

**Auditor of State  
Betty Montgomery**



**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

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**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
JUNE 30, 2003**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>						
<i>Passed Through Ohio Department of Education:</i>						
<b>Child Nutrition Cluster:</b>						
Food Distribution Program	N/A	10.550		\$39,733		\$39,675
National School Lunch Program	044537 LL P4 03	10.555	\$133,389		\$133,389	
<b>Total U.S. Department of Agriculture - Child Nutrition Cluster</b>			<b>133,389</b>	<b>39,733</b>	<b>133,389</b>	<b>39,675</b>
<b>U.S. DEPARTMENT OF EDUCATION</b>						
<i>Passed Through Ohio Department of Education:</i>						
<b>Special Education Cluster:</b>						
Special Education Grants to States, IDEA Part B	044537 6B SF 02 P	84.027	1,440		57,308	
Special Education Grants to States, IDEA Part B	044537 6B SF 03 P	84.027	369,258		369,258	
<b>Total Special Education Grants to States, IDEA Part B</b>			<b>370,698</b>	<b>0</b>	<b>426,566</b>	<b>0</b>
Special Education Preschool Grants	044537 PG S1 03 P	84.173	20,524	0	20,524	
<b>Total Special Education Preschool Grants</b>			<b>20,524</b>	<b>0</b>	<b>20,524</b>	<b>0</b>
<b>Total Special Education Cluster</b>			<b>391,222</b>	<b>0</b>	<b>447,090</b>	<b>0</b>
Title I, Part A, ESEA	044537 C1 S1 02	84.010	0		35,398	
Title I, Part A, ESEA	044537 C1 S1 03	84.010	171,394		167,415	
<b>Total Title I, Part A, ESEA</b>			<b>171,394</b>	<b>0</b>	<b>202,813</b>	<b>0</b>
Innovation Education Program Strategies, Title V	044537 C2 S1 02	84.298	8,837		7,728	
Innovation Education Program Strategies, Title V	044537 C2 S1 03	84.298	19,317		23,431	
<b>Total Innovation Education Program Strategies, Title V</b>			<b>28,154</b>	<b>0</b>	<b>31,159</b>	<b>0</b>
Class Size Reduction	044537 CR S1 02	84.340	2		10,126	
<b>Total Class Size Reduction</b>			<b>2</b>		<b>10,126</b>	<b>0</b>
Improving Teacher Quality, Title II-A	044537 TR S1 03	84.367	67,942		83,424	
<b>Total Improving Teacher Quality, Title II-A</b>			<b>67,942</b>	<b>0</b>	<b>83,424</b>	<b>0</b>
Eisenhower Professional Development State Grants, Title II	044537 MS S1 02	84.281	1,513		9,917	
<b>Total Eisenhower Professional Development State Grants, Title II</b>			<b>1,513</b>	<b>0</b>	<b>9,917</b>	<b>0</b>
Safe and Drug Free Schools	044537 DR S1 02	84.186	7,038		2,642	
Safe and Drug Free Schools	044537 DR S1 03	84.186	4,869		15,770	
<b>Total Safe and Drug Free Schools</b>			<b>11,907</b>	<b>0</b>	<b>18,412</b>	<b>0</b>
Education Technology State Grants, Title II-D	044537 TJ S1 03	84.318	2,794		5,198	
<b>Total Education Technology State Grants, Title II-D</b>			<b>2,794</b>		<b>5,198</b>	
School Renovation Grants, ATIP	044537 AT S3 02	84.352A	11,405		11,283	
<b>Total School Renovation Grants, ATIP</b>			<b>11,405</b>		<b>11,283</b>	
<b>Total U.S. Department of Education</b>			<b>686,333</b>	<b>0</b>	<b>819,422</b>	<b>0</b>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>						
<i>Passed Through the Ohio Department of Mental Retardation &amp; Developmental Disabilities:</i>						
Medical Assistance - Medicaid Title XIX	N/A	93.778	57,742	0	57,742	0
<b>Total U.S. Department of Health and Human Services</b>			<b>57,742</b>	<b>0</b>	<b>57,742</b>	<b>0</b>
<b>Total All Federal Funds</b>			<b>\$877,464</b>	<b>\$39,733</b>	<b>\$1,010,553</b>	<b>\$39,675</b>

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

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

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

**NOTE A – SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Receipts and Expenditures (Schedule) summarizes activity of the District's federal award programs. The Schedule has been prepared on the cash basis of accounting. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE B – FOOD DISTRIBUTION PROGRAM**

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. Values may change from month to month and are entirely subjective. At June 30, 2003, the District had no significant food commodities in inventory.

**NOTE C – NATIONAL SCHOOL LUNCH PROGRAM**

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

N/A – Not Applicable.

CFDA – Catalog of Federal Domestic Assistance.



## Auditor of State Betty Montgomery

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

Board of Education  
North Ridgeville City School District  
Lorain County  
5490 Mills Creek Lane  
North Ridgeville, Ohio 44039

We have audited the basic financial statements of the North Ridgeville City School District, Lorain County, Ohio (the District) as of and for the year ended June 30, 2003, and have issued our report thereon dated December 19, 2003, which indicates that we did not audit the financial statements of the Jointly Administered Trust Fund for the Benefit of North Ridgeville City School District Employees (the Trust), which represents all of the assets and revenues of the Internal Service Fund Type. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Trust, is based on the report of the other auditors. We also noted during the year ended June 30, 2003, that the District adopted Government Accounting Standards Board Statement, No. 34, and changed its accounting for capital assets. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards* which is described in the accompanying schedule of findings as item 2003-001. We also noted certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated December 19, 2003.

### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report that we have reported to the management of the District in a separate letter dated December 19, 2003.

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



**Betty Montgomery**  
Auditor of State

December 19, 2003





**Auditor of State  
Betty Montgomery**

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

Board of Education  
North Ridgeville City School District  
Lorain County  
5490 Mills Creek Lane  
North Ridgeville, Ohio 44039

**Compliance**

We have audited the compliance of the North Ridgeville City School District, Lorain County, Ohio, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2003. The District's major federal program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

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

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### **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. We noted other matters involving the internal control over federal compliance that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 19, 2003.

### **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, 2003, and have issued our report thereon dated December 19, 2003, which indicates that we did not audit the financial statements of the Jointly Administered Trust Fund for the Benefit of North Ridgeville City School District Employees (the Trust), which represents all of the assets and revenues of the Internal Service Fund Type. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Trust, is based on the report of the other auditors. We also noted that the District adopted Government Accounting Standards Board Statement No. 34, and changed its accounting for capital assets. Our audit was performed for the purpose of forming opinions 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 management, the Board of Education, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



**Betty Montgomery**  
Auditor of State

December 19, 2003

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

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

**1. SUMMARY OF AUDITOR'S RESULTS**

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unqualified
<b>(d)(1)(ii)</b>	<b>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material non-compliance at the financial statement level (GAGAS)?</b>	Yes
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weakness conditions reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any other reportable internal control weakness conditions reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	Special Education Cluster: CFDA # 84.027 Special Education Grants to States CFDA # 84.173 Special Education – Preschool Grants
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 300,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	Yes

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

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

<b>2. FINDING RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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<b>Finding Number</b>	<b>2003-001</b>
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**Expenditures Plus Encumbrances Exceeding Appropriations**

Ohio Rev. Code Sections 5705.41 (B) & (D) prohibit a subdivision or taxing unit from making an expenditure or an expenditure plus encumbrances unless it has been appropriated. The District's legal level of budgetary control is at the fund, function, and object level.

The following funds had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control at February 28, 2003:

Fund/Function/Object	Appropriations	Expenditures Plus Encumbrances	Variance
General Fund- Business Support Services: Other	\$7,650	\$72,223	(\$64,573)
General Fund- Transportation Services: Purchased services	\$24,191	\$66,350	(\$42,159)
General Fund- Academic XC Fringe Benefits	\$549	\$10,472	(\$9,923)
Uniform School Supplies Fund- Regular Instruction: Materials and supplies	\$64,737	\$76,375	(\$11,638)

The following funds had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control at April 30, 2003:

Fund/Function/Object	Appropriations	Expenditures Plus Encumbrances	Variance
General Fund- Regular Instruction Salaries & Wages	\$4,825,406	\$5,712,261	(\$886,855)
General Fund- Other Instruction: Purchased services	\$101,000	\$114,623	(\$13,623)
General Fund- Business Support Services: Capital outlay	\$0	\$1,454	(\$1,454)

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

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

<b>Finding Number</b>	<b>2003-001</b>
-----------------------	-----------------

**Expenditures Plus Encumbrances Exceeding Appropriations (Continued)**

Fund/Function/Object	Appropriations	Expenditures Plus Encumbrances	Variance
General Fund- Business Support Services: Other	\$7,650	\$72,223	(\$64,573)
General Fund- Transportation Services: Purchased services	\$22,091	\$68,683	(\$46,592)
General Fund- Academic XC Fringe Benefits	\$549	\$10,969	(\$10,420)
General Fund- Regular Instruction Capital outlay	\$139,142	\$171,149	(\$32,007)
Debt Service Fund- Fiscal Services: Other	\$6,000	\$6,914	(\$914)
Capital Projects Fund- Transportation Services Capital outlay	\$104,526	\$221,202	(\$116,676)

This weakness could allow expenditures in the above funds to exceed the total of the available fund balances and the current year revenues. This could then result in negative fund balances.

The District was aware of these requirements, but its control procedures failed to prevent or detect the noncompliance in these instances. These violations were corrected by year-end.

We recommend the District compare appropriations to expenditures plus encumbrances at the legal level of budgetary control, in all funds which are legally required to be budgeted to ensure compliance with this requirement. This comparison should be performed on a monthly basis, at a minimum.

<b>3. FINDINGS FOR FEDERAL AWARDS</b>
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None.





***North Ridgeville City School  
District***

"Building On Success One Individual At A Time"

**Comprehensive Annual Financial Report**

**For the Fiscal Year Ended  
June 30, 2003  
North Ridgeville, Ohio**





NORTH RIDGEVILLE CITY SCHOOL DISTRICT

NORTH RIDGEVILLE, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2003

Prepared by:

Treasurer's Office  
Biagio Sidoti, CPA, Treasurer  
Patricia Ellis, Assistant Treasurer  
Diane Raines, Assistant Treasurer  
Annette Wey, Assistant Treasurer

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
FOR THE YEAR ENDED JUNE 30, 2003**

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**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
FOR THE YEAR ENDED JUNE 30, 2003**

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**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
FOR THE YEAR ENDED JUNE 30, 2003**

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## **North Ridgeville City School District**

Mr. Larry Bowersox, Superintendent  
Mr. David Livingston, Asst. Supt. Business Services  
Dr. James Watson, Asst. Supt. Curriculum / Instruction  
Mr. Biagio Sidoti CPA, Treasurer

5490 Mills Creek Lane  
North Ridgeville, Ohio 44039  
Telephone: (440) 327-4444  
Fax: (440) 327-9774  
Web: [www.nrcs.k12.Oh.us](http://www.nrcs.k12.Oh.us)

**“Building On Success One Individual At A Time”**

December 19, 2003

Members of the North Ridgeville  
Board of Education:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the North Ridgeville City School District for the fiscal year ended June 30, 2003. Responsibility for the accuracy of the data presented and completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the School District. This report will provide the taxpayers of the North Ridgeville City School District with comprehensive financial data in a format that will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the North Ridgeville Public Library, major taxpayers, financial rating services, local bankers and other interested parties.

The Comprehensive Annual Financial Report is presented in three sections as follows:

1. The Introductory Section, which contains a Table of Contents, Letter of Transmittal, List of Principal Officials, and an Organizational Chart of the School District.
2. The Financial Section which begins with the Independent Accountants' Reports and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes to the Basic Financial Statements that provide an overview of the School District's financial position and operating results, the Combining Statements by Fund Type, and other schedules that provide detailed budgetary information.
3. The Statistical Section presents a ten-year summary of social and economic data, financial trends and demographic information of the North Ridgeville City School District.

### **SCHOOL DISTRICT**

The School District is one of the 612 public school districts in the State and 14 in the County. We provide education to 3,428 students in grades K through 12. It is located in Lorain County in north central Ohio, approximately 20 miles southwest of the City of Cleveland and approximately ten miles southeast of the City of Lorain. The District's territory is coterminous with the territory of the city.

The School District is in the Cleveland-Elyria-Lorain Primary Metropolitan Statistical Area (PMSA), comprised of the six counties of Ashtabula, Cuyahoga, Geauga, Lake, Lorain and Medina. It is also in the Cleveland-Akron-Lorain Consolidated Metropolitan Statistical Area (CMSA).

The School District's 2002 population was 23,397. Its area is approximately 25 square miles, broken down by land use as follows:

Residential	85.41%
Commercial/Industrial	10.74%
Public Utility	03.02%
Agricultural	00.83%
Undeveloped	(a)

(a) Included in above categories.

Approximately 35.7% of the District's area is used for governmental (including schools, parks and highway right-of ways) and other tax-exempt purposes.

The District's general area is served by diversified transportation facilities. Immediate access is available to three State and U.S. highways and to interstate highways I-480, I-90 and I-80 (the James W. Shocknessy Ohio Turnpike). Conrail, Amtrak, Norfolk and Western, Chessie System and Lorain and West Virginia railroads serve the County. Airfreight and passenger air service are provided through Cleveland Hopkins International Airport, located in adjacent Cuyahoga County within 15 minutes of the District, and the Lorain County Regional Airport in New Russia Township.

Banking and financial services are provided to the area by offices of six commercial banks and savings and loan associations, all of which have their principal offices elsewhere.

Three daily newspapers and two weekly newspapers serve the area. It is within the broadcast area of seven television stations and approximately 31 AM and FM radio stations. Multi-channel cable TV AT&T Broadband provides service, including educational, governmental and public access channels.

Within commuting distance are several public and private two-year and four-year colleges and universities providing a wide range of educational facilities and opportunities. These include Cleveland State University, The University of Akron and Kent State University (three of Ohio's twelve state universities), Lorain County Community College, Cuyahoga Community College, Oberlin College (located in the County), Baldwin-Wallace College, John Carroll University and Case Western Reserve University. The Lorain Business College also is located in the County.

## **THE REPORTING ENTITY**

The North Ridgeville City School District issues its financial report based on Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." The District is associated with various educational organizations and government entities within Lorain County that may be construed as being part of the School District's financial reporting when in fact they are not. For this reason, management has decided to differentiate between the organizations whose financial position will be incorporated within this report and the organizations that will not.

Excluded from this report for which the District is not a member, but may be viewed as a member, are the City of North Ridgeville, The Lorain County Public Library, and the various Parent Teacher Organizations. Also excluded from this report for which the District is a member are the Lake Erie Educational Computer Association, the Lake Erie Regional Council, the Lorain County Joint Vocational School, the North Ridgeville City Schools' Endowment Foundation, and the Ohio School Boards Association.

Included in the financial reporting of this report is the Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust). The Trust is legally separate from the District, but meets the criteria for being a component unit of the District's financials. More detail is described in Note 1 of the financial statements.

## **ECONOMIC CONDITION AND OUTLOOK**

The School District is a mix of residential and agricultural area. Approximately 60% of the land in the District is undeveloped or used for agricultural purposes. The adjacent cities of Westlake and North Olmsted are nearing full commercial and residential development. North Ridgeville has direct access to the cities of Cleveland, Lorain and Elyria and other Midwest locations using a combination of interstates I-80, I-90, I-480 and State Route 10. These routes also make it easy for residents to commute daily to work in the cities of Lorain, Avon Lake and other areas in Lorain County and adjacent Cuyahoga County, including the City of Cleveland.

The District is still experiencing significant new residential, commercial, retail and light industrial and warehousing development. This development is expected to continue for the next five to ten years. Three separate industrial parks are under development in the City of North Ridgeville. The largest of these is Taylor Woods Industrial Park, which is home to the facilities of Invacare Corporation (manufacturer of wheelchairs), Becket Gas, Incorporated (a manufacturer of gas burners) and Becket Air, Incorporated (a manufacturer of blower wheels). The newest of these, Root Road Industrial Park, consisting of 13 acres began development in 2002, where permits for 36,000 square feet of building space have been issued.

Residential development has been significant in recent years and is expected to increase with the completion of the sanitary trunk sewer to serve the westerly portion of the District. Approximately 400 new homes and other single-family residences were constructed in the City in 2002. In various stages of planning and construction are two planned community developments in the western half of the City: Waterbury, a 640-acre development to include approximately 1,900 residential units of which 100 units have been completed; and Meadow Lakes, a 570-acre development to include approximately 1,700 residential units of which 200 units have been completed.

Other developments in the westerly portion include Avalon, an 80-acre subdivision to include 175 residential units, which is about one-half completed. Currently in the planning process are Windsor Point subdivision, which is to include up to 275 residential units and Stone Creek subdivision, which is to include up to 175 residential units.

In other areas of the City, Ridgefield Homes, an approximate 900 home development that began in the mid 1990's is about one-third completed. These homes have been sold for \$225,000 to \$900,000 with an average home sale of \$300,000. There are also a number of small subdivisions being developed throughout the City.

Even though the District is experiencing economic development in the area of real estate, it does not necessarily mean that the District is experiencing revenue increases proportionately to the real estate development. Unfortunately, current state law prohibits school districts in Ohio from receiving additional tax revenue when the County Auditor reevaluates property values. In 1976, the Ohio General Assembly passed House Bill 920. This law requires the tax rate to be lowered by the same percentage property values are increased by the County Auditor's reevaluation. In calendar year 2003, North Ridgeville City Schools levied 45.90 mills of taxes to fund its operations. House Bill 920 lowered those mills to 31.90 mills for residential and agricultural properties and 33.54 mills for commercial and industrial properties.

In essence, House Bill 920 removes inflationary growth in revenue and requires school districts in Ohio to periodically place tax issues on the ballot for voter approval in order to receive additional revenue to offset rising costs.

In June of 1999, the Ohio General Assembly also passed House Bill 284, which will have a significant financial impact to Ohio school districts. House bill 284 phases out the inventory portion of taxes collected over a twenty-five year period. Once fully implemented, the School District's operating revenue will decline by approximately \$1,161,000 annually based on fiscal year 2003 collection.

### **MAJOR INITIATIVES – FISCAL YEAR 2003**

The School District's *Strategic Plan for Continuous Improvement* remains the driving force behind academic success and expanded student services. This plan, in connection with our budgeting process, has resulted in a systematic improvement in both the short and long term in the areas of academic performance, facilities and finances. The following is a brief list, by goal area, of the District's main accomplishments during the past fiscal year:

#### **Academics**

- ❑ Improved reading and social studies results on State tests
- ❑ Four of five academic buildings earned an "Effective" academic rating from State.
- ❑ Piloted Universal Design for Learning methodology in elementary and middle schools
- ❑ Implemented K-12 Social Studies course of study in compliance with State Content Standards
- ❑ Teacher Mentoring Program successfully implemented

#### **Finances**

- ❑ Developed and submitted a fully funded five year forecast
- ❑ Secured a grant to offset acquisition of new fitness equipment
- ❑ Issued a Comprehensive Annual Financial Report of the District
- ❑ Awarded "Certificate of Achievement" for excellence in reporting by Government Finance Association of United States and Canada

#### **Business Affairs - Facilities/Buildings/Grounds/Transportation**

- ❑ Completed roofing project at high school and room renovations at school buildings
- ❑ Completed enrollment study and facilities assessment as part of Ohio School Facilities program
- ❑ Purchased two new school buses under the State Purchasing Program
- ❑ Instituted Disaster Readiness Plan and related staff and community training and plan testing

#### **Communication**

- ❑ Involved and engaged community and staff in education planning and actions through Strategic Planning for Continuous Improvement process, Business Advisory Committee, and speaking engagements with local organizations and homeowners' associations
- ❑ Published a district annual report, district newsletters, redesigned website architecture and content to improve access
- ❑ Created district programming for local cable access channel
- ❑ Presented at local and State conferences the Universal Design for Learning and communications strategies implemented in our district

#### **Long Term and Capital Planning**

The District began the process of seeking State assistance in long-term facilities planning. The district has enjoyed success in the passage of two renewal levies. However, in order to sustain the current level of operations, the District must secure additional long term operating funds to meet the increased demands of enrollment growth and the increased costs of compliance with State and Federal regulations and standards. Currently the district is in the process of gaining input and updating operating and capital plans in regards to transportation, grounds and curriculum.



The final result of the process will be an approved list of projects that includes identifying operating and long term funding requirements. This plan will serve as the basis for future budget allocations and levy requests.

## **FINANCIAL OVERVIEW**

### **Internal Controls**

The School District's management is responsible for establishing and maintaining the internal control policies and procedures to ensure the safeguarding of the District's assets from loss, theft and misuse. These procedures are established by the District's management team and adopted by the Board of Education. These controls are designed to provide reasonable assurance, not absolute assurance. Absolute assurance would require the cost of these internal controls to be greater than the benefits derived. The possibility is also inherent in any internal control to be circumvented through collusion among employees.

### **Accounting System**

The District maintains its accounts in accordance with procedures established by the Auditor of the State of Ohio. The District uses a fully automated accounting system. The accounting system's software is maintained off site at the Educational Service Center of Lorain County.

The School District has implemented GASB Statement No. 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments" to its June 30, 2003 Comprehensive Annual Financial Report. GASB Statement No. 34 created new basic financial statements for reporting as follows:

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

**Fund financial statements** – These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include 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.

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

## **DEBT ADMINISTRATION**

The District operated within the established overall debt margin and the un-voted debt margin. At June 30, 2003, outstanding Tax Anticipation Notes totaled \$ 94,286, and outstanding bonds totaled \$3,568,398. Net debt retired was \$334,286 consisting of \$ 94,286 Tax Anticipation Notes and \$240,000 General Obligation Bonds for school improvement issued in 2002. As of June 30, 2003, the overall debt margin was \$ 38,961,316 and the un-voted debt margin was \$ 373,125.

## **CASH MANAGEMENT**

The School District adheres to regulations set forth in the Ohio Revised Code to ensure the safety of its investments.

All the District's cash is pooled for investment purposes in order to maximize yield while protecting principal. The School District's investment policy is the vehicle utilized for investment decisions. In

the decision making process, the School District investment objectives are to preserve principal, obtain liquidity, maximize income and minimize cost for investment services.

Protection for these investments is primarily provided by the Federal Deposit Insurance Corporation (FDIC) and by the eligible securities pledged by the financial institution and by the single collateral pool established by the financial institution.

The investment policy and the financial needs of the District are accomplished through its investments in Certificates of Deposit, Repurchase Agreements, Government Securities, the State Treasurer Investment Pool (STAR Ohio) and sweep checking accounts.

### **RISK MANAGEMENT**

The District is exposed to various risks of loss. To control these various risks, property and casualty insurance, vehicle insurance, umbrella policy insurance, and a liability policy for school employees was purchased from Indiana Insurance.

The District also purchases a surety bond coverage from Indiana Insurance Company for employees who handle money. The Treasurer has an additional surety bond with Ohio Farmers Insurance Company.

The District participates in the Ohio School Board Association Workers' Compensation Group Rating Program for injuries to employees while performing their daily job duties.

Additional information on the School District's Risk Management can be found in note 11 of the notes to the financial statements.

### **INDEPENDENT AUDIT**

State Statutes require the School District to be subject to an annual examination by an independent auditor. The annual audit serves to render an opinion on the financial statements and to maintain and strengthen the School District's accounting and budgeting controls. The opinion can be found at the beginning of the financial section of this report.

### **AWARD**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a certificate of Achievement for Excellence in Financial Reporting to the School District for its comprehensive annual financial report for the fiscal year ended June 30, 2001, and the fiscal year ended June 30, 2002. The School District has once again submitted this report to GFOA to be considered for a Certificate of Achievement for Excellence in Financial Reporting, the highest form of recognition in the area of governmental financial reporting.

In order to receive a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents are in compliance with program standards. Such a request must satisfy both generally accepted accounting principles and applicable legal requirements. We believe our current report conforms to the Certificate of Achievement requirement and therefore are submitting it to the GFOA.

### **ACKNOWLEDGEMENTS**

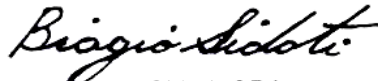
The continued publication of this report is a significant step towards improving the professionalism of the North Ridgeville City School District financial communication.

The preparation of this report could not have been accomplished without the efficient and dedicated help of the Treasurer's Office. The Comprehensive Annual Financial Report requires a major effort

and special appreciation is extended to all internal departments who assisted in the preparation of this report. Special appreciation is expressed to Costin + Company, CPA's, the Lorain County Auditor's Office, and outside agencies who made the statistical section of this report a fair presentation.

Finally, sincere appreciation is extended to the Board of Education for their continued support in issuing North Ridgeville's City School District's Comprehensive Annual Financial Report.

Respectfully Submitted,



Mr. Biagio Sidoti, CPA  
Treasurer



Mr. Larry Bowersox  
Superintendent

NORTH RIDGEVILLE CITY SCHOOL BOARD OF EDUCATION  
PRINCIPAL OFFICIALS  
JUNE 30, 2003

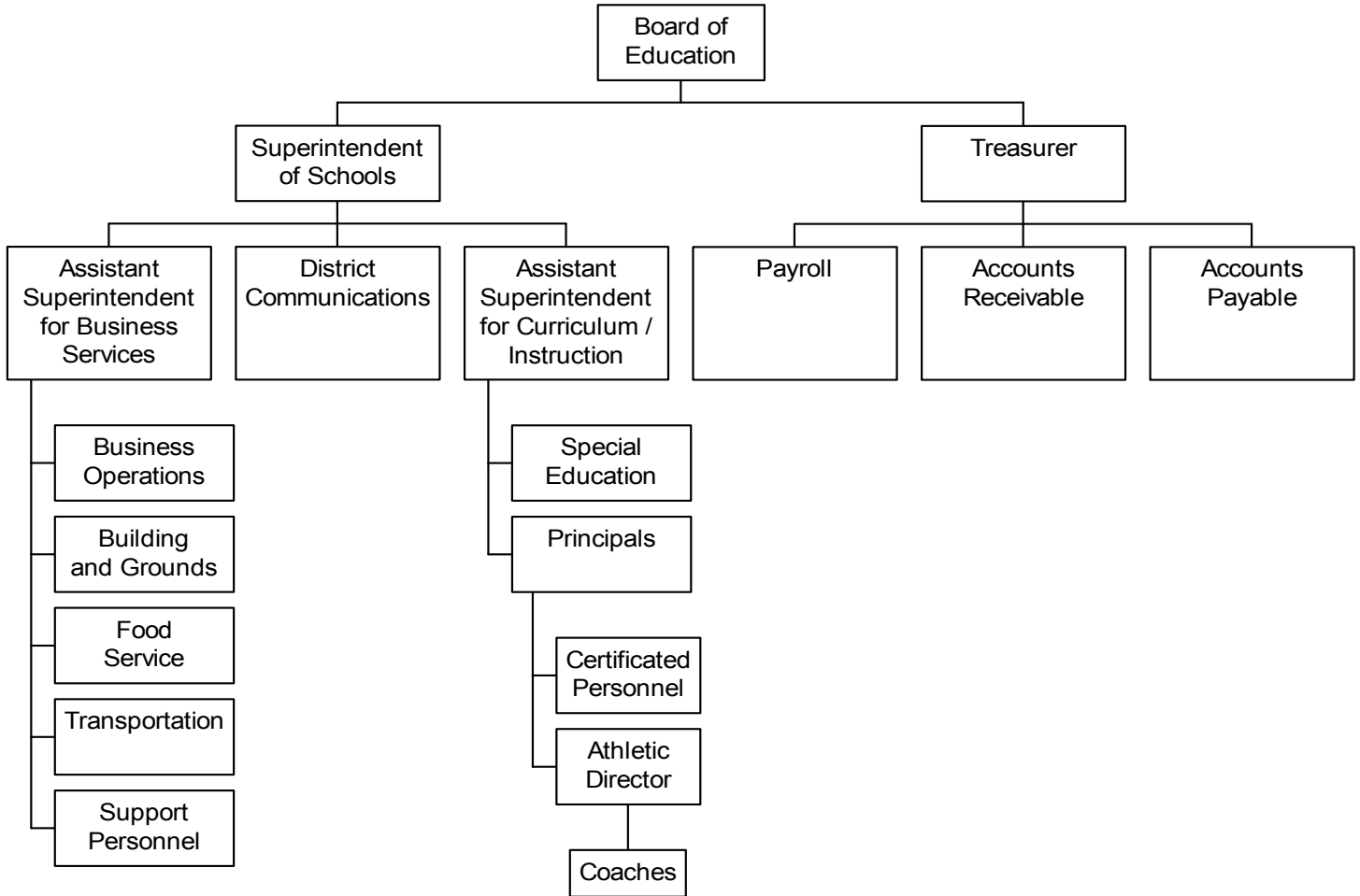
Board of Education

Mrs. Robin Hrabik.....President  
Mr. Ross Mitchell.....Vice President  
Mr. Tom Dake.....Member  
Rev. Charles Gibson.....Member  
Mrs. Margaret Knight, CPA.....Member

Administration

Mr. Larry Bowersox.....Superintendent  
Mr. Biagio Sidoti, CPA.....Treasurer  
Dr. James Watson.....Assistant Superintendent for Curriculum/Instruction  
Mr. David Livingston.....Assistant Superintendent for Business Services

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
ORGANIZATION CHART



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

North Ridgeville City  
School District, Ohio

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

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



*William Patrick Harte*  
President

*Jeffrey R. Ennis*  
Executive Director



**Auditor of State  
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT**

Board of Education  
North Ridgeville City School District  
Lorain County  
5490 Mills Creek Lane  
North Ridgeville, Ohio 44039

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the North Ridgeville City School District, Lorain County, Ohio, (the District) as of and for the year ended June 30, 2003, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Jointly Administered Trust Fund for the Benefit of North Ridgeville City School District Employees (the Trust), which represents all of the assets and revenues of the Internal Service Fund Type. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Trust, is based on the report of the other auditors.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the North Ridgeville City School District, Lorain County, Ohio, as of June 30, 2003, and the respective changes in financial position and the cash flows, where applicable, and the respective budgetary comparison for the General Fund and the Emergency Levy Fund thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, during the year ended June 30, 2003, the District implemented a new financial reporting model, as required by the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements- and Management's Discussion and Analysis- for State and Local Governments* and changed its accounting for capital assets.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2003 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

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



**Betty Montgomery**  
Auditor of State

December 19, 2003



**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited

The management discussion and analysis of North Ridgeville City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2003. The intent of this management discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the transmittal letter, financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key Financial Highlights for 2003 are as follows:

In total, net assets decreased by \$2,251,558.

Revenues for governmental activities totaled \$26,085,691 in 2003. Of this total, 89 percent consisted of General Revenues while Program Revenues accounted for the remaining balance of 11 percent.

Program Expenses totaled \$28,337,249. Instructional expenses made up 57 percent of this total while support services accounted for 35 percent. Other expenses rounded out the remaining 8 percent.

**Using this Comprehensive Annual Financial Report (CAFR)**

This annual report consists of a series of financial statements and notes pertaining to those statements. These statements are organized so the reader can understand North Ridgeville City School District as a financial whole, or complete 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 and longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements explain 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 most significant funds with all other non-major funds presented in total in one column. In the case of North Ridgeville City School District, the general fund is the most significant.

**Reporting the School District as a Whole**

Statement of Net Assets and the Statement of Activities

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during 2003?" The Statement of Net Assets and Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting, similar to the accounting used by most private-sector companies. Accrual accounting takes into account all the current year's revenues and expenses regardless of when cash is received or paid.

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited

These two statements report the School District's net assets and changes in those net assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's performance, demographic and socioeconomic factors and willingness of the community to support the School District. On the other hand, financial factors may include the School District's financial position, liquidity and solvency, fiscal capacity and risk and exposure.

In the Statement of Net Assets and the Statement of Activities, the School District is classified into governmental activities. All of the School District's programs and services are reported here including instruction, support services, operation and maintenance, pupil transportation, food service operation and extracurricular activities.

**Reporting the School District's Most Significant Funds**

**Fund Financial Statements**

The analysis of the School District's major fund begins on page 10. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund and the Emergency Levy Fund.

**Governmental Funds**

All of the School District's activities are reported as governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end that are 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 you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

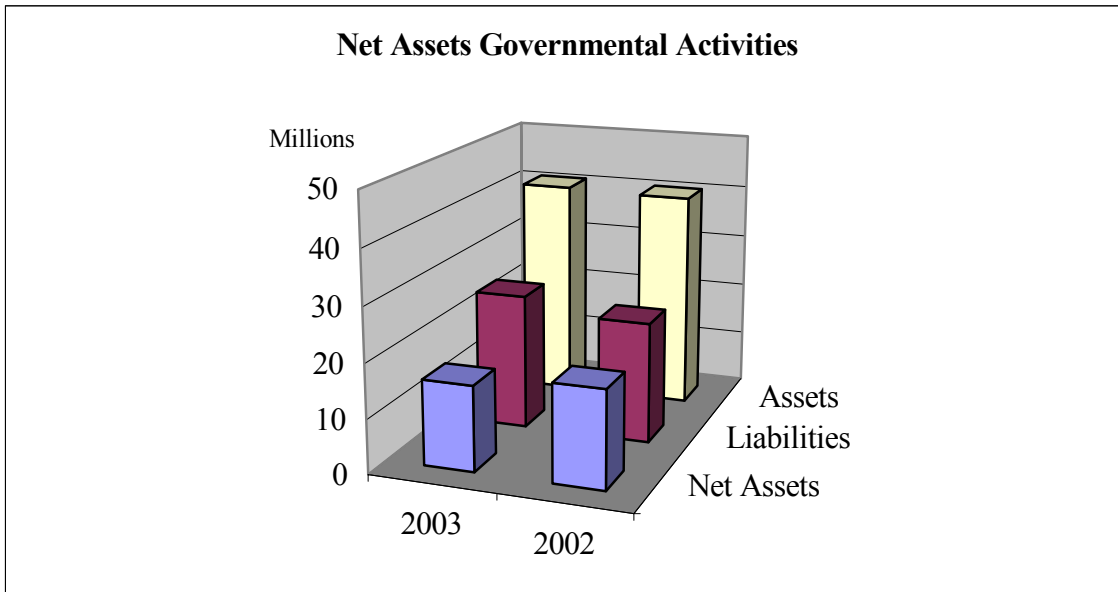
Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited

**The School District as a Whole**

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 2003 compared to 2002:

**Table 1**  
Total Net Assets

<b>Assets</b>	<u>2003</u>	<u>2002</u>
Current and Other Assets	\$25,714,191	\$24,222,903
Capital Assets, Net	<u>15,091,531</u>	<u>16,156,823</u>
<b>Total Assets</b>	<u>40,805,722</u>	<u>40,379,726</u>
<b>Liabilities</b>		
Current Liabilities	18,951,851	15,627,117
Long Term Liabilities		
Due Within One Year	582,107	702,676
Due in More than One Year	<u>5,536,190</u>	<u>6,062,801</u>
<b>Total Liabilities</b>	<u>25,070,148</u>	<u>22,392,594</u>
<b>Net Assets</b>		
Invested in Capital Assets, net of Related Debt	11,403,224	12,130,464
Restricted for:		
Debt Service	516,066	540,761
Capital Projects	528,016	604,716
Other Purposes	6,631	49,322
Unrestricted	<u>3,281,637</u>	<u>4,661,869</u>
<b>Total Net Assets</b>	<u>\$15,735,574</u>	<u>\$17,987,132</u>



**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited

**Governmental Activities**

Total assets increased by \$425,996. The majority of the increase can be attributed to an increase in taxes receivable of \$1,827,900. This increase was offset by a net decrease in capital asset of \$1,065,292, which is primarily attributable to a net change in accumulated depreciation of \$1,076,440. The remainder is attributed to cash, accounts receivable, due from other governments and interfund receivable, which accounted for an decrease of \$336,612.

Total liabilities increased by \$2,677,554. The majority of the increase can be attributed primarily to an increase in deferred revenue of \$2,803,927. Long term liabilities decreased \$647,180. The remainder of the increase is attributed to accounts and contracts payable, accrued wages and benefits, due to other governments, interfund payable and compensated absences, which accounts for an increase of \$520,807.

By comparing assets and liabilities, one can see the overall position of the School District has not improved as evidenced by the decrease in net assets of \$2,251,558.

The vast majority of revenue supporting all Governmental Activities is from General Revenues. General Revenue totaled \$23,114,390 or 89 percent of the total revenue. The most significant portion of the General Revenues is local property tax. The remaining amount of revenue was in the form of program revenues, which equated to \$2,971,301 or only 11 percent of total revenue.

Table 2 summarizes the revenue, expenses and the changes in net assets for fiscal year 2003. Since this is the first year the School District has prepared financial statements following GASB Statement 34, revenue and expense comparisons to fiscal year 2002 are not available. In future years, when prior year information is available, a comparative analysis of government-wide data will be presented.

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited

**Table 2**  
Governmental Activities

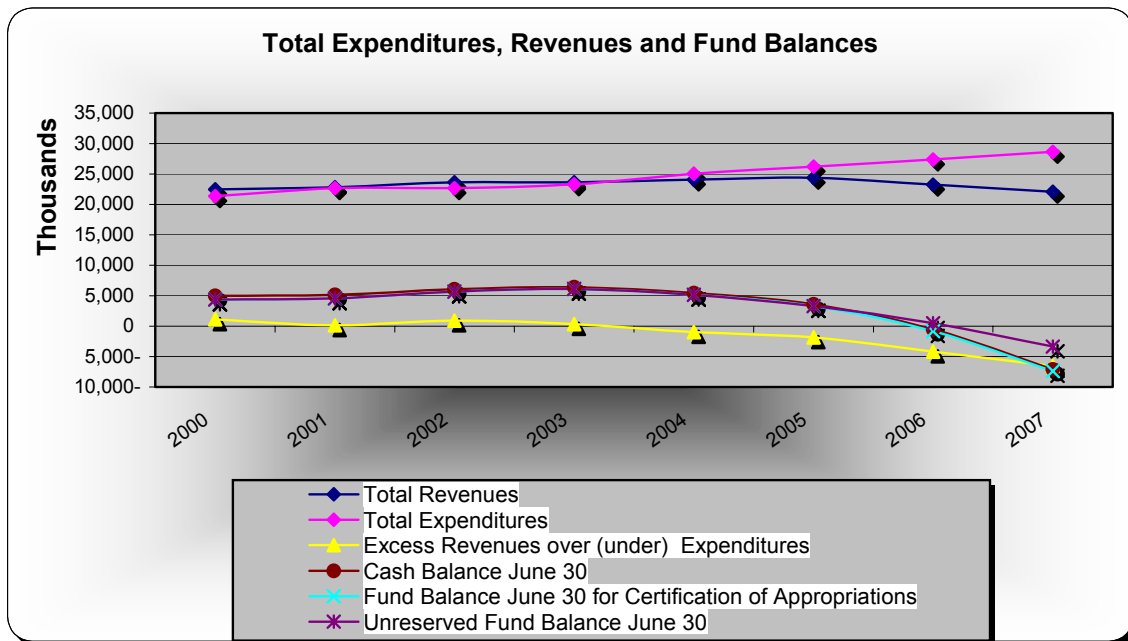
	<u>2003</u>
Revenues	
Program Revenues	
Charges for Services and Sales	\$ 1,709,164
Operating Grants, Interest and Contributions	<u>1,262,137</u>
Total Program Revenues	<u>2,971,301</u>
General Revenue	
Property Taxes	12,841,332
Grants and Entitlements not restricted to specific purposes	10,121,350
Investment Earnings	143,067
Miscellaneous	<u>8,641</u>
Total General Revenues	<u>23,114,390</u>
Total Revenues	<u>26,085,691</u>
Program Expenses	
Instruction:	
Regular	12,965,033
Special	2,392,489
Vocational	573,011
Other instruction	155,323
Support Services:	
Pupil	1,433,384
Instructional Staff	1,689,250
Board of Education	71,968
Administration	1,668,543
Fiscal Services	551,950
Business	251,085
Operation and Maintenance	2,556,975
Pupil Transportation	1,699,028
Central Services	70,301
Operation of Non-Instructional Services:	
Food Service Operation	873,855
Community Services	559,764
Extracurricular Activities	674,649
Interest	<u>150,641</u>
Total Expenses	<u>28,337,249</u>
Decrease in Net Assets	\$ (2,251,558)
Net Assets at Beginning of Year	<u>17,987,132</u>
Net Assets at End of Year	<u>\$15,735,574</u>

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited

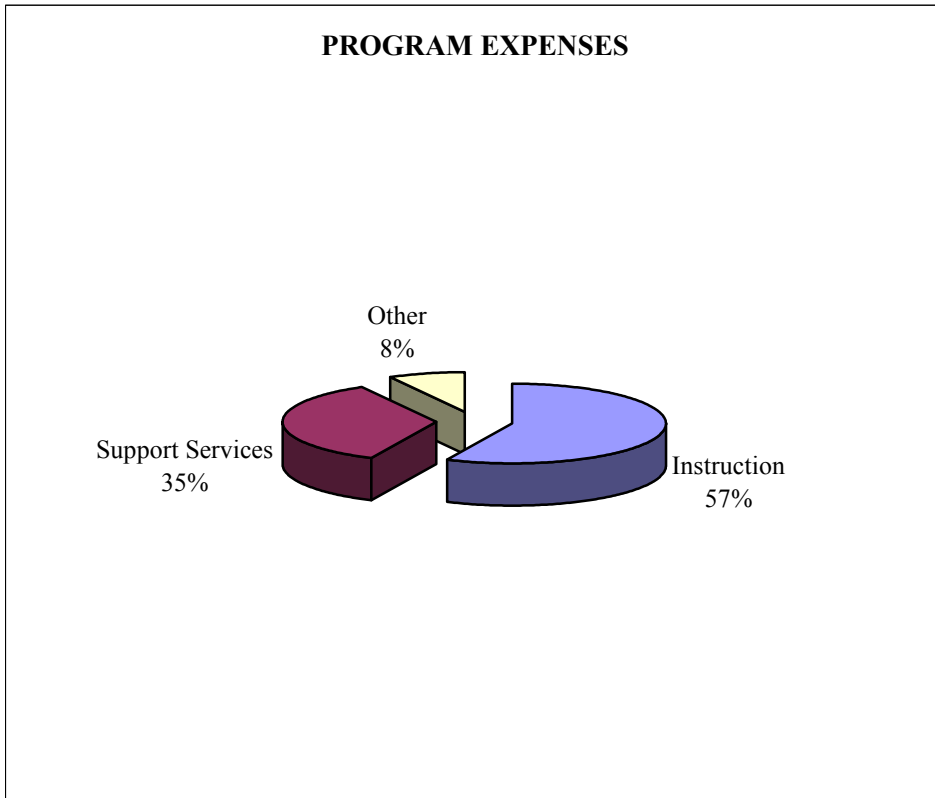
The School District has carefully planned its financial future by forecasting its revenues and expenditures over the next five years. In May of 2003, the School District submitted its yearly five-year forecast to the Ohio Department of Education. Based upon the current five-year financial forecast, the School District has adequate operating funds for the next two years. Although the School District relies heavily upon local property taxes to support its operations, the School District does actively solicit and receive additional grant and entitlement funds to help offset some operating costs.

Approximately 57 percent of the School District's budget is used to fund instructional expenses. Additional supporting services for pupils, staff and business operations encompass an additional 35 percent. The remaining program expenses of 8 percent are budgeted to facilitate other obligations of the School District, such as the food service program, numerous extracurricular activities and debt service.



**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited



The Statement of Activities shows the total net cost of program services. Table 3 shows the total cost of services for governmental activities and the net cost of those services. It identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited

**Table 3**  
Governmental Activities

	Total Cost Of Services <u>2003</u>	Net Cost Of Services <u>2003</u>
Governmental Activities		
Instruction:		
Regular	\$12,965,033	(12,171,348)
Special	2,392,489	(1,842,399)
Vocational	573,011	(573,011)
Other Instruction	155,323	(155,323)
Support Services:		
Pupil	1,433,384	(1,272,079)
Instructional Staff	1,689,250	(1,594,937)
Board of Education	71,968	(71,968)
Administration	1,668,543	(1,653,715)
Fiscal Services	551,950	(551,950)
Business	251,085	(251,085)
Operations & Maintenance	2,556,975	(2,556,975)
Pupil Transportation	1,699,028	(1,699,028)
Central Services	70,301	(70,301)
Operation of Non-Instructional:		
Food Service Operation	873,855	(75,124)
Community Services	559,764	(126,326)
Extra curricular Activities	674,649	(549,738)
Interest	<u>150,641</u>	<u>(150,641)</u>
Total Program Expenses	<u>\$28,337,249</u>	<u>\$(25,365,948)</u>

As one can see, the reliance upon local tax revenues for governmental activities is crucial. Over 49 percent of expenses are directly supported by local property taxes. Grants and entitlements not restricted to specific programs support 39 percent, while investments and other miscellaneous type revenues support the remaining activity costs of 1 percent. Program Revenues fund only 11 percent of all governmental expenses.

**Clearly, the North Ridgeville community is by far the greatest source of financial support for the students of the North Ridgeville City Schools.**

**School District Funds**

Information regarding the School District's major funds can be found on page 17. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$26,060,909 and expenditures of \$27,025,384. The net change in fund balances for the year was as follows: General Fund (\$222,300), Emergency Levy Fund (\$375,018) and Other Governmental Funds (\$367,157).



**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited

**General Fund Budgeting 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 fund to be budgeted is the main operating fund of the School District, the General Fund.

During the course of fiscal year 2003, the School District amended its general fund budget numerous times, none significantly. Fluctuations among the budget basis expenditures categories are due to the School District's site-based style of budgeting that is designed to tightly control expenses but provide flexibility for managers to redirect funds as conditions develop during the year.

Overall revenue received by the General Fund was less than budgetary projections by \$339,545 or 2%. The decrease was due primarily to tax revenue received from a personal property tax. Actual expenditures for the year were \$19,788 or .1% under General Fund budget projections. The decrease was due to lower than anticipated grade realignment costs and reductions in programs implemented.

The above circumstances allowed the School District to end the school year with a General Fund unencumbered cash balance of \$6,137,892 which was \$136,264 higher than original projections.

**Capital Assets and Debt Administration**

**Capital Assets**

All capital assets, except land, are reported net of depreciation. At the end of fiscal 2003, the School District had \$15,091,531 invested in land, buildings and improvements, furniture and equipment, and vehicles. Table 4 shows fiscal 2003 values compared to 2002.

**Table 4**  
Capital Assets at June 30  
Governmental Activities

	<u>2003</u>	<u>2002</u>
Land	\$ 207,401	\$ 207,401
Building and Improvements	13,852,124	14,823,543
Furniture and Equipment	561,226	681,769
Vehicles	<u>470,780</u>	<u>444,110</u>
Total Capital Assets	<u>\$15,091,531</u>	<u>\$16,156,823</u>

During fiscal 2003, the School District purchased \$287,233 of capital assets. Approximately 39 percent or \$111,337 of the purchases was for school buses, 51 percent or \$145,596 for furniture and equipment with the remaining 10 percent or \$30,300 for building and improvements. The decrease in capital assets is primarily due to a change in capitalization policy. For additional information, see Note 9 of the Notes to Basic Financial Statements.

**Debt**

At June 30, 2003 the School District had \$3,568,398 in outstanding bonds. Proceeds from the bonds were used to renovate the Education Center and construct an addition to the High School. The bonds are to be repaid in annual payments of interest and principal through fiscal year 2017. The School District also has a long-term note payable of \$94,286. Proceeds from the note were used for the replacement of the Middle School roof. The note is to be repaid in annual equal payments of interest and principal through fiscal year 2004. For additional information, see Notes 14 - 16 of the Notes to the Basic Financial Statements.

The School District's overall legal debt margin was \$38,961,316 with an unvoted debt margin of \$373,125.

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

Management's Discussion And Analysis  
For The Year Ended June 30, 2003  
Unaudited

**Current Financial Related Activities**

The School District has a strong financial position. The Board of Education and the administration closely monitor the District's revenues and expenditures in accordance with its financial forecast and the School District's Continuous Improvement Plan.

The School District's financial future is not without challenges, though. The nature of school funding in Ohio severely restricts the growth in the School District's operating revenues and requires the School District to periodically seek additional funds from the taxpayers to offset rising operating costs. The North Ridgeville voters continue to show their support for the schools as illustrated with the passage of renewal levies.

In addition to the problem of limited growth in revenue, school districts are faced with the challenge of losing traditional sources of tax revenue through the Ohio General Assembly legislative actions. In June 1999, the Ohio General Assembly passed House Bill 284 that will phase-out, over a period of 25 years, the taxation on business inventories. Once fully implemented, the School District's operating revenue will be reduced by approximately \$1,100,000 annually.

In June 1999, the Ohio General Assembly passed Senate Bill 3 to deregulate the electric utility industry in Ohio. Under this legislation, the assessment rate on electric utility property was dramatically reduced and will result in the annual loss of over \$114,000 in tax revenue for the School District.

Financial aid from the State of Ohio through the State Foundation Program has been declining as a major source of operating revenue for the North Ridgeville City School District. Because North Ridgeville City Schools is considered a wealthy district in terms of property values, it receives a relatively small amount of revenue from the State to fund operating expenses.

As a result of the challenges mentioned above, the School District's administration continues to carefully plan its expenditures to provide adequate resources to meet student needs over the next several years. The administration is currently reviewing all programs and services provided to students with the goal of reducing operating costs.

The North Ridgeville City School District has committed itself to financial excellence for many years. The School District received its second Certificate of Achievement for Excellence in Financial Reporting by the Governmental Financial Officers Association (GFOA) in 2002 and will continue to seek this award in the future.

**Contacting the School District's Financial Management**

This report is designed to provide our citizens, taxpayers 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 financial information, contact Biagio Sidoti, CPA and Treasurer at North Ridgeville City School District, 5490 Mills Creek Lane, North Ridgeville, Ohio 44039.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF NET ASSETS -

JUNE 30, 2003

	Governmental Activities
<b>Assets</b>	
Equity in pooled cash	\$ 8,198,782
Accounts receivable	36,471
Due from other governments	904,865
Prepaid and deferred expenses	584,165
Taxes receivable	15,989,908
Capital assets	
Nondepreciable capital assets	207,401
Depreciable capital assets, net	14,884,130
<b>Total assets</b>	<b>40,805,722</b>
 <b>Liabilities</b>	
Accounts and contracts payable	325,334
Accrued salaries, wages and benefits	2,870,491
Claims payable	383,036
Accrued interest payable	17,489
Due to other governments	764,134
Deferred revenue	14,591,367
Long term liabilities	
Due within one year	582,107
Due in more than one year	5,536,190
<b>Total liabilities</b>	<b>25,070,148</b>
 <b>Net assets</b>	
Invested in capital assets, net of related debt	11,403,224
Restricted for:	
Debt service	516,066
Capital projects	528,016
Other purposes	6,631
Unrestricted (deficit)	3,281,637
<b>Total net assets</b>	<b>\$ 15,735,574</b>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF ACTIVITIES

JUNE 30, 2003

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services and Sales	Operating Grants, Interest and Contributions	Capital Grants and Contributions	
Governmental activities					
Instruction					
Regular	\$ 12,965,033	\$ 585,422	\$ 208,263	\$ -	\$ (12,171,348)
Special	2,392,489	18,539	531,551	-	(1,842,399)
Vocational	573,011	-	-	-	(573,011)
Other instruction	155,323	-	-	-	(155,323)
Supporting services					
Pupil	1,433,384	158,723	2,582	-	(1,272,079)
Instructional staff	1,689,250	22,838	71,475	-	(1,594,937)
Board of education	71,968	-	-	-	(71,968)
Administration	1,668,543	-	14,828	-	(1,653,715)
Fiscal services	551,950	-	-	-	(551,950)
Business	251,085	-	-	-	(251,085)
Operation and maintenance	2,556,975	-	-	-	(2,556,975)
Pupil transportation	1,699,028	-	-	-	(1,699,028)
Central services	70,301	-	-	-	(70,301)
Operation of non-instructional					
Food service operation	873,855	798,731	-	-	(75,124)
Community services	559,764	-	433,438	-	(126,326)
Extracurricular activities					
Academic and subject oriented	113,098	19,986	-	-	(93,112)
Sports oriented	531,410	104,925	-	-	(426,485)
Co-curricular	30,141	-	-	-	(30,141)
Interest	150,641	-	-	-	(150,641)
Totals	<u>\$ 28,337,249</u>	<u>\$ 1,709,164</u>	<u>\$ 1,262,137</u>	<u>\$ -</u>	<u>(25,365,948)</u>

General revenues

Property taxes levied for:

General purpose	11,982,058
Debt service	316,172
Capital improvements	543,102
Grants and entitlements not restricted to specific purposes	10,121,350
Investment earnings	143,067
Miscellaneous	8,641
Total general revenues	<u>23,114,390</u>

Change in net assets

Net assets at beginning of year, restated	17,987,132
Net assets at end of year	<u>\$ 15,735,574</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

BALANCE SHEET -  
GOVERNMENTAL FUNDS

JUNE 30, 2003

	General Fund	Emergency Levy Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Equity in pooled cash	\$ 6,555,884	\$ -	\$ 1,227,216	\$ 7,783,100
Receivables, net of allowance				
Taxes, current	9,941,045	4,627,370	1,029,193	15,597,608
Taxes, delinquent	257,400	109,100	25,800	392,300
Accounts and other	36,471	-	-	36,471
Due from other governments	20,113	-	884,752	904,865
Interfund receivable	99,682	-	-	99,682
<b>Total assets</b>	<b>\$ 16,910,595</b>	<b>\$ 4,736,470</b>	<b>\$ 3,166,961</b>	<b>\$ 24,814,026</b>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 181,643	\$ -	\$ 126,827	\$ 308,470
Accrued wages and benefits	2,780,416	-	90,075	2,870,491
Due to other governments	470,142	22,444	21,427	514,013
Interfund payable	-	-	99,682	99,682
Deferred revenue	9,077,805	4,185,217	1,720,645	14,983,667
Compensated absences	233,305	-	-	233,305
<b>Total liabilities</b>	<b>12,743,311</b>	<b>4,207,661</b>	<b>2,058,656</b>	<b>19,009,628</b>
<b>Fund balances</b>				
Reserved for property taxes	1,120,640	551,253	114,751	1,786,644
Reserved for encumbrances	236,349	-	275,130	511,479
Unreserved, reported in				
General Fund	2,810,295	-	-	2,810,295
Special Revenue Funds	-	(22,444)	54,539	32,095
Debt Service Fund	-	-	462,719	462,719
Capital Projects Funds	-	-	201,166	201,166
<b>Total fund balances</b>	<b>4,167,284</b>	<b>528,809</b>	<b>1,108,305</b>	<b>5,804,398</b>
<b>Total liabilities and fund balances</b>	<b>\$ 16,910,595</b>	<b>\$ 4,736,470</b>	<b>\$ 3,166,961</b>	<b>\$ 24,814,026</b>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2003

Total governmental funds balances	\$	5,804,398
Amount 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 not reported in the funds.		15,091,531
Other long term assets are not available to pay for current period expenditures and therefore are deferred in the funds:		
Property taxes		392,300
Prepaid and deferred expenses		555,078
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		44,869
Due to other governments includes contractually required pension contributions not expected to be paid with expendable available financial resources and therefore not reported in the funds.		(250,121)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Compensated absences		(2,214,174)
Notes payable		(94,286)
Bonds payable		(3,568,398)
Capital lease payable		(8,134)
Accrued interest payable		(17,489)
		(7,402,471)
Net assets of governmental activities	\$	15,735,574

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2003

	General Fund	Emergency Levy Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 8,139,070	\$ 3,828,688	\$ 858,974	\$ 12,826,732
Tuition and fees	507,116	-	94,617	601,733
Interest	126,496	-	9,301	135,797
Intergovernmental	9,292,681	529,865	1,560,941	11,383,487
Extracurricular	-	-	194,542	194,542
Charges for services	-	-	673,925	673,925
Other	149,867	-	94,826	244,693
Total revenues	<u>18,215,230</u>	<u>4,358,553</u>	<u>3,487,126</u>	<u>26,060,909</u>
Expenditures				
Current				
Instruction				
Regular	6,835,357	4,669,275	731,868	12,236,500
Special	1,677,839	-	584,651	2,262,490
Vocational	584,335	-	-	584,335
Other instruction	155,323	-	-	155,323
Supporting services				
Pupil	1,196,376	-	155,691	1,352,067
Instructional staff	1,454,485	-	105,026	1,559,511
Board of education	71,968	-	-	71,968
Administration	1,538,860	-	4,806	1,543,666
Fiscal services	453,742	64,296	14,651	532,689
Business	242,173	-	-	242,173
Operation and maintenance	2,263,795	-	109,515	2,373,310
Pupil transportation	1,439,537	-	104,526	1,544,063
Central services	31,363	-	34,804	66,167
Operation of non-instructional				
Food service operation	-	-	818,619	818,619
Community services	528	-	576,918	577,446
Extracurricular activities				
Academic and subject oriented	90,348	-	22,259	112,607
Sports oriented	345,626	-	125,490	471,116
Co-curricular	30,141	-	-	30,141
Debt service				
Principal	3,449	-	334,286	337,735
Interest	2,785	-	148,173	150,958
Total expenditures	<u>18,418,030</u>	<u>4,733,571</u>	<u>3,871,283</u>	<u>27,022,884</u>
Excess (deficiency) of revenues over expenditures	<u>(202,800)</u>	<u>(375,018)</u>	<u>(384,157)</u>	<u>(961,975)</u>
Other financing sources (uses)				
Transfers-in	-	-	121,186	121,186
Transfers-out	(19,500)	-	(104,186)	(123,686)
Total other financing sources (uses)	<u>(19,500)</u>	<u>-</u>	<u>17,000</u>	<u>-</u>
Net change in fund balances	(222,300)	(375,018)	(367,157)	(964,475)
Fund balances, beginning of year, as restated	<u>4,389,584</u>	<u>903,827</u>	<u>1,475,462</u>	<u>6,768,873</u>
Fund balances, end of year	<u>\$ 4,167,284</u>	<u>\$ 528,809</u>	<u>\$ 1,108,305</u>	<u>\$ 5,804,398</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2003

Net change in fund balances - total governmental funds		\$ (964,475)
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.</p>		
Capital outlay	275,226	
Depreciation expense	<u>(1,340,518)</u>	(1,065,292)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Property taxes		14,600
<p>The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of principal long-term debt consumes the current financial resources of governmental funds. Neither transaction, however has any effect on net assets. This amount is the net effect of the differences in the treatment of long-term debt on the statement of activities.</p>		
		335,685
<p>Accrued interest expense in the statement of activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds.</p>		
		2,367
<p>Some expenses reported in the statement of activities, such as compensated absences and intergovernmental payable which represents contractually required pension contributions, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Compensated absences	179,856	
Pension obligations	<u>(46,764)</u>	133,092
<p>The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.</p>		
		<u>(707,535)</u>
Change in net assets of governmental activities		<u>\$ (2,251,558)</u>

See accompanying notes to the basic financial statements.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET BASIS (NON-GAAP) AND ACTUAL – GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2003

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 8,724,364	\$ 8,716,634	\$ 8,716,634	\$ -
Tuition and fees	511,789	495,372	495,372	-
Interest	130,688	126,496	126,496	-
Intergovernmental	9,601,041	9,293,058	9,293,058	-
Miscellaneous	100,470	97,247	97,247	-
Total revenues	<u>19,068,352</u>	<u>18,728,807</u>	<u>18,728,807</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular	6,700,658	6,708,371	6,708,371	-
Special	2,129,754	1,684,546	1,684,546	-
Vocational	616,626	588,646	588,646	-
Other instruction	101,000	155,323	155,323	-
Supporting services				
Pupil	1,306,395	1,230,079	1,230,079	-
Instructional staff	1,358,841	1,425,842	1,425,842	-
Board of education	93,146	72,809	72,809	-
Administration	1,405,050	1,532,788	1,532,788	-
Fiscal services	491,321	451,014	451,014	-
Business	174,952	242,103	242,103	-
Operation and maintenance	2,303,484	2,320,815	2,320,815	-
Pupil transportation	1,192,416	1,430,696	1,430,696	-
Central services	41,070	30,429	30,429	-
Extracurricular activities				
Academic and subject oriented	65,345	87,374	87,374	-
Sports oriented	377,758	346,911	346,911	-
Co-curricular activities	30,696	29,957	29,957	-
Capital outlay	215,251	246,272	246,272	-
Total expenditures	<u>18,603,763</u>	<u>18,583,975</u>	<u>18,583,975</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>464,589</u>	<u>144,832</u>	<u>144,832</u>	<u>-</u>
Other financing sources (uses)				
Transfers-in	-	408,367	-	(408,367)
Gain (loss) on sale of assets	-	27,893	27,893	-
Advances in	-	10,589	10,589	-
Transfers-out	(495,000)	(427,867)	(19,500)	408,367
Advances out	-	(57,961)	(57,961)	-
Total other financing sources (uses)	<u>(495,000)</u>	<u>(38,979)</u>	<u>(38,979)</u>	<u>-</u>
Net change in fund balance	(30,411)	105,853	105,853	-
Prior year encumbrances	287,884	287,884	287,884	-
Fund balances, beginning of year	5,744,155	5,744,155	5,744,155	-
Fund balances, end of year	<u>\$ 6,001,628</u>	<u>\$ 6,137,892</u>	<u>\$ 6,137,892</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET BASIS (NON-GAAP) AND ACTUAL – EMERGENCY LEVY FUND

FOR THE YEAR ENDED JUNE 30, 2003

	Emergency Levy Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 4,141,158	\$ 4,141,158	\$ 4,133,651	\$ (7,507)
Intergovernmental	491,000	522,358	529,865	7,507
Total revenues	<u>4,632,158</u>	<u>4,663,516</u>	<u>4,663,516</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular	4,503,511	4,655,355	4,655,355	-
Supporting services				
Fiscal services	66,000	64,296	64,296	-
Total expenditures	<u>4,569,511</u>	<u>4,719,651</u>	<u>4,719,651</u>	<u>-</u>
Net change in fund balance	62,647	(56,135)	(56,135)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	56,135	56,135	56,135	-
Fund balances, end of year	<u>\$ 118,782</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF FUND NET ASSETS -  
INTERNAL SERVICE FUND

JUNE 30, 2003

	<u>Self Insurance</u>
Assets	
Current assets	
Equity in pooled cash	\$ 415,682
Prepaid expenses	29,087
Total assets	<u>444,769</u>
Liabilities	
Current liabilities	
Accounts payable	16,864
Claims payable	383,036
Total liabilities	<u>399,900</u>
Net assets	
Unrestricted	<u>\$ 44,869</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS -  
INTERNAL SERVICE FUND  
FOR THE YEAR ENDED JUNE 30, 2003

	Self Insurance
Operating revenues	
Charges for services	\$ 2,235,238
Operating expenses	
Purchased services	252,021
Claims	2,698,022
Total operating expenses	2,950,043
Operating loss	(714,805)
Nonoperating revenues	
Interest income	7,270
Change in net assets	(707,535)
Net assets, beginning of year	752,404
Net assets, end of year	\$ 44,869

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF CASH FLOWS -  
INTERNAL SERVICE FUND

FOR THE YEAR ENDED JUNE 30, 2003

	Self Insurance
Cash flows from operating activities	
Cash received from interfund services	\$ 2,235,238
Cash payments for goods and services	(246,874)
Cash payments for claims	(2,681,335)
Net cash used in operating activities	(692,971)
 Cash flows from investing activities	
Interest income	7,270
Net cash provided by investing activities	7,270
 Net decrease in cash and cash equivalents	(685,701)
 Cash and cash equivalents, beginning of year	1,101,383
 Cash and cash equivalents, end of year	\$ 415,682
  Reconciliation of operating loss to net cash used for operating activities	
Operating loss	\$ (714,805)
Adjustments	
Increase in prepaid expenses	(5,190)
Increase in accounts payable	10,337
Increase in claims payable	16,687
Total adjustments	21,834
Net cash used for operating activities	\$ (692,971)

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF FIDUCIARY NET ASSETS -  
AGENCY FUNDS

JUNE 30, 2003

Assets	
Equity in pooled cash	\$ 101,324
Total assets	<u>101,324</u>
Liabilities	
Accounts payable	44
Due to students	100,660
Due to others	620
Total liabilities	<u>\$ 101,324</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The North Ridgeville City School District (the District) was established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city school district as defined by Section 3311.03 of the Ohio Revised Code. The District operates under an elected Board of Education consisting of five members and is responsible for providing public education to residents of the District. Average daily membership on, or as of, October 1, 2002 was 3,428. The District employs 241 certificated and 193 non-certificated employees.

REPORTING ENTITY

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

Within the District boundaries, there are various nonpublic schools. Current State legislation provides funding to these nonpublic schools. These monies are received and disbursed by the District on behalf of the nonpublic schools by the Treasurer of the School District, as directed by the nonpublic schools. These transactions are reported as a governmental activity of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organizations' governing board and, 1) the District is able to significantly influence the programs or services performed or provided by the organization; or 2) the District is legally entitled to or can otherwise access the organizations' resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provided financial support to the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes.

Blended component units, although legally separated entities are, in substance, part of the District's operations and so data from these units are combined with data of the District. The District's blended component unit is described below:

Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust) – Although the Trust is legally separate from the District, it should be reported as if it were part of the primary government because its sole purpose is to provide benefits to District employees for hospitalization, medical, dental, vision, and prescription drugs as provided for in the collective bargaining agreements. The District's participation is disclosed in Note 11 to the financial statements.

Financial information for the Trust's year ended March 31, 2003 is presented in these financial statements as an internal service fund. Complete financial statements for the Trust may be obtained by contacting the Plan Administrator at 10045 College Park, Concord, Ohio 44060.

The District is associated with the Lake Erie Educational Computer Association, the Lake Erie Regional Council, and the Lorain County Joint Vocational School District which are considered to be jointly governed organizations. The District also participates in a public risk pool managed by the Ohio Schools Boards Association Workers' Compensation Group Rating Program. These organizations and their relationships with the District are described in more detail in Notes 11 and 21 to these basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of 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 District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The District has elected not to apply FASB pronouncements and interpretations issued after November 30, 1989, to its governmental activities and proprietary funds. Following are the more significant of the District's accounting policies.

A. BASIS OF PRESENTATION

The 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 District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses.

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

Fund Financial Statements

During the year, the District segregates transactions related to certain 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 District at this more detailed level. The focus of governmental financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. FUND ACCOUNTING

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental, proprietary, and fiduciary.

Governmental Funds

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

Emergency Levy Fund - this fund is to provide an account for the proceeds from a special levy.

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

Proprietary Fund

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

Internal Service Fund – the internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the District on a cost reimbursement basis. The District's only internal service fund accounts for the activities of the Trust; a blended component unit of the District.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency funds account for student activities and unclaimed monies.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. MEASUREMENT FOCUS

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the Statement of Net Assets. The Statement of Activities presents increases (revenues) and decreases (expenses) in the total net assets.

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

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

D. BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and the fiduciary fund also use the accrual basis of accounting. Differences in the accrual and modified accrual bases 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. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year end.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. BASIS OF ACCOUNTING (continued)

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 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 District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Revenue

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

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

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

Expenditures/Expenses

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. 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 set 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 object code function level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the 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 final amended certificate that were in effect at the time the final appropriations were passed by the Board of Education, prior to year end.

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.

F. CASH AND INVESTMENTS

Cash received by the District is deposited in one central bank account with individual fund balance integrity maintained through District records. Monies for all funds are maintained in this account or temporarily transferred to the State Treasurer's investment pool (STAROhio) or other short term investments. Under existing Ohio statutes, interest earnings are allocated to funds based on average monthly cash balances. Interest revenue credited to the General Fund during fiscal year 2003 amounted to \$ 126,498, which includes \$ 13,494 assigned from other School District Funds.

Except for investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase, investments are reported at fair value, which is based on quoted market prices. Investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase are reported at cost or amortized cost.

The District has invested in the State Treasury Asset Reserve of Ohio (STAROhio) during the year. STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on June 30, 2003.

Investments with an original maturity of three months or less at the time of purchase are considered to be cash equivalents.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. RESTRICTED ASSETS

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other government or imposed by enabling legislation. (See Note 20).

H. CAPITAL ASSETS

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$ 1,000 and useful life of more than five years. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

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

<u>Asset</u>	<u>Estimated Useful Life</u>
Buildings	20 years
Building improvements	5 - 20 years
Furniture and equipment	5 - 20 years
Vehicles	5 - 10 years

I. INTERFUND BALANCES

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. COMPENSATED ABSENCES

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

Sick leave benefits are accrued as a liability using the vesting method. The liability is based on an estimate of the amount of accumulated sick leave that will be paid as a termination benefit. The liability includes employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy.

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

K. 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 and accrued liabilities from proprietary funds are reported on the proprietary fund statements.

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

L. NET ASSETS

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

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

M. FUND BALANCE RESERVES AND DESIGNATIONS

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. FUND BALANCE RESERVES AND DESIGNATIONS (continued)

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

N. OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the District, these revenues are charges for services for the self-insurance program. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of this fund. Revenues and expenses not meeting those definitions are reported as non-operating.

O. INTERFUND TRANSACTIONS

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

P. 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 on the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND BALANCE

A. CHANGES IN ACCOUNTING PRINCIPLES

For fiscal year 2003, the District has implemented GASB Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments"; GASB Statement No. 37, "Basic Financial Statements for State and Local Governments: Omnibus", GASB Statement No. 38, "Certain Financial Statement Note Disclosures", and GASB Interpretation No. 6, "Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements". At June 30, 2003, there was no effect on fund balance as a result of implementing GASB Statements 37 and 38 and GASB Interpretation No. 6.

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND BALANCE (continued)

A. CHANGES IN ACCOUNTING PRINCIPLES (continued)

The Government-wide financial statements record the District's programs in the governmental type activities. The beginning net asset amount for governmental activities reflects the change in fund balance for governmental funds at June 30, 2002, caused by the reclassification of funds based on guidance provided in GASB Statement No. 34 and the conversion to the accrual basis of accounting.

It was also determined that the District's enterprise funds should be reclassified to special revenue funds.

B. RESTATEMENT OF FUND BALANCE

The restatements for GASB Statement No. 34 had the following effects on fund balance of the major and nonmajor funds of the District as they were previously reported. The transition from governmental fund balance to net assets of the governmental activities is also presented.

	General Fund	Emergency Levy Fund	Non-Major Governmental Funds	Total
Fund balances, June 30, 2002	\$ 4,724,597	\$ 903,827	\$ 1,475,919	\$ 7,104,343
Fund reclassification	-	-	30,732	30,732
Fixed assets, net	-	-	(49,963)	(49,963)
Deferred revenue	-	-	9,848	9,848
Inventories and supplies	-	-	(22,399)	(22,399)
Accrued expenses	(335,013)	-	31,325	(303,688)
Restated fund balances, June 30, 2002	<u>4,389,584</u>	<u>903,827</u>	<u>1,475,462</u>	<u>6,768,873</u>
GASB 34 adjustments				
Capital assets				16,156,823
Internal Service Fund				752,404
Long-term assets				932,781
Long-term liabilities				(6,623,749)
Governmental activities net assets, June 30, 2002				<u>\$ 17,987,132</u>



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 4 – COMPLIANCE AND ACCOUNTABILITY

A. LEGAL COMPLIANCE

The following funds had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control at February 28, 2003 contrary to Ohio Revised Code section 5705.41 (B) and (D):

Fund/Function/Object	FY 2003 Appropriations Plus Prior Year Encumbrances Appropriated	Expenditures Plus Encumbrances	Variance
General Fund			
Instructional Staff Support Services:			
Supplies and materials	\$ 20,518	\$ (20,812)	\$ (294)
General Fund			
Business Support Services:			
Other	\$ 7,660	\$ (72,223)	\$ (64,563)
General Fund			
Pupil Transportation Support Services:			
Purchased services	\$ 24,191	\$ (66,350)	\$ (42,159)
General Fund			
Academic and subject oriented:			
Benefits	\$ 549	\$ (10,472)	\$ (9,923)
Uniform School Supplies Fund			
Regular Instruction:			
Materials and supplies	\$ 64,737	\$ (76,375)	\$ (11,638)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 4 – COMPLIANCE AND ACCOUNTABILITY (continued)

A. LEGAL COMPLIANCE (continued)

The following funds had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control at April 30, 2003 contrary to Ohio Revised Code section 5705.41 (B) and (D):

Fund/Function/Object	FY 2003 Appropriations Plus Prior Year Encumbrances Appropriated	Expenditures Plus Encumbrances	Variance
General Fund			
Regular Instruction:			
Salaries	\$ 4,825,406	\$ (5,712,261)	\$ (886,855)
Capital outlay	\$ 139,142	\$ (171,149)	\$ (32,007)
General Fund			
Other Instruction:			
Purchased services	\$ 101,000	\$ (114,623)	\$ (13,623)
General Fund			
Instructional Staff Support Services:			
Supplies and materials	\$ 20,636	\$ (21,105)	\$ (469)
General Fund			
Business Support Services:			
Capital outlay	\$ -	\$ (1,454)	\$ (1,454)
General Fund			
Business Support Services:			
Other	\$ 7,650	\$ (72,223)	\$ (64,573)
General Fund			
Pupil Transportation Support Services:			
Purchased services	\$ 22,091	\$ (68,683)	\$ (46,592)
General Fund			
Academic and subject oriented:			
Benefits	\$ 549	\$ (10,969)	\$ (10,420)
Debt Service Fund			
Fiscal Support Services:			
Other	\$ 6,000	\$ (6,914)	\$ (914)
Capital Projects Fund			
Pupil Transportation Support Services:			
Capital outlay	\$ 104,526	\$ (221,202)	\$ (116,676)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 4 – COMPLIANCE AND ACCOUNTABILITY (continued)

A. LEGAL COMPLIANCE (continued)

In order to address the budgetary violations of Ohio Revised Code Section 5705.41 (B) and (D), the District intends to closely monitor expenditures and encumbrances to eliminate these weaknesses in future periods.

B. NEGATIVE CASH FUND BALANCES

The District was in violation of Ohio Revised Code Section 5705.10, which resulted in negative fund cash balances throughout the year.

The following funds had negative cash balances at February 28, 2003:

Fund	Fund Balance
Miscellaneous State Grants Fund	\$ (1,423)
IDEA Part B	\$ (199,524)
Title I Fund	\$ (71,708)
Title IV Fund	\$ (369)
EHA Preschool Fund	\$ (9,998)
Title VI-R Fund	\$ (19,235)
Food Service Fund	\$ (2,163)
Uniform School Supplies Fund	\$ (19,016)
Summer School Fund	\$ (22,257)

The following funds had negative cash balances at April 30, 2003:

Fund	Fund Balance
IDEA Part B	\$ (738)
Title V Fund	\$ (3,472)
Title IV Fund	\$ (2,817)
EHA Preschool Fund	\$ (156)
Uniform School Supplies Fund	\$ (22,292)
Summer School Fund	\$ (18,492)

In order to address the violations of Ohio Revised Code Section 5705.10, the District intends to closely monitor fund activity and make necessary transfers and advances throughout the year to prevent negative cash fund balances.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 4 – COMPLIANCE AND ACCOUNTABILITY (continued)

C. DEFICIT FUND EQUITY

At June 30, 2003, the following funds had the deficit fund balances.

Special Revenue Funds	
Auxiliary Service	\$ 2,666
Title V	77
Food Service	32,992
Uniform School Supplies	37,821
Summer School	7,126
	\$ 80,682
Capital Projects Funds	
SchoolNet	\$ 24

The General Fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities.

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

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

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 (budget basis) rather than as a reservation of fund balance (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund and Emergency Levy Fund.

	Net Change in Fund Balance	
	General Fund	Emergency Levy Fund
Budget basis	\$ 105,853	\$ (56,135)
Adjustments, increase (decrease)		
Revenue accruals	(552,059)	(304,963)
Expenditure accruals	223,906	(13,920)
GAAP basis, as reported	\$ (222,300)	\$ (375,018)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 6 - DEPOSITS AND INVESTMENTS

State statutes classify monies held by the 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 District Treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

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

Interim 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 or deposit accounts, including passbook accounts.

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

Interim monies may be invested in the following securities:

1. United States Treasury bills, bonds, notes, 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 obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;

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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. Commercial paper and bankers' acceptances (if authorized by the Board of Education), and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

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

Cash on hand:

At fiscal year end, the District had \$ 2,967 in cash on hand which is included on the balance sheet of the District as part of "Equity in Pooled Cash."

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 District's deposits was \$ 257,343 and the bank balance was \$ 641,657, \$ 205,930 of the bank balance was covered by Federal depository insurance. \$ 435,727 was uninsured and uncollateralized.

Investments:

The District's investments are categorized to give an indication of the level of risk assumed by the District at fiscal year end. Category 1 includes investments that are insured or registered for which the securities are held by the District or its agent in the District's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the District's name. Investment in STAROhio, the State Treasurer's Investment Pool, is not classified by degree of credit risk since it is not evidenced by securities that exist in physical or book entry form.

	Category 3	Carrying Value
Repurchase agreements	\$ 495,000	\$ 495,000
STAROhio		7,544,796
		\$ 8,039,796

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NOTE 6 - DEPOSITS AND INVESTMENTS (continued)

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

A reconciliation between the classification of cash and cash equivalents and investments on the combined financial statements and the classification of deposits and investments according to GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents	Investments
GASB Statement No. 9	\$ 8,300,106	\$ -
Cash on hand	(2,967)	-
Repurchase agreements	(495,000)	495,000
Investment in State Treasurer's Investment Pool	(7,544,796)	7,544,796
GASB Statement No. 3	\$ 257,343	\$ 8,039,796

NOTE 7 - PROPERTY TAXES

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

Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Real and public utility property tax revenues received in calendar year 2003 represent the collection of calendar year 2002 taxes. Real property taxes for 2003 were levied after April 1, 2003, on the assessed values as of January 1, 2003, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market 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.

Public utility real and tangible personal property taxes for 2003 were levied after April 1, 2003, on the assessed values as of December 31, 2002, the lien date. Public utility real property is assessed at 35 percent of true value; tangible personal property is currently assessed at varying percentages of true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

Tangible personal property tax revenues received in calendar year 2003 (other than public utility property) represent the collection of calendar year 2003 taxes. Tangible personal property taxes for 2003 were levied after April 1, 2002, on the value as of December 31, 2002. Tangible personal property is currently assessed at 25 percent of true value. Amounts 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.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTE 7 - PROPERTY TAXES (continued)

The District receives property taxes from Lorain County. The County Auditor periodically advance to the District its portion of the taxes collected. Second-half real property tax payments collected by the Counties by June 30, 2003, are available to finance fiscal year 2003/2004 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, public utility property, and tangible personal property taxes which were measurable as of June 30, 2003 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at June 30, nor were they levied to finance fiscal year 2003 operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance was recognized as revenue.

The amount available as an advance at June 30, 2003, was \$ 1,120,640 in the General Fund, \$ 551,253 in the Emergency Levy Fund, \$ 44,547 in the Debt Service Fund and \$ 70,204 in the Capital Projects Fund. The amount available as an advance at June 30, 2002, was \$ 1,587,204 in the General Fund, \$ 856,216 in the Emergency Levy Fund, \$ 74,310 in the Debt Service Fund and \$ 107,888 in the Capital Projects Fund.

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

	2002 First Half Collections		2003 Second Half Collections	
	Amount	%	Amount	%
Agricultural Residential Real Estate	\$ 354,639,600	79.39 %	\$ 374,009,680	80.02 %
Other Commercial	49,049,630	10.98	50,221,940	10.74
Public Utility Tangible	54,310	0.02	48,150	0.01
Tangible Personal Property	42,944,870	9.61	43,131,280	9.23
	<u>\$ 446,688,410</u>	<u>100.00 %</u>	<u>\$ 467,411,050</u>	<u>100.00 %</u>
Tax Rate per \$ 1,000 of Assessed Valuation:	<u>46.47</u>		<u>45.9</u>	



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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**NOTE 8 - RECEIVABLES**

Receivables at June 30, 2003, consisted of property taxes, accounts and other, due from other governments and interfund. All receivables are considered substantially collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables are expected to be collected within one year. A summary of the principal items of due from other government receivables follows:

<u>Fund</u>	<u>Amount</u>
General	\$ 20,113
IDEA Part B	467,265
Title I	184,873
Title V	27,190
Title IV	23,615
EHA Preschool	20,354
Title VI-R	135,553
Miscellaneous Federal Grants	6,064
Food Service	19,838
Total Due from Other Governments	<u>\$ 904,865</u>

**NOTE 9 - CAPITAL ASSETS**

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

<u>Governmental Activities</u>	<u>Balance June 30, 2002 (As Restated)</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance June 30, 2003</u>
Nondepreciable capital assets				
Land	\$ 207,401	\$ -	\$ -	\$ 207,401
Depreciable capital assets				
Buildings and improvements	19,178,520	30,300	-	19,208,820
Furniture and equipment	3,915,164	145,596	276,085	3,784,675
Vehicles	1,573,009	111,337	-	1,684,346
Total capital assets being depreciated	<u>24,666,693</u>	<u>287,233</u>	<u>276,085</u>	<u>24,677,841</u>
Less accumulated depreciation				
Buildings and improvements	4,354,977	1,001,719	-	5,356,696
Furniture and equipment	3,233,395	254,132	264,078	3,223,449
Vehicles	1,128,899	84,667	-	1,213,566
Total accumulated depreciation	<u>8,717,271</u>	<u>1,340,518</u>	<u>264,078</u>	<u>9,793,711</u>
Depreciable capital assets, net of accumulated depreciation	<u>15,949,422</u>	<u>(1,053,285)</u>	<u>12,007</u>	<u>14,884,130</u>
Governmental activities capital assets, net	<u>\$ 16,156,823</u>	<u>\$ (1,053,285)</u>	<u>\$ 12,007</u>	<u>\$ 15,091,531</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 9 - CAPITAL ASSETS (continued)

Depreciation expense was charged to governmental functions as follows:

Instruction		
Regular	\$	670,964
Special		84,718
Vocational		23,715
Supporting services		
Pupil		60,753
Instructional staff		44,082
Administration		80,069
Fiscal		11,990
Operation and maintenance of plant		86,852
Pupil transportation		127,632
Central services		3,672
Operation of non-instructional services		
Food service		29,658
Community services		52,057
Extracurricular activities		
Academic oriented		491
Sports oriented		63,865
Total depreciation expense	<u>\$</u>	<u>1,340,518</u>

NOTE 10 - INTERFUND ASSETS/LIABILITIES

On the fund financial statements at June 30, 2003, interfund balances consisted of the following:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 99,682	\$ -
Special Revenue Funds		
Title I	-	16,001
Title V	-	4,114
Title IV	-	9,675
Title VI-R	-	15,532
Miscellaneous Federal Grants	-	2,404
Food Service	-	5,787
Uniform School Supplies	-	46,145
Total Special Revenue Funds	<u>-</u>	<u>99,658</u>
Capital Projects Fund		
SchoolNet	-	24
	<u>\$ 99,682</u>	<u>\$ 99,682</u>

These amounts are represented as "Interfund Receivable/Payable" on the balance sheet. The loans were made to support programs and projects in the Special Revenue Funds and the Capital Projects SchoolNet Fund.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTE 11 - RISK MANAGEMENT

A. PROPERTY AND LIABILITY

The District is exposed to various risks of loss related to torts, theft, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. There have not been any significant reductions in insurance coverage from coverage in the prior year, and the amounts of settlements have not exceeded coverage for any of the prior three years.

The District has a property and casualty policy with the Indiana Insurance Company. The deductible is \$ 2,500 per incident on property and \$ 500 per incident on inland marine. All vehicles are insured with Indiana Insurance Company and have a \$ 500 deductible. The umbrella policy is insured with Indiana Insurance. This umbrella is excess liability insurance over the primary coverage. The limits of this coverage are \$ 4,000,000 per occurrence and \$ 4,000,000 per aggregate. All board members, administrators and employees are covered under a school district liability policy with Indiana Insurance Company with a \$ 2,500 deductible and \$ 1,000,000 limit per claim and a \$ 2,000,000 annual aggregate limit. A surety bond in the amount of \$ 25,000 covers the Treasurer with Ohio Farmers Insurance Company. Remaining employees who handle money are covered with a public employees blanket bond in the amount of \$ 100,000 with Indiana Insurance Company and have a \$ 1,000 deductible.

B. WORKERS' COMPENSATION

The District participated in the Ohio Association of School Business Officials Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of Directors consisting of the President, the President-Elect and the Immediate Past President of the Ohio School Boards Association (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.

The intent of the GRP is to achieve the benefit of a reduced premium for the 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 BENEFITS

In order to minimize the annual cost of medical insurance, the North Ridgeville City School District Board of Education and unions that represent its employees have entered into a Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust). The Trust provides benefits for hospitalization, medical, dental, vision, and prescription drugs, in accordance with the terms and provisions as agreed to by the Plan Trustees, including a per person \$ 1,000,000 lifetime limit, with enrollment periods as provided in the Trust agreement. Provisions in the union contracts limit contributions by the District to fund benefits with its employees. Those union contracts require the Plan Trustees to devise cost containment measures in the event that benefit expenditures exceed money contributions that the Board of Education is required to make. Thus in future years, contributions from employees may be required, or other cost containment measures may be implemented.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTE 11 - RISK MANAGEMENT (continued)

C. EMPLOYEE MEDICAL BENEFITS (continued)

The claims liability of \$ 383,036 at June 30, 2003, is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 30. The Trust establishes a liability for both reported and unreported insured events. Changes in the balance of claims liability are summarized below. Incurred claims and claim payments are not segregated between current and prior year claims due to the impracticability of obtaining such information.

	June 30, 2003	June 30, 2002
Unpaid claims, beginning of year	\$ 366,349	\$ 336,244
Incurred claims	2,698,022	1,863,922
Paid claims	(2,681,335)	(1,833,817)
Unpaid claims, end of year	\$ 383,036	\$ 366,349

NOTE 12 - DEFINED BENEFIT PENSION PLANS

A. SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS)

The North Ridgeville City 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. The School Employees Retirement System 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 SERS, 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746 or by calling (614) 222-5853.

Plan members are required to contribute 9 percent of their annual covered salary and the North Ridgeville City District is required to contribute at an actuarially determined rate. The current rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal year 2003, 8.17% of annual covered salary was the portion used to fund obligations. For fiscal year 2002, 5.46% of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The North Ridgeville City District's contributions to SERS for the years ended June 30, 2003, 2002, and 2001 were \$ 493,000, \$ 469,300, and \$ 406,400, respectively. The full amount has been contributed for 2002 and 2001. For 2003, \$ 223,100 (45%) has been contributed. \$ 269,900 represents the unpaid contribution for fiscal year 2003.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTE 12 - DEFINED BENEFIT PENSION PLANS (continued)

B. STATE TEACHERS RETIREMENT SYSTEM (STRS)

The North Ridgeville City School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS is a statewide retirement plan for licensed teachers and other faculty members employed in the public schools of Ohio or any school, college, university, institution or other agency controlled, managed and supported, in whole or in part, by the state or any political subdivision thereof.

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

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

For the fiscal year ended June 30, 2003, plan members were required to contribute 9.3 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2002, 9.5 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed the statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The North Ridgeville City School District's required contribution for pension obligations to the DB Plan for the fiscal years ended June 30, 2003, 2002, and 2001 were \$ 1,861,500, \$ 1,765,300, and \$ 1,691,400, respectively. For 2003, \$ 1,574,500 (85%) has been contributed. The full amount has been contributed for 2002 and 2001. Contributions to the DC and Combined Plans for fiscal year 2003 were \$ 5,739 made by the District and \$ 21,178 made by plan members.

STRS Ohio issues a stand-alone financial report. Copies of STRS Ohio's 2002 Comprehensive Annual Financial Report can be requested by writing STRS Ohio, 275 E. Broad St., Columbus, Ohio 43215-3371, or by calling 614-227-4090.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTE 13 - POSTEMPLOYMENT BENEFITS

The North Ridgeville City 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, 2003, the STRS Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$ 132,980 for fiscal year 2003.

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

For SERS, coverage is made available to service retirees with ten or more 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, 2003, employer contributions to fund health care benefits were 5.83 percent of covered payroll, a decrease of 2.71 percent from fiscal year 2002. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2003, the minimum pay was established at \$ 12,400. For the District, the amount contributed to fund health care benefits, including the surcharge, during the 2003 fiscal year equaled \$ 400,726.

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, 2002 (the latest information available), were \$ 182,946,777 and the target level was \$ 247.4 million. At June 30, 2002, SERS had net assets available for payment of health care benefits of \$ 335.2 million. SERS has approximately 50,000 participants currently receiving health care benefits.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTE 14 - LONG-TERM OBLIGATIONS

Changes in the District's long-term obligations during fiscal year 2003 were as follows:

	Balance June 30, 2002	Increase	Decrease	Balance June 30, 2003	Amounts Due In One Year
Note payable	\$ 188,572	\$ -	\$ 94,286	\$ 94,286	\$ 94,286
Bonds payable	3,806,348	2,050	240,000	3,568,398	250,000
Capital leases	11,583	-	3,449	8,134	4,516
Compensated absences	2,758,974	364,819	676,314	2,447,479	233,305
	<u>\$ 6,765,477</u>	<u>\$ 366,869</u>	<u>\$ 1,014,049</u>	<u>\$ 6,118,297</u>	<u>\$ 582,107</u>

Principal and interest requirements to retire the note payable and bonds payable outstanding at June 30, 2003, were as follows:

Year ending June 30,	Principal	Interest	Total
2004	\$ 344,286	\$ 134,156	\$ 478,442
2005	260,000	121,165	381,165
2006	270,000	112,150	382,150
2007	275,000	102,407	377,407
2008	285,000	91,901	376,901
2009-2013	933,398	1,021,470	1,954,868
2014-2017	1,295,000	117,922	1,412,922
	<u>\$ 3,662,684</u>	<u>\$ 1,701,171</u>	<u>\$ 5,363,855</u>

The note payable will be repaid from the Capital Projects Fund. Bonds payable will be repaid from the Debt Service Fund. The capital lease obligation was repaid from the General Fund. Compensated absences will be repaid from the funds from which employees' salaries are paid.

NOTE 15 - NOTE PAYABLE

Note payable outstanding at year end consisted of the following tax anticipation notes:

	Outstanding June 30, 2002	Additions	Deductions	Outstanding June 30, 2003
Capital improvements, 1997, 5.25%	\$ 188,572	\$ -	\$ 94,286	\$ 94,286

The original amount of the note payable issued in 1997 was \$ 660,000.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 16 – BONDS PAYABLE

Bonds payable at year end consisted of:

	Outstanding June 30, 2002	Additions	Deductions	Outstanding June 30, 2003
General obligation bonds				
School Improvement Bonds, (1992) 6.30% through 2017	\$ 150,000	\$ -	\$ 150,000	\$ -
School Improvement, refunding current interest bonds, (2001) 3.85% through 2016	3,340,000	-	90,000	3,250,000
School Improvement, refunding capital appreciation bonds, and accretion of interest (2001) 14.5 (average effective) 2008, 2009, 2010 maturity	316,348	2,050	-	318,398
	<u>\$ 3,806,348</u>	<u>\$ 2,050</u>	<u>\$ 240,000</u>	<u>\$ 3,568,398</u>

The original amount of bonds issued in 1992 and 2001 were \$ 4,900,000 and \$ 3,699,550 respectively. The 2001 general obligation bonds include Serial and capital appreciation bonds. The present value (as of issue date) reported in the Statement of Activities at June 30, 2003 was \$ 3,534,550. The accreted interest of \$ 33,848 has been included in the Statement of Activities at June 30, 2003. This year the addition of these bonds was \$ 2,050 which represents the increase in the accretion of interest. The final amount of these bonds will be \$ 300,000 payable through June 2010.

NOTE 17 – CAPITAL LEASE

The District is has entered into lease agreements for financing certain communications equipment and certain postage equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of June 30, 2003. The assets acquired through capital leases are as follows:

Asset	Cost	Accumulated Depreciation	Net
Communications equipment	\$ 11,600	\$ 8,120	\$ 3,480
Postage equipment	5,356	4,820	536
Total	<u>\$ 16,956</u>	<u>\$ 12,940</u>	<u>\$ 4,016</u>



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 17 – CAPITAL LEASE (continued)

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2003, are as follows:

	Year ending June 30,	Amount
	2004	\$ 6,234
	2005	3,959
Total minimum lease payments		10,193
Less amount representing interest		2,059
Net present value of minimum lease payments		\$ 8,134

NOTE 18 – OPERATING LEASE

The District is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations. During 2003, expenditures for operating leases totaled \$ 95,352.

The following is a schedule of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of June 30, 2003.

	Year ending June 30,	Amount
	2004	\$ 60,135
	2005	8,066
Total minimum lease payments		\$ 68,201

NOTE 19 – PRIOR YEAR DEFEASANCE OF DEBT

In 2002, the District defeased 1992 general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2003, \$ 3,700,000 of bonds outstanding are considered to be defeased.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 20 - SET-ASIDES

The 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 the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year end. These amounts must be carried forward and used for the same purposes in future years. The following cash basis information identifies the changes in the fund balance reserves for textbooks, and capital maintenance during fiscal year 2003.

	Textbook	Capital Maintenance
Balance, July 1, 2002	\$ (197,700)	\$ -
Required set aside	454,282	454,282
Qualifying expenditures	(457,586)	(454,282)
Balance June 30, 2003	\$ (201,004)	\$ -

Expenditures and offset credits for textbooks and capital maintenance during the year were \$ 457,586 and \$ 524,618, respectively, which exceeded the required set-aside and the reserve balance. Textbook expenditures have exceeded statutory requirements by \$ 201,004 which may be used as offset credits for future years' set aside requirements.

NOTE 21 - JOINTLY GOVERNED ORGANIZATION

A. LAKE ERIE EDUCATION COMPUTER ASSOCIATION

The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization comprised of thirty school districts. The jointly governed organization was formed to provide data processing services for accounting, administrative and instructional functions of member districts. Each of the governments of these districts supports LEECA based upon a per pupil charge dependent upon the software packages utilized. The LEECA assembly consists of a superintendent or designated representative from each participating district and a representative from the fiscal agent.

LEECA is governed by a board of directors chosen from the general membership of the LEECA assembly. The board of directors consists of a representative from the fiscal agent, the chairman of each operating committee, and at least one assembly member from each county from which participating districts are located. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Lorain County, which serves as fiscal agent, located at 1885 Lake Avenue, Elyria, Ohio 44035. During the year ended June 30, 2003, the District paid \$ 150,900 to LEECA.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 21 - JOINTLY GOVERNED ORGANIZATION (continued)

B. LAKE ERIE REGIONAL COUNCIL (LERC)

The Lake Erie Regional Council (LERC) is a jointly governed organization among thirteen districts. The jointly governed organization was formed for the purpose of promoting cooperative agreements and activities among its members in dealing with problems of mutual concern such as a media center, gas consumption, food service and insurance. Each member provided operating resources to LERC on a per pupil or usage charge except for insurance. The LERC assembly consists of a superintendent or designated representative from each participating district and the fiscal agent. LERC is governed by a board of directors chosen from the general membership. The degree of control exercised by any participating district is limited to its representation on the board. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Lorain County located at 1885 Lake Avenue, Elyria, Ohio 44035. During the year ended June 30, 2003 the District paid \$ 134,100 to LERC.

C. LORAIN COUNTY JOINT VOCATIONAL SCHOOL DISTRICT

The Lorain County Joint Vocational School District is a separate body politic and corporate, established by the Ohio Revised Code to provide for vocational and special education needs of the students. The Board of the Lorain County Joint Vocational School District is comprised of representatives from each participating school district and is responsible for approving its own budgets, appointing personnel, and accounting and financing related activities. The North Ridgeville City School District's students may attend the Lorain County Joint Vocational School District. Each school district's control is limited to its representation on the board. Financial information can be obtained by contacting the Lorain County Joint Vocational School District , 15181 State Route 58, Oberlin, Ohio 44074.

NOTE 22 – STATE SCHOOL FUNDING DECISION

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

The Supreme Court relinquished jurisdiction over the case and directed "...the Ohio General Assembly to enact a school funding scheme that is thorough and efficient...". The District is currently unable to determine what effect, if any, this decision will have on its future State funding and its financial operations.

NOTE 23 - INTERFUND TRANSFERS

During the year ended June 30, 2003, the General Fund transferred \$ 17,000 to the Athletics Fund to provide for the payment of expenditures. A transfer of \$ 104,186 was made from the Capital Projects Fund to the Debt Service Fund for payment of principal and interest on bonds payable.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2003

NOTE 24 - CONTINGENCIES

The 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 District at June 30, 2003.

NOTE 25 – RETIREMENT INCENTIVE PLAN

The District has adopted an early retirement incentive plan which became effective July 1, 1998 and expires June 30, 2004. Certificated employees who meet certain eligibility requirements will receive a lump sum retirement buyout equal to \$ 700 for each year of STRS service. Payment will be made in three equal installments beginning in January of the calendar year following the date of retirement and the following two Januarys thereafter. As of June 30, 2003 the District's liability related to this retirement incentive plan was \$ 192,915.

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**COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES**

## **NONMAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUNDS**

Special Revenue Funds are established to account for revenues from specific sources which are legally, or otherwise, restricted to expenditure for specific purposes.

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

Other Grants Fund - This is a fund used to account for the proceeds of specific revenue sources, other than state and federal grants that are legally restricted to expenditures for specified purposes.

Athletic Fund - The purpose of this fund is to account for those student activity programs, which have student participation in the activity but do not have student management of the programs. This fund includes athletic programs, band, cheerleaders, flag corps, and other similar types of activities.

Auxiliary Service Fund - This fund accounts for monies, which provide services and materials to pupils attending non-public schools within the school district.

M.I.S. Fund - The Management Information System Fund is provided for hardware and software development, or other costs associated with the requirements of the management information system.

Data Communications Fund - This fund is provided to account for money appropriated for Ohio Educational Computer Network Connections.

SchoolNet Teacher Development Fund - The purpose of this fund is to account for a limited number of professional development subsidy grants.

Ohio Reads Fund - This fund is intended 1) to improve reading outcomes, especially on the fourth grade reading proficiency test, and 2) for volunteer coordinators in public school buildings, for educational service centers for costs associated with volunteer coordination, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

Miscellaneous State Grants Fund - The purpose of this fund is to account 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.

Title II Fund - This fund provides funds for strengthening instruction in science, mathematics, modern foreign languages, English, arts and computer learning.

IDEA Part B Fund - This fund is for the provision of grants to assist states in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

Title I Fund - This fund is to provide financial assistance to state and local educational agencies to meet the special needs of educationally deprived children.

Title V Fund - The purpose of this fund is to consolidate various programs into a single authorization of grants to states for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the state and local agencies.

Title IV Fund - This fund provides funds to local educational agencies and consortia of these agencies to establish, operate and improve local programs of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

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

Title VI-R Fund - This fund is used to account for monies to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund – This fund is used to account for various monies received from the Federal government through state agencies or directly from the Federal government which are not accounted for elsewhere.

Food Service Fund - This fund is used to record financial transactions related to food service operations.

Uniform School Supplies Fund - This is a rotary fund provided to account for the purchase and sale of school supplies as adopted by the board of education for use in the schools of the district. Profit derived from such sale is to be used for school purposes or activities in connection with the school.

Summer School Fund - This fund is to account for operations that are financed and operated in a manner similar to private business enterprises where the stated intent is that the costs (expenses, including depreciation and indirect costs) of providing goods or services to the students or general public on a continuing basis are financed or recovered primarily through user charges. This fund can also account for operations where the school board has decided that periodic determination of revenues earned, expenses incurred, and net income received is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Special Projects Fund - This fund is used to account for monies received from others to be used for specific projects.



## **DEBT SERVICE FUND**

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

## **CAPITAL PROJECTS FUNDS**

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

Capital Projects Fund - This fund accounts for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code.

SchoolNet Fund - The purpose of this fund is to provide an account for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

Interactive Video Distance Learning Fund - This fund is to account for State money used to finance the interactive video distance learning project.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2003

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in pooled cash	\$ 212,206	\$ 462,719	\$ 552,291	\$ 1,227,216
Receivables, net of allowance				
Taxes, current	-	373,930	655,263	1,029,193
Taxes, delinquent	-	8,800	17,000	25,800
Due from other governments	884,752	-	-	884,752
<b>Total assets</b>	<b>\$ 1,096,958</b>	<b>\$ 845,449</b>	<b>\$ 1,224,554</b>	<b>\$ 3,166,961</b>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 15,372	\$ -	\$ 111,455	\$ 126,827
Accrued wages and benefits	90,075	-	-	90,075
Due to other governments	21,427	-	-	21,427
Interfund payable	99,658	-	24	99,682
Deferred revenue	780,403	338,183	602,059	1,720,645
<b>Total liabilities</b>	<b>1,006,935</b>	<b>338,183</b>	<b>713,538</b>	<b>2,058,656</b>
<b>Fund balances</b>				
Reserved for property taxes	-	44,547	70,204	114,751
Reserved for encumbrances	35,484	-	239,646	275,130
Unreserved	54,539	462,719	201,166	718,424
<b>Total fund balances</b>	<b>90,023</b>	<b>507,266</b>	<b>511,016</b>	<b>1,108,305</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,096,958</b>	<b>\$ 845,449</b>	<b>\$ 1,224,554</b>	<b>\$ 3,166,961</b>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2003

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Taxes	\$ -	\$ 316,872	\$ 542,102	\$ 858,974
Tuition and fees	94,617	-	-	94,617
Interest	1,765	-	7,536	9,301
Intergovernmental	1,359,377	44,467	157,097	1,560,941
Extracurricular	194,542	-	-	194,542
Charges for services	673,925	-	-	673,925
Other	94,826	-	-	94,826
Total revenues	<u>2,419,052</u>	<u>361,339</u>	<u>706,735</u>	<u>3,487,126</u>
Expenditures				
Current				
Instruction				
Regular	317,240	-	414,628	731,868
Special	584,651	-	-	584,651
Supporting services				
Pupil	155,691	-	-	155,691
Instructional staff	105,026	-	-	105,026
Administration	3,385	-	1,421	4,806
Fiscal services	-	7,061	7,590	14,651
Operation and maintenance	-	-	109,515	109,515
Pupil transportation	-	-	104,526	104,526
Central services	-	-	34,804	34,804
Operation of non-instructional				
Food service operation	818,619	-	-	818,619
Community services	576,918	-	-	576,918
Extracurricular activities				
Academic and subject oriented	22,259	-	-	22,259
Sports oriented	117,725	-	7,765	125,490
Capital outlay				
Debt service				
Principal	-	334,286	-	334,286
Interest	-	148,173	-	148,173
Total expenditures	<u>2,701,514</u>	<u>489,520</u>	<u>680,249</u>	<u>3,871,283</u>
Excess (deficiency) of revenues over expenditures	<u>(282,462)</u>	<u>(128,181)</u>	<u>26,486</u>	<u>(384,157)</u>
Other financing sources (uses)				
Transfers-in	17,000	104,186	-	121,186
Transfers-out	-	-	(104,186)	(104,186)
Total other financing sources (uses)	<u>17,000</u>	<u>104,186</u>	<u>(104,186)</u>	<u>17,000</u>
Net change in fund balances	(265,462)	(23,995)	(77,700)	(367,157)
Fund balances, beginning of year, as restated	<u>355,485</u>	<u>531,261</u>	<u>588,716</u>	<u>1,475,462</u>
Fund balances, end of year	<u>\$ 90,023</u>	<u>\$ 507,266</u>	<u>\$ 511,016</u>	<u>\$ 1,108,305</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2003

	Support	Other Grants	Athletic	Auxiliary Service
<b>Assets</b>				
Equity in pooled cash	\$ 92,953	\$ 136	\$ 35,369	\$ 23,209
Due from other governments	-	-	-	-
<b>Total assets</b>	<b>\$ 92,953</b>	<b>\$ 136</b>	<b>\$ 35,369</b>	<b>\$ 23,209</b>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 6,467	\$ -	\$ 2,790	\$ 5,187
Accrued wages and benefits	-	-	-	18,364
Due to other governments	-	-	-	2,324
Interfund payable	-	-	-	-
Deferred revenue	-	-	-	-
<b>Total liabilities</b>	<b>6,467</b>	<b>-</b>	<b>2,790</b>	<b>25,875</b>
<b>Fund balances</b>				
Reserved for encumbrances	25,843	-	4,866	-
Unreserved	60,643	136	27,713	(2,666)
<b>Total fund balances</b>	<b>86,486</b>	<b>136</b>	<b>32,579</b>	<b>(2,666)</b>
<b>Total liabilities and fund balances</b>	<b>\$ 92,953</b>	<b>\$ 136</b>	<b>\$ 35,369</b>	<b>\$ 23,209</b>

M.I.S	Data Communications	SchoolNet Teacher Development	Ohio Reads	Miscellaneous State Grants	Title II	IDEA Part B
\$ -	\$ -	\$ 2,620	\$ 3,976	\$ 7	\$ -	\$ -
-	-	-	-	-	-	467,265
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,620</u>	<u>\$ 3,976</u>	<u>\$ 7</u>	<u>\$ -</u>	<u>\$ 467,265</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	467,265
-	-	-	-	-	-	467,265
-	-	-	500	-	-	-
-	-	2,620	3,476	7	-	-
-	-	2,620	3,976	7	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,620</u>	<u>\$ 3,976</u>	<u>\$ 7</u>	<u>\$ -</u>	<u>\$ 467,265</u>

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2003

(CONCLUDED)

	Title I	Title V	Title IV	EHA Preschool
<b>Assets</b>				
Equity in pooled cash	\$ 3,979	\$ -	\$ -	\$ -
Due from other governments	184,873	27,190	23,615	20,354
<b>Total assets</b>	<b>\$ 188,852</b>	<b>\$ 27,190</b>	<b>\$ 23,615</b>	<b>\$ 20,354</b>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 171	\$ -	\$ -	\$ -
Accrued wages and benefits	-	-	-	-
Due to other governments	3,910	67	-	-
Interfund payable	16,001	4,114	9,675	-
Deferred revenue	151,617	23,086	12,831	20,354
<b>Total liabilities</b>	<b>171,699</b>	<b>27,267</b>	<b>22,506</b>	<b>20,354</b>
<b>Fund balances</b>				
Reserved for encumbrances	-	-	-	-
Unreserved	17,153	(77)	1,109	-
<b>Total fund balances</b>	<b>17,153</b>	<b>(77)</b>	<b>1,109</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 188,852</b>	<b>\$ 27,190</b>	<b>\$ 23,615</b>	<b>\$ 20,354</b>

Title VI-R	Miscellaneous Federal Grants	Food Service	Uniform School Supplies	Summer School	Special Projects	Total
\$ 50	\$ 121	\$ 1,889	\$ 8,548	\$ 17,969	\$ 21,380	\$ 212,206
135,553	6,064	19,838	-	-	-	884,752
<u>\$ 135,603</u>	<u>\$ 6,185</u>	<u>\$ 21,727</u>	<u>\$ 8,548</u>	<u>\$ 17,969</u>	<u>\$ 21,380</u>	<u>\$ 1,096,958</u>

\$ -	\$ -	\$ -	\$ 224	\$ 270	\$ 263	\$ 15,372
11,474	-	42,282	-	17,955	-	90,075
1,606	-	6,650	-	6,870	-	21,427
15,532	2,404	5,787	46,145	-	-	99,658
101,990	3,260	-	-	-	-	780,403
<u>130,602</u>	<u>5,664</u>	<u>54,719</u>	<u>46,369</u>	<u>25,095</u>	<u>263</u>	<u>1,006,935</u>

50	-	1,889	165	-	2,171	35,484
4,951	521	(34,881)	(37,986)	(7,126)	18,946	54,539
<u>5,001</u>	<u>521</u>	<u>(32,992)</u>	<u>(37,821)</u>	<u>(7,126)</u>	<u>21,117</u>	<u>90,023</u>
<u>\$ 135,603</u>	<u>\$ 6,185</u>	<u>\$ 21,727</u>	<u>\$ 8,548</u>	<u>\$ 17,969</u>	<u>\$ 21,380</u>	<u>\$ 1,096,958</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2003

	Support	Other Grants	Athletic	Auxiliary Service
<b>Revenues</b>				
Tuition and fees	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	1,467
Intergovernmental	3,409	2,970	-	403,757
Extracurricular	66,449	-	110,413	-
Charges for services	13,458	-	12,120	-
Other	79,799	-	2,378	-
<b>Total revenues</b>	<b>163,115</b>	<b>2,970</b>	<b>124,911</b>	<b>405,224</b>
<b>Expenditures</b>				
<b>Current</b>				
<b>Instruction</b>				
Regular	-	2,970	-	-
Special	-	-	-	-
<b>Supporting services</b>				
Pupil	135,251	-	-	-
Instructional staff	23,663	-	-	-
Administration	-	-	-	-
<b>Operation of non-instructional</b>				
Food service operation	-	-	-	-
Community services	-	-	-	547,999
<b>Extracurricular activities</b>				
Academic and subject oriented	-	-	22,259	-
Sports oriented	-	-	117,725	-
<b>Total expenditures</b>	<b>158,914</b>	<b>2,970</b>	<b>139,984</b>	<b>547,999</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>4,201</b>	<b>-</b>	<b>(15,073)</b>	<b>(142,775)</b>
<b>Other financing sources (uses)</b>				
Transfers-in	-	-	17,000	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>17,000</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>4,201</b>	<b>-</b>	<b>1,927</b>	<b>(142,775)</b>
<b>Fund balances, beginning of year, as restated</b>	<b>82,285</b>	<b>136</b>	<b>30,652</b>	<b>140,109</b>
<b>Fund balances, end of year</b>	<b>\$ 86,486</b>	<b>\$ 136</b>	<b>\$ 32,579</b>	<b>\$ (2,666)</b>



M.I.S	Data Communications	SchoolNet Teacher Development	Ohio Reads	Miscellaneous State Grants	Title II	IDEA Part B
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
12,721	21,000	4,600	6,000	9,223	1,513	370,698
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>12,721</u>	<u>21,000</u>	<u>4,600</u>	<u>6,000</u>	<u>9,223</u>	<u>1,513</u>	<u>370,698</u>
-	31,967	6,296	6,524	3,745	-	-
-	-	-	-	3,874	-	387,810
-	-	-	-	2,930	-	-
12,721	-	-	-	-	6,636	-
-	-	-	-	-	-	3,385
-	-	-	-	-	-	-
-	-	-	-	-	834	20,534
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>12,721</u>	<u>31,967</u>	<u>6,296</u>	<u>6,524</u>	<u>10,549</u>	<u>7,470</u>	<u>411,729</u>
-	(10,967)	(1,696)	(524)	(1,326)	(5,957)	(41,031)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	(10,967)	(1,696)	(524)	(1,326)	(5,957)	(41,031)
-	10,967	4,316	4,500	1,333	5,957	41,031
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,620</u>	<u>\$ 3,976</u>	<u>\$ 7</u>	<u>\$ -</u>	<u>\$ -</u>

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2003

(CONCLUDED)

	Title I	Title V	Title IV	EHA Preschool
<b>Revenues</b>				
Tuition and fees	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-
Intergovernmental	204,650	23,421	15,653	20,524
Extracurricular	-	-	-	-
Charges for services	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>204,650</b>	<b>23,421</b>	<b>15,653</b>	<b>20,524</b>
<b>Expenditures</b>				
<b>Current</b>				
<b>Instruction</b>				
Regular	-	26,547	10,992	-
Special	192,967	-	-	-
<b>Supporting services</b>				
Pupil	-	-	-	-
Instructional staff	10,275	-	6,160	20,524
Administration	-	-	-	-
<b>Operation of non-instructional</b>				
Food service operation	-	-	-	-
Community services	-	4,439	940	-
<b>Extracurricular activities</b>				
Academic and subject oriented	-	-	-	-
Sports oriented	-	-	-	-
<b>Total expenditures</b>	<b>203,242</b>	<b>30,986</b>	<b>18,092</b>	<b>20,524</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>1,408</b>	<b>(7,565)</b>	<b>(2,439)</b>	<b>-</b>
<b>Other financing sources (uses)</b>				
Transfers-in	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>1,408</b>	<b>(7,565)</b>	<b>(2,439)</b>	<b>-</b>
<b>Fund balances, beginning of year, as restated</b>	<b>15,745</b>	<b>7,488</b>	<b>3,548</b>	<b>-</b>
<b>Fund balances, end of year</b>	<b>\$ 17,153</b>	<b>\$ (77)</b>	<b>\$ 1,109</b>	<b>\$ -</b>

<u>Title VI-R</u>	<u>Miscellaneous Federal Grants</u>	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Summer School</u>	<u>Special Projects</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 53,377	\$ 41,240	\$ -	\$ 94,617
-	-	198	-	-	100	1,765
101,507	17,003	140,728	-	-	-	1,359,377
-	-	-	2,228	-	15,452	194,542
-	-	640,744	-	-	7,603	673,925
-	-	8,579	-	-	4,070	94,826
<u>101,507</u>	<u>17,003</u>	<u>790,249</u>	<u>55,605</u>	<u>41,240</u>	<u>27,225</u>	<u>2,419,052</u>
84,744	14,110	-	76,636	52,709	-	317,240
-	-	-	-	-	-	584,651
-	-	-	-	-	17,510	155,691
19,244	1,286	-	-	4,517	-	105,026
-	-	-	-	-	-	3,385
-	-	810,521	-	-	8,098	818,619
1,086	1,086	-	-	-	-	576,918
-	-	-	-	-	-	22,259
-	-	-	-	-	-	117,725
<u>105,074</u>	<u>16,482</u>	<u>810,521</u>	<u>76,636</u>	<u>57,226</u>	<u>25,608</u>	<u>2,701,514</u>
<u>(3,567)</u>	<u>521</u>	<u>(20,272)</u>	<u>(21,031)</u>	<u>(15,986)</u>	<u>1,617</u>	<u>(282,462)</u>
-	-	-	-	-	-	17,000
-	-	-	-	-	-	17,000
(3,567)	521	(20,272)	(21,031)	(15,986)	1,617	(265,462)
8,568	-	(12,720)	(16,790)	8,860	19,500	355,485
<u>\$ 5,001</u>	<u>\$ 521</u>	<u>\$ (32,992)</u>	<u>\$ (37,821)</u>	<u>\$ (7,126)</u>	<u>\$ 21,117</u>	<u>\$ 90,023</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2003

	Capital Projects	SchoolNet	Interactive Video Distance Learning	Total
<b>Assets</b>				
Equity in pooled cash	\$ 548,971	\$ -	\$ 3,320	\$ 552,291
Receivables, net of allowance				
Taxes, current	655,263	-	-	655,263
Taxes, delinquent	17,000	-	-	17,000
<b>Total assets</b>	<u>\$ 1,221,234</u>	<u>\$ -</u>	<u>\$ 3,320</u>	<u>\$ 1,224,554</u>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 111,455	\$ -	\$ -	\$ 111,455
Interfund payable	-	24	-	24
Deferred revenue	602,059	-	-	602,059
<b>Total liabilities</b>	<u>713,514</u>	<u>24</u>	<u>-</u>	<u>713,538</u>
<b>Fund balances</b>				
Reserved for property taxes	70,204	-	-	70,204
Reserved for encumbrances	239,646	-	-	239,646
Unreserved	197,870	(24)	3,320	201,166
<b>Total fund balances</b>	<u>507,720</u>	<u>(24)</u>	<u>3,320</u>	<u>511,016</u>
<b>Total liabilities and fund balances</b>	<u>\$ 1,221,234</u>	<u>\$ -</u>	<u>\$ 3,320</u>	<u>\$ 1,224,554</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
- NONMAJOR CAPITAL PROJECTS FUNDS

FOR THE YEAR ENDED JUNE 30, 2003

	Capital Projects	SchoolNet	Interactive Video Distance Learning	Total
Revenues				
Taxes	\$ 542,102	\$ -	\$ -	\$ 542,102
Interest	7,536	-	-	7,536
Intergovernmental	108,687	48,410	-	157,097
Total revenues	<u>658,325</u>	<u>48,410</u>	<u>-</u>	<u>706,735</u>
Expenditures				
Current				
Instruction				
Regular	353,190	48,410	13,028	414,628
Supporting services				
Administration	1,421	-	-	1,421
Fiscal services	7,590	-	-	7,590
Operation and maintenance	109,515	-	-	109,515
Pupil transportation	104,526	-	-	104,526
Central services	34,804	-	-	34,804
Extracurricular activities				
Sports oriented	7,765	-	-	7,765
Total expenditures	<u>618,811</u>	<u>48,410</u>	<u>13,028</u>	<u>680,249</u>
Excess (deficiency) of revenues over expenditures	<u>39,514</u>	<u>-</u>	<u>(13,028)</u>	<u>26,486</u>
Other financing sources (uses)				
Transfers-out	(104,186)	-	-	(104,186)
Total other financing sources (uses)	<u>(104,186)</u>	<u>-</u>	<u>-</u>	<u>(104,186)</u>
Net change in fund balances	(64,672)	-	(13,028)	(77,700)
Fund balances, beginning of year, as restated	<u>572,392</u>	<u>(24)</u>	<u>16,348</u>	<u>588,716</u>
Fund balances, end of year	<u>\$ 507,720</u>	<u>\$ (24)</u>	<u>\$ 3,320</u>	<u>\$ 511,016</u>

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**INDIVIDUAL FUND SCHEDULES OF REVENUE, EXPENDITURES  
AND CHANGES IN FUND BALANCES –  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 8,724,364	\$ 8,716,634	\$ 8,716,634	\$ -
Tuition and fees	511,789	495,372	495,372	-
Interest	130,688	126,496	126,496	-
Intergovernmental	9,601,041	9,293,058	9,293,058	-
Miscellaneous	100,470	97,247	97,247	-
Total revenues	<u>19,068,352</u>	<u>18,728,807</u>	<u>18,728,807</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	4,825,406	5,188,392	5,188,392	-
Benefits	1,268,590	907,583	907,583	-
Purchased services	222,547	190,635	190,635	-
Materials and supplies	384,115	421,761	421,761	-
Total regular	<u>6,700,658</u>	<u>6,708,371</u>	<u>6,708,371</u>	<u>-</u>
Special				
Salaries	1,423,140	953,459	953,459	-
Benefits	496,273	464,543	464,543	-
Purchased services	193,109	251,198	251,198	-
Materials and supplies	17,232	15,346	15,346	-
Total special	<u>2,129,754</u>	<u>1,684,546</u>	<u>1,684,546</u>	<u>-</u>
Vocational				
Salaries	489,034	464,748	464,748	-
Benefits	124,192	120,925	120,925	-
Purchased services	3,400	2,973	2,973	-
Total vocational	<u>616,626</u>	<u>588,646</u>	<u>588,646</u>	<u>-</u>
Other instruction				
Purchased services	101,000	155,323	155,323	-
Total other instruction	<u>101,000</u>	<u>155,323</u>	<u>155,323</u>	<u>-</u>
Total instruction	<u>9,548,038</u>	<u>9,136,886</u>	<u>9,136,886</u>	<u>-</u>
Supporting services				
Pupil				
Salaries	960,238	924,441	924,441	-
Benefits	286,248	281,024	281,024	-
Purchased services	9,053	5,637	5,637	-
Materials and supplies	50,856	18,977	18,977	-
Total pupil	<u>1,306,395</u>	<u>1,230,079</u>	<u>1,230,079</u>	<u>-</u>
Instructional staff				
Salaries	833,184	847,576	847,576	-
Benefits	372,401	437,136	437,136	-
Purchased services	22,023	15,334	15,334	-
Materials and supplies	20,483	20,902	20,902	-
Other	110,750	104,894	104,894	-
Total instructional staff	<u>1,358,841</u>	<u>1,425,842</u>	<u>1,425,842</u>	<u>-</u>

(CONTINUED)



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	General Fund - (Continued)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Board of education				
Salaries	10,320	10,320	10,320	-
Benefits	715	617	617	-
Purchased services	62,400	43,731	43,731	-
Materials and supplies	1,000	996	996	-
Other	18,711	17,145	17,145	-
Total board of education	<u>93,146</u>	<u>72,809</u>	<u>72,809</u>	-
Administration				
Salaries	964,235	1,065,547	1,065,547	-
Benefits	326,584	350,626	350,626	-
Purchased services	81,404	78,245	78,245	-
Materials and supplies	31,027	36,584	36,584	-
Other	1,800	1,786	1,786	-
Total administration	<u>1,405,050</u>	<u>1,532,788</u>	<u>1,532,788</u>	-
Fiscal services				
Salaries	200,763	199,817	199,817	-
Benefits	59,758	21,517	21,517	-
Purchased services	32,000	38,129	38,129	-
Materials and supplies	5,000	5,572	5,572	-
Other	193,800	185,979	185,979	-
Total fiscal services	<u>491,321</u>	<u>451,014</u>	<u>451,014</u>	-
Business				
Salaries	127,153	128,627	128,627	-
Benefits	37,049	36,930	36,930	-
Purchased services	3,100	4,323	4,323	-
Other	7,650	72,223	72,223	-
Total business	<u>174,952</u>	<u>242,103</u>	<u>242,103</u>	-
Operation and maintenance				
Salaries	1,015,879	1,024,635	1,024,635	-
Benefits	392,852	421,738	421,738	-
Purchased services	815,613	808,489	808,489	-
Materials and supplies	79,140	65,953	65,953	-
Total Operation and maintenance	<u>2,303,484</u>	<u>2,320,815</u>	<u>2,320,815</u>	-
Pupil transportation				
Salaries	693,781	815,764	815,764	-
Benefits	298,893	354,268	354,268	-
Purchased services	24,191	77,204	77,204	-
Materials and supplies	175,551	183,460	183,460	-
Total pupil transportation	<u>1,192,416</u>	<u>1,430,696</u>	<u>1,430,696</u>	-
Central services				
Salaries	25,746	13,068	13,068	-
Benefits	3,979	1,729	1,729	-
Purchased services	11,345	15,632	15,632	-
Total central services	<u>41,070</u>	<u>30,429</u>	<u>30,429</u>	-
Total supporting services	<u>8,366,675</u>	<u>8,736,575</u>	<u>8,736,575</u>	-

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	General Fund - (Concluded)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Extracurricular activities				
Academic and subject oriented				
Salaries	64,796	71,728	71,728	-
Benefits	549	15,646	15,646	-
Total academic and subject oriented	<u>65,345</u>	<u>87,374</u>	<u>87,374</u>	-
Sports oriented				
Salaries	310,392	302,738	302,738	-
Benefits	67,366	44,173	44,173	-
Total sports oriented	<u>377,758</u>	<u>346,911</u>	<u>346,911</u>	-
Co-curricular activities				
Salaries	26,588	26,985	26,985	-
Benefits	4,108	2,972	2,972	-
Total co-curricular activities	<u>30,696</u>	<u>29,957</u>	<u>29,957</u>	-
Total extracurricular activities	<u>473,799</u>	<u>464,242</u>	<u>464,242</u>	-
Capital outlay	215,251	246,272	246,272	-
Total expenditures	<u>18,603,763</u>	<u>18,583,975</u>	<u>18,583,975</u>	-
Excess (deficiency) of revenues over expenditures	<u>464,589</u>	<u>144,832</u>	<u>144,832</u>	-
Other financing sources (uses)				
Transfers-in	-	408,367	-	(408,367)
Gain (loss) on sale of assets	-	27,893	27,893	-
Advances in	-	10,589	10,589	-
Transfers-out	(495,000)	(427,867)	(19,500)	408,367
Advances out	-	(57,961)	(57,961)	-
Total other financing sources (uses)	<u>(495,000)</u>	<u>(38,979)</u>	<u>(38,979)</u>	-
Net change in fund balance	(30,411)	105,853	105,853	-
Prior year encumbrances	287,884	287,884	287,884	-
Fund balances, beginning of year	5,744,155	5,744,155	5,744,155	-
Fund balances, end of year	<u>\$ 6,001,628</u>	<u>\$ 6,137,892</u>	<u>\$ 6,137,892</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Emergency Levy Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 4,141,158	\$ 4,141,158	\$ 4,133,651	\$ (7,507)
Intergovernmental	491,000	522,358	529,865	7,507
Total revenues	<u>4,632,158</u>	<u>4,663,516</u>	<u>4,663,516</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	3,507,399	3,624,715	3,624,715	-
Benefits	996,112	1,030,640	1,030,640	-
Total regular	<u>4,503,511</u>	<u>4,655,355</u>	<u>4,655,355</u>	<u>-</u>
Total instruction	<u>4,503,511</u>	<u>4,655,355</u>	<u>4,655,355</u>	<u>-</u>
Supporting services				
Fiscal services				
Other	66,000	64,296	64,296	-
Total fiscal services	<u>66,000</u>	<u>64,296</u>	<u>64,296</u>	<u>-</u>
Total supporting services	<u>66,000</u>	<u>64,296</u>	<u>64,296</u>	<u>-</u>
Total expenditures	<u>4,569,511</u>	<u>4,719,651</u>	<u>4,719,651</u>	<u>-</u>
Net change in fund balance	62,647	(56,135)	(56,135)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>56,135</u>	<u>56,135</u>	<u>56,135</u>	<u>-</u>
Fund balances, end of year	<u>\$ 118,782</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Support Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 3,182	\$ 3,409	\$ 3,409	\$ -
Extracurricular	62,027	66,449	66,449	-
Charges for services	12,562	13,458	13,458	-
Miscellaneous	74,489	79,799	79,799	-
<b>Total revenues</b>	<u>152,260</u>	<u>163,115</u>	<u>163,115</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Supporting services				
Pupil				
Purchased services	55,374	52,101	52,101	-
Materials and supplies	34,936	29,714	29,714	-
Other	95,111	67,983	67,983	-
Total pupil	<u>185,421</u>	<u>149,798</u>	<u>149,798</u>	<u>-</u>
Instructional staff				
Materials and supplies	19,400	23,266	23,266	-
Total instructional staff	<u>19,400</u>	<u>23,266</u>	<u>23,266</u>	<u>-</u>
Total supporting services	<u>204,821</u>	<u>173,064</u>	<u>173,064</u>	<u>-</u>
Capital outlay	35,581	20,011	20,011	-
<b>Total expenditures</b>	<u>240,402</u>	<u>193,075</u>	<u>193,075</u>	<u>-</u>
<b>Net change in fund balance</b>	(88,142)	(29,960)	(29,960)	-
Prior year encumbrances	27,173	27,173	27,173	-
Fund balances, beginning of year	<u>63,429</u>	<u>63,429</u>	<u>63,429</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 2,460</u>	<u>\$ 60,642</u>	<u>\$ 60,642</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Other Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 2,970	\$ 2,970	\$ 2,970	\$ -
Total revenues	<u>2,970</u>	<u>2,970</u>	<u>2,970</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Purchased services	136	2,970	2,970	-
Total regular	<u>136</u>	<u>2,970</u>	<u>2,970</u>	<u>-</u>
Total instruction	<u>136</u>	<u>2,970</u>	<u>2,970</u>	<u>-</u>
Total expenditures	<u>136</u>	<u>2,970</u>	<u>2,970</u>	<u>-</u>
Net change in fund balance	2,834	-	-	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>136</u>	<u>136</u>	<u>136</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,970</u>	<u>\$ 136</u>	<u>\$ 136</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Athletic Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Extracurricular	\$ 115,866	\$ 110,413	\$ 110,413	\$ -
Charges for services	12,719	12,120	12,120	-
Miscellaneous	2,495	2,378	2,378	-
Total revenues	<u>131,080</u>	<u>124,911</u>	<u>124,911</u>	<u>-</u>
Expenditures				
Current				
Extracurricular activities				
Academic and subject oriented				
Purchased services	3,652	3,330	3,330	-
Materials and supplies	5,764	2,535	2,535	-
Other	24,436	18,360	18,360	-
Total academic and subject oriented	<u>33,852</u>	<u>24,225</u>	<u>24,225</u>	<u>-</u>
Sports oriented				
Salaries	5,600	4,388	4,388	-
Benefits	1,000	650	650	-
Purchased services	39,012	35,741	35,741	-
Materials and supplies	19,955	32,691	32,691	-
Other	38,732	25,435	25,435	-
Total sports oriented	<u>104,299</u>	<u>98,905</u>	<u>98,905</u>	<u>-</u>
Total extracurricular activities	<u>138,151</u>	<u>123,130</u>	<u>123,130</u>	<u>-</u>
Capital outlay	23,600	24,666	24,666	-
Total expenditures	<u>161,751</u>	<u>147,796</u>	<u>147,796</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(30,671)</u>	<u>(22,885)</u>	<u>(22,885)</u>	<u>-</u>
Other financing sources (uses)				
Transfers-in	-	17,000	17,000	-
Total other financing sources (uses)	<u>-</u>	<u>17,000</u>	<u>17,000</u>	<u>-</u>
Net change in fund balance	(30,671)	(5,885)	(5,885)	-
Prior year encumbrances	11,087	11,087	11,087	-
Fund balances, beginning of year	<u>22,512</u>	<u>22,512</u>	<u>22,512</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,928</u>	<u>\$ 27,714</u>	<u>\$ 27,714</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Auxiliary Service Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 1,485	\$ 1,467	\$ 1,467	\$ -
Intergovernmental	408,715	403,757	403,757	-
Total revenues	<u>410,200</u>	<u>405,224</u>	<u>405,224</u>	<u>-</u>
Expenditures				
Current				
Operation of non-instructional services				
Community services				
Salaries	4,800	104,767	104,767	-
Benefits	1,994	36,168	36,168	-
Purchased services	102,096	47,627	47,627	-
Materials and supplies	148,299	233,760	233,760	-
Other	8,390	16,207	16,207	-
Total community services	<u>265,579</u>	<u>438,529</u>	<u>438,529</u>	<u>-</u>
Total operation of non-instructional services	<u>265,579</u>	<u>438,529</u>	<u>438,529</u>	<u>-</u>
Capital outlay	<u>119,493</u>	<u>120,393</u>	<u>120,393</u>	<u>-</u>
Total expenditures	<u>385,072</u>	<u>558,922</u>	<u>558,922</u>	<u>-</u>
Net change in fund balance	25,128	(153,698)	(153,698)	-
Prior year encumbrances	68,100	68,100	68,100	-
Fund balances, beginning of year	<u>106,895</u>	<u>106,895</u>	<u>106,895</u>	<u>-</u>
Fund balances, end of year	<u>\$ 200,123</u>	<u>\$ 21,297</u>	<u>\$ 21,297</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	M.I.S. Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 13,000	\$ 12,721	\$ 12,721	\$ -
Total revenues	<u>13,000</u>	<u>12,721</u>	<u>12,721</u>	<u>-</u>
Expenditures				
Current				
Supporting services				
Instructional staff				
Salaries	12,721	12,721	12,721	-
Total instructional staff	<u>12,721</u>	<u>12,721</u>	<u>12,721</u>	<u>-</u>
Total supporting services	<u>12,721</u>	<u>12,721</u>	<u>12,721</u>	<u>-</u>
Total expenditures	<u>12,721</u>	<u>12,721</u>	<u>12,721</u>	<u>-</u>
Net change in fund balance	279	-	-	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ 279</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Data Communications Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 21,000	\$ 21,000	\$ 21,000	\$ -
Total revenues	<u>21,000</u>	<u>21,000</u>	<u>21,000</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Purchased services	967	26,819	26,819	-
Total regular	<u>967</u>	<u>26,819</u>	<u>26,819</u>	<u>-</u>
Total instruction	<u>967</u>	<u>26,819</u>	<u>26,819</u>	<u>-</u>
Capital outlay	10,000	5,148	5,148	-
Total expenditures	<u>10,967</u>	<u>31,967</u>	<u>31,967</u>	<u>-</u>
Net change in fund balance	10,033	(10,967)	(10,967)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>10,967</u>	<u>10,967</u>	<u>10,967</u>	<u>-</u>
Fund balances, end of year	<u>\$ 21,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

Schoolnet - Teacher Development Fund				Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 4,600	\$ 4,600	\$ 4,600	\$ -
Total revenues	4,600	4,600	4,600	-
Expenditures				
Current				
Instruction				
Regular				
Salaries	950	2,900	2,900	-
Benefits	252	406	406	-
Purchased services	3,706	3,582	3,582	-
Total regular	4,908	6,888	6,888	-
Total instruction	4,908	6,888	6,888	-
Total expenditures	4,908	6,888	6,888	-
Net change in fund balance	(308)	(2,288)	(2,288)	-
Prior year encumbrances	256	256	256	-
Fund balances, beginning of year	4,652	4,652	4,652	-
Fund balances, end of year	\$ 4,600	\$ 2,620	\$ 2,620	\$ -

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Ohio Reads Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 6,000	\$ 6,000	\$ 6,000	\$ -
Total revenues	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	-	3,330	3,330	-
Purchased services	4,500	2,115	2,115	-
Materials and supplies	-	1,389	1,389	-
Total regular	<u>4,500</u>	<u>6,834</u>	<u>6,834</u>	<u>-</u>
Total instruction	<u>4,500</u>	<u>6,834</u>	<u>6,834</u>	<u>-</u>
Capital outlay	-	190	190	-
Total expenditures	<u>4,500</u>	<u>7,024</u>	<u>7,024</u>	<u>-</u>
Net change in fund balance	1,500	(1,024)	(1,024)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>4,500</u>	<u>4,500</u>	<u>4,500</u>	<u>-</u>
Fund balances, end of year	<u>\$ 6,000</u>	<u>\$ 3,476</u>	<u>\$ 3,476</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Miscellaneous State Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 800	\$ 9,223	\$ 9,223	\$ -
Total revenues	800	9,223	9,223	-
Expenditures				
Current				
Instruction				
Regular				
Salaries	900	900	900	-
Benefits	126	126	126	-
Purchased services	256	1,507	1,507	-
Materials and supplies	919	1,212	1,212	-
Total regular	2,201	3,745	3,745	-
Special				
Salaries	-	4,000	4,000	-
Total special	-	4,000	4,000	-
Total instruction	2,201	7,745	7,745	-
Supporting services				
Pupil				
Purchased services	58	2,930	2,930	-
Total pupil	58	2,930	2,930	-
Total supporting services	58	2,930	2,930	-
Total expenditures	2,259	10,675	10,675	-
Net change in fund balance	(1,459)	(1,452)	(1,452)	-
Prior year encumbrances	1,175	1,175	1,175	-
Fund balances, beginning of year	284	284	284	-
Fund balances, end of year	\$ -	\$ 7	\$ 7	\$ -

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Title II Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 15,181	\$ 1,513	\$ 1,513	\$ -
Total revenues	<u>15,181</u>	<u>1,513</u>	<u>1,513</u>	<u>-</u>
Expenditures				
Current				
Instructional staff				
Salaries	1,900	1,600	1,600	-
Benefits	306	240	240	-
Purchased services	3,420	2,231	2,231	-
Materials and supplies	3,110	4,665	4,665	-
Total instructional staff	<u>8,736</u>	<u>8,736</u>	<u>8,736</u>	<u>-</u>
Total supporting services	<u>8,736</u>	<u>8,736</u>	<u>8,736</u>	<u>-</u>
Operation of non-instructional services				
Community services				
Purchased services	1,181	1,181	1,181	-
Total community services	<u>1,181</u>	<u>1,181</u>	<u>1,181</u>	<u>-</u>
Total operation of non-instructional services	<u>1,181</u>	<u>1,181</u>	<u>1,181</u>	<u>-</u>
Total expenditures	<u>9,917</u>	<u>9,917</u>	<u>9,917</u>	<u>-</u>
Net change in fund balance	5,264	(8,404)	(8,404)	-
Prior year encumbrances	2,730	2,730	2,730	-
Fund balances, beginning of year	<u>5,674</u>	<u>5,674</u>	<u>5,674</u>	<u>-</u>
Fund balances, end of year	<u>\$ 13,668</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	IDEA Part B Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 369,258	\$ 370,698	\$ 370,698	\$ -
Total revenues	<u>369,258</u>	<u>370,698</u>	<u>370,698</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Special				
Salaries	32,841	387,810	387,810	-
Total special	<u>32,841</u>	<u>387,810</u>	<u>387,810</u>	<u>-</u>
Total instruction	<u>32,841</u>	<u>387,810</u>	<u>387,810</u>	<u>-</u>
Supporting services				
Administration				
Salaries	13,308	14,748	14,748	-
Total administration	<u>13,308</u>	<u>14,748</u>	<u>14,748</u>	<u>-</u>
Total supporting services	<u>13,308</u>	<u>14,748</u>	<u>14,748</u>	<u>-</u>
Operation of non-instructional services				
Community services				
Salaries	1,967	15,485	15,485	-
Benefits	2,205	2,976	2,976	-
Purchased services	2,293	2,260	2,260	-
Materials and supplies	1,103	1,103	1,103	-
Total community services	<u>7,568</u>	<u>21,824</u>	<u>21,824</u>	<u>-</u>
Total operation of non-instructional services	<u>7,568</u>	<u>21,824</u>	<u>21,824</u>	<u>-</u>
Capital outlay	2,150	2,184	2,184	-
Total expenditures	<u>55,867</u>	<u>426,566</u>	<u>426,566</u>	<u>-</u>
Net change in fund balance	313,391	(55,868)	(55,868)	-
Prior year encumbrances	3,277	3,277	3,277	-
Fund balances, beginning of year	<u>52,591</u>	<u>52,591</u>	<u>52,591</u>	<u>-</u>
Fund balances, end of year	<u>\$ 369,259</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Title I Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 212,404	\$ 171,394	\$ 171,394	\$ -
Total revenues	<u>212,404</u>	<u>171,394</u>	<u>171,394</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Special				
Salaries	26,086	164,078	164,078	-
Benefits	9,312	28,631	28,631	-
Total special	<u>35,398</u>	<u>192,709</u>	<u>192,709</u>	<u>-</u>
Total instruction	<u>35,398</u>	<u>192,709</u>	<u>192,709</u>	<u>-</u>
Supporting services				
Instructional staff				
Purchased services	-	10,275	10,275	-
Total instructional staff	<u>-</u>	<u>10,275</u>	<u>10,275</u>	<u>-</u>
Total supporting services	<u>-</u>	<u>10,275</u>	<u>10,275</u>	<u>-</u>
Total expenditures	<u>35,398</u>	<u>202,984</u>	<u>202,984</u>	<u>-</u>
Net change in fund balance	177,006	(31,590)	(31,590)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>35,398</u>	<u>35,398</u>	<u>35,398</u>	<u>-</u>
Fund balances, end of year	<u>\$ 212,404</u>	<u>\$ 3,808</u>	<u>\$ 3,808</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Title V Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 21,553	\$ 28,154	\$ 28,154	\$ -
Total revenues	21,553	28,154	28,154	-
Expenditures				
Current				
Instruction				
Regular				
Salaries	1,140	8,464	8,464	-
Benefits	470	1,265	1,265	-
Purchased services	561	201	201	-
Materials and supplies	381	5,591	5,591	-
Total regular	2,552	15,521	15,521	-
Total instruction	2,552	15,521	15,521	-
Operation of non-instructional services				
Community services				
Purchased services	92	2,351	2,351	-
Total community services	92	2,351	2,351	-
Total operation of non-instructional services	92	2,351	2,351	-
Capital outlay	5,085	13,287	13,287	-
Total expenditures	7,729	31,159	31,159	-
Excess (deficiency) of revenues over expenditures	13,824	(3,005)	(3,005)	-
Other financing sources (uses)				
Advances in	-	4,114	4,114	-
Advances out	-	(6,822)	(6,822)	-
Total other financing sources (uses)	-	(2,708)	(2,708)	-
Net change in fund balance	13,824	(5,713)	(5,713)	-
Prior year encumbrances	5,713	5,713	5,713	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ 19,537	\$ -	\$ -	\$ -



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Title IV Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 14,663	\$ 11,907	\$ 11,907	\$ -
Total revenues	<u>14,663</u>	<u>11,907</u>	<u>11,907</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	-	6,919	6,919	-
Benefits	338	1,069	1,069	-
Purchased services	517	220	220	-
Materials and supplies	3,083	3,104	3,104	-
Other	100	-	-	-
Total regular	<u>4,038</u>	<u>11,312</u>	<u>11,312</u>	<u>-</u>
Total instruction	<u>4,038</u>	<u>11,312</u>	<u>11,312</u>	<u>-</u>
Supporting services				
Instructional staff				
Purchased services	-	6,160	6,160	-
Total instructional staff	<u>-</u>	<u>6,160</u>	<u>6,160</u>	<u>-</u>
Total supporting services	<u>-</u>	<u>6,160</u>	<u>6,160</u>	<u>-</u>
Operation of non-instructional services				
Community services				
Purchased services	-	940	940	-
Total community services	<u>-</u>	<u>940</u>	<u>940</u>	<u>-</u>
Total operation of non-instructional services	<u>-</u>	<u>940</u>	<u>940</u>	<u>-</u>
Total expenditures	<u>4,038</u>	<u>18,412</u>	<u>18,412</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>10,625</u>	<u>(6,505)</u>	<u>(6,505)</u>	<u>-</u>
Other financing sources (uses)				
Transfers-in	-	1,397	-	(1,397)
Advances in	-	9,504	9,504	-
Transfers-out	-	(1,397)	-	1,397
Advances out	-	(3,767)	(3,767)	-
Total other financing sources (uses)	<u>-</u>	<u>5,737</u>	<u>5,737</u>	<u>-</u>
Net change in fund balance	10,625	(768)	(768)	-
Prior year encumbrances	768	768	768	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ 11,393</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	EHA Preschool Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 20,524	\$ 20,524	\$ 20,524	\$ -
Total revenues	<u>20,524</u>	<u>20,524</u>	<u>20,524</u>	<u>-</u>
Expenditures				
Current				
Supporting services				
Instructional staff				
Salaries	20,524	20,524	20,524	-
Total instructional staff	<u>20,524</u>	<u>20,524</u>	<u>20,524</u>	<u>-</u>
Total supporting services	<u>20,524</u>	<u>20,524</u>	<u>20,524</u>	<u>-</u>
Total expenditures	<u>20,524</u>	<u>20,524</u>	<u>20,524</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Title VI-R Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 62,771	\$ 67,944	\$ 67,944	\$ -
Total revenues	<u>62,771</u>	<u>67,944</u>	<u>67,944</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	10,124	66,355	66,355	-
Benefits	-	6,865	6,865	-
Materials and supplies	-	-	-	-
Total regular	<u>10,124</u>	<u>73,220</u>	<u>73,220</u>	<u>-</u>
Total instruction	<u>10,124</u>	<u>73,220</u>	<u>73,220</u>	<u>-</u>
Supporting services				
Instructional staff				
Purchased services	-	19,294	19,294	-
Total instructional staff	<u>-</u>	<u>19,294</u>	<u>19,294</u>	<u>-</u>
Total supporting services	<u>-</u>	<u>19,294</u>	<u>19,294</u>	<u>-</u>
Operation of non-instructional services				
Community services				
Purchased services	-	1,086	1,086	-
Total community services	<u>-</u>	<u>1,086</u>	<u>1,086</u>	<u>-</u>
Total operation of non-instructional services	<u>-</u>	<u>1,086</u>	<u>1,086</u>	<u>-</u>
Total expenditures	<u>10,124</u>	<u>93,600</u>	<u>93,600</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>52,647</u>	<u>(25,656)</u>	<u>(25,656)</u>	<u>-</u>
Other financing sources (uses)				
Advances in	-	15,532	15,532	-
Total other financing sources (uses)	<u>-</u>	<u>15,532</u>	<u>15,532</u>	<u>-</u>
Net change in fund balance	52,647	(10,124)	(10,124)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>10,124</u>	<u>10,124</u>	<u>10,124</u>	<u>-</u>
Fund balances, end of year	<u>\$ 62,771</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Miscellaneous Federal Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 16,603	\$ 14,199	\$ 14,199	\$ -
Total revenues	<u>16,603</u>	<u>14,199</u>	<u>14,199</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	1,100	1,100	1,100	-
Materials and supplies	1,726	1,726	1,726	-
Total regular	<u>2,826</u>	<u>2,826</u>	<u>2,826</u>	<u>-</u>
Total instruction	<u>2,826</u>	<u>2,826</u>	<u>2,826</u>	<u>-</u>
Supporting services				
Instructional staff				
Purchased services	1,286	1,286	1,286	-
Total instructional staff	<u>1,286</u>	<u>1,286</u>	<u>1,286</u>	<u>-</u>
Total supporting services	<u>1,286</u>	<u>1,286</u>	<u>1,286</u>	<u>-</u>
Operation of non-instructional services				
Community services				
Purchased services	1,089	1,089	1,089	-
Total community services	<u>1,089</u>	<u>1,089</u>	<u>1,089</u>	<u>-</u>
Total operation of non-instructional services	<u>1,089</u>	<u>1,089</u>	<u>1,089</u>	<u>-</u>
Capital outlay	11,281	11,281	11,281	-
Total expenditures	<u>16,482</u>	<u>16,482</u>	<u>16,482</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>121</u>	<u>(2,283)</u>	<u>(2,283)</u>	<u>-</u>
Other financing sources (uses)				
Advances in	-	2,404	2,404	-
Total other financing sources (uses)	<u>-</u>	<u>2,404</u>	<u>2,404</u>	<u>-</u>
Net change in fund balance	121	121	121	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ 121</u>	<u>\$ 121</u>	<u>\$ 121</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Food Service Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
<b>Revenues</b>				
Interest	\$ 228	\$ 198	\$ 198	\$ -
Intergovernmental	158,383	137,272	137,272	-
Charges for services	739,286	640,744	640,744	-
Miscellaneous	9,898	8,579	8,579	-
<b>Total revenues</b>	<u>907,795</u>	<u>786,793</u>	<u>786,793</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Operation of non-instructional services				
Food service operations				
Salaries	248,852	284,832	284,832	-
Benefits	316,395	141,353	141,353	-
Purchased services	20,917	23,863	23,863	-
Materials and supplies	333,218	354,346	354,346	-
Other	1,500	1,274	1,274	-
<b>Total food service operations</b>	<u>920,882</u>	<u>805,668</u>	<u>805,668</u>	<u>-</u>
Total operation of non-instructional services	<u>920,882</u>	<u>805,668</u>	<u>805,668</u>	<u>-</u>
<b>Total expenditures</b>	<u>920,882</u>	<u>805,668</u>	<u>805,668</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(13,087)</u>	<u>(18,875)</u>	<u>(18,875)</u>	<u>-</u>
Other financing sources (uses)				
Advances in	-	5,788	5,788	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>5,788</u>	<u>5,788</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>(13,087)</u>	<u>(13,087)</u>	<u>(13,087)</u>	<u>-</u>
Prior year encumbrances	5,634	5,634	5,634	-
<b>Fund balances, beginning of year</b>	<u>7,453</u>	<u>7,453</u>	<u>7,453</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Uniform School Supplies Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Tuition and fees	\$ 53,530	\$ 53,377	\$ 53,377	\$ -
Extracurricular	2,234	2,228	2,228	-
Total revenues	<u>55,764</u>	<u>55,605</u>	<u>55,605</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Purchased services	-	224	224	-
Materials and supplies	67,089	77,715	77,715	-
Total regular	<u>67,089</u>	<u>77,939</u>	<u>77,939</u>	<u>-</u>
Total instruction	<u>67,089</u>	<u>77,939</u>	<u>77,939</u>	<u>-</u>
Capital outlay	-	1,452	1,452	-
Total expenditures	<u>67,089</u>	<u>79,391</u>	<u>79,391</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(11,325)</u>	<u>(23,786)</u>	<u>(23,786)</u>	<u>-</u>
Other financing sources (uses)				
Advances in	-	20,620	20,620	-
Total other financing sources (uses)	<u>-</u>	<u>20,620</u>	<u>20,620</u>	<u>-</u>
Net change in fund balance	(11,325)	(3,166)	(3,166)	-
Prior year encumbrances	227	227	227	-
Fund balances, beginning of year	<u>11,098</u>	<u>11,098</u>	<u>11,098</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 8,159</u>	<u>\$ 8,159</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Summer School Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Tuition and fees	\$ 36,500	\$ 41,240	\$ 41,240	\$ -
Total revenues	<u>36,500</u>	<u>41,240</u>	<u>41,240</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	57,517	45,369	45,369	-
Benefits	7,000	6,752	6,752	-
Total regular	<u>64,517</u>	<u>52,121</u>	<u>52,121</u>	<u>-</u>
Total instruction	<u>64,517</u>	<u>52,121</u>	<u>52,121</u>	<u>-</u>
Supporting services				
Instructional staff				
Salaries	3,000	2,080	2,080	-
Benefits	450	321	321	-
Materials and supplies	1,400	2,316	2,316	-
Total instructional staff	<u>4,850</u>	<u>4,717</u>	<u>4,717</u>	<u>-</u>
Total supporting services	<u>4,850</u>	<u>4,717</u>	<u>4,717</u>	<u>-</u>
Total expenditures	<u>69,367</u>	<u>56,838</u>	<u>56,838</u>	<u>-</u>
Net change in fund balance	(32,867)	(15,598)	(15,598)	-
Prior year encumbrances	400	400	400	-
Fund balances, beginning of year	<u>32,967</u>	<u>32,967</u>	<u>32,967</u>	<u>-</u>
Fund balances, end of year	<u>\$ 500</u>	<u>\$ 17,769</u>	<u>\$ 17,769</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Special Projects Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 90	\$ 100	\$ 100	\$ -
Extracurricular	13,835	15,452	15,452	-
Charges for services	6,808	7,603	7,603	-
Miscellaneous	3,644	4,070	4,070	-
Total revenues	<u>24,377</u>	<u>27,225</u>	<u>27,225</u>	<u>-</u>
Expenditures				
Current				
Supporting services				
Pupil				
Purchased services	22,401	14,529	14,529	-
Materials and supplies	901	583	583	-
Other	4,251	2,757	2,757	-
Total pupil	<u>27,553</u>	<u>17,869</u>	<u>17,869</u>	<u>-</u>
Total supporting services	<u>27,553</u>	<u>17,869</u>	<u>17,869</u>	<u>-</u>
Operation of non-instructional services				
Food service operations				
Materials and supplies	11,664	7,566	7,566	-
Other	4,518	2,931	2,931	-
Total food service operations	<u>16,182</u>	<u>10,497</u>	<u>10,497</u>	<u>-</u>
Total operation of non-instructional services	<u>16,182</u>	<u>10,497</u>	<u>10,497</u>	<u>-</u>
Total expenditures	<u>43,735</u>	<u>28,366</u>	<u>28,366</u>	<u>-</u>
Net change in fund balance	(19,358)	(1,141)	(1,141)	-
Prior year encumbrances	2,810	2,810	2,810	-
Fund balances, beginning of year	<u>17,275</u>	<u>17,275</u>	<u>17,275</u>	<u>-</u>
Fund balances, end of year	<u>\$ 727</u>	<u>\$ 18,944</u>	<u>\$ 18,944</u>	<u>\$ -</u>



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Debt Service Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 342,020	\$ 346,635	\$ 346,635	\$ -
Intergovernmental	164,187	44,467	44,467	-
Total revenues	<u>506,207</u>	<u>391,102</u>	<u>391,102</u>	<u>-</u>
Expenditures				
Current				
Supporting services				
Fiscal services				
Other	6,000	7,061	7,061	-
Total fiscal services	<u>6,000</u>	<u>7,061</u>	<u>7,061</u>	<u>-</u>
Total supporting services	<u>6,000</u>	<u>7,061</u>	<u>7,061</u>	<u>-</u>
Debt service				
Principal	334,286	334,286	334,286	-
Interest	148,173	148,173	148,173	-
	<u>482,459</u>	<u>482,459</u>	<u>482,459</u>	<u>-</u>
Total expenditures	<u>488,459</u>	<u>489,520</u>	<u>489,520</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>17,748</u>	<u>(98,418)</u>	<u>(98,418)</u>	<u>-</u>
Other financing sources (uses)				
Transfers-in	-	104,186	104,186	-
Total other financing sources (uses)	<u>-</u>	<u>104,186</u>	<u>104,186</u>	<u>-</u>
Net change in fund balance	17,748	5,768	5,768	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>456,951</u>	<u>456,951</u>	<u>456,951</u>	<u>-</u>
Fund balances, end of year	<u>\$ 474,699</u>	<u>\$ 462,719</u>	<u>\$ 462,719</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Capital Projects Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 576,766	\$ 579,785	\$ 579,785	\$ -
Interest	13,487	7,536	7,536	-
Intergovernmental	194,514	108,687	108,687	-
Total revenues	<u>784,767</u>	<u>696,008</u>	<u>696,008</u>	<u>-</u>
Expenditures				
Current				
Supporting services				
Fiscal services				
Other	9,000	7,590	7,590	-
Total fiscal services	<u>9,000</u>	<u>7,590</u>	<u>7,590</u>	<u>-</u>
Operation and maintenance				
Purchased services	197,228	116,979	116,979	-
Total Operation and maintenance	<u>197,228</u>	<u>116,979</u>	<u>116,979</u>	<u>-</u>
Central services				
Purchased services	32,555	65,082	65,082	-
Total central services	<u>32,555</u>	<u>65,082</u>	<u>65,082</u>	<u>-</u>
Total supporting services	<u>238,783</u>	<u>189,651</u>	<u>189,651</u>	<u>-</u>
Capital outlay	707,690	710,773	710,773	-
Total expenditures	<u>946,473</u>	<u>900,424</u>	<u>900,424</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(161,706)</u>	<u>(204,416)</u>	<u>(204,416)</u>	<u>-</u>
Other financing sources (uses)				
Transfers-out	(205,000)	(104,186)	(104,186)	-
Total other financing sources (uses)	<u>(205,000)</u>	<u>(104,186)</u>	<u>(104,186)</u>	<u>-</u>
Net change in fund balance	(366,706)	(308,602)	(308,602)	-
Prior year encumbrances	189,628	189,628	189,628	-
Fund balances, beginning of year	316,844	316,844	316,844	-
Fund balances, end of year	<u>\$ 139,766</u>	<u>\$ 197,870</u>	<u>\$ 197,870</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	SchoolNet Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 48,410	\$ 48,410	\$ 48,410	\$ -
Total revenues	48,410	48,410	48,410	-
Expenditures				
Current				
Instruction				
Regular				
Materials and supplies	5,021	5,021	5,021	-
Total regular	5,021	5,021	5,021	-
Total instruction	5,021	5,021	5,021	-
Capital outlay	43,389	43,389	43,389	-
Total expenditures	48,410	48,410	48,410	-
Net change in fund balance	-	-	-	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2003

	Interactive Video Distance Learning Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Expenditures				
Current				
Instruction				
Regular				
Salaries	\$ 5,180	\$ -	\$ -	\$ -
Purchased services	4,707	1,924	1,924	-
Total regular	<u>9,887</u>	<u>1,924</u>	<u>1,924</u>	-
Total instruction	<u>9,887</u>	<u>1,924</u>	<u>1,924</u>	-
Capital outlay	6,495	11,138	11,138	-
Total expenditures	<u>16,382</u>	<u>13,062</u>	<u>13,062</u>	-
Net change in fund balance	(16,382)	(13,062)	(13,062)	-
Prior year encumbrances	34	34	34	-
Fund balances, beginning of year	<u>16,348</u>	<u>16,348</u>	<u>16,348</u>	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 3,320</u>	<u>\$ 3,320</u>	<u>\$ -</u>

## NONMAJOR FIDUCIARY FUNDS

### AGENCY FUNDS

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

Unclaimed Monies Fund - The purpose of this fund is to account for those assets held by the school district as an agent for individuals, private organization, other governmental units, and/or other funds.

Student Activities Fund - This fund is used to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer, and faculty advisor.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF NET ASSETS  
AGENCY FUNDS

JUNE 30, 2003

	Student Activities	Unclaimed Monies	Totals
<b>Assets</b>			
Equity in pooled cash	\$ 100,704	\$ 620	\$ 101,324
<b>Total assets</b>	<u>100,704</u>	<u>620</u>	<u>101,324</u>
<b>Liabilities</b>			
Accounts payable	44	-	44
Due to students	100,660	-	100,660
Due to others	-	620	620
<b>Total liabilities</b>	<u>\$ 100,704</u>	<u>\$ 620</u>	<u>\$ 101,324</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2003

Unclaimed Monies Fund				
	Beginning Balance June 30, 2002	Additions	Deductions	Ending Balance June 30, 2003
<b>Assets</b>				
Equity in pooled cash	\$ 620	\$ -	\$ -	\$ 620
<b>Total assets</b>	<b>620</b>	<b>-</b>	<b>-</b>	<b>620</b>
<b>Liabilities</b>				
Due to others	620	-	-	620
<b>Total liabilities</b>	<b>\$ 620</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 620</b>

Student Activities Fund				
	Beginning Balance June 30, 2002	Additions	Deductions	Ending Balance June 30, 2003
<b>Assets</b>				
Equity in pooled cash	\$ 87,978	\$ 137,795	\$ 125,069	\$ 100,704
<b>Total assets</b>	<b>87,978</b>	<b>137,795</b>	<b>125,069</b>	<b>100,704</b>
<b>Liabilities</b>				
Accounts payable	2,403	44	2,403	44
Due to students	85,575	137,751	122,666	100,660
<b>Total liabilities</b>	<b>\$ 87,978</b>	<b>\$ 137,795</b>	<b>\$ 125,069</b>	<b>\$ 100,704</b>

Total Agency Funds				
	Beginning Balance June 30, 2002	Additions	Deductions	Ending Balance June 30, 2003
<b>Assets</b>				
Equity in pooled cash	\$ 88,598	\$ 137,795	\$ 125,069	\$ 101,324
<b>Total assets</b>	<b>88,598</b>	<b>137,795</b>	<b>125,069</b>	<b>101,324</b>
<b>Liabilities</b>				
Accounts payable	2,403	44	2,403	44
Due to students	85,575	137,751	122,666	100,660
Due to others	620	-	-	620
<b>Total liabilities</b>	<b>\$ 88,598</b>	<b>\$ 137,795</b>	<b>\$ 125,069</b>	<b>\$ 101,324</b>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
GENERAL GOVERNMENTAL REVENUES BY SOURCE  
LAST TEN FISCAL YEARS

	2003	2002	2001	2000	1999	1998	1997	1996	1995	1994
Taxes	\$ 12,826,732	\$ 13,094,844	\$ 12,763,443	\$ 13,168,049	\$ 11,700,396	\$ 13,360,613	\$ 10,695,215	\$ 9,950,252	\$ 7,840,994	\$ 7,693,185
Tuition and Fees	601,733	153,564	210,736	60,704	66,548	243,263	60,596	120,273	37,263	42,630
Interest	135,797	223,497	476,113	417,405	332,404	247,565	214,161	126,417	84,816	128,947
Intergovernmental	11,383,487	11,084,782	10,961,705	11,003,032	9,889,421	10,649,785	9,963,759	9,484,808	8,910,336	8,803,134
Extracurricular	194,542	176,659	229,689	246,728	233,724	280,700	327,828	336,615	255,978	259,168
Charges for services	673,925	42,781	34,436	-	-	-	-	-	-	-
Other	244,693	238,896	276,075	484,392	494,473	275,017	177,023	234,415	301,956	229,504
<b>Total</b>	<b>\$ 26,060,909</b>	<b>\$ 25,015,023</b>	<b>\$ 24,952,197</b>	<b>\$ 25,380,310</b>	<b>\$ 22,716,966</b>	<b>\$ 25,056,943</b>	<b>\$ 21,438,582</b>	<b>\$ 20,252,780</b>	<b>\$ 17,431,343</b>	<b>\$ 17,156,568</b>

Source: School District Financial Records, All Governmental Fund Types.

Note: Beginning in fiscal year 2003, the Food Service Fund, the Uniform School Supply Fund and the Summer School Fund are being accounted for in the General Governmental Revenues as opposed to the Proprietary Fund Revenues.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION  
LAST TEN FISCAL YEARS

	2003	2002	2001	2000	1999	1998	1997	1996	1995	1994
Current										
Instruction	\$ 15,238,648	\$ 14,191,471	\$ 14,289,932	\$ 13,456,787	\$ 12,652,949	\$ 12,800,170	\$ 11,799,265	\$ 11,857,480	\$ 11,372,833	\$ 10,666,380
Pupil Support Services	1,352,067	1,362,532	1,253,079	1,202,992	1,127,599	1,130,331	1,022,252	1,033,490	1,106,300	929,454
Instructional Support	1,559,511	1,394,569	1,050,533	988,362	804,915	722,147	693,153	713,893	654,707	661,138
Administration	1,615,634	1,582,775	1,563,505	1,389,464	1,319,011	1,273,865	1,332,509	1,233,579	1,391,656	1,426,940
Business and Fiscal	774,862	680,719	706,657	648,007	631,458	594,889	530,233	484,262	445,309	394,680
Operation & Maintenance of Plant	2,373,310	2,302,006	2,284,766	2,095,974	2,113,792	1,709,652	1,778,053	1,746,520	2,046,944	1,969,319
Pupil Transportation	1,544,063	1,333,852	1,343,009	1,278,828	1,203,863	1,099,306	1,038,584	1,011,498	974,594	1,006,569
Central Services	66,167	28,460	55,981	88,443	49,157	64,693	53,240	9,250	22,349	62,273
Operation of Non-Instructional Services	1,396,065	303,599	637,871	325,248	546,295	300,599	308,374	334,014	42,264	19,080
Extra-Curricular Activities	616,364	592,954	672,136	628,183	508,990	442,467	497,761	436,202	518,147	462,749
Capital Outlay	-	193,118	440,914	175,122	30,401	340,390	325,561	93,378	623,023	3,061,733
Debt Service	488,693	529,606	417,840	440,336	478,826	612,803	641,058	671,922	597,288	580,617
<b>Total</b>	<b>\$ 27,025,384</b>	<b>\$ 24,495,661</b>	<b>\$ 24,716,223</b>	<b>\$ 22,717,746</b>	<b>\$ 21,467,256</b>	<b>\$ 21,091,312</b>	<b>\$ 20,020,043</b>	<b>\$ 19,625,488</b>	<b>\$ 19,795,414</b>	<b>\$ 21,240,932</b>

Source: School District Financial Records, All Governmental Fund Types.

Note: Beginning in fiscal year 2003, the Food Service Fund, the Uniform School Supply Fund and the Summer School Fund are being accounted for in the General Governmental Expenditures as opposed to the Proprietary Fund Expenditures.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
PROPERTY TAX LEVIES AND COLLECTIONS (1)  
LAST TEN FISCAL YEARS

Collection Year	Current Taxes Levy	Delinquent Taxes Levy	Total Taxes Levy	Current Taxes Collections	Percent of Current Levy Collected	Delinquent Taxes Collections	Total Tax Collections	Total Collection As a Percent of Current Levy
2003	\$ 14,294,009	\$ 626,538	\$ 14,920,547	\$ 13,925,978	97.425%	\$ 395,297	\$ 14,321,275	100.191%
2002	13,847,896	638,397	14,486,293	13,483,930	97.372%	404,767	13,888,697	100.295%
2001	13,805,885	556,761	14,362,646	13,425,883	97.248%	368,165	13,794,048	99.914%
2000	12,613,589	533,644	13,147,233	12,169,210	96.477%	324,845	12,494,055	99.052%
1999	12,345,970	431,987	12,777,957	12,021,534	97.372%	262,676	12,284,210	99.500%
1998	12,173,962	389,895	12,563,857	11,871,765	97.518%	274,467	12,146,232	99.772%
1997	10,997,811	327,560	11,325,371	10,773,939	97.964%	203,987	10,977,926	99.819%
1996	10,915,076	285,550	11,200,626	10,796,724	98.916%	181,202	10,977,926	100.576%
1995	8,238,368	267,436	8,505,804	8,070,939	97.968%	170,390	8,241,329	100.036%
1994	7,776,054	280,587	8,056,641	7,638,987	98.237%	169,070	7,808,057	100.412%

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

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS

Year	Real Property		Public Utility Property		Tangible Personal Property		Total		Assessed Value Ratio
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (2)	Assessed Value	Estimated Actual Value (3)	Assessed Value	Estimated Actual Value	
2003	\$ 424,279,770	\$ 1,212,227,914	\$ 14,029,430	\$ 15,942,534	\$ 29,101,850	\$ 116,407,400	\$ 467,411,050	\$ 1,344,577,848	34.76%
2002	403,743,540	1,153,552,971	13,448,390	15,282,261	29,496,480	117,985,920	446,688,410	1,286,821,152	34.71%
2001	388,264,140	1,109,326,114	16,757,650	19,042,784	25,822,240	103,288,960	430,844,030	1,231,657,858	34.98%
2000	333,488,470	952,824,200	17,870,720	20,307,636	25,230,804	100,923,216	376,589,994	1,074,055,052	35.06%
1999	320,654,700	916,156,286	17,245,160	19,596,773	23,960,770	95,843,080	361,860,630	1,031,596,139	35.08%
1998	306,872,660	876,779,029	17,371,330	19,740,148	22,726,840	90,907,360	346,970,830	987,426,537	35.14%
1997	248,684,360	710,526,743	17,835,730	20,267,875	22,732,700	90,930,800	289,252,790	821,725,418	35.20%
1996	245,705,620	702,016,057	18,670,790	21,216,807	19,227,605	76,910,420	283,604,015	800,143,284	35.44%
1995	238,866,910	682,476,886	20,018,490	22,748,284	17,651,026	70,604,104	276,536,426	775,829,274	35.64%
1994	207,180,410	591,944,029	18,909,580	21,488,159	18,235,899	72,943,596	244,325,889	686,375,784	35.60%

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

- (1) This amount is calculated based upon an assessed value of 35 percent of actual value.
- (2) This amount is calculated based upon the current assessed value of 88 percent of actual value.
- (3) The amount is calculated based upon an assessed value of 25 percent of actual value from 1994 to 1998.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
PROPERTY TAX RATES – DIRECT AND OVERLAPPING GOVERNMENTS  
(PER \$ 1,000 ASSESSED VALUATION)  
LAST TEN FISCAL YEARS

Year	School District			Total	Lorain County	Lorain County Vocational School	City	Total
	General	Voted Debt	Permanent Improvements					
2003	42.60	0.80	2.50	45.90	12.89	2.45	13.41	74.65
2002	43.07	0.90	2.50	46.47	12.89	2.45	12.41	74.22
2001	43.75	1.00	2.50	47.25	10.79	2.45	13.56	74.05
2000	45.10	1.35	2.50	48.95	10.79	2.45	13.71	75.90
1999	45.25	1.69	2.50	49.44	10.79	2.45	12.25	74.93
1998	46.00	1.69	2.50	50.19	10.79	2.45	12.45	75.88
1997	49.00	1.69	2.50	53.19	12.69	2.45	12.75	81.08
1996	49.35	1.69	2.50	53.54	12.69	2.45	12.75	81.43
1995	39.20	2.19	2.50	43.89	11.49	2.45	13.25	71.08
1994	39.95	2.19	2.50	44.64	11.49	2.45	11.55	70.13

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE  
AND NET BONDED DEBT PER CAPITA  
LAST TEN FISCAL YEARS

Year	General Obligation Bonded Debt (1)	Debt Service Funds Available	Net General Obligation Bonded Debt	Assessed Value (2)	Population (3)	Ratio of Net Debt to	
						Assessed Value	Net Debt Per Capita
2002	\$ 3,806,348	\$ 456,951	\$ 3,349,397	\$ 446,688,410	23,397	0.750%	\$ 143
2001	3,990,000	374,874	3,615,126	430,844,030	22,902	0.839%	158
2000	4,125,000	294,582	3,830,418	376,589,994	22,469	1.017%	170
1999	4,250,000	124,100	4,125,900	361,860,630	23,939	1.140%	172
1998	4,370,000	219,043	4,150,957	346,970,830	23,572	1.196%	176
1997	4,575,000	153,518	4,421,482	289,252,790	23,190	1.529%	191
1996	4,775,000	84,379	4,690,621	283,604,015	22,911	1.654%	205
1995	4,970,000	43,332	4,926,668	276,536,426	22,661	1.782%	217
1994	5,160,000	49,703	5,110,297	244,325,889	22,599	2.092%	226
1993	5,350,000	50,305	5,299,695	238,074,323	22,522	2.226%	235

Source: (1) School District Financial Records  
(2) Lorain County Auditor  
(3) The Cleveland Public Library - Document Section as of July 1st

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMPUTATION OF LEGAL DEBT MARGIN  
AS OF JUNE 30, 2003

Assessed Valuation	\$ 467,411,050
Debt Limit -9% of Assessed Value (1)	42,066,995
Amount of Debt Application to Debt Limit:	
General Obligation Bonds	3,568,398
Less: Amount Available in Debt Service Fund	462,719
Total	3,105,679
Overall Debt Margin	\$ 38,961,316
Overall Limit - .10% of Assessed Value (1)	\$ 467,411
Amount of Debt Applicable	
Tax Anticipation Notes	
General Long Term Debt	\$ 94,286
Unvoted Debt Margin	\$ 373,125

Source: Lorain County Auditor and School District Financial Records.

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION DEBT  
AS OF JUNE 30, 2003

Jurisdiction	Debt Outstanding	Total Assessed Value	Percentage Applicable to School District (1)	Amount Applicable to School District
North Ridgeville City School District	\$ 3,568,398	\$ 467,411,050	100.00%	\$ 3,568,398
Lorain County	29,235,000 (2)	5,523,123,040	8.46%	2,473,281
Lorain County Joint Vocational School	-	4,635,486,158	10.08%	-
North Ridgeville City	4,590,000 (2)	467,411,050	100.00%	4,590,000
Sub Total				7,063,281
Total	\$ 37,393,398	\$ 11,093,431,298		\$ 10,631,679

Source: Lorain County Auditor - Total Assessed Value is presented on a calendar year basis (including School District's) because that is the manner in which the information is maintained by the County Auditor.

(1) Percentages are computed by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision.

(2) Debt is as of December 31, 2002.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR  
GENERAL OBLIGATION BONDED DEBT TO GENERAL EXPENDITURES  
LAST TEN FISCAL YEARS

Year	Debt Service		Total	Total General Expenditures	Percent of Debt Service to General Expenditures
	Principal	Interest			
2003	\$ 240,000	\$ 138,272	\$ 378,272	\$ 27,025,384	1.400%
2002	215,000	119,982	334,982	24,495,661	1.368%
2001	135,000	248,626	383,626	24,716,223	1.552%
2000	125,000	255,785	380,785	22,717,746	1.676%
1999	120,000	265,009	385,009	21,467,256	1.793%
1998	205,000	279,648	484,648	21,091,312	2.298%
1997	200,000	295,622	495,622	20,020,043	2.476%
1996	195,000	311,097	506,097	19,625,488	2.579%
1995	190,000	326,072	516,072	19,795,414	2.607%
1994	190,000	353,757	543,757	21,240,932	2.560%

Source: School District Financial Records, All Governmental Fund Types.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

DEMOGRAPHIC STATISTICS  
LAST TEN FISCAL YEARS

Year	Lorain County	North Ridgeville City	Average Daily	Unemployment Rate (1)	
	Population (1)	Population (1)	School Enrollment (2)	Lorain County	State
2002	288,360	23,397	3,428	7.2%	5.7%
2001	286,380	22,902	3,309	5.6%	4.3%
2000	285,225	22,469	3,167	5.4%	4.1%
1999	282,100	23,939	3,153	5.0%	4.3%
1998	281,716	23,572	3,265	3.6%	4.3%
1997	281,924	23,190	3,359	6.1%	4.6%
1996	280,945	22,911	3,422	7.8%	4.9%
1995	279,924	22,661	3,511	5.1%	4.8%
1994	278,832	22,599	3,531	4.4%	5.5%
1993	277,371	22,522	3,504	5.9%	6.5%

Source: (1) The Cleveland Public Library - Document Section as of July 1st

(2) Average Daily Student Enrollment is compiled as of the first week in October reported to the Ohio Department of Education for the fiscal year.

Note: Population statistics for the City of North Ridgeville for the years 1993 through 1999 were estimated by the U.S. Census Bureau in the Population Estimate Program. The population figure for the year 2000 is actual based on the 2000 Census.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
PROPERTY VALUES  
FINANCIAL INSTITUTION DEPOSITS AND BUILDING PERMITS  
LAST TEN FISCAL YEARS

Year	Real Estate Property Value (1)	Bank Deposits Lorain County (1,000's)	Value of City Building Permits Issued
2002	\$ 403,743,540	\$ 614,592	\$ 65,506,373
2001	388,264,140	555,591	41,807,060
2000	333,488,470	513,102	46,430,275
1999	320,654,700	463,993	41,203,243
1998	306,872,660	444,974	43,683,278
1997	248,684,360	1,381,977	26,524,614
1996	245,705,620	1,329,795	22,709,080
1995	238,866,910	1,237,991	14,759,351
1994	207,180,410	1,254,116	16,850,797
1993	201,633,860	1,170,581	25,042,269

Source: North Ridgeville City Building Department Reports and the Federal Reserve Bank of Cleveland  
Data is presented on a calendar year basis because that is the manner in which it is maintained.

(1) Represents assessed value as reported by the Lorain County Auditor.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
PRINCIPAL TAXPAYERS  
TANGIBLE PERSONAL PROPERTY TAX  
AS OF JUNE 30, 2003

Name of Taxpayer	Nature of Business	Assessed Value (1)	Percent of Total Assessed Value
R.W. Beckett Corporation	Manufacturer of oil burners	\$ 3,045,170	0.65%
Invacare Corporation	Manufacturer of wheelchairs	1,954,680	0.42%
Morris Pontiac GMC Inc.	New and used automobile sales	1,524,410	0.33%
Beckett Gas, Inc.	Manufacturer of gas burners	1,330,110	0.28%
Riser Foods Company	Retail grocery	954,230	0.20%
Plastic Components Inc.	Plastic injection manufacturing	950,450	0.20%
Key Corporate Capital Inc.	Financial Institution	893,010	0.19%
MediaOne of Ohio Inc.	Cable and internet provider	860,660	0.18%
Elyria Manufacturing Co.	Precision machine parts	840,080	0.18%
Dreco, Inc.	Plastic product manufacturing	821,620	0.18%

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

(1) Assessed Values are for the 2003 collection year.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
PRINCIPAL TAXPAYERS  
REAL ESTATE TAX  
AS OF JUNE 30, 2003

Name of Taxpayer	Nature of Business	Assessed Value (1)	Percent of Total Assessed Value
Bob Schmitt Homes Inc.	Real estate development	\$ 2,525,480	0.54%
Rini Realty Company	Retail grocery store	1,907,920	0.41%
R.W. Beckett Corporation	Manufacturer of oil burners	1,235,420	0.26%
Lake Ridge Holding Ltd.	Nursing home	1,231,120	0.26%
All Purpose Construction	Real estate development	1,224,530	0.26%
North Ridge Plaza	Property management	996,850	0.20%
FJD Properties LLC	Real estate development	982,870	0.21%
Sugar Chestnut LLC	Real estate development	921,490	0.21%
Vendome Associates Corp.	Apartment complex	920,060	0.19%
Altercare Inc.	Residential health care	885,750	0.19%

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

(1) Assessed Values are for the 2003 collection year.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
PRINCIPAL TAXPAYERS  
PUBLIC UTILITIES TAX  
AS OF JUNE 30, 2003

Name of Taxpayer	Nature of Business	Assessed Value (1)	Percent of Total Assessed Value
Ohio Edison Company	Electric	\$ 4,349,040	0.93%
Alltel Ohio	Communications	3,111,940	0.67%
Cleveland Electric Illuminating Co. (a)	Electric	1,196,870	0.26%
America Transmission	Natural gas	987,250	0.21%
Columbia Gas Transmission	Natural gas	935,330	0.20%
Quest Communication Corp	Communications	878,370	0.19%
Columbia Gas of Ohio Inc.	Natural gas	847,300	0.18%

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

(1) Assessed Values are for the 2003 collection year.

(a) Subsidiary of First Energy Corp.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
PER PUPIL COST  
LAST TEN FISCAL YEARS

Year	Governmental Fund Types Expenditures	Average Daily Student Enrollment (1)	Average Cost Per Pupil
2003	\$ 27,025,384	3,428	\$ 7,884
2002	24,495,661	3,277	7,475
2001	24,716,223	3,309	7,469
2000	22,717,746	3,167	7,173
1999	21,467,256	3,153	6,809
1998	21,091,312	3,265	6,460
1997	20,020,043	3,359	5,960
1996	19,625,488	3,422	5,735
1995	19,795,414	3,511	5,638
1994	21,240,932	3,531	6,016

Source: School District Financial Records.

(1) Average Daily Student Enrollment is compiled as of the first week in October and reported to the Ohio Department of Education for the fiscal year.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
TEACHER EDUCATION AND EXPERIENCE  
AS OF JUNE 30, 2003

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percent of Total</u>
Bachelor's	35	15.76%
Bachelor's + 8 credit hours	12	5.41%
Bachelor's + 16 credit hours	12	5.41%
Bachelor's + 24 credit hours	60	27.03%
Master's	28	12.61%
Master's + 15 credit hours	23	10.36%
Master's + 30 credit hours	52	23.42%
Total	<u>222</u>	<u>100.00%</u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percent of Total</u>
0 - 5	89	40.09%
6 - 10	22	9.91%
11 and Over	111	50.00%
Total	<u>222</u>	<u>100.00%</u>

Source: School District Personnel Records.







**Auditor of State  
Betty Montgomery**

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**NORTH RIDGEVILLE CITY SCHOOL DISTRICT**

**LORAIN COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
FEBRUARY 5, 2004**