<u><u>\$11,615</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Technology Equity
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$32,170	\$35,161	\$35,161	\$0
<i>Total Revenues</i>	<u>32,170</u>	<u>35,161</u>	<u>35,161</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular Instruction:				
Purchased Services	0	285	285	0
Materials and Supplies	0	32,156	32,245	(89)
Capital Outlay - New	8,473	11,193	11,104	89
<i>Total Expenditures</i>	<u>8,473</u>	<u>43,634</u>	<u>43,634</u>	<u>0</u>
Net Change in Fund Balance	23,697	(8,473)	(8,473)	0
Fund Balance at Beginning of Year	89	89	89	0
Prior Year Encumbrances Appropriated	<u>8,384</u>	<u>8,384</u>	<u>8,384</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$32,170</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Video Distance Learning
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
<u>Revenues:</u>				
Intergovernmental	\$8,700	\$8,700	\$8,700	\$0
<i>Total Revenues</i>	8,700	8,700	8,700	0
<u>Expenditures:</u>				
<i>Total Expenditures</i>	0	0	0	0
Net Change in Fund Balance	8,700	8,700	8,700	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$8,700</u>	<u>\$8,700</u>	<u>\$8,700</u>	<u>\$0</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Services
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
<u>Revenues:</u>				
Sales	\$630,000	\$611,000	\$631,462	\$20,462
Interest	10,000	6,000	4,581	(1,419)
Federal and State Subsidies	323,300	302,700	290,423	(12,277)
Other Revenues	11,300	11,300	7,394	(3,906)
<i>Total Revenues</i>	<u>974,600</u>	<u>931,000</u>	<u>933,860</u>	<u>2,860</u>
<u>Expenses:</u>				
Salaries	279,746	404,746	326,855	77,891
Fringe Benefits	153,211	153,211	169,195	(15,984)
Purchased Services	6,349	6,349	7,443	(1,094)
Materials and Supplies	392,530	392,530	414,563	(22,033)
Capital Outlay - New	362	362	0	362
<i>Total Expenses</i>	<u>832,198</u>	<u>957,198</u>	<u>918,056</u>	<u>39,142</u>
<i>Net Change in Fund Balance</i>	142,402	(26,198)	15,804	42,002
Fund Balance at Beginning of Year	204,315	204,315	204,315	0
Prior Year Encumbrances Appropriated	<u>76</u>	<u>76</u>	<u>76</u>	<u>0</u>
Fund Balance at End of Year	<u>\$346,793</u>	<u>\$178,193</u>	<u>\$220,195</u>	<u>\$42,002</u>

STATISTICAL SECTION

Western Brown Local School District

Statistical Section

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

TABLE 1

WESTERN BROWN LOCAL SCHOOL DISTRICT

General Government Expenditures by Function (1)
Last Ten Fiscal Years

	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
Current:										
Instruction:										
Regular	\$4,673,616	\$5,137,138	\$5,522,019	\$6,325,427	\$6,552,823	\$6,599,280	\$6,986,880	\$7,562,398	\$8,815,842	\$9,980,810
Special	883,306	973,040	1,047,777	1,107,730	1,134,055	1,179,633	1,637,025	1,696,333	1,798,908	1,723,141
Vocational	205,223	226,538	202,934	214,616	216,331	225,227	238,702	201,082	235,505	237,884
Other	23,200	27,350	60,137	61,410	36,628	53,207	74,237	246,475	322,220	412,210
Support Services:										
Pupil	307,931	336,840	391,943	456,958	522,655	516,512	611,949	668,085	737,671	916,806
Instructional Staff	253,395	340,098	349,678	469,399	521,859	534,698	565,070	588,016	715,753	856,387
Board of Education	13,471	11,073	15,787	17,090	18,951	20,193	19,871	17,463	19,691	30,438
Administration	819,509	813,746	847,147	967,303	1,043,548	1,259,446	1,322,121	1,372,313	1,696,706	1,740,695
Fiscal	200,405	213,669	209,382	259,672	270,512	314,902	316,568	370,393	394,236	443,539
Business	0	0	0	0	0	0	0	0	0	115
Operation and Maintenance										
of Plant	701,102	810,640	861,158	995,880	1,014,982	1,066,097	1,061,173	1,157,787	1,431,397	2,225,489
Pupil Transportation	782,158	950,406	810,864	1,016,884	934,959	1,005,717	1,118,240	1,394,202	1,625,326	1,733,213
Central	5,874	6,779	5,914	15,708	15,884	18,470	26,581	27,274	35,632	70,304
Non-Instructional Services	0	8,082	6,941	1,295	2,085	2,197	2,110	2,124	3,093	54,351
Extracurricular Activities	192,332	203,759	214,945	251,502	274,545	210,195	224,208	246,507	266,885	362,070
Capital Outlay	570,737	637,598	788,123	364,637	735,301	2,775,367	3,264,502	20,034,990	25,207,716	6,349,331
Debt Service	477,592	194,658	109,435	172,226	173,755	132,867	757,114	581,298	554,367	554,184
Total	\$10,109,851	\$10,891,414	\$11,444,184	\$12,697,737	\$13,468,873	\$15,914,008	\$18,226,351	\$36,166,740	\$43,860,948	\$27,690,967

Source: Western Brown Local School District records.

(1) Includes general, special revenue, capital projects and debt service funds.

(2) Fiscal Year 1995 is the first year reported on a GAAP basis.
All prior fiscal years are reported on a cash basis.

TABLE 2

WESTERN BROWN LOCAL SCHOOL DISTRICT

General Government Revenues by Source (1)
Last Ten Fiscal Years

Fiscal Year (2)	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
Property Taxes	\$2,010,790	\$1,892,872	\$2,104,303	\$2,330,221	\$1,887,549	\$2,928,840	\$3,372,682	\$3,391,359	\$3,717,413	\$4,045,516
Intergovernmental	7,928,646	8,335,480	8,991,566	9,757,083	10,957,534	11,726,451	20,804,415	38,529,501	30,562,605	17,688,565
Interest	56,723	71,641	109,029	122,740	115,598	156,887	491,425	1,042,221	1,148,868	306,638
Tuition and Fees	18,669	16,199	13,306	6,696	5,546	10,445	4,921	126,643	95,952	81,376
Extracurricular Activities	38,997	61,668	78,969	76,774	79,458	102,754	118,572	133,836	153,313	177,630
Rent	0	0	220	253	60,875	102	104	0	46	0
Miscellaneous	32,010	31,072	67,706	27,600	41,783	116,445	70,449	290,924	88,057	134,706
Total	\$10,085,835	\$10,408,932	\$11,365,099	\$12,321,367	\$13,148,343	\$15,041,924	\$24,862,568	\$43,514,484	\$35,766,254	\$22,434,431

Source: Western Brown Local School District records.

(1) Includes general, special revenue, capital projects and debt service funds for modified accrual and all governmental activities for full accrual.

(2) Fiscal Year 1995 is the first year reported on a GAAP basis. All prior fiscal years are reported on a cash basis.

TABLE 3

WESTERN BROWN LOCAL SCHOOL DISTRICT

Governmental Activities Expenses by Function
Last Three Fiscal Years

	Fiscal Year (1)	2000	2001	2002
Current:				
Instruction:				
Regular		\$8,068,695	\$10,067,185	\$11,768,665
Special		1,719,676	1,862,292	1,804,213
Vocational		199,223	247,993	265,181
Other		246,475	322,220	412,210
Support Services:				
Pupil		648,298	781,023	972,090
Instructional Staff		585,093	733,883	871,741
Board of Education		17,873	19,462	30,269
Administration		1,415,779	1,818,114	1,973,300
Fiscal		399,413	412,367	457,010
Business		0	15,950	115
Operation and Maintenance				
of Plant		1,163,058	1,441,306	2,164,658
Pupil Transportation		1,335,397	1,473,213	1,609,885
Central		39,941	61,637	70,364
Non-Instructional Services		2,124	3,093	73,801
Extracurricular Activities		254,892	291,069	401,793
Debt Service		352,057	341,112	330,800
Total		<u>\$16,447,994</u>	<u>\$19,891,919</u>	<u>\$23,206,095</u>

Source: Western Brown Local School District records.

(1) Fiscal year 2000 is the first year the District has prepared full accrual statements.

TABLE 4

WESTERN BROWN LOCAL SCHOOL DISTRICT
 Governmental Activities Revenues
 Last Three Fiscal Years

Fiscal Year	Program Revenues			General Revenues				Total
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Property Taxes	Intergovernmental	Interest	Miscellaneous	
2000	\$260,479	\$1,798,652	\$283,058	\$3,499,950	\$37,191,909	\$1,042,221	\$234,698	\$44,310,967
2001	249,265	1,029,607	164,651	3,795,624	13,715,161	1,148,868	88,103	20,191,279
2002	261,506	1,828,883	187,682	3,955,468	15,421,480	306,638	127,206	22,088,863

Source: Western Brown Local School District records.

TABLE 5

WESTERN BROWN LOCAL SCHOOL DISTRICT

Property Tax Levies and Collections - Real and Public Utility Property
Last Ten Collection (Calendar) Years

Collection Year	Tax Levied (1)	Current Tax Collection (2)	Percent Collected	Delinquent Collection	Total Tax Collections	Percent Of Total Collections To Levy	Outstanding Delinquent Taxes (3)	Percent of Outstanding Delinquent Taxes To Tax Levied
1993	\$1,835,029	\$1,743,278	95.00%	\$101,552	\$1,844,830	100.53%	\$123,845	6.75%
1994	1,918,854	1,835,991	95.68	95,709	1,931,700	100.67	127,369	6.64
1995	2,184,071	2,080,589	95.26	147,252	2,227,841	102.00	156,928	7.19
1996	2,240,914	2,176,478	97.12	106,918	2,283,396	101.90	121,315	5.41
1997	2,366,746	2,230,989	94.26	97,492	2,328,481	98.38	114,227	4.83
1998	3,152,355	2,971,413	94.26	128,169	3,099,582	98.33	179,904	5.71
1999	3,499,080	2,994,064	85.57	192,717	3,186,781	91.07	312,299	8.93
2000	3,619,000	2,733,798	75.54	201,748	2,935,546	81.11	329,691	9.11
2001	3,996,074	2,784,616	69.68	230,414	3,015,030	75.45	289,171	7.24
2002	3,996,074	3,498,450	87.55	230,908	3,729,358	93.33	230,908	5.78

Source: Brown County Auditor

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

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

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

TABLE 6

WESTERN BROWN LOCAL SCHOOL DISTRICT
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Collection (Calendar) Years (1)

Collection Year	Real Property		Tangible Personal Property		Public Utilities Property		Total		
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1993	\$68,819,600	\$196,627,429	\$18,686,550	\$74,746,200	\$4,923,530	\$6,154,413	\$92,429,680	\$277,528,041	33.30%
1994	71,972,890	205,636,829	18,968,900	75,875,600	5,120,020	6,400,025	96,061,810	287,912,454	33.36
1995	84,432,090	241,234,543	18,956,300	75,825,200	5,815,190	7,268,988	109,203,580	324,328,730	33.67
1996	86,287,220	246,534,914	19,790,970	79,163,880	5,967,480	7,459,350	112,045,670	333,158,144	33.63
1997	90,793,590	259,410,257	21,239,870	84,959,480	6,304,190	7,880,238	118,337,650	352,249,975	33.59
1998	109,251,850	312,148,140	19,863,940	108,307,960	7,262,630	9,078,288	136,378,420	420,518,080	32.43
1999	112,223,030	320,637,229	19,059,300	76,237,200	7,389,800	9,237,250	138,672,130	406,111,679	34.15
2000	118,254,980	337,871,758	18,815,010	75,260,040	7,713,000	9,641,250	144,782,990	443,831,366	32.62
2001	141,948,170	405,566,200	15,129,970	60,519,880	8,829,875	11,037,344	165,908,015	477,123,424	34.77
2002	148,785,410	425,101,171	11,087,420	44,349,680	7,851,920	9,814,900	167,724,750	479,265,751	35.00

Source: Brown County Auditor

(1) Brown County Auditor property tax records are maintained on a calendar year basis.

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

TABLE 7

WESTERN BROWN LOCAL SCHOOL DISTRICT

Property Tax Rates (Per \$1,000 of Assessed Valuation)
 Direct and Overlapping Governments
 Last Ten Collection (Calendar) Years

Collection Year	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
Western Brown Local School District	\$22.00	\$20.00	\$20.00	\$20.00	\$20.00	\$25.20	\$25.20	\$25.20	\$25.20	\$23.70
Brown County	6.80	7.00	5.80	5.80	5.80	5.80	5.80	5.80	5.80	5.80
Village of Mt. Orab	10.10	9.10	9.10	9.10	9.10	9.10	9.10	9.10	9.10	9.10
Southern Hills Joint Vocational School	6.00	5.90	5.80	5.80	5.80	5.80	5.80	5.80	5.80	5.80
Green Township	3.00	3.00	3.00	3.00	3.50	3.50	3.50	3.50	3.50	4.50
Pike Township	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	4.50
Sterling Township	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	6.50
Clark Township	3.60	3.60	3.60	3.60	4.10	4.10	4.10	4.60	4.60	4.60
Lewis Township	3.10	3.70	3.10	3.10	3.10	3.10	3.10	3.25	3.25	3.25
Scott Township	3.00	3.30	3.30	3.30	3.30	3.30	3.30	3.30	3.30	3.30

Source: Brown County Auditor

TABLE 8

WESTERN BROWN LOCAL SCHOOL DISTRICT

Ratio of Net General Bonded Debt to Assessed Value
And Net Bonded Debt per Capita
Last Ten Fiscal Years

Year	Population (1)	Total Assessed Value (2)	Gross Bonded Debt (3)	Less Debt Service Fund (4)	Net Bonded Debt	Ratio of Net Bonded Debt	
						To Assessed Value (%)	Net Bonded Debt Per Capita
1993	11,662	\$92,429,680	\$30,000	\$111,017	\$0	0.00%	\$0
1994	11,662	96,061,810	0	20,273	0	0.00	0
1995	11,662	109,203,580	334,000	20,561	313,439	0.29	27
1996	11,662	112,045,670	287,600	35,231	252,369	0.23	22
1997	11,662	118,337,650	241,200	6,880	234,320	0.20	20
1998	11,662	136,378,420	7,474,400	411,601	7,062,799	5.18	606
1999	11,662	138,672,130	7,120,400	473,360	6,647,040	4.79	570
2000	16,482	144,782,990	6,931,000	700,415	6,230,585	4.30	378
2001	16,482	165,908,015	6,676,000	990,387	5,685,613	3.43	345
2002	16,482	167,724,750	6,508,000	1,187,762	5,320,238	3.17	323

(1) Source: 1991 through 1999 population data from 1990 U.S. census. After 1999, population data is from U.S. census estimates.

(2) Source: Brown County Auditor, calendar year basis.

(3) Excludes Energy Conservation Notes and Bonds

(4) Fiscal Year 1995 is the first year reported on GAAP basis. All prior years are reported on a cash basis.

TABLE 9

WESTERN BROWN LOCAL SCHOOL DISTRICT

Computation of Legal Debt Margin
June 30, 2002

Assessed Valuation of District	<u>\$167,724,750</u>
<u>Overall Direct Debt Limitation</u>	
Direct debt limitation	
9% of assessed valuation (1)	\$15,095,228
Amount available in Debt Service Fund	1,187,762
Gross indebtedness	6,579,569
Less Exempt Debt:	
Energy Conservation Notes	9,569
Energy Conservation Bonds	62,000
Net indebtedness	<u>(6,508,000)</u>
Legal debt margin within 9% limitation	<u>\$9,774,990</u>
<u>Energy Conservation Debt Limitation</u>	
Debt limitation	
0.9% of assessed valuation (1)	\$1,509,523
Net debt within 0.9% limitation	<u>(71,569)</u>
Energy Conservation Debt Margin	<u>\$1,437,954</u>
<u>Unvoted Direct Debt Limitation</u>	
0.1% of assessed valuation (1)	\$167,725
Gross indebtedness	94,569
Less Exempt Debt:	
School Bus Acquisition Bonds	(23,000)
Energy Conservation Notes	(9,569)
Energy Conservation Bonds	(62,000)
Net indebtedness	<u>0</u>
Legal debt margin within 0.1% limitation	<u>\$167,725</u>

Source: Western Brown Local School District records.

(1) Ohio Bond Law sets a limit of 9% for overall debt, 0.9% for Energy Conservation measures and 1/10 of 1% for unvoted debt.

TABLE 10

WESTERN BROWN LOCAL SCHOOL DISTRICT

Computation of Direct and Overlapping Debt
June 30, 2002

Governmental Unit	Gross General Obligation Bonds(1)	Percent Applicable to District	Amount Applicable to District
Direct:			
Western Brown Local School District	\$6,508,000	100.00%	\$6,508,000
Overlapping:			
Brown County	2,515,000	33.87	851,831
Village of Mt. Orab	700,000	100.00	700,000
Total overlapping	<u>3,215,000</u>		<u>1,551,831</u>
Total direct and overlapping debt	<u>\$9,723,000</u>		<u>\$8,059,831</u>

Source: Ohio Municipal Advisory Council

(1) Only reflects bonded debt. (Excludes Energy Conservation Bonds.)

TABLE 11

WESTERN BROWN LOCAL SCHOOL DISTRICT

Ratio of Annual Debt Service Expenditures
For General Bonded Debt to Total General Government Expenditures
Last Ten Fiscal Years

Fiscal Year (1)	Interest		Total Debt Service		Total General Expenditures		Ratio of Debt Service to General Expenditures (%)
	Principal		Service		Expenditures		
1993	\$32,812	\$938	\$33,750		\$10,109,851		0.33%
1994	30,938	469	31,407		10,891,414		0.29
1995	0	0	0		11,444,184		0.00
1996	46,400	25,810	72,210		12,697,737		0.57
1997	46,400	21,414	67,814		13,468,873		0.50
1998	46,400	13,102	59,502		15,914,008		0.37
1999	354,000	348,183	702,183		18,226,351		3.85
2000	189,400	351,302	540,702		36,166,740		1.50
2001	153,000	332,473	485,473		43,860,948		1.11
2002	168,000	325,487	493,487		27,690,967		1.78

Source: Western Brown Local School District records.

(1) Fiscal Year 1995 is the first year reported on a GAAP basis.

TABLE 12

WESTERN BROWN LOCAL SCHOOL DISTRICTDemographic Statistics
Last Ten Calendar Years

Year	Brown County Population (1)	Population of District (1)	School Enrollment (2)	Unemployment		Unemployment	
				Rate Brown County (3)	Rate State of Ohio (3)	Rate U.S.A. (3)	Rate U.S.A. (3)
1993	34,966	11,662	2,963	9.00	6.50%	6.90%	6.90%
1994	34,966	11,662	3,041	6.10	5.50	6.10	6.10
1995	34,966	11,662	3,128	5.90	4.80	5.60	5.60
1996	34,966	11,662	3,125	6.10	4.90	4.90	4.90
1997	34,966	11,662	3,209	4.50	4.10	4.70	4.70
1998	34,966	11,662	3,219	5.50	4.50	4.70	4.70
1999	34,966	11,662	3,312	5.30	4.60	4.30	4.30
2000	41,576	16,482	3,381	5.90	4.20	4.20	4.20
2001	41,576	16,482	3,287	5.50	4.10	4.90	4.90
2002	41,576	16,482	3,335	7.20	5.50	5.70	5.70

Sources: (1) 1991 through 1999 population data from 1990 U.S. census.

After 1999, population data is from the 2000 U.S. census.

(2) Western Brown Local School District

(3) Source: 1991 through 1999 population data from 1990 U.S. census.

Prior Years based on annual averages.

TABLE 13

WESTERN BROWN LOCAL SCHOOL DISTRICT

Construction, Bank Deposits and Property Values

Last Ten Calendar Years

Year	Construction (1)	County Bank Deposits (2) (in thousands)	Property Values (3)
1993	\$ 6,141,000	\$ 83,570	\$ 68,819,600
1994	4,068,000	81,170	71,972,890
1995	2,456,000	86,564	84,432,090
1996	2,309,638	96,410	86,287,220
1997	2,625,011	79,345	90,793,590
1998	3,096,410	87,654	109,251,850
1999	2,632,391	87,294	112,223,030
2000	4,897,529	93,527	118,254,980
2001	N/A	N/A	141,948,170
2002	N/A	N/A	148,785,410

Sources: (1) 1989-1996 data from Building Permit Survey, prepared by the Bureau of Census
1997-2000 data from Bureau of Census World Wide Web site

(2) Federal Reserve Bank of Cleveland

(3) Brown County Auditor, calendar year basis - assessed value of real property only.

TABLE 14

WESTERN BROWN LOCAL SCHOOL DISTRICT

Top Ten Principal Taxpayers
Real and Personal Property

<u>Name of Taxpayer</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Cincinnati Gas & Electric	\$ 5,851,081	3.49%
Kroger Limited Partnership	4,524,285	2.70
Trinity Industries	3,974,114	2.37
Cincinnati Milacron	3,544,720	2.11
Verizon North, Inc.	2,403,190	1.43
Ava Jo Bohl	1,537,857	.92
BHM Enterprises	1,423,342	.85
Scottwood Commons	1,143,800	.68
Columbus & Southern	716,930	.43
South Central Power	<u>635,100</u>	<u>.38</u>
	<u>\$ 25,754,419</u>	<u>15.36%</u>

Source: Brown County Auditor.
Real and personal property includes public utility personal property.

TABLE 15

WESTERN BROWN LOCAL SCHOOL DISTRICT

Miscellaneous Statistical Data
June 30, 2002

Original Charter:	July 19, 1971
Form of Government:	Public School District
Area of District:	141 square miles
Number of Miles Traveled by Transportation Fleet for the Fiscal 2002 School Year:	462,780
Number of Meals Served by Food Service Department for the Fiscal 2002 School Year:	322,025

School	Grade Levels	Enrollment
Hampersville Elementary	K - 8	783
Mt. Orab Elementary	Pre K - 8	906
Mt. Orab Middle School	5 - 8	697
Western Brown High School	9 - 12	949
Total		3,335

Degree	Number of Teachers	Percentage of Total
Bachelor	37	18.50 %
Bachelor +150	52	26.00
Masters	34	17.00
Masters +15 or more	77	38.50
Total	200	100.00 %

	Number of	Percentage
0 - 5	72	36.00 %
6 - 10	Source: 1991 through	17.00
11 - 15	22	11.00
16 - 20	\$22	\$11
21 - 25	Source: Brown Coun	6.50
26 and over	37	18.50
Total	153	100.00 %

Source: Western Brown Local School District records.

TABLE 16

WESTERN BROWN LOCAL SCHOOL DISTRICT

Year	Enrollment										Total			
	K	1	2	3	4	5	6	7	8	9		10	11	12
1993	223	258	263	225	244	230	229	252	230	273	201	152	183	2,963
1994	240	240	245	276	236	237	247	256	246	243	235	189	151	3,041
1995	253	279	224	247	281	238	244	263	227	233	244	218	177	3,128
1996	246	290	250	242	249	249	237	252	246	240	225	211	188	3,125
1997	246	296	257	251	243	237	272	250	233	258	232	209	225	3,209
1998	250	288	256	256	273	236	245	276	249	223	245	232	190	3,219
1999	317	244	268	263	280	256	254	250	287	240	213	232	208	3,312
2000	255	323	253	281	274	289	265	259	264	277	231	194	216	3,381
2001	239	278	298	256	267	269	271	270	237	252	268	209	173	3,287
2002	197	271	288	303	250	271	276	269	261	251	249	256	193	3,335

Source: Western Brown Local School District records.

TABLE 17

WESTERN BROWN LOCAL SCHOOL DISTRICT

Per Pupil Cost
Last Ten Fiscal Years

Fiscal Year	Western Brown Local All Funds	State Average	Difference + (-)
1993	\$3,684	\$4,643	(\$959)
1994	4,201	5,043	(842)
1995	4,098	5,218	(1,120)
1996	4,429	5,545	(1,116)
1997	4,483	5,932	(1,449)
1998	6,905	6,281	624
1999	4,883	6,800	(1,917)
2000	5,031	7,235	(2,204)
2001	5,862	7,578	(1,716)
2002	6,474	8,054	(1,580)

Source: Western Brown Local School District records.

TABLE 18***WESTERN BROWN LOCAL SCHOOL DISTRICT***Comparative Statistical Data
June 30, 2002

	Western Brown Local Schools	State
Expenditure Per Pupil (all funds)	\$6,474	\$8,054
H.S. Graduation Rate	74.1%	83.2%
Student Attendance Rate	94.6%	94.2%
Staff Attendance Rate	94.5%	95.4%
<u>Proficiency Tests: Percentage of Students Who Passed</u>		
Grade 4: Math	53.3%	59.4%
Reading	56.0%	56.0%
Writing	70.9%	79.3%
Citizenship	54.5%	60.5%
Science	55.7%	55.6%
Grade 6: Math	44.2%	61.1%
Reading	48.7%	58.3%
Writing	75.1%	82.6%
Citizenship	56.4%	68.9%
Science	54.7%	60.6%
Grade 9: Math	67.3%	49.6%
Reading	92.5%	63.6%
Writing	88.9%	84.5%
Citizenship	82.8%	82.5%
Science	81.5%	65.1%
Grade 12: Math	49.6%	61.9%
Reading	63.6%	74.1%
Writing	84.5%	87.8%
Citizenship	70.5%	71.6%
Science	65.1%	70.8%
<u>Revenue Received by District by Source</u>		
All Local Revenue	17.1%	
State Revenue	75.6%	
Federal Revenue	7.3%	
<u>Student Demographics: Racial Ethnic Data Percentages</u>		
White	99.3%	
Black	0.3%	
Hispanic	0.1%	
Asian	0.1%	
American Indian, Alaskan	0.1%	
Multi-Racial	0.1%	

Source: Ohio Department of Education, EMIS District Profile



STATE OF OHIO
OFFICE OF THE AUDITOR

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WESTERN BROWN LOCAL SCHOOL DISTRICT

BROWN 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
JANUARY 9, 2003**