



**Auditor of State
Betty Montgomery**

YOUNGSTOWN CITY SCHOOL DISTRICT
MAHONING COUNTY

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**YOUNGSTOWN CITY SCHOOL DISTRICT
MAHONING COUNTY**

**FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2005**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
<i>Passed Through Ohio Department of Education:</i>						
Nutrition Cluster:						
Food Donation	045161	10.550	\$	\$ 282,932	\$	\$ 282,932
National School Breakfast Program	LL-P4	10.553	751,046		751046	
National School Lunch Program	LL-P4	10.555	2,328,395		2,328,395	
Total U.S. Department of Agriculture - Nutrition Cluster			\$3,079,441	\$ 282,932	\$3,079,441	\$ 282,932
<u>U.S. DEPARTMENT OF DEFENSE</u>						
<i>Direct Program</i>						
Junior Reserve Officer Training Corp		12.000	39,538		39,538	
<u>U.S. DEPARTMENT OF EDUCATION</u>						
<i>Direct Program</i>						
Safe and Drug-Free Schools and Communities Grant - National	DR-S1	84.184	169,915		149,870	
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster:						
Special Education Grants to States (IDEA Part B)	6B-SF	84.027	3,105,053		2,750,244	
Special Education - Preschool Grant	PG-S1	84.173	68,254		132,059	
Total Special Education Cluster			3,173,307		2,882,303	
Adult Education- State Grant Program	AB-S1	84.002	384,461		246,335	
Grants to Local Educational Agencies (ESEA Title I)	C1-SS/SD	84.010	5,848,074		6,879,930	
Vocational Education Basic Grants to States	20-C2	84.048	598,596		387,757	
Federal Pell Grant Program	---	84.063	276,745		276,745	
Safe and Drug-Free Schools and Communities Grant - State	DR-S1	84.186	126,643		119,880	
Education for Homeless Children and Youth	HC-S1	84.196	86,516		116,754	
Eisenhower Professional Development State Grant	MS-S1	84.281			18,902	
21st Century Community Learning Centers	T1-S1	84.287	300,000		263,010	
State Grants for Innovative Programs	C2-S1	84.298	89,814		86,112	
Education Technology State Grants	TJ-S1	84.318	139,161		158,091	
Advanced Placement Program	AV-TF	84.330	5,976		5,976	
Comprehensive Sch. Reform Demonstration	RF-S3	84.332	28,935		60,518	
Assistive Technology Infusion	AT-S3	84.352			298	
Reading First State Grant	RS-S1	84.357	1,454,286		1,300,429	
English Language Acquisition Grants	T3-S1	84.365	29,788		27,327	
Improving Teacher Quality State Grants	TR-S1	84.367	1,934,713		1,328,044	
Total U.S. Department of Education			14,646,930		14,308,281	

YOUNGSTOWN CITY SCHOOL DISTRICT
 MAHONING COUNTY
 FEDERAL AWARDS EXPENDITURES SCHEDULE
 FOR THE YEAR ENDED JUNE 30, 2005
 (Continued)

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. Department of Health and Human Services</u>						
<i>Passed Through Ohio Department of MRDD</i>						
Medical Assistance Program		93.778	990,943		990,943	
<u>Corp. for National & Community Service</u>						
<i>Direct Program</i>						
Americorps		94.006	88,308		149,192	
Totals			<u>\$18,845,160</u>	<u>\$282,932</u>	<u>\$18,567,395</u>	<u>\$282,932</u>

The accompanying notes to the Federal Awards Expenditures Schedule are an integral part of this schedule.

**YOUNGSTOWN CITY SCHOOL DISTRICT
MAHONING COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2005**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B – CHILD NUTRITION CLUSTER

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair market value of the commodities received.

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

NOTE C - MATCHING REQUIREMENTS

Certain Federal programs require that the District contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.

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**Auditor of State
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
REQUIRED BY *GOVERNMENT AUDITING STANDARDS***

Youngstown City School District
Mahoning County
20 West Wood Street
Youngstown, Ohio 44501

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Youngstown City School District, Mahoning County, (the District) as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements and have issued our report thereon dated April 27, 2006. 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting to determine our auditing procedures to express our opinions on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control 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 caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when 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. In a separate letter to the District's management dated April 27, 2006, we reported other matters involving internal control over financial reporting we did not deem reportable conditions.

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed an instance of noncompliance or other matters that we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings as item 2005-001. In a separate letter to the District's management dated April 27, 2006, we reported other matters related to noncompliance we deemed immaterial.

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We intend this report solely for the information and use of the audit committee, management, Board of Education, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.

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

Betty Montgomery
Auditor of State

April 27, 2006



**Auditor of State
Betty Montgomery**

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

Youngstown City School District
Mahoning County
20 West Wood Street
Youngstown, Ohio 44501

To the Board of Education:

Compliance

We have audited the compliance of Youngstown City School District, Mahoning County, (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 apply to each of its major federal programs for the year ended June 30, 2005. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. 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 reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe 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 Youngstown City School District complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The District's management 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 directly and materially affect a major federal program 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 reportable 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 caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Federal Awards Expenditures Schedule

We have audited the basic financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Youngstown City School District, as of and for the year ended June 30, 2005, and have issued our report thereon dated April 27, 2006. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying federal awards expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements taken as a whole. We subjected this information 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 intend this report solely for the information and use of the audit committee, management, Board of Education, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Betty Montgomery
Auditor of State

April 27, 2006

**YOUNGSTOWN CITY SCHOOL DISTRICT
MAHONING COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2005**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	Yes
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Nutrition Cluster: CFDA #10.550, CFDA #10.553, CFDA #10.555 Title I: CFDA #84.010 Title VI-B: CFDA #84.027
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$565,510 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

FINDING NUMBER 2005-001

Finding for Recovery

The Ohio School Facilities Commission Contractor Contract for site preparation for the new East High School was entered into by Youngstown City School District with Rudzik Excavating, Inc. The contractual agreement, with change orders, amounted to \$1,230,126.24.

**FINDING NUMBER 2005-001
 (Continued)**

A review of the total payments made by the District to Rudzik Excavating, Inc. reflected an amount of \$1,267,788.94 being paid. This resulted in an overpayment to Rudzik Excavating, Inc. of \$37,662.70.

In accordance with the forgoing facts, and pursuant to Ohio Revised Code Section 117.28, a Finding for Recovery for public monies illegally expended is hereby issued against Rudzik Excavating, Inc. in the amount of thirty seven thousand six hundred sixty-two dollars and seventy cents (\$37,662.70), and in favor of the District's Classroom Facilities Fund.

Officials' Response

We resolved this finding by applying the amount of the overpayment (\$37,662.70) against Purchase Order #9501356 for the amount owed to Rudzik Excavating, Inc. for the site work performed for the new P. Ross Berry school.

3. FINDINGS FOR FEDERAL AWARDS

1. Title of Finding

Finding Number	None
CFDA Title and Number	
Federal Award Number / Year	
Federal Agency	
Pass-Through Agency	

YOUNGSTOWN CITY SCHOOL DISTRICT

YOUNGSTOWN, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Issued By:
Treasurer's Office

Carolyn P. Funk
Treasurer

Youngstown City School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2005
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Youngstown Board of Education

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Vice President
Chair: Finance, Accounting
& Investments

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Chair: Extra-Curricular
& Sports

Kathryn Hawks Haney
Chair: Certificated Personnel
& Community Relations

Dominic Modarelli
Chair: Business, Non-Instructional
& Non-Certificated Personnel

Shelley Murray
Chair: Curriculum & Career
Technical

Jacqueline Taylor
Chair: Legal, Legislative
& Policy

Wendy E. Webb, Ed.D.
Superintendent

Carolyn P. Funk
Treasurer

April 27, 2006

Board of Education Members and
Residents of the Youngstown City School District:

We are pleased to submit the sixth Comprehensive Annual Financial Report (CAFR) of the Youngstown City School District. This report is the School District's official annual financial report for the fiscal year ended June 30, 2005 and includes an opinion from the Auditor of the State of Ohio. This report presents the School District's financial information in a comprehensive manner that conforms to generally accepted accounting principles as applicable to governmental entities. Generally Accepted Accounting Principles are uniform minimum standards and guidelines for financial accounting and reporting. These National standards provide a consistent and standard format for the reader to analyze and interpret the financial data presented. The Governmental Accounting Standards Board (GASB) is the authoritative body that prescribes and administers the guidelines and standards relative to financial reporting.

Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the School District. This report will provide the taxpayers of Youngstown City School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs. We will also provide copies to the Mahoning County Public Library, major taxpayers, and financial rating services. Copies are available in the Treasurer's Office for all other interested parties.

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

1. The Introductory Section contains a table of contents, the letter of transmittal, a list of principal officials, an organizational chart of the School District and GFOA Certificate of Achievement.

2. The Financial Section includes the Independent Accountants' Report, Management's Discussion and Analysis and the Basic Financial Statements that provide an overview of the School District's financial position and operating results. The Combining Statements for nonmajor funds and other schedules provide detailed information relative to the Basic Financial Statements.
3. The Statistical Section presents social and economic data, financial trends, student enrollment statistics and projections, and staffing information prepared for a multi-year time period.

The Reporting Entity

The Youngstown City School District has reviewed the reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the School District and its potential component units. A complete discussion of the School District's reporting entity is provided in Note 1 to the basic financial statements.

Employees

As reported using the Educational Management Information Systems, the School District employs 822 professional educators and administrators and 607 non-certificated personnel which includes full time adult instructors but not hourly, part-time personnel. Of the total number of professional educators, 83 are administrators. Additionally, 15 non-certificated administrators are employed in various positions in the School District, largely in business operations, for a total of 98 administrators.

A Statewide public employee bargaining law applies generally to public employee relations and collective bargaining. The School District's certificated staff, including psychologists and other educational support personnel, is represented by the Youngstown Education Association (Y.E.A.), a labor organization affiliated with the Ohio Education Association. The contract in effect during the reporting year between the Board of Education and the Y.E.A. expires June 30, 2006. For the reporting year, the starting salary for a teacher with a Bachelor's Degree and no experience was \$26,816; the maximum salary under that contract was \$59,317 for a teacher with a doctoral degree and 24 years of experience.

The School District's non-certificated staff including secretarial, custodial, maintenance, transportation, aides, bus drivers, and food service staff are represented by AFSCME Local 1143, a labor organization affiliated with the AFL-CIO. The agreement expires January 31, 2006.

A third bargaining unit includes the skilled trade laborers, i.e. electricians, carpenters, plumbers and painters. The board of education negotiates with the various unions representing these groups but under one umbrella resulting in one agreement with a common section applying to all skilled trades and separate sections with provisions applying only to the members of the applicable trade. This contract runs parallel to the AFSME agreement and also expires January 31, 2006.

The Youngstown City (School District)

The School District is one of the 723 public school districts in the State of Ohio and one of the 16 Mahoning County school districts. The public school district number includes educational service centers, joint vocational schools and career and technical centers.

The School District is located an equal distance from Cleveland to the northwest and Pittsburgh to the southeast and encompasses approximately 40 square miles of north central and northeast Mahoning County. It includes all the territory of the City of Youngstown plus a portion of Coitsville Township on the east and portions of Boardman Township on the south.

Student Enrollment and Current Facilities

The School District has a total of 21 schools including other area institutions and facilities and offers a wide variety of educational programs for all segments of the community. The State of Ohio has approximately 945 public and community schools. The School District is the 22nd largest public school district based on current state enrollment counts and is one of sixteen schools in Mahoning County. Cost per pupil for fiscal year 2005 was \$8,391, an increase of \$427 per pupil from the prior fiscal year.

For fiscal year 2005, the average daily membership (ADM) was 9,084 students. This ADM does not include Youngstown students who are enrolled in community schools or who attend other districts within the State on open enrollment or as foster, court-placed or handicapped students placed in residential programs in other school districts. Actual enrollment for fiscal year 2005 was 12,214 for all students attending Youngstown City School facilities, including School District pre-school programs and adult education programs.

The following information is a description of the facilities where students enrolled in the Youngstown City School District attend classes:

Facility	Grade Levels	Dates of Constuction and Addition and/or Major Improvement	Number of Classrooms	ADM as of October 2004
Mary Hadow Elementary	K-4	1960	23	251
Harding Elementary	K-4	2004	19	255
North Elementary	K-4	1940	25	450
Taft Elementary	K-4	2004	17	279
Williamson Elementary	K-4	1949	20	215
Paul C. Bunn Elementary	K-6	1957, 1960	23	233
Cleveland Elementary	K-6	1926	21	301
Jackson Elementary	K-6	1916, 1961	19	286
Kirkmere Elementary	K-6	1953, 1957	23	443
Sheridan Elementary	K-6	1926, 1990	31	509
West Elementary	K-6	1921, 1925, 1940, 1961	56	770
East Middle School	Grades 5 - 8	1925, 1940, 1953	63	613
Hayes Middle School	Grades 5 - 8	1927, 1961	37	485
Hillman Middle School	Grades 5 - 8	1940	20	519
Volney Roges Junior High School	Grades 7 - 8	1959, 1991	30	432
Chaney High School	Grades 9 - 12	1953, 1966	46	920
Rayen High School	Grades 9 - 12	1922, 1940, 1962	61	906
Wilson High School	Grades 9 - 12	1928, 1940, 1952	62	864
Choffin Career & Technical Center	Grades 9 - 12	1973, 1974	66	65
Other Area Institutions and Facilities	Various	N/A	N/A	288
Total			662	9,084

Community Schools and Projected Enrollment

The School District distributes funds to nineteen community schools. These funds are provided through school foundation money. Normally these monies would become part of the School District revenue to be used for expenses of the School District. Currently, these funds are receipted into the School District and then expensed out to each school twice a month when the foundation money is received.

Based on kindergarten school enrollment the School District, as a whole, will see only a slight increase of students for the next five years. Open enrollment and the birth of several new community schools opening each year has caused a gradual yearly decrease in the student population of Youngstown City Schools, but the Superintendent along with the senior administrative staff are working towards some new school concepts, to take effect in fiscal year 2007, that they believe will cause some students to return.

Educational Programs

The School District offers a wide variety of educational and athletic programs for all segments of the community. Some of these programs are the literacy-intensive English, a math program with eleven math coaches to support principals and teachers, a social studies program, a creative and performing arts program, the Ohio State University young scholars program, an internship program, as well as a mentoring program for boys.

Vocational programs are available in all the high schools, however, Choffin Career and Technical Center offers multi-year vocational programs leading to career passports upon completion. Additionally, the School District offers post-secondary programs in Practical Nursing, Medical Assisting, Dental Assisting, Machine Trades and Diversified Office Skills plus a number of smaller, part-time continuing education programs. Extensive special education programs are offered in all schools at all grade levels.

The School District offers an early college program for students beginning ninth grade. These students participate in a combined high school-college experience with the goal of earning a high school diploma and the ability to earn up to 60 semester hours of college credits to be used toward a two year associate degree or a four year under graduate degree.

Every school has at least two building technology liaisons for technology support provided by the Educational Technology Department. The department also provides ongoing professional training to all administrators of the School District

The Libraries of the Youngstown City Schools are committed to enhancing the information literacy of every student, teacher and parent in the School District. Some of the resources you will find our libraries equipped with are multi-media projectors, digital cameras and camcorders, laptops, visual presenters (Elmo's) and United Streaming Video on Demand.

Major Educational Initiatives

Since the inception of the School District's vision, every employee has or will be attending the Flippen group training entitled "Capturing Kids' Hearts." The program was designed to help develop self-managing classrooms to decrease discipline issues, decrease delinquent behavior such as disruptive outbursts, utilize and reinforce the role of emotional intelligence in teaching, build classroom rapport through teamwork, develop students' empathy for diverse cultures and backgrounds and increase classroom attendance by helping students take responsibility for their actions and performance.

In addition, all administrators attended a two part Flippen leadership series process designed to aid administrators in identifying the constraints that prevent employees from achieving their goals and then create an effective plan to change those outcomes and build a foundation for high-performing employees.

The Continuous Improvement Plan (CIP) was created by administrators to aid employees in achieving their goals in the classroom.

- The School District will continue to align actions that support the belief, mission, and vision statements in the CIP; and,
- The School District will promote and advocate for the new governance process as designed in the CIP.
 - by promoting an inclusive shared decision-making process.
 - by supporting an advisory board represented by all entities of community stakeholders (i.e. ministerial alliances, social and emotional health agencies, community centers, judicial agencies, government agencies, businesses, higher education institutions, board president and parents).
 - through the Family Readiness Center concept, which sets forth a process to build capacity causing students to come to school ready to learn.
 - through the formation of Multidisciplinary Student Achievement Team (MDSAT) – a student referral and problem solving process that provides student assistance through the building of partnerships with community agencies.
 - by establishing alternative programming that serves the purpose of prevention, intervention and late intervention student needs. Such programs include drop out prevention, tutoring, conflict mediation, intensive English, peer tutoring, diversion program, literacy based community program, club and organization membership, family advocacy, volunteer mentoring, community service, truancy prevention and life skills training.
- The School District will diligently strive to meet the School Districts' Continuous Improvement Plan's performance goals:
 - Goal 1 – By the Year 2006, the Youngstown City School District will institutionalize the process of community school partnerships as a primary component of building level and School District level administration and leadership. Community/school/family stakeholders will have an active role in the development of effective, family center and student focused programming that result in designated increases in performance standards on the School District Report Card.
 - Goal 2 – By the 2006 school year, all schools will demonstrate a safe, disciplined building climate, which is conducive to learning, and nurtures students in developing a healthy self-worth. This will be accomplished by providing a comprehensive model for the delivery of Pre-K through 12, intervention and support services.
 - Goal 3 – By 2006, students in the Youngstown City School District will meet or exceed the State academic performance standards. Students will leave grades 4, 6, 10, and 12 having demonstrated competency on the Ohio Proficiency Test so they may be prepared for further learning and for productive employment in our nation's modern economy.
 - Goal 4 – By the year 2006, the School District graduation rate will meet or exceed the State standards. The School District level CIP serves as a necessary foundation and ongoing support to building level CIPs.

School Improvement Update 2004-2005

The State of Ohio uses 23 indicators to measure the progress of a school district. The Youngstown City Schools met only one of the State indicators which was reading and is currently in academic emergency.

In addition to the measurement indicators the State uses a performance index score which is a weighted average of all students tested in grades 3, 4, 5, 6, 7, 8, and 10. The index is a scale of 0 to 120 points with 100 points being the goal. The School District continues to improve their performance index each year having a 69.2 percent performance index, a .7 percent increase from the 2004 school year.

Yearly Progress by Building

Local Report Card Status

6 percent (1/18) Effective
28 percent (5/18) Continuous Improvement
17 percent (3/18) Academic Watch
50 percent (9/18) Academic Emergency

Accountability Status

27.8 percent (5/18) of our schools **MET** Building Adequate Yearly Progress (AYP)
38.9 percent (7/18) of our schools **MET** AYP for Reading
11.1 percent (2/18) of our schools **MET** AYP for Math

Attendance and Graduation

The School District did not meet the attendance and graduation goals for fiscal year 2005. The attendance rate of 92.4 was a decrease of 1.4 percent from the 2004 school year. However; the graduation rate is still increasing each year shown by a rate of 53.5 percent in 2003, 54.1 percent in 2004, and 56.9 percent in 2005.

School Facilities (OSFC) Projects

During fiscal year 2005 the School District completed and opened two new elementary schools, Harding and Taft. Contracts given in 2004 for the construction at West and Williamson, two elementary schools, were almost 100 percent complete and scheduled for a fall of 2005 occupancy.

Other projects which were substantially under way by June 30, 2005 included Chaney High School, the new East High School and P. Ross Berry Middle School.

Economic Outlook and Condition

The City of Youngstown which represents 95 percent of the territory of the Youngstown City School District has begun to implement their 2010 Vision plan. This plan has already produced new home construction within the City, a brand new convention center and a remodeled downtown area.

With the vision that the City of Youngstown is moving towards, the School District should benefit through more property tax revenue and new industry that will create new jobs and possibly attract new families with children. The School District is using aggressive marketing skills to promote enrollment in the Youngstown City Schools. The effort is targeted towards people who currently reside in the School District and people new to the area, so that they are made aware of all the things Youngstown City Schools has to offer.

The four key components of the Youngstown City vision plan are as follows:

- Accepting that Youngstown is a smaller city and that it should strive to be a model of a sustainable mid-sized city.
- Defining Youngstown's role in the new regional economy and defining our role in northeast Ohio.
- Improving Youngstown's image and enhancing the quality of life by making Youngstown a healthier and better place to live and work.
- A call to action in the form of an achievable, practical, action-oriented plan to make goals happen.

The School District is served by diversified transportation facilities including access to a number of State and Interstate highways including I-80 and the Ohio Turnpike. The School District is also served by rail service (including Amtrak service).

Major commercial banks with offices in the School District include Chase Bank, National City Bank, Sky Bank, Key Bank, First National Bank, and Home Savings and Loan.

Financial Information

Internal Accounting and Budgetary Control

The School District's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. Reporting for general governmental operations is presented on the modified accrual basis whereby revenues are recognized when measurable and available and expenditures are recognized when goods and services are received. Reporting of the School District's proprietary operations is presented on the accrual basis whereby revenues are recognized when earned and expenses when incurred.

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

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation measure is first adopted, the permanent appropriation measure must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months of the fiscal year.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board of Education. Budgets are controlled at the object level for the general fund and at the fund level for all other funds. The Treasurer has been given authority to allocate board appropriations to the function and object levels within each fund except the general fund. All purchase order requests must be approved by either the Superintendent or the Executive Director of School Business Affairs and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors.

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

The basis of accounting and the various funds utilized by Youngstown City School District are fully described in Note 2 of the financial statements. Additional information on the School District's budgetary accounting can also be found in Note 2.

Financial Condition

The School District has prepared financial statements following GASB Statement No. 34 "Basic Financial Statement – and Management's Discussion and Analysis – for State and Local Governments." GASB No. 34 created new basic financial statements for reporting on the School District's financial activities as follows:

Government-wide Financial Statements: these statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The School District has no 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 government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

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

As part of this new reporting model, management is also responsible for preparing a Management's Discussion and Analysis of the School District. This discussion appears after the Independent Accountants' Report in the financial section of this report. Management's Discussion and Analysis provides an assessment of the School District's finances for 2005. Because that discussion focuses on major funds, other nonmajor funds are discussed briefly in this letter.

Financial Highlights – Internal Service Fund

The only internal service fund on the financial records relates to self-insurance. This fund accounts for the revenues and expenses related to the provision of medical, prescription drug, vision and dental benefits to the School District employees. The internal service fund had net assets of \$2,339,437 as of June 30, 2005, compared with net assets of \$3,946,906 at June 30, 2004, reflecting a decrease in net assets of \$1,607,469.

Cash Management

Cash temporarily idle during the year was invested in the State Treasury Asset Reserve of Ohio (STAR Ohio), demand deposits and obligations of the US Treasury and repurchase agreements. The School District's funds earned interest revenue of \$1,639,867 on all investments for the fiscal year. The School District's investment policy is to minimize credit and interest rate risks, while maintaining a competitive

yield on its portfolio. Deposits were either insured by federal depository insurance or collateralized. As required under Ohio law, pooled securities have been pledged in an amount equal to 105 percent of the total deposits, to secure the repayment of all public monies deposited in a financial institution.

Risk Management

\$50,000 performance bonds are maintained for the board president, superintendent, and business manager. A higher bond in the amount of \$250,000 is maintained for the treasurer. These bonds are with the Nationwide Agribusiness Insurance Company. The School District also contracts with the Hartford Insurance Company for property and general insurance, professional liability insurance with the Lexington Insurance Company and with the Westfield Insurance Company for vehicle insurance.

The School District participates in the State of Ohio's Workers' Compensation Retrospective Rating program. The School District employs a Risk Manager who is responsible for managing the School District's workers compensation claims, as well as implementing and designing safety and transitional work programs. Active claims management resulted in a refund of \$7,500 to be received by the School District in fiscal year 2006. The School District intends to continue in the retrospective program.

Pension Plans

The State-wide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System (STRS) covers all School District employees. The School District's employer contributions to both systems are based on a percentage of employees' salaries. State law requires the School District to pay the employer share as determined by each retirement system. See Note 11 to the basic financial statements for complete details.

Independent Audit

State statutes require the School District to be subjected to an annual audit by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Independent auditor Betty Montgomery, Auditor of State, was selected to render an opinion on the School District's financial statements as of and for the year ended June 30, 2005. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all school districts in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for 1981.

Awards

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Youngstown City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2004. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

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

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

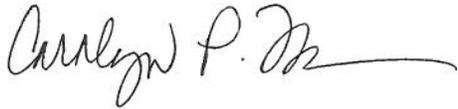
Acknowledgments

The publication of this report significantly increases the accountability of the School District to the taxpayers. This accomplishment would not have been possible without the support and efforts of the staff of the Treasurer's office, various administrators and employees of the School District. Assistance of the County Auditor's office staff and other outside agencies made possible the fair presentation of statistical data.

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

Finally, sincere appreciation is extended to the Board of Education for its interest in and support of this project.

Respectfully,



Carolyn P. Funk, Treasurer



Wendy Webb, Superintendent

Youngstown City School District

List of Principal Officials

June 30, 2005

Board of Education

Jacqueline Taylor	President
Michael Write	Vice-President
Shelley Murray	Member
Lock P. Beachmum, Sr.	Member
Jamael Brown	Member
Kathryn Hawks-Haney	Member
John Maluso	Member

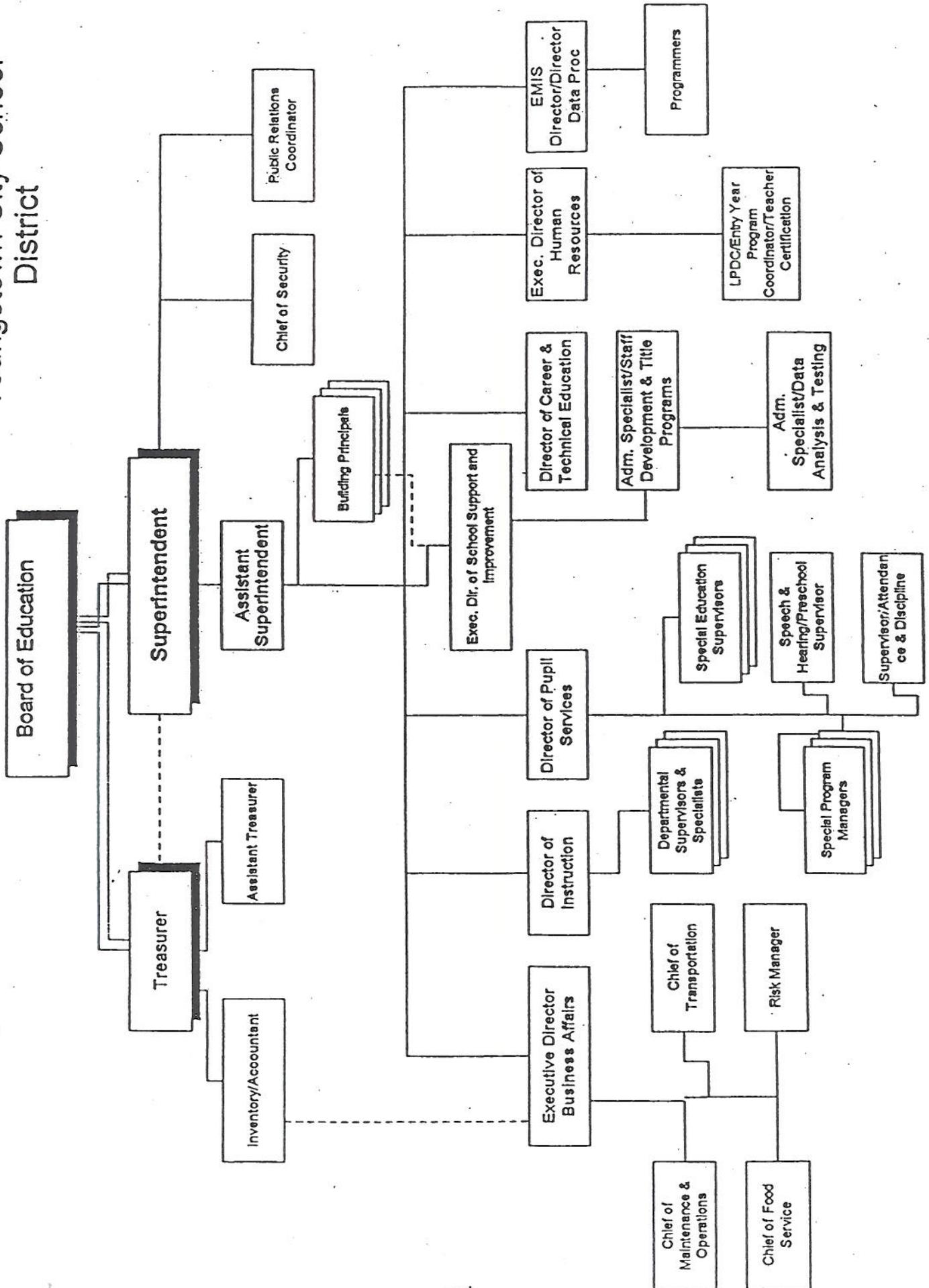
Treasurer

Carolyn P. Funk

Administration/Cabinet Members

Wendy Webb	Superintendent
Anthony DiRenzo	Executive Director of School Improvement
Anthony DeNiro, Jr.	Executive Director of School Business Affairs
Germaine Bennett	Executive Director of Human Resources
Mike McNair	Community Relations
Ted Terlesky	Chief of Security
Rosie Marich	Director of Testing, Data, and EMIS
Karen Green	Director of Externally Funded Programs
Judith Hatchner	Director of Regular Instruction
Cindy Caudill	Director of Pupil Personnel
Joe Meranto	Director of Vocational Programs

Youngstown City School District



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Youngstown City School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

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.



Nancy L. Zjelke

President

Jeffrey R. Enos

Executive Director

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**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

Youngstown City School District
Mahoning County
20 West Wood Street
Youngstown, Ohio 44501

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Youngstown City School District, Mahoning County, Ohio (the Government) as of and for the year ended June 30, 2005, which collectively comprise the Government's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Government's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 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 Youngstown City School District, Mahoning County, Ohio as of June 30, 2005, and the respective changes in financial position and where applicable, cash flows thereof, and the respective budgetary comparisons for the General Fund, Food Service Fund and Disadvantaged Pupil Impact Aid Fund, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 27, 2006, on our consideration of the Government's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

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

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

Betty Montgomery
Auditor of State

April 27, 2006

Youngstown City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

The discussion and analysis of Youngstown City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2005. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for the 2005 fiscal year are as follows:

- In total, net assets of governmental activities decreased by \$3,612,208 which represents a decrease of 2.07 percent from fiscal year 2004.
- General revenues accounted for \$100,363,991 in revenues or 73.22 percent of all revenues. Program specific revenues in the form of charges for services, grants and contributions accounted for \$36,711,289 or 26.78 percent of total revenues.
- The School District had \$140,687,488 in expenses related to governmental activities; only \$36,711,289 of these expenses were offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) in the amount of \$100,363,991 helped to provide support for these programs.
- The School District's major governmental funds are the general fund, the food service fund, the disadvantaged pupil impact aid fund, the bond retirement fund and the classroom facilities fund.
- The School District's governmental fund balance increased from \$34,437,579 in fiscal year 2004 to \$54,355,684 in fiscal year 2005, due mostly to the School District receiving \$35,625,000 in classroom facilities bond proceeds.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Youngstown City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2005?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include *all non-fiduciary assets and liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. Accrual accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Assets and Statement of Activities, all of the School District's programs are classified as governmental activities. All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, 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 governmental funds 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 include the general fund, food service fund, disadvantaged pupil impact aid fund, bond retirement fund and classroom facilities fund (Ohio School Facilities Commission).

Governmental Funds

Most of the School District's activities are reported in governmental funds that focus on how money flows into and out of those funds and the balances left at year-end that are available for spending in future periods. These funds are reported using the *modified accrual* accounting method that 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.

Youngstown City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

Fiduciary Funds

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

The School District as a Whole

You may recall that the Statement of Net Assets provides the perspective of the School District as a whole. Table 1 provides a comparison of the School District's Net Assets for 2005 compared to 2004:

Table 1
 Net Assets
 Governmental Activities

	2005	2004
Assets		
Current and Other Assets	\$212,163,567	\$236,536,330
Capital Assets, Net	54,243,728	30,958,489
Total Assets	266,407,295	267,494,819
Liabilities		
Current Liabilities	43,993,778	79,261,166
Long-Term Liabilities		
Due Within One Year	2,207,953	508,310
Due in More Than One Year	49,040,591	12,948,162
Total Liabilities	95,242,322	92,717,638
Net Assets		
Invested in Capital Assets, Net of Related Debt	53,693,277	30,218,489
Restricted for:		
Capital Projects	114,780,526	135,978,030
Debt Service	5,078,999	4,456,633
Set Asides	2,414,103	1,639,585
Other Purposes	4,451,536	1,268,652
Unrestricted (Deficit)	(9,253,468)	1,215,792
Total Net Assets	\$171,164,973	\$174,777,181

Youngstown City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

Total assets decreased \$1,087,524. Equity in pooled cash and cash equivalents and intergovernmental receivables reported the largest decrease of \$12,733,414, and \$10,256,900, respectively. These decreases are largely due to a decrease in construction funds received from the Ohio Schools Facilities Commission. An increase to capital assets of just over twenty three million dollars helped offset these decreases.

Total liabilities increased \$2,524,684. Increases in accrued wages, contracts payable, claims payable and a new capital lease contributed to the increase in total liabilities from 2004.

Table 2 shows the changes in net assets from fiscal year 2004 to 2005.

Table 2
 Change in Net Assets
 Governmental Activities

	2005	2004
Revenues		
Program Revenues		
Charges for Services	\$1,867,181	\$2,167,477
Operating Grants and Contributions	34,602,858	31,096,043
Capital Grants and Contributions	241,250	303,626
<i>Total Program Revenues</i>	<i>36,711,289</i>	<i>33,567,146</i>
General Revenues		
Property Taxes	25,338,093	24,935,178
Grants and Entitlements	72,810,711	90,374,828
Investment Earnings	1,639,867	679,680
Gain on Sale of Capital Assets	6,505	0
Miscellaneous	568,815	753,615
<i>Total General Revenues</i>	<i>100,363,991</i>	<i>116,743,301</i>
<i>Total Revenues</i>	<i>\$137,075,280</i>	<i>\$150,310,447</i>

Youngstown City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

Table 2 (continued)
Change in Net Assets
Governmental Activities

	2005	2004
Program Expenses		
Instruction:		
Regular	\$57,632,198	\$49,344,569
Special	16,329,710	18,173,866
Vocational	4,023,566	4,026,251
Adult/Continuing	514,469	375,988
Support Services:		
Pupils	6,988,992	7,270,781
Instructional Staff	12,089,504	10,050,927
Board of Education	532,315	1,041,192
Administration	10,462,865	9,119,246
Fiscal	1,665,848	2,022,720
Business	1,140,989	1,179,357
Operation and Maintenance of Plant	14,289,326	12,179,767
Pupil Transportation	6,147,333	5,799,343
Central	959,889	954,196
Operation of Non-Instructional Services	2,330,395	2,440,469
Food Service Operation	3,833,849	3,892,089
Extracurricular Activities	743,416	485,862
Interest and Fiscal Charges	1,002,824	642,195
<i>Total Program Expenses</i>	<u>140,687,488</u>	<u>128,998,818</u>
<i>Increase (Decrease) in Net Assets</i>	(3,612,208)	21,311,629
Net Assets Beginning of Year	<u>174,777,181</u>	<u>153,465,552</u>
Net Assets End of Year	<u><u>\$171,164,973</u></u>	<u><u>\$174,777,181</u></u>

Governmental Activities

Net assets of the School District's governmental activities decreased \$3,612,208 in fiscal year 2005. Program revenues of \$36,711,289 and general revenues of \$100,363,991 fell short of total governmental expenses of \$140,687,488. Program revenues supported 26.09 percent of the total governmental expenses, an increase of .07 percent from fiscal year 2004 and expenses increased 9.06 percent over fiscal year 2004, due mostly to an increase in instruction and operation and maintenance expenses. Instruction expenses increased due to salary and step increases and maintenance expenses increased due to the cost of maintaining new school buildings being constructed. General revenues decreased from fiscal year 2004 to fiscal year 2005 by \$16,379,310 or 14.03 percent and total revenues decreased by 8.81 percent. Property taxes increased by \$402,915, while the greatest decrease in general revenues was from "Grants and Entitlements" in the amount of \$17,564,117. This decrease was due to a reduction in classroom facilities monies to be recognized as revenue on a full accrual basis over the previous fiscal year.

Youngstown City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2005
Unaudited

During fiscal year 2005 the primary sources of revenue for governmental activities were derived from property taxes and grants and entitlements. Real estate property is revalued every six years. As a result of the last revaluation in 1999, the School District's tax valuation increased by 8 percent. The Board of Education's policy to disallow 100 percent abatements has resulted in minor growth in real estate valuation, as new construction is not subject to the reduction factors of House Bill 920. These increases, though, are usually offset by decreases in valuation caused by the economic condition of the area. These conditions have resulted in business closings, property abandonment, demolitions, and valuation appeals from existing property owners seeking to reduce their taxes usually by claiming market value decreases resulting from area economic forces.

House Bill 920, enacted in 1976, does not allow for revenue increases caused by inflationary growth of real property. Increases in valuation prompt corresponding annual reductions in the "effective millage," the tax rates applied to real property.

The following table illustrates the low rate of growth in property values which has negatively impacted the School District:

Property Values/Last Ten Years		
Calendar Year	Total Valuation	Growth Rate
2005	\$655,454,960	-2.19%
2004	670,122,208	3.50%
2003	647,474,020	-0.10%
2002	648,128,280	-1.12%
2001	655,454,960	0.61%
2000	651,482,280	8.01%
1999	603,143,410	1.22%
1998	595,864,880	1.89%
1997	584,810,620	4.61%
1996	559,064,660	-1.04%

The average rate of growth over the last 10 years is 1.5 percent.

Because of the low per pupil valuation, the School District is highly dependent on State funding to maintain financial stability. In recent years, support from the State in terms of foundation increases, reconfiguration of DPIA funding, the implementation of weighted funding for special education students and career-tech students, equity aid, parity aid and other new State funding mechanisms have combined to improve the financial condition of the School District. The School District's anticipation for future growth, based on the financial projections for the State economy is less than 2 percent per year, which will result in a deficit operating position for the School District in fiscal year 2007.

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Program revenues covered 26.09 percent of program expenses overall. The remaining 73.91 percent is supported through tax revenues and other general revenues. In fiscal year 2005 revenues totaled 97.4 percent of expenses resulting in a \$3,612,208 decrease in net assets.

The Statement of Activities shows the cost of program services and the charges for services and grants and contributions offsetting those services. The following table shows the total cost of services and the net cost of services. The table identifies the cost of services supported by tax revenue and unrestricted State grants and entitlements.

Table 3
Total and Net Cost of Program Services
Governmental Activities

	Total Cost of Services 2005	Net Cost of Services 2005	Total Cost of Services 2004	Net Cost of Services 2004
Program Expenses				
Instruction:				
Regular	\$57,632,198	(\$47,199,023)	\$49,344,569	(\$40,879,134)
Special	16,329,710	(11,986,569)	18,173,866	(11,516,736)
Vocational	4,023,566	(2,852,541)	4,026,251	(2,994,174)
Adult/Continuing	514,469	(28,318)	375,988	(235,958)
Support Services:				
Pupils	6,988,992	(4,460,729)	7,270,781	(5,067,468)
Instructional Staff	12,089,504	(5,293,501)	10,050,927	(3,991,732)
Board of Education	532,315	(530,081)	1,041,192	(1,033,663)
Administration	10,462,865	(8,591,405)	9,119,246	(7,927,928)
Fiscal	1,665,848	(1,460,940)	2,022,720	(1,678,888)
Business	1,140,989	(1,135,387)	1,179,357	(1,171,117)
Operation and Maintenance of Plant	14,289,326	(13,226,634)	12,179,767	(11,149,645)
Pupil Transportation	6,147,333	(4,826,878)	5,799,343	(5,562,049)
Central	959,889	(750,570)	954,196	(941,403)
Operation of Non-Instructional Services	2,330,395	6,550	2,440,469	(215,734)
Food Service Operation	3,833,849	(30,989)	3,892,089	(70,190)
Extracurricular Activities	743,416	(606,360)	485,862	(353,658)
Interest and Fiscal Charges	1,002,824	(1,002,824)	642,195	(642,195)
<i>Total</i>	<u>\$140,687,488</u>	<u>(\$103,976,199)</u>	<u>\$128,998,818</u>	<u>(\$95,431,672)</u>

The School District's reliance on grants and entitlements not restricted to specific programs and on local tax revenues is crucial. These two revenue sources represent 71.60 percent of total governmental revenue. Investment interest and other miscellaneous type revenues support the remaining activity costs.

Youngstown City School District
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The School District's Funds

The School District's governmental funds (as presented on the balance sheet on page 16) reported a combined fund balance of \$54,355,684, which is greater than fiscal year 2004's year end balance of \$34,437,579.

General fund revenues increased nearly four million dollars over fiscal year 2004 due to an increase in grant revenues received throughout the year; however, step increases and increases in salary helped to increase expenditures almost eight million dollars resulting in a decrease to fund balance of \$7,561,580.

The following table illustrates the financial activities of the general fund and the affect those activities have on the general fund balance:

	Fiscal Year 2005	Fiscal Year 2004	Increase (Decrease)
Revenues			
Property Taxes	\$22,447,802	\$23,962,141	(\$1,514,339)
Intergovernmental	71,136,158	64,944,690	6,191,468
Interest	175,946	679,570	(503,624)
Other Revenues	1,032,416	1,457,637	(425,221)
<i>Total</i>	<u>\$94,792,322</u>	<u>\$91,044,038</u>	<u>\$3,748,284</u>
Expenditures			
Instruction	\$59,988,919	\$55,229,726	\$4,759,193
Support Services	40,922,811	38,098,538	2,824,273
Operation of Non-Instructional Services	139,918	55,733	84,185
Extracurricular Activities	476,588	393,538	83,050
Capital Outlay	708,109	703,750	4,359
Debt Service	248,408	221,235	27,173
<i>Total</i>	<u>\$102,484,753</u>	<u>\$94,702,520</u>	<u>\$7,782,233</u>

Other major funds of the School District include the food service fund, the disadvantaged pupil impact aid fund, the bond retirement fund and the classroom facilities fund. The classroom facilities fund balance increased \$24,864,423 and the bond retirement fund balance increased \$1,095,952. Fund balance changes for these two funds are due to the issuance of classroom facilities bonds in March 2005 and increased tax revenue received from advances on a .05 mill bond tax levy approved in November 2005. The food service fund has had a consistent fund balance \$1,684,536, \$1,642,611, and \$1,565,146 for 2003, 2004, and 2005, respectively, reporting a slight decrease of \$77,465 in fiscal year 2005. Disadvantaged pupil impact aid fund balance reported a slight decrease from a \$1,305,100 deficit fund balance in fiscal year 2004 to a \$1,353,459 deficit fund balance in fiscal year 2005. The deficit balance resulted from the School District's timing of available revenues to meet expenditures. The School District continues to seek grant monies to provide services to our students as evidenced by the \$1,645,134 increase in nonmajor fund balances.

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General Fund Budgeting Highlights

The School District's appropriations are prepared according to Ohio law and are based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant and the only fund appropriated at the object level is the general fund.

In fiscal year 2005, the School District adopted its appropriations prior to October 1, 2004 and amended those appropriations on June 30, 2005. For the general fund, final budgeted revenues were \$93,075,451, a decrease of \$5,982,451 from the original budget. The final budget for other financing sources of \$671,047 decreased \$3 from the original budget. The changes in budgeted revenue were to reduce the projected tax and intergovernmental revenue amounts.

General fund original appropriations of \$101,106,761 were increased to \$104,952,985 in the final appropriation measure, primarily due to anticipated increases in expenditures in certain areas prior to the end of the year. With the expected fall opening of two new schools, West and Williamson, plans were in place to purchase new computers for those schools. Appropriations were increased in order to accommodate higher salary and wage expenditures during the year, largely as a result of the expenditure of general fund monies for continuing expanded intervention programs at all levels.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2005, the School District had \$54,243,728 invested in land, construction in progress, buildings and improvements, furniture and equipment, vehicles and textbooks. The following table shows fiscal year 2005 balances compared to fiscal year 2004.

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

	2005	2004
Land	\$1,002,781	\$1,002,781
Construction in Progress	29,314,632	19,674,801
Buildings and Improvements	18,766,324	4,815,593
Furniture and Equipment	4,110,019	4,358,289
Vehicles	714,099	795,162
Textbooks	335,873	311,863
<i>Total Capital Assets</i>	\$54,243,728	\$30,958,489

Capital assets (net of depreciation) increased \$23,285,239 overall. The School District is still in the process of demolishing or remodeling old schools and building and opening new schools which represents the increase in buildings and improvements and construction in progress. Furniture and equipment increased due to purchases being made to update and replace equipment for existing buildings and to finish furnishing two new schools which opened during fiscal year 2005. The School District's threshold for capitalization is \$1,000. For additional information on capital assets see Note 9 to the basic financial statements.

Youngstown City School District
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Debt

As of June 30, 2005 the School District had \$51,248,544 in outstanding obligations. Table 5 below summarizes the School District's obligations.

Table 5
Outstanding Long-Term Obligations at Fiscal Year End
Governmental Activities

	2005	2004
Classroom Facilities Bonds	\$36,545,008	\$0
Asbestos Abatement Loans	25,933	66,355
Compensated Absences	13,750,951	12,911,658
Claims	376,201	478,459
Capital Leases	550,451	0
Total	\$51,248,544	\$13,456,472

The School District has two Asbestos Abatement Loans which are scheduled to be fully paid by fiscal year 2007. These loans are interest free as long as the School District remains current on repayment. The increase in total long-term obligations is due to the issuance of \$35,625,000 in bonds during the fiscal year and to the assumptions calculated for accounting purposes regarding the number of employees that could possibly retire and the benefits that would be paid.

On March 2, 2005, the School District issued \$35,625,000 in classroom facilities bonds for the construction of new schools. The bonds will be paid using tax revenue from the debt service fund. The bonds were issued for a twenty-two year period with a final maturity of December 1, 2028. The bonds were issued at a premium of \$932,964. At June 30, 2005 the School District's overall legal debt margin was \$33,751,618 with an unvoted debt margin of \$655,455. For additional information on long-term obligations see Note 16 to the basic financial statements.

Challenges and Opportunities

The goal of the Youngstown City School District continues to be to maintain the highest standards of service to our students, parents and community. In keeping with its mission statement the Board of Education has adopted a Comprehensive Continuous School Improvement Plan through which the School District intends to satisfy the rigorous requirements of the Leave No Child Behind Act. Through the implementation of such processes as Baldrige (educational piece) the School District has been able to bring about improvements that will result in achieving School Improvement status as defined by the Ohio Department of Education.

The mission of the Youngstown City School District, a School District determined to be a beacon of hope and encouragement, to develop caring, life-long learners with a vision, who are well prepared and productive citizens, by respecting individuality and utilizing all resources available.

In order to meet the goals mentioned above, it is imperative that the School District's management and staff continue to carefully and prudently plan in order to provide the resources and education required to meet student needs over the next several years.

Youngstown City School District
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The School District has achieved a large measure of financial stability in the past five years. However, administrators are cognizant of the vulnerability of this stability. Largely dependent on State funding sources (nearly 77 percent of the School District's operating funds come from State foundation payments and other entitlements), the fact that Ohio budgets foundation levels biennially may compromise the accuracy of those forecasts. Prior to *DeRolph*, these increases were not sufficient to fund local increases in operating costs. The Board of Education and administrators continue to closely monitor both revenues and expenses. The Treasurer continues to prepare annually monthly cash flow estimates in order to ascertain that actual revenues meet or exceed estimated revenues and actual expenditures do not exceed estimates.

Recent national events have impacted the School District negatively resulting in a heightened local recession that has caused several of the remaining steel mills in the area to close. Additionally, there is little growth of new or additional industry in the area.

Youngstown City School District has committed itself to financial reporting excellence for many years. The School District has received the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting since fiscal year 2000.

Contacting the School District's Financial Management Personnel

This financial report is designed to provide our citizen's, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Carolyn Funk, Treasurer, Youngstown City School District, 20 W. Wood St., PO Box 550, Youngstown, OH 44501, 330-744-6996. You may also contact the Treasurer through e-mail at youn_cpf@access-k12.org.

Youngstown City School District

Statement of Net Assets

June 30, 2005

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$74,238,862
Cash and Cash Equivalents in Segregated Accounts	157,926
Accounts Receivable	17,891
Intergovernmental Receivable	109,944,201
Prepaid Items	377,984
Inventory Held for Resale	43,598
Materials and Supplies Inventory	387,700
Property Taxes Receivable	26,542,096
Deferred Charges	453,309
Nondepreciable Capital Assets	30,317,413
Depreciable Capital Assets, net	<u>23,926,315</u>
<i>Total Assets</i>	<u>266,407,295</u>
Liabilities	
Accounts Payable	378,955
Accrued Wages and Benefits	10,639,039
Contracts Payable	3,459,082
Intergovernmental Payable	2,573,483
Deferred Revenue	24,141,645
Accrued Interest Payable	121,215
Matured Compensated Absences Payable	589,187
Claims Payable	2,091,172
Long-Term Liabilities:	
Due Within One Year	2,207,953
Due In More Than One Year	<u>49,040,591</u>
<i>Total Liabilities</i>	<u>95,242,322</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	53,693,277
Restricted for:	
Capital Projects	114,780,526
Debt Service	5,078,999
Set Asides	2,414,103
Other Purposes	4,451,536
Unrestricted (Deficit)	<u>(9,253,468)</u>
<i>Total Net Assets</i>	<u><u>\$171,164,973</u></u>

See accompanying notes to the basic financial statements

Youngstown City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2005

	Program Revenues			Governmental Activities	Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants, Contributions and Interest		
Governmental Activities:					
Instruction:					
Regular	\$57,632,198	\$228,521	\$10,204,654	\$0	(\$47,199,023)
Special	16,329,710	52,593	4,290,548	0	(11,986,569)
Vocational	4,023,566	628,367	542,658	0	(2,852,541)
Adult/Continuing	514,469	0	486,151	0	(28,318)
Support Services:					
Pupil	6,988,992	110,514	2,417,749	0	(4,460,729)
Instructional Staff	12,089,504	82,739	6,706,514	6,750	(5,293,501)
Board of Education	532,315	2,234	0	0	(530,081)
Administration	10,462,865	200,627	1,670,833	0	(8,591,405)
Fiscal	1,665,848	6,343	198,565	0	(1,460,940)
Business	1,140,989	5,602	0	0	(1,135,387)
Operation and Maintenance of Plant	14,289,326	66,669	996,023	0	(13,226,634)
Pupil Transportation	6,147,333	28,366	1,057,589	234,500	(4,826,878)
Central	959,889	4,496	204,823	0	(750,570)
Operation of Non-Instructional Services	2,330,395	606	2,336,339	0	6,550
Food Service Operation	3,833,849	312,640	3,490,220	0	(30,989)
Extracurricular Activities	743,416	136,864	192	0	(606,360)
Interest and Fiscal Charges	1,002,824	0	0	0	(1,002,824)
<i>Total Governmental Activities</i>	<u>\$140,687,488</u>	<u>\$1,867,181</u>	<u>\$34,602,858</u>	<u>\$241,250</u>	<u>(103,976,199)</u>

General Revenues

Property Taxes Levied for:

General Purposes	22,972,616
Debt Service	159,877
Capital Projects	1,914,875
Other Purposes	290,725
Grants and Entitlements not Restricted to Specific Programs	72,810,711
Investment Earnings	1,639,867
Gain on Sale of Capital Assets	6,505
Miscellaneous	<u>568,815</u>

Total General Revenues 100,363,991

Change in Net Assets (3,612,208)

Net Assets Beginning of Year - Restated (See Note 3) 174,777,181

Net Assets End of Year \$171,164,973

See accompanying notes to the basic financial statements

Youngstown City School District

Balance Sheet

Governmental Funds

June 30, 2005

	General	Food Service	Disadvantaged Pupil Impact Aid	Bond Retirement	Classroom Facilities
Assets					
Equity in Pooled Cash and Cash Equivalents	\$5,382,605	\$1,282,336	\$40,534	\$5,452,708	\$47,458,793
Cash and Cash Equivalents In Segregated Accounts	157,926	0	0	0	0
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	2,648,603	0	0	0	0
Accounts Receivable	12,881	1,508	0	0	0
Interfund Receivable	1,144,577	0	0	0	0
Intergovernmental Receivable	625,095	537,681	0	0	104,881,712
Prepaid Items	377,984	0	0	0	0
Materials and Supplies Inventory	349,636	38,064	0	0	0
Inventory Held for Resale	0	43,598	0	0	0
Property Taxes Receivable	23,380,276	0	0	2,394,387	460,459
<i>Total Assets</i>	<u>\$34,079,583</u>	<u>\$1,903,187</u>	<u>\$40,534</u>	<u>\$7,847,095</u>	<u>\$152,800,964</u>
Liabilities					
Accounts Payable	\$195,859	\$5,442	\$0	\$0	\$18,542
Accrued Wages and Benefits	8,250,561	130,037	1,106,582	0	0
Contracts Payable	0	0	0	0	3,184,797
Intergovernmental Payable	1,846,957	202,562	220,969	0	0
Deferred Revenue	23,380,276	0	0	2,394,387	105,342,171
Matured Compensated Absences Payable	481,937	0	66,442	0	0
Interfund Payable	0	0	0	0	350,159
<i>Total Liabilities</i>	<u>34,155,590</u>	<u>338,041</u>	<u>1,393,993</u>	<u>2,394,387</u>	<u>108,895,669</u>
Fund Balances					
Reserved for Encumbrances	2,766,630	67,938	0	0	60,350,398
Reserved for Bus Purchases	234,500	0	0	0	0
Reserved for Textbooks	744,186	0	0	0	0
Reserved for Capital Improvements	1,193,362	0	0	0	0
Reserved for Budget Stabilization	476,555	0	0	0	0
Undesignated, (Deficit) Reported in:					
General Fund	(5,491,240)	0	0	0	0
Special Revenue Funds	0	1,497,208	(1,353,459)	0	0
Debt Service Fund	0	0	0	5,452,708	0
Capital Projects Funds	0	0	0	0	(16,445,103)
<i>Total Fund Balances (Deficit)</i>	<u>(76,007)</u>	<u>1,565,146</u>	<u>(1,353,459)</u>	<u>5,452,708</u>	<u>43,905,295</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$34,079,583</u>	<u>\$1,903,187</u>	<u>\$40,534</u>	<u>\$7,847,095</u>	<u>\$152,800,964</u>

See accompanying notes to the basic financial statements

Youngstown City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2005*

Other Governmental Funds	Total Governmental Funds		
		Total Governmental Fund Balances	\$54,355,684
		<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
\$7,310,849	\$66,927,825	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	54,243,728
0	157,926		
0	2,648,603	Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
3,502	17,891	Property Taxes	2,400,451
0	1,144,577	School Facilities Monies	104,881,712
3,899,713	109,944,201	Grants	<u>3,860,411</u>
0	377,984		
0	387,700	Total	111,142,574
0	43,598	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.	2,339,437
306,974	26,542,096		
<u>\$11,521,038</u>	<u>\$208,192,401</u>		
		In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(121,215)
\$159,112	\$378,955		
1,151,859	10,639,039	In the statement of activities, bond issuance costs are amortized over the term of the bonds, whereas in governmental funds a bond issuance expenditure is reported when bonds are issued.	453,309
42,460	3,227,257		
302,995	2,573,483	Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
4,167,385	135,284,219	Classroom Facilities Bonds	(36,545,008)
40,808	589,187	Asbestos Loans Payable	(25,933)
794,418	1,144,577	Claims Payable	(376,201)
		Compensated Absences	(13,750,951)
<u>6,659,037</u>	<u>153,836,717</u>	Capital Lease	<u>(550,451)</u>
1,677,476	64,862,442	Total	<u>(51,248,544)</u>
0	234,500		
0	744,186	<i>Net Assets of Governmental Activities</i>	<u>\$171,164,973</u>
0	1,193,362		
0	476,555		
0	(5,491,240)		
1,681,311	1,825,060		
0	5,452,708		
1,503,214	(14,941,889)		
<u>4,862,001</u>	<u>54,355,684</u>		
<u>\$11,521,038</u>	<u>\$208,192,401</u>		

Youngstown City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2005

	General	Food Service	Disadvantaged Pupil Impact Aid	Bond Retirement	Classroom Facilities
Revenues					
Property Taxes	\$22,447,802	\$0	\$0	\$85,971	\$1,042,972
Intergovernmental	71,136,158	3,490,220	10,435,274	1,874,802	11,760,000
Interest	175,946	343	0	0	1,449,413
Tuition and Fees	457,235	0	0	0	0
Rentals	28,287	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Contributions and Donations	400	0	0	0	0
Charges for Services	0	312,640	0	0	0
Miscellaneous	546,494	958	0	0	0
<i>Total Revenues</i>	<u>94,792,322</u>	<u>3,804,161</u>	<u>10,435,274</u>	<u>1,960,773</u>	<u>14,252,385</u>
Expenditures					
Current:					
Instruction:					
Regular	45,308,457	0	7,976,807	0	0
Special	11,599,300	0	801,157	0	0
Vocational	3,081,162	0	0	0	0
Adult/Continuing	0	0	0	0	0
Support Services:					
Pupil	5,122,756	0	490	0	0
Instructional Staff	5,459,772	0	648,225	0	0
Board of Education	497,818	0	0	0	0
Administration	8,470,411	0	76,242	0	0
Fiscal	1,431,310	0	0	33,649	0
Business	1,109,304	0	0	0	0
Operation and Maintenance of Plant	12,863,307	83,428	980,712	0	0
Pupil Transportation	5,003,914	62	0	0	0
Central	964,219	0	0	0	0
Operation of Non-Instructional Services	139,918	0	0	0	0
Food Service Operation	0	3,798,136	0	0	0
Extracurricular Activities	476,588	0	0	0	0
Capital Outlay	708,109	0	0	0	25,548,702
Debt Service:					
Principal Retirement	111,741	0	0	40,422	0
Interest and Fiscal Charges	136,667	0	0	331,057	397,224
Bond Issuance Costs	0	0	0	459,693	0
<i>Total Expenditures</i>	<u>102,484,753</u>	<u>3,881,626</u>	<u>10,483,633</u>	<u>864,821</u>	<u>25,945,926</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(7,692,431)</u>	<u>(77,465)</u>	<u>(48,359)</u>	<u>1,095,952</u>	<u>(11,693,541)</u>
Other Financing Sources (Uses)					
Proceeds from Sale of Capital Assets	8,855	0	0	0	0
Inception of Capital Lease	662,192	0	0	0	0
Classroom Facilities Bonds Issued	0	0	0	0	35,625,000
Premium on Bonds Issued	0	0	0	0	932,964
Transfers In	0	0	0	0	0
Transfers Out	(540,196)	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>130,851</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>36,557,964</u>
<i>Net Change in Fund Balances</i>	<u>(7,561,580)</u>	<u>(77,465)</u>	<u>(48,359)</u>	<u>1,095,952</u>	<u>24,864,423</u>
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>7,485,573</u>	<u>1,642,611</u>	<u>(1,305,100)</u>	<u>4,356,756</u>	<u>19,040,872</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>(\$76,007)</u>	<u>\$1,565,146</u>	<u>(\$1,353,459)</u>	<u>\$5,452,708</u>	<u>\$43,905,295</u>

See accompanying notes to the basic financial statements

Youngstown City School District
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2005*

Other Governmental Funds	Total Governmental Funds	Net Change in Fund Balances - Total Governmental Funds	\$19,918,105
\$1,062,159	\$24,638,904	Amounts reported for governmental activities in the statement of activities are different because	
18,407,715	117,104,169	Governmental funds report capital outlays as expenditures. However in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	
14,165	1,639,867	Capital Outlay	25,455,186
777,360	1,234,595	Depreciation	(2,167,597)
0	28,287	Total	23,287,589
318,556	318,556	Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.	(2,350)
113,708	114,108	Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
0	312,640	Property Taxes	699,189
21,363	568,815	Tuition and Fees	(26,897)
20,715,026	145,959,941	School Facilities Monies	(11,760,000)
		Grants	2,196,542
		Total	(8,891,166)
		Repayment of long-term debt are expenditures in the governmental funds, but the repayment reduced long-term liabilities in the statement of net assets.	
1,756,660	55,041,924	Asbestos Abatement Loan	40,422
3,586,076	15,986,533	Capital Lease	111,741
858,030	3,939,192	Total	152,163
499,506	499,506	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.	
2,200,832	7,324,078	Compensated Absences	(839,293)
5,368,491	11,476,488	Pension Obligation	1,143,061
0	497,818	Claims Payable	102,258
1,433,948	9,980,601	Total	406,026
186,027	1,650,986	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.	
0	1,109,304	Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated of the internal service fund is allocated among the governmental activities.	(1,607,469)
102,857	14,030,304	In the statement of activities, bond issuance costs are amortized over the term of the bonds, whereas in governmental funds a bond issuance expenditure is reported when bonds are issued.	459,693
972,837	5,976,813	In the statement of activities, interest is accrued on outstanding bonds, bond premium and bond issuance cost are amortized over the term of the bonds, whereas in governmental funds, an interest expenditure is reported when bonds are issued.	
69,270	1,033,489	Accrued Interest	(121,215)
2,218,520	2,358,438	Amortization of Issuance Costs	(6,384)
207,026	4,005,162	Bond Premium Amortization	12,956
0	476,588	Total	(114,643)
126,775	26,383,586	Other financing sources in the governmental funds increase long-term liabilities in the statement of net assets.	
0	152,163	Classroom Facilities Bonds	(35,625,000)
23,233	888,181	Bond Premium	(932,964)
0	459,693	Inception of Capital Lease	(662,192)
19,610,088	163,270,847	Total	(37,220,156)
		Change in Net Assets of Governmental Activities	(\$3,612,208)
1,104,938	(17,310,906)		
0	8,855		
0	662,192		
0	35,625,000		
0	932,964		
540,196	540,196		
0	(540,196)		
540,196	37,229,011		
1,645,134	19,918,105		
3,216,867	34,437,579		
\$4,862,001	\$54,355,684		

Youngstown City School District
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$21,892,224	\$20,570,076	\$20,667,891	\$97,815
Intergovernmental	75,191,219	70,650,156	70,986,115	335,959
Interest	906,261	851,529	855,578	4,049
Tuition and Fees	471,695	443,211	445,316	2,105
Rentals	29,963	28,153	28,287	134
Contributions and Donations	424	398	400	2
Miscellaneous	566,116	531,928	534,456	2,528
<i>Total Revenues</i>	<u>99,057,902</u>	<u>93,075,451</u>	<u>93,518,043</u>	<u>442,592</u>
Expenditures				
Current:				
Instruction:				
Regular	45,115,516	46,833,589	45,445,212	1,388,377
Special	11,674,500	12,119,085	11,734,480	384,605
Vocational	3,265,277	3,389,623	3,093,148	296,475
Support Services:				
Pupil	5,189,397	5,386,738	5,177,602	209,136
Instructional Staff	4,822,279	5,005,919	5,199,469	(193,550)
Board of Education	665,282	690,617	469,589	221,028
Administration	7,560,303	7,848,213	8,179,940	(331,727)
Fiscal	1,523,928	1,578,951	1,405,370	173,581
Business	992,367	1,035,265	1,762,940	(727,675)
Operation and Maintenance of Plant	11,922,383	12,376,408	13,185,860	(809,452)
Pupil Transportation	5,725,088	5,943,109	4,988,234	954,875
Central	956,561	995,988	1,022,892	(26,904)
Operation of Non-Instructional Services	155,416	157,247	150,421	6,826
Extracurricular Activities	486,965	505,509	487,741	17,768
Capital Outlay	917,384	952,609	911,514	41,095
Debt Service:				
Principal Retirement	111,741	111,741	111,741	0
Interest and Fiscal Charges	22,374	22,374	22,374	0
<i>Total Expenditures</i>	<u>101,106,761</u>	<u>104,952,985</u>	<u>103,348,527</u>	<u>1,604,458</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(2,048,859)</u>	<u>(11,877,534)</u>	<u>(9,830,484)</u>	<u>2,047,050</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	8,855	8,855	8,855	0
Capital Lease Proceeds	662,195	662,192	662,192	0
Advances Out	(350,159)	(350,159)	(350,159)	0
Transfers Out	(540,196)	(540,196)	(540,196)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(219,305)</u>	<u>(219,308)</u>	<u>(219,308)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(2,268,164)</u>	<u>(12,096,842)</u>	<u>(10,049,792)</u>	<u>2,047,050</u>
<i>Fund Balance Beginning of Year</i>	15,286,425	15,286,425	15,286,425	0
Prior Year Encumbrances Appropriated	1,399,700	1,399,700	1,399,700	0
<i>Fund Balance End of Year</i>	<u>\$14,417,961</u>	<u>\$4,589,283</u>	<u>\$6,636,333</u>	<u>\$2,047,050</u>

See accompanying notes to the basic financial statements

Youngstown City School District
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$3,185,837	\$3,224,369	\$3,265,176	\$40,807
Interest	335	339	343	4
Charges for Services	316,430	320,257	324,310	4,053
Miscellaneous	77	78	79	1
<i>Total Revenues</i>	<u>3,502,679</u>	<u>3,545,043</u>	<u>3,589,908</u>	<u>44,865</u>
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant	109,860	111,926	89,251	22,675
Pupil Transportation	2,211	278	62	216
Food Service Operation	4,087,929	3,677,323	3,503,036	174,287
<i>Total Expenditures</i>	<u>4,200,000</u>	<u>3,789,527</u>	<u>3,592,349</u>	<u>197,178</u>
<i>Net Change in Fund Balance</i>	(697,321)	(244,484)	(2,441)	242,043
<i>Fund Balance Beginning of Year</i>	1,138,767	1,138,767	1,138,767	0
Prior Year Encumbrances Appropriated	<u>67,719</u>	<u>67,719</u>	<u>67,719</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$509,165</u>	<u>\$962,002</u>	<u>\$1,204,045</u>	<u>\$242,043</u>

See accompanying notes to the basic financial statements

Youngstown City School District
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Disadvantaged Pupil Impact Aid Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$10,435,274	\$10,435,274	\$10,435,274	\$0
Expenditures				
Current:				
Instruction:				
Regular	7,162,640	7,970,792	7,970,792	0
Special	1,448,608	930,254	930,254	0
Support Services:				
Pupil	483	490	490	0
Instructional Staff	740,781	653,651	653,651	0
Administration	213,051	100,161	92,430	7,731
Operation and Maintenance of Plant	869,711	918,077	909,260	8,817
<i>Total Expenditures</i>	<u>10,435,274</u>	<u>10,573,425</u>	<u>10,556,877</u>	<u>16,548</u>
<i>Net Change in Fund Balance</i>	0	(138,151)	(121,603)	16,548
<i>Fund Balance Beginning of Year</i>	140,824	140,824	140,824	0
Prior Year Encumbrances Appropriated	<u>1,121</u>	<u>1,121</u>	<u>1,121</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$141,945</u>	<u>\$3,794</u>	<u>\$20,342</u>	<u>\$16,548</u>

See accompanying notes to the basic financial statements

Youngstown City School District
Statement of Fund Net Assets
Internal Service Fund
June 30, 2005

	<u>Insurance</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$4,662,434</u>
Liabilities	
Contracts Payable	231,825
Claims Payable	<u>2,091,172</u>
<i>Total Liabilities</i>	<u>2,322,997</u>
Net Assets	
Unrestricted	<u><u>\$2,339,437</u></u>

See accompanying notes to the basic financial statements

Youngstown City School District
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Internal Service Fund
For the Fiscal Year Ended June 30, 2005*

	Insurance
Operating Revenues	
Charges for Services	\$14,155,543
Operating Expenses	
Purchased Services	1,878,334
Claims	13,884,678
<i>Total Operating Expenses</i>	15,763,012
<i>Change in Net Assets</i>	(1,607,469)
<i>Net Assets Beginning of Year</i>	3,946,906
<i>Net Assets End of Year</i>	\$2,339,437

See accompanying notes to the basic financial statements

Youngstown City School District
Statement of Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2005

	Insurance
<i>Increase (Decrease) in Cash and Cash Equivalents</i>	
Cash Flows from Operating Activities	
Cash Received from Interfund Services Provided	\$14,155,543
Cash Payments for Goods and Services	(1,837,638)
Cash Payments for Claims	(13,471,738)
<i>Net Decrease in Cash and Cash Equivalents</i>	(1,153,833)
<i>Cash and Cash Equivalents Beginning of Year</i>	5,816,267
<i>Cash and Cash Equivalents End of Year</i>	\$4,662,434
 Reconciliation of Operating Loss to Net Cash Used for Operating Activities	
Operating Loss	(\$1,607,469)
Adjustments:	
Increase in Contracts Payable	40,696
Increase in Claims Payable	412,940
Total Adjustments	453,636
<i>Net Cash Used for Operating Activities</i>	(\$1,153,833)

See accompanying notes to the basic financial statements

Youngstown City School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2005

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$286,876	\$179,552
Accounts Receivable	213	0
<i>Total Assets</i>	<u>287,089</u>	<u>\$179,552</u>
Liabilities		
Undistributed Monies	0	\$17,136
Due to Students	0	162,416
<i>Total Liabilities</i>	<u>0</u>	<u>\$179,552</u>
Net Assets		
Held in Trust for Scholarships	<u>\$287,089</u>	

See accompanying notes to the basic financial statements

Youngstown City School District
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2005

	<u>Scholarship</u>
Additions	
Contributions and Donations	\$80,790
Deductions	
Scholarships Awarded	<u>35,946</u>
<i>Change in Net Assets</i>	44,844
<i>Net Assets Beginning of Year</i>	<u>242,245</u>
<i>Net Assets End of Year</i>	<u><u>\$287,089</u></u>

See accompanying notes to the basic financial statements

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Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Note 1 - Description of the School District

Youngstown City School District (the School District) operates under a locally-elected seven-member Board form of government and provides educational services as authorized by State and Federal agencies. The Board controls the School District's instructional support facilities staffed by 607 non-certified employees, 822 certified full-time teaching personnel and 90 administrative employees, who provide services to students and other community members.

The School District is located in Youngstown, Ohio, Mahoning County, including an area extending roughly five miles around the City. The enrollment for the School District during the 2005 fiscal year was 12,214. The School District operates eight elementary schools (K-6) and five elementary schools (K-4), three middle schools (5-8), one junior high (7-8), three high schools (9-12) and one vocational school.

Reporting Entity

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

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

The following activities are included within the reporting entity:

Non-Public Schools - Within the School District boundaries, there are various non-public schools. Current State legislation provides funding to these parochial schools. These monies are received and disbursed by the School District on behalf of the parochial school by the Treasurer of the School District, as directed by the parochial school. These transactions are reported in a special revenue fund and as a governmental activity of the School District.

The School District participates in two jointly governed organizations, the Access Council of Governments and the Tech Prep Consortium. These organizations are discussed in Note 20 to the basic financial statements.

Note 2 - Summary of Significant Accounting Policies

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

reporting principles. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental activities and to its internal service fund unless those pronouncements conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described below.

A. Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. However, the School District has only governmental activities, therefore no business-type activities are presented. 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 School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

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

B. Fund Accounting

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

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

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

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. The general fund balance is available to the School District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Food Service Fund The food service fund accounts for the grants and charges for services related to the food service operations of the School District.

Disadvantaged Pupil Impact Aid Fund This fund accounts for State monies for reducing kindergarten through third grade class size, providing all day kindergarten and for school safety and security.

Bond Retirement Fund The bond retirement fund accounts for property tax revenues that are used for payment of principal and interest and fiscal charges on general obligation debt.

Classroom Facilities Fund This fund accounts for property tax revenues, grants and interest received and expended in connection with contracts entered into by the School District and the Ohio Department of Education for the building and equipping of classroom facilities.

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

Proprietary Fund Type Proprietary fund reporting focuses on the determination of operating income, changes in net asset, financial position and cash flows. Proprietary funds are classified as enterprise or internal service. The School 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 School District on a cost reimbursement basis. The School District's only internal service fund is a self-insurance fund that accounts for medical, prescription drug, dental and vision claims of the School District's employees.

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

C. Measurement Focus

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

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

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 reconciliations 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 School District finances and meets the cash flow needs of its internal service fund.

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

D. Basis of Accounting

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

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (See Note 7.) Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

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

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Property taxes for which there is an enforceable legal claim as of June 30, 2005, but which were levied to finance fiscal year 2006 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

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

E. Budgetary Data

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

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

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations may not exceed estimated revenues. 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 fiscal year.

F. Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the School District's records. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

The School District utilizes a financial institution to maintain an account for payment of the phone system installation. The balance in this account is presented on the financial statements as "cash and cash equivalents in segregated accounts."

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

During fiscal year 2005, investments were limited to federal home loan bank notes, federal national mortgage association notes, federal home loan mortgage notes, federal home loan mortgage corporation notes, United States treasury notes, repurchase agreements, Tennessee Valley Authority electronotes and STAROhio.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as negotiable certificates of deposit and repurchase agreements are reported at cost.

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, 2005.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2005 amounted to \$175,946, which includes \$5,466 assigned from other School District funds.

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

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2005, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

H. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories consist of donated and purchased food held for resale and materials and supplies held for consumption.

I. Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments or imposed by law through constitutional provision or enabling legislation. Restricted assets in the general fund include unexpended resources restricted for the purchase of buses and amounts required by State statute to be set-aside for the purchase of textbooks and other instructional material, for the purchase or construction of capital improvements and to create a reserve for budget stabilization. See Note 21 for additional information regarding set asides.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

J. Capital Assets

All capital assets of the School District are general capital assets. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

Capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District was able to estimate the historical cost for the initial reporting of assets by backtrending (i.e. estimating the current replacement cost of the asset to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of one thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

Description	Estimated Lives
Buildings and Improvements	40 years
Furniture and Equipment	5 - 10 years
Vehicles	10 years
Textbooks	5 years

K. Interfund Balances

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

L. Compensated Absences

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

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

M. Accrued Liabilities and Long-term Obligations

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

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

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 fiscal year. Bonds and capital leases are recognized as a liability on the fund financial statements when due.

N. Bond Issuance Costs

Bond issuance costs for underwriting fees and bond insurance for the classroom facilities bonds are being amortized using the straight-line method over the life of the bonds on the government-wide statements. The straight-line method of amortization is not materially different from the effective-interest method. On governmental fund statements bond issuance costs are expended in the year the bonds are issued.

O. Bond Premium

On the government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the straight-line method. Bond premiums are presented as an increase of the face amount of the bonds payable. On governmental fund statements, bond premiums are received in the year the bonds are issued.

P. 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 or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The government-wide statement of net assets reports restricted net assets of \$126,725,164, of which \$12,045,006 is restricted by enabling legislation. Net assets restricted for other purposes include instruction, support services, operation of non-instructional services, food service operations and extracurricular activities.

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

Q. Fund Balance Reserves and Designations

The School District reserves those portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for encumbrances, bus purchases, textbooks, capital improvements and budget stabilization.

The reserve for budget stabilization represents money required to be set-aside by statute to protect against cyclical changes in revenues and expenditures.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

R. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are charges for services for self-insurance programs. Operating expenses are necessary costs that are incurred to provide the good or service that is the primary activity of the fund. Any revenue or expense not meeting the definition of operating is reported as non-operating.

S. Interfund Activity

Interfund services provided and used 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.

T. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence.

U. Estimates

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

Note 3 - Change in Accounting Principle and Restatement of Prior Year Net Assets

A. Changes in Accounting Principles

For fiscal year 2005, the School District has implemented GASB Statement No. 40, "Deposit and Investment Risk Disclosures", GASB Statement No. 46, "Net Assets Restricted by Enabling Legislation" and GASB Technical Bulletin No. 2004-2, "Recognition of Pension and Other Postemployment Benefit Expenditures/Expense and Liabilities by Cost-Sharing Employers."

GASB Statement No. 40 establishes new disclosure requirements for risks associated with deposits and investments.

GASB Statement No. 46 clarifies when net assets should be considered restricted based upon enabling legislation.

GASB Technical Bulletin No. 2004-2 addresses the amount that should be recognized as expenditure/expense and as a liability each period by employers participating in a cost-sharing multiple-employer pension and other postemployment benefit (OPEB) plans.

The implementation of GASB Statement No. 46 and GASB Technical Bulletin No. 2004-2 did not affect the presentation of the financial statements of the School District.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

B. Restatement of Net Assets

During fiscal year 2005 it was determined that the Asbestos Abatement Loans were understated by \$20,248. This restatement decreased total net assets from \$174,797,429 to \$174,777,181 at June 30, 2004.

Note 4 – Accountability and Compliance

A. Accountability

Fund balances at June 30, 2005, included the following individual fund deficits:

General Fund	\$76,007
<i>Special Revenue Funds:</i>	
Disadvantaged Pupil Impact Aid	1,353,459
Special Enterprise	33,943
Career Development	15,194
Professional Development	16,762
Vocational Education Enhancement	107
Adult Basic Education	285,189
Vocational Education	36,918
Title I	1,212,834
Preschool Grant	71,279

B. Compliance

The following funds had original appropriations in excess of estimated resources plus carryover balances contrary to Section 5705.39, Ohio Revised Code.

	Estimated Resources Plus Carryover Balances	Appropriations	Excess
<i>Special Revenue Funds:</i>			
Special Enterprise	\$79,866	\$82,000	\$2,134
Auxiliary Services	2,027,786	2,483,089	455,303
Career Development	(15,194)	0	15,194
Professional Development	116,897	239,440	122,543
Ohio Reads	219,428	298,593	79,165
Summer Intervention	247,279	518,003	270,724
Alternative Education Challenge	270,669	302,629	31,960
Title VI-B	2,336,602	3,342,028	1,005,426
Vocational Education	137,053	478,735	341,682
Limited English Proficiency	46,546	48,632	2,086

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

	Estimated Resources Plus Carryover		
	Balances	Appropriations	Excess
<i>Special Revenue Funds (continued):</i>			
Title I	\$5,178,929	\$9,509,815	\$4,330,886
Drug Free Schools Grant	100,854	130,382	29,528
Preschool Grant	143,211	192,896	49,685
Goals 2000	0	14,098	14,098
Reducing Class Size	1,371,838	2,250,514	878,676
Miscellaneous Federal Grants	2,157,269	2,415,165	257,896
<i>Private Purpose Trust Fund:</i>			
Scholarship	242,245	358,377	116,132

The following accounts and funds had expenditures plus encumbrances in excess of appropriations contrary to section 5705.41, Ohio Revised Code:

	Appropriations	Expenditures	Excess
<i>General Fund:</i>			
Support Services:			
Instructional Staff:			
Salaries and Wages	\$3,022,177	\$3,097,939	\$75,762
Fringe Benefits	1,242,865	1,325,025	82,160
Purchased Services	142,169	169,637	27,468
Materials and Supplies	474,720	482,880	8,160
Administration:			
Salaries and Wages	5,643,546	5,909,948	266,402
Purchased Services	216,109	281,434	65,325
Business:			
Fringe Benefits	222,095	224,631	2,536
Purchased Services	179,393	904,532	725,139
Operation and Maintenance of Plant:			
Purchased Services	3,953,695	4,763,147	809,452
Central:			
Capital Outlay-New	10,873	37,777	26,904
Extracurricular Activities:			
Co-Curricular Activities:			
Materials and Supplies	7,910	8,118	208
<i>Special Revenue Funds:</i>			
Adult Basic Education	649,142	714,441	65,299
Drug Free Schools Grant	300,886	302,238	1,352

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

The following funds had total final appropriations in excess of estimated resources plus carryover balances in violation of Section 5705.39, Ohio Revised Code:

	Estimated Resources Plus Carryover Balances	Appropriations	Excess
<i>Special Revenue Funds:</i>			
Miscellaneous Local Grants	\$1,825,740	\$2,042,576	\$216,836
Special Enterprise	55,739	83,105	27,366
Auxiliary Services	1,884,293	1,900,017	15,724
Career Development	(15,194)	0	15,194
Professional Development	213,949	316,122	102,173
Alternative Education Challenge	296,666	302,629	5,963
Miscellaneous State Grants	188,975	285,447	96,472
Adult Basic Education	387,367	649,142	261,775
Title VI-B	3,238,596	3,245,434	6,838
Vocational Education	366,269	469,682	103,413
Limited English Proficiency	32,023	56,459	24,436
Title I	6,659,776	9,188,369	2,528,593
Drug Free Schools Grant	265,095	300,886	35,791
Preschool Grant	67,213	192,896	125,683
Goals 2000	0	16,236	16,236
Reducing Class Size	2,155,786	2,742,059	586,273

Although these violations were not corrected by fiscal year end, management has indicated that appropriations will be closely monitored to ensure no future violations.

The following funds had negative cash balances as of June 30, 2005 indicating that revenues from other sources were used to pay obligations of this fund, contrary to Ohio Revised Code Section 5705.10. Management has indicated that all cash balances will be closely monitored to ensure no future violations.

<i>Special Revenue Funds:</i>	
Special Enterprise	\$27,447
Career Development	15,194
Professional Development	16,192
Adult Basic Education	252,663
Vocational Education	20,523
Title I	383,849
Preschool Grant	64,780

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Note 5 - Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. A Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual is presented in the basic financial statements for the general fund and major special revenue funds. The major differences between the budget basis and GAAP basis are:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Unreported cash represents amounts received but not included as revenue on the budgetary statements, but reported on the operating statements prepared using GAAP.
5. Investments are reported at cost (budget) rather than fair value (GAAP).
6. Advances In and Advances Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund and for the major special revenue funds.

Net Change in Fund Balance			
General and Major Special Revenue Funds			
	General	Food Service	Disadvantaged Pupil Impact Aid
GAAP Basis	(\$7,561,580)	(\$77,465)	(\$48,359)
Revenue Accruals	441,567	(214,253)	0
Revenue for Debt Repayment	(1,779,911)	0	0
Beginning Fair Value Adjustment			
for Investments	633,079	0	0
Ending Fair Value Adjustment			
for Investments	(679,632)	0	0
Beginning Unrecorded Cash	110,618	0	0
Advance Out	(350,159)	0	0
Expenditure Accruals	201,548	362,657	(73,244)
Debt Service:			
Principal	1,555,000	0	0
Interest	224,911	0	0
Encumbrances	(2,845,233)	(73,380)	0
Budget Basis	(\$10,049,792)	(\$2,441)	(\$121,603)

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Note 6 - Deposits and Investments

Monies held by the School District are classified by State statute into three categories.

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

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

Interim deposits are deposits of interim monies. Interim 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.

Interim monies held by the School District can be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to payment of principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, 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 securities listed above;
4. Bonds and other obligations of the State of Ohio or Ohio local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations;
7. The State Treasurer's investment pool (STAROhio);
8. Commercial paper and bankers acceptances if training requirements have been met.

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. Investments may only be made through specified dealers and institutions.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Investments

Investments are reported at fair value. As of June 30, 2005, the School District had the following investments:

	<u>Fair Value</u>	<u>Maturity</u>
Federal Home Loan Bank Notes	\$14,052,723	September 8, 2009
Federal National Mortgage Association Notes	23,862,869	April 16, 2009
Federal Home Loan Mortgage Notes	10,598,954	September 2, 2008
Federal Home Loan Mortgage Corporation Notes	1,426,508	May 7, 2008
United States Treasury Notes	10,747,764	November 15, 2007
Repurchase Agreements		
One Government Group Money Market	5,134,399	1 Day
Tennessee Valley Authority Electronotes	980,000	January 15, 2008
STAROhio	<u>5,810,933</u>	33 days
Total Portfolio	<u><u>\$72,614,150</u></u>	

Interest Rate Risk As a means of limiting its exposure to fair value losses caused by rising interest rates, the School District's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the School District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity. Repurchase agreements are limited to 30 days and the market value of the securities must exceed the principal value of the agreement by at least 2 percent and be marked to market daily.

Credit Risk The Federal Home Loan Bank Notes, Federal National Mortgage Association, Federal Home Loan Mortgage, Federal Home Loan Mortgage Corporation and the United States Treasury Notes, One Government Group Money Market and the Tennessee Valley Authority carry a rating of AAA by Standard & Poor's and STAROhio also carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that would further limit its investment choices.

Custodial Credit Risk For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Federal National Mortgage Association, Federal Home Loan Mortgage, Federal Home Loan Mortgage Corporation, United States Treasury Notes, are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent but not in the School District's name. The School District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Concentration of Credit Risk. The School District places no limit on the amount it may invest in any one issuer. The following is the School District's allocation as of June 30, 2005:

Investment	Percentage of Investments
Federal Home Loan Bank Notes	19.35 %
Federal Home Loan Mortgage Association Note	14.60
Federal Home Loan Mortgage Corporation Note	1.97
Federal National Mortgage Association Note	32.86
United States Treasury Notes	14.80
One Government Group Money Market	7.07
Tennessee Valley Authority	1.35
STAROhio	8.00

Note 7 - Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar 2005 represents collections of calendar year 2004 taxes. Real property taxes received in calendar year 2005 were levied after April 1, 2004, on the assessed value listed as of January 1, 2004, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2005 represents collections of calendar year 2004 taxes. Public utility real and tangible personal property taxes received in calendar year 2005 became a lien December 31, 2003, were levied after April 1, 2004 and are collected in 2005 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2005 (other than public utility property) represents the collection of 2005 taxes. Tangible personal property taxes received in calendar year 2005 were levied after April 1, 2004, on the value as of December 31, 2004. Tangible personal property is currently assessed at twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

The School District receives property taxes from Mahoning County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2005, are available to finance fiscal year 2005 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2005 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

Due to the timing of the tax bills sent by the County, there is no money available as an advance to the School District at June 30, 2005 and June 30, 2004.

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

The assessed values upon which fiscal year 2005 taxes were collected are:

	2004 Second - Half Collections		2005 First - Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$492,735,280	73.35%	\$480,765,120	73.35%
Public Utility	60,377,920	9.01	76,297,870	11.64
Tangible Personal Property	117,009,008	17.46	98,391,970	15.01
Total Assessed Value	\$670,122,208	100.00%	\$655,454,960	100.00%
Tax rate per \$1,000 of assessed valuation	\$51.00		\$51.00	

Note 8 - Receivables

Receivables at June 30, 2005, consisted of taxes, accounts (rent, student fees and tuition), interfund and grants. Except for property taxes, receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current fiscal year guarantee of Federal funds. All receivables except for the Ohio School Facilities Commission grant are expected to be collected within one year.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

	Taxes Receivable	Estimated Uncollectible	Net Receivable
Property Taxes	\$34,071,344	\$7,529,248	\$26,542,096

A summary of the principal items of intergovernmental receivables follows:

Governmental Activities	Amounts
Ohio School Facilities Commission	\$104,881,712
Title I Grants	3,253,613
Auditor of State	575,338
Federal Assistance	537,681
Miscellaneous Federal Grants	360,028
Preschool Grants	126,372
Vocational Education	92,069
Tuition and Fees	46,070
Teacher Development Grants	21,428
Limited English Proficiency Grants	17,030
Title VI Grants	12,615
Miscellaneous State Grants	11,138
Reserve Officer Training Corps	3,687
Ohio Reads Grant	1,886
Adult Basic Education Grant	1,800
Summer Intervention Grant	1,069
Drug Free Schools Grant	665
Total	\$109,944,201

In June of 2004, the School District signed an amended project agreement with the Ohio School Facilities Commission to renovate three schools, build nine schools and abate and demolish sixteen schools. The new amendment increased the State share from \$130,257,056 to \$154,146,288 and the local share increased from \$33,198,000 to \$39,286,520. This receivable will not be collected within one year.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Note 9 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2005, was as follows:

	Balance 6/30/2004	Additions	Deductions	Balance 6/30/2005
Governmental Activities				
<i>Capital Assets not being Depreciated:</i>				
Land	\$1,002,781	\$0	\$0	\$1,002,781
Construction in Progress	19,674,801	24,252,237	(14,612,406)	29,314,632
<i>Total Nondepreciable Capital Assets</i>	<u>20,677,582</u>	<u>24,252,237</u>	<u>(14,612,406)</u>	<u>30,317,413</u>
<i>Capital Assets being Depreciated:</i>				
Buildings and Improvements	27,740,302	14,612,406	(491,979)	41,860,729
Furniture and Equipment	20,040,701	1,051,471	(72,988)	21,019,184
Vehicles	2,784,914	0	0	2,784,914
Textbooks	712,433	151,478	0	863,911
<i>Total Capital Assets being Depreciated</i>	<u>51,278,350</u>	<u>15,815,355</u>	<u>(564,967)</u>	<u>66,528,738</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(22,924,709)	(661,675)	491,979	(23,094,405)
Furniture and Equipment	(15,682,412)	(1,297,391)	70,638	(16,909,165)
Vehicles	(1,989,752)	(81,063)	0	(2,070,815)
Textbooks	(400,570)	(127,468)	0	(528,038)
<i>Total Accumulated Depreciation</i>	<u>(40,997,443)</u>	<u>(2,167,597)</u>	<u>562,617</u>	<u>(42,602,423)</u>
<i>Total Assets being Depreciated, Net</i>	<u>10,280,907</u>	<u>13,647,758</u>	<u>(2,350)</u>	<u>23,926,315</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$30,958,489</u>	<u>\$37,899,995</u>	<u>(\$14,614,756)</u>	<u>\$54,243,728</u>

Depreciation expense was charged to governmental activities as follows:

Instruction:	
Regular	\$667,887
Special	164,611
Vocational	89,465
Support Services:	
Pupils	19,748
Instructional Staff	726,327
Board of Education	1,019
Administration	58,456
Fiscal	5,657
Business	793
Operation and Maintenance of Plant	89,459
Pupil Transportation	107,904
Central	24,994
Operation of Non-Instructional Services	99,534
Food Service Operation	55,944
Extracurricular Activities	55,799
Total Depreciation Expense	<u>\$2,167,597</u>

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Note 10 - Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2005, the School District contracted with the Hartford Insurance Company for property and general insurance. The catastrophic policy has a current replacement value in the amount of \$260,525,394 and \$20,000,000 per occurrence limit with a \$250,000 deductible. Professional and Pollution liability is protected by the Lexington Insurance Company providing a \$2,000,000 per claim limit with a \$10,000,000 policy term aggregate and each claim is subject to a \$100,000 deductible.

The School District has a blanket insurance policy for all boilers through the Cincinnati Insurance Company with a coverage limit of \$500,000 and a \$1,000 deductible.

Fleet insurance is provided by the Westfield Insurance Company. Portable buildings and maintenance vehicles have blanket coverage of \$886,444 and buses have a \$500,000 limit of coverage per accident with \$250 comprehensive and \$500 collision deductibles.

Settled claims have not exceeded this commercial coverage in any of the past three years. In order to have adequate insurance coverage to cover the two new schools opened during fiscal year 2005 the School District has had a significant increase in coverage from the prior year.

\$50,000 performance bonds are maintained for the board president, superintendent, and business manager, a \$250,000 bond is maintained for the treasurer. These bonds are maintained by the Nationwide Agribusiness Insurance Company.

B. Worker's Compensation

Prior to 1997, the School District participated in the State Workers' Compensation retrospective rating and payment system. From January 1, 1998 to December 31, 2001, the School District paid the State Workers' Compensation System a premium based on a rate per \$100 of salaries. The rate is calculated based on accident history and administrative costs. As of January 1, 2002, the School District was again approved for the State Workers' Compensation retrospective rating and payment system. This plan involves the payment of a minimum premium for administrative services and stop-loss coverage plus the actual claim costs for employees injured. During fiscal year 2005, the School District paid the State Workers' Compensation System a premium based on a rate of .008714 per \$100 of salaries. Workers' compensation premiums are paid from the general fund.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

The balance of claims payable at June 30, 2005 represents an estimate of the liability for unpaid claim costs provided by Workers' Compensation. The claims liability of \$376,201 at June 30, 2005, is based on the requirements of GASB Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in claims activity for the past two years are as follows:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2004	\$560,934	\$136,562	\$219,037	\$478,459
2005	478,459	88,871	191,129	376,201

C. Employee Health Benefits

The School District is self-insured for medical, prescription drug, dental and vision insurance. Medical Mutual administers the medical insurance plan for certified employees. Anthem administers the medical insurance plan for non-certified employees and administrators. Stop-loss coverage has been purchased at \$200,000 for each employee. Advance PCS is the third party administrator for the prescription drug program. Anthem administers the dental plan for the School District. Medical Mutual Health Services is the third party administrator for vision insurance. The administrators review all claims which are paid by the School District.

The claims liability of \$2,091,172 reported in the internal service fund at June 30, 2005 is based on estimates provided by the third party administrators and the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in total claims liability during fiscal years 2004 and 2005 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2004	\$1,739,000	\$12,343,459	\$12,404,227	\$1,678,232
2005	1,678,232	13,884,678	13,471,738	2,091,172

Note 11 - Pension Plans

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple-employer defined benefit pension 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 Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2005, 10.57 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2004, 9.09 percent 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 School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2005, 2004 and 2003 were \$1,489,173, \$1,403,442, and \$1,207,815; 46.03 percent has been contributed for fiscal year 2005 and 100 percent for fiscal years 2004 and 2003.

B. State Teachers Retirement System

The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 East Broad Street, Columbus, OH 43215-3371 or by calling (614) 227-4090.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB 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 percent 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 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 member's designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2005, plan members are required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed 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.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

The School District's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2005, 2004 and 2003 were \$6,397,005, \$6,264,306 and \$5,912,528; 88.68 percent has been contributed for fiscal year 2005 and 100 percent for fiscal years 2004 and 2003. Contributions to the DC and Combined Plans for fiscal year 2005 were \$42,625 made by the School District and \$99,413 made by the plan members.

Note 12 - Postemployment Benefits

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

STRS retirees who participated in the DB or combined plans and their 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. All 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, 2005, the STRS Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. For the School District, this amount equaled \$492,077 for fiscal year 2005.

STRS pays health care benefits from the Health Care Stabilization Fund. At June 30, 2005, the balance in the Fund was \$3.3 billion. For the year ended June 30, 2005, net health care costs paid by STRS were \$254,780,000 and STRS had 115,395 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. All retirees and beneficiaries are required to pay a portion of their premium for health care. The portion is based on years of service, Medicare eligibility and retirement status. Premiums may be reduced for retirees whose household income falls below poverty level.

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, 2005, employer contributions to fund health care benefits were 3.43 percent of covered payroll, a decrease of 1.48 percent from fiscal year 2004. 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 2005, the minimum pay was established at \$27,400. However, the surcharge is capped at 2 percent of each employer's SERS salaries. For the 2005 fiscal year, the School District paid \$889,572 to fund health care benefits, including surcharge.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2005, were \$178,221,113 and the target level was \$335.2 million. At June 30, 2005, SERS had net assets available for payment of health care benefits of \$267.5 million. SERS has approximately 58,123 participants currently receiving health care benefits.

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Note 13 - Other Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to thirty days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time.

Each employee earns sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 285 days for administrators, 260 days for certified employees and 240 days for classified employees. Upon retirement, payment is made for one-fourth of the total sick leave accumulation for certified employees. Administrators are paid thirty seven and one half percent of accrued unused sick leave upon retirement. Classified employees receive payment for sixty percent of accumulated sick leave up to 144 days. An employee receiving such payment must meet the retirement provisions set by STRS or SERS and must also have ten years of service with the School District.

During fiscal year 2002, the School District negotiated an early retirement incentive payment. The payment is equal to fifty percent of earned severance pay upon retirement, if the employee retires in the first year in which the employee becomes eligible or resigns by April 1. There was no liability as of June 30, 2005 for this plan.

B. Life Insurance

The School District provides life insurance to its employees. Coverage is equal to the employee's salary (rounded to nearest thousand dollars). The maximum amount of coverage is \$300,000 for any full-time permanent non-certified or certified employee. Life insurance coverage is provided through the Reliance Standard Life Insurance Company.

Note 14 - Contingencies

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2005.

B. Litigation

The Youngstown City School District is currently a party to legal proceedings seeking damages or injunctive relief generally incidental to its operations and pending projects. The School District management is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the School District

Youngstown City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2005

Note 15 – Contractual Commitments

As of June 30, 2005, the School District had the following contractual purchase commitments outstanding:

Contractor	Contract Amount	Amount Paid to date	Remaining Contract
Welty Building Company, LTD	\$15,796,000	\$0	\$15,796,000
Murphy Contracting Company	10,171,808	3,042,487	7,129,321
Coates Construction	5,933,939	0	5,933,939
K Company Incorporated	3,630,000	0	3,630,000
Conti Corporation	3,465,160	423,133	3,042,027
Valley Electrical Consolidated	3,029,850	0	3,029,850
York Mahoning Mechanical	3,598,500	739,412	2,859,088
Leone's W Tri-Area	3,273,520	481,239	2,792,281
Ralph Tyler Companies	1,859,032	125,161	1,733,871
Hanahan/Strollo and Associates	1,677,099	129,121	1,547,978
Olsavsky-Jaminet Architects	1,487,175	2,643	1,484,532
W.G. Tomko Incorporated	1,479,444	0	1,479,444
MS Consultants Incorporated	1,533,600	143,893	1,389,707
Tri-Area Electric Company	1,409,377	57,120	1,352,257
Stone Creek Interior Systems	1,318,715	13,342	1,305,373
Ricciuti Balog and Partners	1,105,426	19,786	1,085,640
Fire Foe Corporation	863,322	21,064	842,258
Johnson Controls Incorporated	1,091,744	275,264	816,480
Waller-Duman Incorporated	695,953	21,059	674,894
S.A. Communale Company Incorporated	624,000	0	624,000
Mid-West Telephone	514,341	3,816	510,525
Krueger International In Care	432,872	0	432,872
Rudzik Excavating Incorporated	2,125,782	1,763,580	362,202
Zabel Company	391,735	43,625	348,110
Commercial Appliance Contracts	304,718	0	304,718
Breckenridge Kitchen	266,423	0	266,423
Gandee and Associated Incorporated	204,405	47,778	156,627
Lepi Enterprises	125,000	0	125,000
Lorco Business Systems	61,511	0	61,511
Komar Plumbing Company	263,663	204,419	59,244
Knoll Incorporated	51,752	0	51,752
Environmental Protection	143,301	93,301	50,000

Youngstown City School District
Notes to the Basic Financial Statements
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Contractor (continued)	Contract Amount	Amount Paid to date	Remaining Contract
Landscape by Design	\$41,192	\$0	\$41,192
SET Incorporated	39,531	0	39,531
SBC Datacom	36,691	0	36,691
Prout Boiler Heating and	88,255	61,426	26,829
Hygienetics Environmental	28,000	1,545	26,455
ACA Engineering Incorporated	36,795	11,450	25,345
Total	\$69,199,631	\$7,725,664	\$61,473,967

Note 16 - Long-Term Obligations

Changes in long-term obligations of the School District during fiscal year 2005 were as follows:

	Principal Outstanding 6/30/04	Additions	Deductions	Principal Outstanding 6/30/05	Amounts Due in One Year
<i>Classroom Facilities Bonds</i>					
Classroom Facilities Bonds Series 2005	\$0	\$35,625,000	\$0	\$35,625,000	\$1,375,000
Unamortized Premium	0	932,964	12,956	920,008	0
<i>Total Classroom Facilities Bonds</i>	<u>0</u>	<u>36,557,964</u>	<u>12,956</u>	<u>36,545,008</u>	<u>1,375,000</u>
<i>Asbestos Abatement Loans</i>					
Asbestos Abatement Loan 1985, 0%	52,046	0	34,698	17,348	17,348
Asbestos Abatement Loan 1985, 0%	14,309	0	5,724	8,585	5,724
<i>Total Asbestos Abatement Loans</i>	<u>66,355</u>	<u>0</u>	<u>40,422</u>	<u>25,933</u>	<u>23,072</u>
Capital Lease Payable	0	662,192	111,741	550,451	126,644
Claims Payable	478,459	88,871	191,129	376,201	94,050
Compensated Absences	12,911,658	1,608,967	769,674	13,750,951	589,187
<i>Total General Long - Term Obligations</i>	<u>\$13,456,472</u>	<u>\$38,917,994</u>	<u>\$1,125,922</u>	<u>\$51,248,544</u>	<u>\$2,207,953</u>

The interest-free asbestos loans originally issued at a total of \$250,831 will be paid with property taxes from the debt service fund. The state workers' compensation claims payable and the capital lease will be paid from the general fund.

On March 2, 2005, the School District issued \$35,625,000 in classroom facilities bonds for the construction of new schools. The bonds will be paid using tax revenue from the debt service fund. The bonds were issued for a twenty-two year period with a final maturity of December 1, 2028. The bonds were issued at a premium of \$932,964.

Compensated absences will be paid from the fund from which the employees' salaries are paid. These funds include the general fund, and the food service, disadvantaged pupil impact aid, adult education, miscellaneous local grants, auxiliary services, summer intervention, alternative schools, adult basic

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education, title VI-B, vocational education, title I, drug free schools grant, preschool grants, reducing class size and miscellaneous federal grants special revenue funds.

The School District's overall debt margin was \$33,751,618 with an unvoted debt margin of \$655,455 at June 30, 2005. Principal and interest requirements to retire the asbestos removal loans and classroom facilities bonds are as follows:

Fiscal Year Ended June 30,	Asbestos	Classroom		Total Principal and Interest
	Removal Loans	Facilities Bonds		
	Principal	Principal	Interest	
2006	\$23,072	\$1,375,000	\$1,433,957	\$2,832,029
2007	2,861	1,050,000	1,397,582	2,450,443
2008	0	1,080,000	1,365,632	2,445,632
2009	0	1,110,000	1,332,782	2,442,782
2010	0	1,145,000	1,298,957	2,443,957
2011-2015	0	6,280,000	5,921,324	12,201,324
2016-2020	0	7,465,000	4,656,919	12,121,919
2021-2025	0	9,340,000	2,734,560	12,074,560
2026-2028	0	6,780,000	499,168	7,279,168
Total	\$25,933	\$35,625,000	\$20,640,881	\$56,291,814

Note 17 – Capital Lease

A new capital lease obligation recorded on the governmental wide statements relates to the installation of a new phone system. At the time the School District entered into this lease, the phone system had not yet been installed. As part of this agreement, Key Government Finance, Inc., as lessor, deposited \$662,192 into the School District's account. At fiscal year end, construction in progress was recorded in the amount of \$504,266. \$157,926 still remains in the general fund. The principal amount owed on the lease at fiscal year end was \$550,451.

The School District entered into a capital lease for a phone system during fiscal year 2005. The lease obligation meets the criteria of a capital lease as defined by Financial Accounting Standards Board Statement Number 13, "Accounting for Leases," and has been recorded on the government-wide statements. The equipment has been capitalized in the amount of \$504,266.

The assets acquired through the capital lease are as follows:

<i>Asset:</i>	Governmental Activities
Construction in Progress	\$504,266
Less: Accumulated Depreciation	0
Total Book Value as of June 30, 2005	\$504,266

Youngstown City School District
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A schedule of the future long-term minimum lease payments required under the capital lease and present value of the minimum lease payments is as follows:

Year ending June 30,	Governmental Funds
2006	\$146,307
2007	146,307
2008	146,307
2009	146,307
2010	12,194
Total Minimum Lease Payments	597,422
Less: Amount Representing Interest	(46,971)
Present Value of Minimum Lease Payments	\$550,451

Note 18 – Fund Obligations

The School District's note activity for the fiscal year ended June 30, 2005, is as follows:

	Principal Outstanding 6/30/04	Additions	Deductions	Principal Outstanding 6/30/05
<i>General Fund:</i>				
State Loan 1995 6.40%	\$1,555,000	\$0	\$1,555,000	\$0
<i>Capital Projects Funds:</i>				
<i>Classroom Facilities</i>				
Classroom Facilities Notes 2004-1 2.00%	20,000,000	0	20,000,000	0
Premium on Note	26,540	0	26,540	0
Classroom Facilities Notes 2004-1 2.00%	11,625,000	0	11,625,000	0
Premium on Note	2,008	0	2,008	0
Classroom Facilities Notes 2005-1 2.00%	0	11,625,000	11,625,000	0
Premium on Note	0	40,339	40,339	0
<i>Total Classroom Facilities</i>	31,653,548	11,665,339	43,318,887	0
<i>Permanent Improvement</i>				
Energy Conservation Loans 7.00%	740,000	0	740,000	0
<i>Total Capital Projects Funds</i>	32,393,548	11,665,339	44,058,887	0
<i>Total Notes</i>	\$33,948,548	\$11,665,339	\$45,613,887	\$0

The Classroom Facilities bond anticipation notes were paid from the classroom facilities capital projects fund using tax revenue and bond proceeds.

Youngstown City School District
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The State operating loan was paid from the general fund with school foundation revenue. The energy conservation tax anticipation loan is reflected in the permanent improvement capital projects fund and was paid from the tax revenue.

Note 19- Interfund Transactions

A. Interfund Transfers

The general fund transferred \$500,000 and \$40,196 to the permanent improvement capital projects fund and the district managed student activities special revenue fund. These transfers were made to cover locally funded initiative expenditures for Ohio School Facilities projects and to support programs.

B. Interfund Balances

Interfund Payable	Interfund Receivable General
Major Funds:	
Classroom Facilities	\$350,159
Other Governmental Funds:	
Public School Support	3,167
Special Enterprise	27,447
Career Development	15,194
Professional Development	16,192
Adult Basic Education	252,663
Vocational Education	20,523
Title I	394,452
Preschool Grant	64,780
<i>Total Other Governmental Funds</i>	<i>794,418</i>
<i>Total All Funds</i>	<i>\$1,144,577</i>

Interfund receivables and payables are due to the timing of the receipt of grant monies received by the various funds and to advance funds mandated by the Ohio School Facilities Commission. The general fund provides temporary funding of the program until the grant dollars are received.

Note 20 - Jointly Governed Organizations

A. Access Council of Governments

The Access Council of Governments (COG) is a computer network which provides data services to twenty-three school districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. Each of the governments of these schools supports COG based upon a per pupil charge, which was \$39 for fiscal year 2005. Youngstown City School District paid \$130,167 to

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COG during fiscal year 2005. COG is governed by an assembly consisting of the superintendents or other designees of the member school districts. The assembly exercises total control over the operation of COG including budgeting, appropriating, contracting and designating management. All of COG revenues are generated from charges for services and State funding. Financial information can be obtained by contacting the Treasurer at the Mahoning County Educational Service Center, who serves as fiscal agent, at 100 Debartolo Place, Youngstown, Ohio 44512.

B. Tech Prep Consortium

The Tech Prep Consortium is a cooperative effort between the School District, Youngstown State University and Mahoning County Joint Vocational School District to support programs in business, engineering and health technology through business, industry, labor and educational personnel. All of the consortium revenues are from a federal grant. The consortium is governed by an executive committee consisting of the superintendents of the school districts, the President of Youngstown State University and a representative from business or industry. The committee exercises total control over the operation of the Consortium, including budgeting, appropriating, contracting and designating management.

Note 21 - Set-Aside Calculations

The School District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by 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 to be used for the same purposes in future years. In prior years, the School District was also required to set aside money for budget stabilization. At June 30, 2005, only the unspent portion of certain workers' compensation refunds continues to be set-aside.

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

	Textbooks	Capital Improvements	Budget Stabilization
Set-Aside Reserve Balance as of June 30, 2004	\$374,505	\$788,525	\$476,555
Current Year Set-Aside Requirement	1,448,131	1,448,131	0
Qualifying Disbursements	(1,078,450)	(1,043,294)	0
Total	<u>\$744,186</u>	<u>\$1,193,362</u>	<u>\$476,555</u>
Set-Aside Reserve Balance as of June 30, 2005 and Carried Forward to Future Fiscal Years	<u>\$744,186</u>	<u>\$1,193,362</u>	<u>\$476,555</u>

The total reserve balance for the three set-asides at the end of the fiscal year was \$2,414,103.

**Combining and Individual
Fund Statements and Schedules**

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditure for specified purposes. Following is a description of the School District's Nonmajor special revenue funds:

Adult Education Fund This fund accounts for revenues and expenses involved in upgrading and retraining out-of-school youths and adults for the purpose of improving their skills and knowledge in their occupation or planned occupation as well as providing educational services including preschool.

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

Miscellaneous Local Grants Fund This fund accounts for specific local grants, except for State and Federal grants that are legally restricted for specified purposes.

Special Enterprise Fund This fund accounts for the operations of summer school.

Classroom Facilities Maintenance Fund This fund accounts for State monies used for the maintenance of School District facilities.

District Managed Student Activities Fund This fund accounts for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's athletic program and other similar types of activities.

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

Career Development Fund This fund accounts for State monies received for vocational education career development.

Professional Development Fund This fund accounts for State monies used to assist teachers in gaining new skills and becoming familiar with new teaching methodologies.

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

Entry Year Programs Fund This fund accounts for State monies used to mentor new teachers into the School District.

Data Communications Fund This fund accounts for State monies to be spent for Ohio Educational Computer Network Connections.

Ohio Reads Fund This fund accounts for State monies intended to provide programs to improve reading outcomes, especially on fourth grade reading proficiency tests, and for operating cost associated with hiring and training volunteers to evaluate the program and expenses associated with administering the program.

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

(continued)

Nonmajor Special Revenue Funds (continued)

Vocational Education Enhancement Fund This fund is used to account for vocational education enhancements to expand the number of students enrolled in tech prep programs, improve student skills and improve vocational instruction.

Alternative Education Challenge Fund This fund accounts for State monies used to account for alternative educational programs for existing and new at-risk and delinquent youth.

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

Adult Basic Education Fund This fund accounts for Federal monies used to provide reading, writing and math competency programs for adults that do not have a high school diploma.

Impact Aid Grant Fund This fund was created to account for significant losses in revenue from taxable real property acquired by the federal government and also for increases in revenue and school attendance as a result from federal activities.

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

Vocational Education Fund This fund accounts for receipts and expenditures involved in the replacement or updating of material essential for the instruction of students in job skills.

Limited English Proficiency Fund This fund accounts for Federal monies used for costs associated with English proficiency.

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

Title V Fund This fund accounts for Federal monies used to improve the skills of teachers and the quality of instruction in mathematics, science, foreign languages and computer learning, and to increase the access of all students to that instruction.

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

Preschool Grant Fund This fund accounts for Federal monies received for the improvement and expansion of services for handicapped children ages three through five.

Goals 2000 Fund A fund used to account for monies to support a broad range of education improvement goals. Competitive grants are used to establish a network of schools that have developed a systematic improvement plan. Funding is targeted at school districts where student performance on the fourth and ninth grade State Proficiency tests are significantly below the state average. Competitive grants are used to support partnerships between school districts and colleges of education to improve teacher education and school instruction.

(continued)

Nonmajor Special Revenue Funds (continued)

Reducing Class Size Fund This fund is used to account for Federal monies to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund This fund accounts for various monies received through State agencies from the Federal government or directly from the Federal government which are not classified elsewhere.

Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the construction or acquisition of major capital facilities. Following is a description of the nonmajor capital projects funds:

Permanent Improvements Fund This fund accounts for financial resources used for the acquisition, construction, or improvement of capital facilities of the School District.

School Net Plus Fund This fund accounts for State monies used to obtain computers and related educational technology equipment and/or the necessary infrastructure for educational technology.

Technology Equity Fund This fund accounts for technology equity funding to low-wealth school districts.

School Building Limited Assistance Fund This fund accounts for monies expended for renovations and repairs of school facilities.

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Youngstown City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2005

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$5,807,635	\$1,503,214	\$7,310,849
Accounts Receivable	3,502	0	3,502
Intergovernmental Receivable	3,899,713	0	3,899,713
Property Taxes Receivable	306,974	0	306,974
<i>Total Assets</i>	<u>\$10,017,824</u>	<u>\$1,503,214</u>	<u>\$11,521,038</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$159,112	\$0	\$159,112
Accrued Wages and Benefits	1,151,859	0	1,151,859
Contracts Payable	42,460	0	42,460
Intergovernmental Payable	302,995	0	302,995
Deferred Revenue	4,167,385	0	4,167,385
Matured Compensated Absences Payable	40,808	0	40,808
Interfund Payable	794,418	0	794,418
<i>Total Liabilities</i>	<u>6,659,037</u>	<u>0</u>	<u>6,659,037</u>
Fund Balances			
Reserved for Encumbrances	1,677,476	0	1,677,476
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	1,681,311	0	1,681,311
Capital Projects Funds	0	1,503,214	1,503,214
<i>Total Fund Balances</i>	<u>3,358,787</u>	<u>1,503,214</u>	<u>4,862,001</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$10,017,824</u>	<u>\$1,503,214</u>	<u>\$11,521,038</u>

Youngstown City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2005

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Property Taxes	\$284,249	\$777,910	\$1,062,159
Intergovernmental	18,400,965	6,750	18,407,715
Interest	14,165	0	14,165
Tuition and Fees	777,360	0	777,360
Extracurricular Activities	318,556	0	318,556
Contributions and Donations	113,708	0	113,708
Miscellaneous	21,363	0	21,363
<i>Total Revenues</i>	<u>19,930,366</u>	<u>784,660</u>	<u>20,715,026</u>
Expenditures			
Current:			
Instruction:			
Regular	1,756,660	0	1,756,660
Special	3,586,076	0	3,586,076
Vocational	858,030	0	858,030
Adult/Continuing	499,506	0	499,506
Support Services:			
Pupil	2,200,832	0	2,200,832
Instructional Staff	5,368,491	0	5,368,491
Administration	1,433,948	0	1,433,948
Fiscal	186,027	0	186,027
Operation and Maintenance of Plant	102,857	0	102,857
Pupil Transportation	972,837	0	972,837
Central	69,270	0	69,270
Operation of Non-Instructional Services	2,218,520	0	2,218,520
Extracurricular Activities	207,026	0	207,026
Capital Outlay	94,428	32,347	126,775
Debt Service:			
Interest and Fiscal Charges	0	23,233	23,233
<i>Total Expenditures</i>	<u>19,554,508</u>	<u>55,580</u>	<u>19,610,088</u>
<i>Excess of Revenues Over Expenditures</i>	375,858	729,080	1,104,938
Other Financing Sources			
Transfers In	40,196	500,000	540,196
<i>Net Change in Fund Balances</i>	416,054	1,229,080	1,645,134
<i>Fund Balances Beginning of Year</i>	<u>2,942,733</u>	<u>274,134</u>	<u>3,216,867</u>
<i>Fund Balances End of Year</i>	<u>\$3,358,787</u>	<u>\$1,503,214</u>	<u>\$4,862,001</u>

Youngstown City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2005

	Adult Education	Public School Support	Miscellaneous Local Grants	Special Enterprise
Assets				
Equity in Pooled Cash and Cash Equivalents	\$900,043	\$95,103	\$861,768	\$0
Accounts Receivable	0	3,502	0	0
Intergovernmental Receivable	0	0	0	0
Property Taxes Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$900,043</u>	<u>\$98,605</u>	<u>\$861,768</u>	<u>\$0</u>
 Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$10,582	\$0	\$10,000	\$0
Accrued Wages and Benefits	63,494	0	13,816	2,955
Contracts Payable	0	0	0	0
Intergovernmental Payable	15,882	0	5,904	3,541
Deferred Revenue	0	0	0	0
Matured Compensated Absences Payable	0	0	0	0
Interfund Payable	0	3,167	0	27,447
<i>Total Liabilities</i>	<u>89,958</u>	<u>3,167</u>	<u>29,720</u>	<u>33,943</u>
 Fund Balances				
Reserved for Encumbrances	8,155	373	32,485	0
Unreserved, Undesignated (Deficit)	801,930	95,065	799,563	(33,943)
<i>Total Fund Balances (Deficit)</i>	<u>810,085</u>	<u>95,438</u>	<u>832,048</u>	<u>(33,943)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$900,043</u>	<u>\$98,605</u>	<u>\$861,768</u>	<u>\$0</u>

Classroom Facilities Maintenance	District Managed Student Activities	Auxiliary Services	Career Development	Professional Development	Management Information Systems
\$1,409,935	\$175,467	\$564,891	\$0	\$0	\$1
0	0	0	0	0	0
0	0	0	0	21,428	0
306,974	0	0	0	0	0
<u>\$1,716,909</u>	<u>\$175,467</u>	<u>\$564,891</u>	<u>\$0</u>	<u>\$21,428</u>	<u>\$1</u>
\$0	\$659	\$45,613	\$0	\$0	\$0
0	0	68,303	0	0	0
0	0	42,460	0	0	0
0	0	18,246	0	570	0
306,974	0	0	0	21,428	0
0	0	0	0	0	0
0	0	0	15,194	16,192	0
<u>306,974</u>	<u>659</u>	<u>174,622</u>	<u>15,194</u>	<u>38,190</u>	<u>0</u>
66,600	12,343	173,456	0	0	0
<u>1,343,335</u>	<u>162,465</u>	<u>216,813</u>	<u>(15,194)</u>	<u>(16,762)</u>	<u>1</u>
<u>1,409,935</u>	<u>174,808</u>	<u>390,269</u>	<u>(15,194)</u>	<u>(16,762)</u>	<u>1</u>
<u>\$1,716,909</u>	<u>\$175,467</u>	<u>\$564,891</u>	<u>\$0</u>	<u>\$21,428</u>	<u>\$1</u>

(continued)

Youngstown City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2005

	Entry Year Programs	Ohio Reads	Summer Intervention	Vocational Education Enhancement
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$11,550	\$67,869	\$127,450	\$0
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	0	1,886	1,069	0
Property Taxes Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$11,550</u>	<u>\$69,755</u>	<u>\$128,519</u>	<u>\$0</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$4,821	\$9,565	\$0
Accrued Wages and Benefits	0	0	588	0
Contracts Payable	0	0	0	0
Intergovernmental Payable	7	157	3,034	107
Deferred Revenue	0	1,886	1,069	0
Matured Compensated Absences Payable	0	0	0	0
Interfund Payable	0	0	0	0
<i>Total Liabilities</i>	<u>7</u>	<u>6,864</u>	<u>14,256</u>	<u>107</u>
Fund Balances				
Reserved for Encumbrances	0	31,123	9,612	0
Unreserved, Undesignated (Deficit)	11,543	31,768	104,651	(107)
<i>Total Fund Balances (Deficit)</i>	<u>11,543</u>	<u>62,891</u>	<u>114,263</u>	<u>(107)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$11,550</u>	<u>\$69,755</u>	<u>\$128,519</u>	<u>\$0</u>

Alternative Education Challenge	Miscellaneous State Grants	Adult Basic Education	Title VI-B	Vocational Education	Limited English Proficiency
\$30,325	\$14,510	\$0	\$490,150	\$0	\$4,696
0	0	0	0	0	0
0	11,138	1,800	0	92,069	17,030
0	0	0	0	0	0
<u>\$30,325</u>	<u>\$25,648</u>	<u>\$1,800</u>	<u>\$490,150</u>	<u>\$92,069</u>	<u>\$21,726</u>
\$0	\$0	\$0	\$3,480	\$0	\$0
3,936	225	16,400	91,872	42,319	311
0	0	0	0	0	0
4,191	22	17,926	51,245	10,913	19
0	11,138	0	0	55,232	17,030
0	0	0	0	0	0
0	0	252,663	0	20,523	0
<u>8,127</u>	<u>11,385</u>	<u>286,989</u>	<u>146,597</u>	<u>128,987</u>	<u>17,360</u>
12,921	6,367	44,036	487,125	957	1,091
9,277	7,896	(329,225)	(143,572)	(37,875)	3,275
<u>22,198</u>	<u>14,263</u>	<u>(285,189)</u>	<u>343,553</u>	<u>(36,918)</u>	<u>4,366</u>
<u>\$30,325</u>	<u>\$25,648</u>	<u>\$1,800</u>	<u>\$490,150</u>	<u>\$92,069</u>	<u>\$21,726</u>

(continued)

Youngstown City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2005

	Title I	Title V	Drug Free Schools Grant	Preschool Grant
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$0	\$55,775	\$19,359	\$0
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	3,253,613	12,615	665	126,372
Property Taxes Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$3,253,613</u>	<u>\$68,390</u>	<u>\$20,024</u>	<u>\$126,372</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$21,971	\$1,636	\$1,580	\$0
Accrued Wages and Benefits	631,776	0	7,609	5,456
Contracts Payable	0	0	0	0
Intergovernmental Payable	139,578	176	4,144	1,043
Deferred Revenue	3,253,613	12,615	0	126,372
Matured Compensated Absences Payable	25,057	0	0	0
Interfund Payable	394,452	0	0	64,780
<i>Total Liabilities</i>	<u>4,466,447</u>	<u>14,427</u>	<u>13,333</u>	<u>197,651</u>
Fund Balances				
Reserved for Encumbrances	215,427	6,258	56,305	1,638
Unreserved, Undesignated (Deficit)	(1,428,261)	47,705	(49,614)	(72,917)
<i>Total Fund Balances (Deficit)</i>	<u>(1,212,834)</u>	<u>53,963</u>	<u>6,691</u>	<u>(71,279)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$3,253,613</u>	<u>\$68,390</u>	<u>\$20,024</u>	<u>\$126,372</u>

Reducing Class Size	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$770,936	\$207,807	\$5,807,635
0	0	3,502
0	360,028	3,899,713
0	0	306,974
<u>\$770,936</u>	<u>\$567,835</u>	<u>\$10,017,824</u>

\$0	\$49,205	\$159,112
71,471	131,328	1,151,859
0	0	42,460
7,504	18,786	302,995
0	360,028	4,167,385
15,751	0	40,808
0	0	794,418
<u>94,726</u>	<u>559,347</u>	<u>6,659,037</u>
172,056	339,148	1,677,476
504,154	(330,660)	1,681,311
<u>676,210</u>	<u>8,488</u>	<u>3,358,787</u>
<u>\$770,936</u>	<u>\$567,835</u>	<u>\$10,017,824</u>

Youngstown City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2005

	Adult Education	Public School Support	Miscellaneous Local Grants	Special Enterprise
Revenues				
Property Taxes	\$0	\$0	\$0	\$0
Intergovernmental	259,285	0	1,168,793	0
Interest	0	0	0	0
Tuition and Fees	740,422	0	0	36,938
Extracurricular Activities	0	183,858	0	0
Contributions and Donations	0	25,584	87,939	0
Miscellaneous	0	9,926	8,970	0
<i>Total Revenues</i>	<u>999,707</u>	<u>219,368</u>	<u>1,265,702</u>	<u>36,938</u>
Expenditures				
Current:				
Instruction:				
Regular	0	247	62,708	47,895
Special	0	0	6,841	65
Vocational	653,019	0	0	0
Adult/Continuing	0	0	3,017	0
Support Services:				
Pupil	19,986	87,637	92,922	956
Instructional Staff	34,194	25,498	143,515	0
Administration	63,725	106,717	136,586	36,757
Fiscal	0	0	0	0
Operation and Maintenance of Plant	10,368	140	0	0
Pupil Transportation	0	7,580	425	0
Central	250	0	0	0
Operation of Non-Instructional Services	0	0	418,399	0
Extracurricular Activities	0	65	0	0
Capital Outlay	0	0	94,428	0
<i>Total Expenditures</i>	<u>781,542</u>	<u>227,884</u>	<u>958,841</u>	<u>85,673</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	218,165	(8,516)	306,861	(48,735)
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	218,165	(8,516)	306,861	(48,735)
<i>Fund Balances (Deficit) Beginning of Year</i>	591,920	103,954	525,187	14,792
<i>Fund Balances (Deficit) End of Year</i>	<u>\$810,085</u>	<u>\$95,438</u>	<u>\$832,048</u>	<u>(\$33,943)</u>

Classroom Facilities Maintenance	District Managed Student Activities	Auxiliary Services	Career Development	Professional Development	Management Information Systems
\$284,249	\$0	\$0	\$0	\$0	\$0
34,251	0	1,309,821	0	239,747	30,193
0	0	14,165	0	0	0
0	0	0	0	0	0
0	134,698	0	0	0	0
0	185	0	0	0	0
0	2,467	0	0	0	0
318,500	137,350	1,323,986	0	239,747	30,193
0	0	0	0	129,381	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	30,193
0	1,404	0	0	89,587	0
0	0	0	0	0	0
8,332	0	0	0	3,964	0
0	0	0	0	0	0
0	634	0	0	0	0
0	0	0	0	0	0
0	0	1,187,739	0	0	0
0	206,961	0	0	0	0
0	0	0	0	0	0
8,332	208,999	1,187,739	0	222,932	30,193
310,168	(71,649)	136,247	0	16,815	0
0	40,196	0	0	0	0
310,168	(31,453)	136,247	0	16,815	0
1,099,767	206,261	254,022	(15,194)	(33,577)	1
\$1,409,935	\$174,808	\$390,269	(\$15,194)	(\$16,762)	\$1

(continued)

Youngstown City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2005

	Entry Year Programs	Data Communications	Ohio Reads	Summer Intervention
Revenues				
Property Taxes	\$0	\$0	\$0	\$0
Intergovernmental	12,100	63,000	150,413	718,441
Interest	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>12,100</u>	<u>63,000</u>	<u>150,413</u>	<u>718,441</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	78,010	364,213
Special	0	0	0	0
Vocational	0	0	0	0
Adult/Continuing	0	0	0	0
Support Services:				
Pupil	0	0	12,139	26,518
Instructional Staff	5,292	0	4,330	11,928
Administration	0	0	13,322	0
Fiscal	0	0	0	8,715
Operation and Maintenance of Plant	0	40,678	0	0
Pupil Transportation	0	0	230	0
Central	0	63,000	0	0
Operation of Non-Instructional Services	0	0	29,777	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>5,292</u>	<u>103,678</u>	<u>137,808</u>	<u>411,374</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	6,808	(40,678)	12,605	307,067
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	6,808	(40,678)	12,605	307,067
<i>Fund Balances (Deficit) Beginning of Year</i>	4,735	40,678	50,286	(192,804)
<i>Fund Balances (Deficit) End of Year</i>	<u>\$11,543</u>	<u>\$0</u>	<u>\$62,891</u>	<u>\$114,263</u>

Vocational Education Enhancement	Alternative Education Challenge	Miscellaneous State Grants	Adult Basic Education	Impact Aid Grant	Title VI-B
\$0	\$0	\$0	\$0	\$0	\$0
44,067	264,312	175,105	659,763	0	3,005,014
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
44,067	264,312	175,105	659,763	0	3,005,014
0	23,160	531	0	0	0
0	0	0	0	0	268,159
47,669	0	0	0	0	0
0	0	0	496,489	0	0
0	142,443	44,798	49,590	0	478,713
0	352	115,539	54,012	0	1,027,775
0	73,076	1,086	76,466	39	81,974
0	0	1,730	5,692	0	31,650
0	0	6,500	2,400	0	0
0	8,000	1,823	0	0	866,913
0	0	4,320	0	0	0
0	17,139	0	0	0	16,183
0	0	0	0	0	0
0	0	0	0	0	0
47,669	264,170	176,327	684,649	39	2,771,367
(3,602)	142	(1,222)	(24,886)	(39)	233,647
0	0	0	0	0	0
(3,602)	142	(1,222)	(24,886)	(39)	233,647
3,495	22,056	15,485	(260,303)	39	109,906
(\$107)	\$22,198	\$14,263	(\$285,189)	\$0	\$343,553

(continued)

Youngstown City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2005

	Vocational Education	Limited English Proficiency	Title I	Title V
Revenues				
Property Taxes	\$0	\$0	\$0	\$0
Intergovernmental	635,433	29,789	5,290,698	82,648
Interest	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>635,433</u>	<u>29,789</u>	<u>5,290,698</u>	<u>82,648</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	268,351	16,875
Special	0	5,567	3,246,445	0
Vocational	157,342	0	0	0
Adult/Continuing	0	0	0	0
Support Services:				
Pupil	168,277	3,376	844,883	0
Instructional Staff	55,707	12,624	1,513,184	60,646
Administration	7,760	0	575,977	0
Fiscal	0	246	68,602	760
Operation and Maintenance of Plant	0	0	34,593	0
Pupil Transportation	0	203	54,966	0
Central	1,700	0	0	0
Operation of Non-Instructional Services	0	1,022	378,903	6,993
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>390,786</u>	<u>23,038</u>	<u>6,985,904</u>	<u>85,274</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	244,647	6,751	(1,695,206)	(2,626)
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	244,647	6,751	(1,695,206)	(2,626)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(281,565)</u>	<u>(2,385)</u>	<u>482,372</u>	<u>56,589</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>(\$36,918)</u></u>	<u><u>\$4,366</u></u>	<u><u>(\$1,212,834)</u></u>	<u><u>\$53,963</u></u>

Drug Free Schools Grant	Preschool Grant	Reducing Class Size	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$284,249
279,483	53,329	1,783,257	2,112,023	18,400,965
0	0	0	0	14,165
0	0	0	0	777,360
0	0	0	0	318,556
0	0	0	0	113,708
0	0	0	0	21,363
279,483	53,329	1,783,257	2,112,023	19,930,366
67,244	0	348,992	349,053	1,756,660
0	58,701	0	298	3,586,076
0	0	0	0	858,030
0	0	0	0	499,506
104,028	3,228	0	91,145	2,200,832
59,381	50,703	913,101	1,189,719	5,368,491
3,062	0	0	257,401	1,433,948
3,860	1,582	21,552	29,342	186,027
716	0	0	7,462	102,857
4,420	2,336	0	25,307	972,837
0	0	0	0	69,270
4,774	3,187	0	154,404	2,218,520
0	0	0	0	207,026
0	0	0	0	94,428
247,485	119,737	1,283,645	2,104,131	19,554,508
31,998	(66,408)	499,612	7,892	375,858
0	0	0	0	40,196
31,998	(66,408)	499,612	7,892	416,054
(25,307)	(4,871)	176,598	596	2,942,733
\$6,691	(\$71,279)	\$676,210	\$8,488	\$3,358,787

Youngstown City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2005

	Permanent Improvements	School Net Plus	Technology Equity	School Building Limited Assistance	Total Nonmajor Capital Projects Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	\$610,961	\$7,576	\$2	\$884,675	\$1,503,214
Liabilities and Fund Balances					
Liabilities	\$0	\$0	\$0	\$0	\$0
Fund Balances					
Unreserved, Undesignated	610,961	7,576	2	884,675	1,503,214
<i>Total Liabilities and Fund Balances</i>	<u>\$610,961</u>	<u>\$7,576</u>	<u>\$2</u>	<u>\$884,675</u>	<u>\$1,503,214</u>

Youngstown City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2005

	Permanent Improvements	School Net Plus	Technology Equity	School Building Limited Assistance	Total Nonmajor Capital Projects Funds
Revenues					
Property Taxes	\$777,910	\$0	\$0	\$0	\$777,910
Intergovernmental	0	6,750	0	0	6,750
<i>Total Revenues</i>	<u>777,910</u>	<u>6,750</u>	<u>0</u>	<u>0</u>	<u>784,660</u>
Expenditures					
Capital Outlay	26,187	6,160	0	0	32,347
Debt Service:					
Interest and Fiscal Charges	23,233	0	0	0	23,233
<i>Total Expenditures</i>	<u>49,420</u>	<u>6,160</u>	<u>0</u>	<u>0</u>	<u>55,580</u>
<i>Excess of Revenues Over Expenditures</i>	728,490	590	0	0	729,080
Other Financing Sources					
Transfers In	500,000	0	0	0	500,000
<i>Net Change in Fund Balances</i>	1,228,490	590	0	0	1,229,080
<i>Fund Balances (Deficit)</i>					
<i>Beginning of Year</i>	<u>(617,529)</u>	<u>6,986</u>	<u>2</u>	<u>884,675</u>	<u>274,134</u>
<i>Fund Balances End of Year</i>	<u>\$610,961</u>	<u>\$7,576</u>	<u>\$2</u>	<u>\$884,675</u>	<u>\$1,503,214</u>

Combining Statement - Fiduciary Funds

Agency Funds

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

Specialized Activity Fund This fund accounts for monies held to purchase flowers.

District Agency Fund This fund accounts for assets held by the School District as an agent for Pell Grant funds.

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

Youngstown City School District
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2005

	Beginning Balance 06/30/04	Additions	Deductions	Ending Balance 06/30/05
<i>Specialized Activity</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$10,381	\$10,146	\$9,190	\$11,337
Liabilities				
Undistributed Monies	\$10,381	\$10,146	\$9,190	\$11,337
 <i>District Agency</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$5,799	\$276,745	\$276,745	\$5,799
Liabilities				
Undistributed Monies	\$5,799	\$276,745	\$276,745	\$5,799
 <i>Student Activity</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$165,465	\$208,152	\$211,201	\$162,416
Liabilities				
Due to Students	\$165,465	\$208,152	\$211,201	\$162,416
 <i>Total - All Agency Funds</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$181,645	\$495,043	\$497,136	\$179,552
Liabilities				
Undistributed Monies	\$16,180	\$286,891	\$285,935	\$17,136
Due to Students	165,465	208,152	211,201	162,416
<i>Total Liabilities</i>	\$181,645	\$495,043	\$497,136	\$179,552

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

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$21,892,224	\$20,570,076	\$20,667,891	\$97,815
Intergovernmental	75,191,219	70,650,156	70,986,115	335,959
Interest	906,261	851,529	855,578	4,049
Tuition and Fees	471,695	443,211	445,316	2,105
Rentals	29,963	28,153	28,287	134
Contributions and Donations	424	398	400	2
Miscellaneous	566,116	531,928	534,456	2,528
<i>Total Revenues</i>	<i>99,057,902</i>	<i>93,075,451</i>	<i>93,518,043</i>	<i>442,592</i>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	18,040,946	18,727,975	18,350,477	377,498
Fringe Benefits	6,484,945	6,731,902	6,698,501	33,401
Purchased Services	18,600,794	19,309,143	18,516,297	792,846
Materials and Supplies	1,155,009	1,198,994	1,047,245	151,749
Capital Outlay - New	833,442	865,195	832,312	32,883
Other	380	380	380	0
Total Regular	45,115,516	46,833,589	45,445,212	1,388,377
Special:				
Salaries and Wages	8,198,715	8,510,936	8,287,947	222,989
Fringe Benefits	2,932,321	3,043,989	2,994,428	49,561
Purchased Services	440,818	457,605	437,535	20,070
Materials and Supplies	102,646	106,555	14,570	91,985
Total Special	11,674,500	12,119,085	11,734,480	384,605
Vocational:				
Salaries and Wages	2,253,847	2,252,278	2,032,107	220,171
Fringe Benefits	745,453	773,841	705,598	68,243
Purchased Services	15,686	16,283	8,910	7,373
Materials and Supplies	208,301	243,807	243,807	0
Capital Outlay - New	40,828	102,208	102,208	0
Other	1,162	1,206	518	688
Total Vocational	3,265,277	3,389,623	3,093,148	296,475
Total Instruction	\$60,055,293	\$62,342,297	\$60,272,840	\$2,069,457

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Support Services:				
Pupil:				
Salaries and Wages	\$3,209,341	\$3,331,558	\$3,303,326	\$28,232
Fringe Benefits	1,155,527	1,201,686	1,201,686	0
Purchased Services	524,907	542,461	520,483	21,978
Materials and Supplies	241,418	250,612	127,597	123,015
Capital Outlay - New	11,500	11,938	3,042	8,896
Other	46,704	48,483	21,468	27,015
Total Pupil	5,189,397	5,386,738	5,177,602	209,136
Instructional Staff:				
Salaries and Wages	2,911,310	3,022,177	3,097,939	(75,762)
Fringe Benefits	1,197,271	1,242,865	1,325,025	(82,160)
Purchased Services	136,954	142,169	169,637	(27,468)
Materials and Supplies	446,556	474,720	482,880	(8,160)
Capital Outlay - New	113,930	120,459	120,459	0
Other	16,258	3,529	3,529	0
Total Instructional Staff	4,822,279	5,005,919	5,199,469	(193,550)
Board of Education:				
Salaries and Wages	24,599	25,536	22,120	3,416
Fringe Benefits	111,747	116,002	112,461	3,541
Purchased Services	514,920	534,529	331,751	202,778
Materials and Supplies	8,863	9,201	3,257	5,944
Capital Outlay - New	5,153	5,349	0	5,349
Total Board of Education	665,282	690,617	469,589	221,028
Administration:				
Salaries and Wages	5,436,515	5,643,546	5,909,948	(266,402)
Fringe Benefits	1,828,770	1,947,835	1,947,835	0
Purchased Services	207,837	216,109	281,434	(65,325)
Materials and Supplies	45,894	25,935	25,935	0
Capital Outlay - New	28,851	8,886	8,886	0
Other	12,436	5,902	5,902	0
Total Administration	\$7,560,303	\$7,848,213	\$8,179,940	(\$331,727)

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fiscal:				
Salaries and Wages	\$476,572	\$494,710	\$476,109	\$18,601
Fringe Benefits	169,325	175,773	165,667	10,106
Purchased Services	120,287	128,569	128,569	0
Materials and Supplies	19,989	20,750	14,954	5,796
Capital Outlay - New	4,316	7,215	7,215	0
Other	733,439	751,934	612,856	139,078
Total Fiscal	1,523,928	1,578,951	1,405,370	173,581
Business:				
Salaries and Wages	536,773	556,096	556,096	0
Fringe Benefits	213,302	222,095	224,631	(2,536)
Purchased Services	167,892	179,393	904,532	(725,139)
Materials and Supplies	41,878	28,357	28,357	0
Capital Outlay - New	5,968	6,195	6,195	0
Other	26,554	43,129	43,129	0
Total Business	992,367	1,035,265	1,762,940	(727,675)
Operation and Maintenance of Plant:				
Salaries and Wages	5,235,623	5,353,827	5,353,827	0
Fringe Benefits	2,115,610	2,184,724	2,184,724	0
Purchased Services	3,808,466	3,953,695	4,763,147	(809,452)
Materials and Supplies	595,712	671,574	671,574	0
Capital Outlay - New	55,747	65,288	65,288	0
Capital Outlay - Replacement	5,540	39,450	39,450	0
Other	105,685	107,850	107,850	0
Total Operation and Maintenance of Plant	11,922,383	12,376,408	13,185,860	(809,452)
Pupil Transportation:				
Salaries and Wages	1,902,364	1,977,977	1,977,977	0
Fringe Benefits	678,410	719,701	719,701	0
Purchased Services	2,062,875	2,122,809	1,501,909	620,900
Materials and Supplies	512,636	532,158	493,773	38,385
Capital Outlay - New	12,234	12,700	3,162	9,538
Capital Outlay - Replacement	234,028	242,940	0	242,940
Other	322,541	334,824	291,712	43,112
Total Pupil Transportation	\$5,725,088	\$5,943,109	\$4,988,234	\$954,875

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Central:				
Salaries and Wages	\$441,051	\$432,082	\$432,082	\$0
Fringe Benefits	180,704	178,106	178,106	0
Purchased Services	296,084	291,589	291,589	0
Materials and Supplies	21,304	76,235	76,235	0
Capital Outlay - New	10,542	10,873	37,777	(26,904)
Other	6,876	7,103	7,103	0
Total Central	956,561	995,988	1,022,892	(26,904)
Total Support Services	39,357,588	40,861,208	41,391,896	(530,688)
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	22,537	23,395	21,711	1,684
Fringe Benefits	111,307	111,459	111,029	430
Purchased Services	20,753	21,175	16,463	4,712
Materials and Supplies	819	1,218	1,218	0
Total Operation of Non-Instructional Services	155,416	157,247	150,421	6,826
Extracurricular Activities:				
Academic Oriented Activities:				
Other	43,349	45,000	38,441	6,559
Sport Oriented Activities:				
Salaries and Wages	328,726	341,244	336,730	4,514
Fringe Benefits	80,241	73,304	67,617	5,687
Purchased Services	1,933	12,000	12,000	0
Materials and Supplies	39	40	0	40
Other	23,771	24,676	23,500	1,176
Total Sport Oriented Activities	434,710	451,264	439,847	11,417
Co-Curricular Activities:				
Purchased Services	1,286	1,335	1,335	0
Materials and Supplies	7,620	7,910	8,118	(208)
Total Co-Curricular Activities	8,906	9,245	9,453	(208)
Total Extracurricular Activities	\$486,965	\$505,509	\$487,741	\$17,768

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Capital Outlay:				
Building Acquisition and Construction Services:				
Salaries and Wages	\$90,826	\$103,329	\$103,329	\$0
Fringe Benefits	32,472	40,898	40,898	0
Purchased Services	710,938	725,399	725,399	0
Materials and Supplies	870	903	432	471
Capital Outlay - New	62,832	62,634	22,010	40,624
Other	19,446	19,446	19,446	0
Total Capital Outlay	917,384	952,609	911,514	41,095
Debt Service:				
Principal Retirement	111,741	111,741	111,741	0
Interest and Fiscal Charges	22,374	22,374	22,374	0
Total Debt Service	134,115	134,115	134,115	0
<i>Total Expenditures</i>	101,106,761	104,952,985	103,348,527	1,604,458
<i>Excess of Revenues Under Expenditures</i>	(2,048,859)	(11,877,534)	(9,830,484)	2,047,050
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	8,855	8,855	8,855	0
Capital Lease Proceeds	662,195	662,192	662,192	0
Advances Out	(350,159)	(350,159)	(350,159)	0
Transfers Out	(540,196)	(540,196)	(540,196)	0
<i>Total Other Financing Sources (Uses)</i>	(219,305)	(219,308)	(219,308)	0
<i>Net Change in Fund Balance</i>	(2,268,164)	(12,096,842)	(10,049,792)	2,047,050
<i>Fund Balance Beginning of Year</i>	15,286,425	15,286,425	15,286,425	0
Prior Year Encumbrances Appropriated	1,399,700	1,399,700	1,399,700	0
<i>Fund Balance End of Year</i>	<u>\$14,417,961</u>	<u>\$4,589,283</u>	<u>\$6,636,333</u>	<u>\$2,047,050</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$3,185,837	\$3,224,369	\$3,265,176	\$40,807
Interest	335	339	343	4
Charges for Services	316,430	320,257	324,310	4,053
Miscellaneous	77	78	79	1
<i>Total Revenues</i>	<u>3,502,679</u>	<u>3,545,043</u>	<u>3,589,908</u>	<u>44,865</u>
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	103,348	106,601	86,426	20,175
Materials and Supplies	6,512	5,325	2,825	2,500
Total Operation and Maintenance of Plant	109,860	111,926	89,251	22,675
Pupil Transportation:				
Materials and Supplies	2,211	278	62	216
Total Support Services	112,071	112,204	89,313	22,891
Food Service Operation:				
Salaries and Wages	1,495,098	1,425,119	1,319,501	105,618
Fringe Benefits	849,257	817,786	759,734	58,052
Purchased Services	28,598	59,003	52,897	6,106
Materials and Supplies	1,576,930	1,348,822	1,348,822	0
Capital Outlay - New	126,627	9,769	9,769	0
Capital Outlay - Replacement	9,353	14,968	10,457	4,511
Other	2,066	1,856	1,856	0
Total Food Service Operation	4,087,929	3,677,323	3,503,036	174,287
<i>Total Expenditures</i>	<u>4,200,000</u>	<u>3,789,527</u>	<u>3,592,349</u>	<u>197,178</u>
<i>Net Change in Fund Balance</i>	(697,321)	(244,484)	(2,441)	242,043
<i>Fund Balance Beginning of Year</i>	1,138,767	1,138,767	1,138,767	0
Prior Year Encumbrances Appropriated	67,719	67,719	67,719	0
<i>Fund Balance End of Year</i>	<u>\$509,165</u>	<u>\$962,002</u>	<u>\$1,204,045</u>	<u>\$242,043</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Disadvantaged Pupil Impact Aid Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$10,435,274	\$10,435,274	\$10,435,274	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	4,248,380	4,569,494	4,569,494	0
Fringe Benefits	1,607,535	1,583,137	1,583,137	0
Purchased Services	1,304,970	1,817,912	1,817,912	0
Materials and Supplies	1,755	249	249	0
Total Regular	<u>7,162,640</u>	<u>7,970,792</u>	<u>7,970,792</u>	<u>0</u>
Special:				
Salaries and Wages	1,063,024	685,665	685,665	0
Fringe Benefits	356,585	225,697	225,697	0
Materials and Supplies	28,999	18,892	18,892	0
Total Special	<u>1,448,608</u>	<u>930,254</u>	<u>930,254</u>	<u>0</u>
Total Instruction	<u>8,611,248</u>	<u>8,901,046</u>	<u>8,901,046</u>	<u>0</u>
Support Services:				
Pupil:				
Other	483	490	490	0
Instructional Staff:				
Salaries and Wages	461,645	403,211	403,211	0
Fringe Benefits	279,136	250,440	250,440	0
Total Instructional Staff	<u>740,781</u>	<u>653,651</u>	<u>653,651</u>	<u>0</u>
Administration:				
Salaries and Wages	173,336	73,836	73,836	0
Fringe Benefits	38,994	25,594	18,156	7,438
Purchased Services	721	731	438	293
Total Administration	<u>\$213,051</u>	<u>\$100,161</u>	<u>\$92,430</u>	<u>\$7,731</u>

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Disadvantaged Pupil Impact Aid Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation and Maintenance of Plant:				
Salaries and Wages	\$653,529	\$699,033	\$699,033	\$0
Fringe Benefits	180,915	183,310	176,445	6,865
Purchased Services	35,267	35,734	33,782	1,952
Total Operation and Maintenance of Plant	<u>869,711</u>	<u>918,077</u>	<u>909,260</u>	<u>8,817</u>
Total Support Services	<u>1,824,026</u>	<u>1,672,379</u>	<u>1,655,831</u>	<u>16,548</u>
<i>Total Expenditures</i>	<u>10,435,274</u>	<u>10,573,425</u>	<u>10,556,877</u>	<u>16,548</u>
<i>Net Change in Fund Balance</i>	0	(138,151)	(121,603)	16,548
<i>Fund Balance Beginning of Year</i>	140,824	140,824	140,824	0
Prior Year Encumbrances Appropriated	<u>1,121</u>	<u>1,121</u>	<u>1,121</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$141,945</u>	<u>\$3,794</u>	<u>\$20,342</u>	<u>\$16,548</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	\$3,304,808	\$3,260,288	\$3,260,389	\$101
Intergovernmental	1,900,344	1,874,802	1,874,802	0
<i>Total Revenues</i>	<u>5,205,152</u>	<u>5,135,090</u>	<u>5,135,191</u>	<u>101</u>
Expenditures				
Current:				
Support Services:				
Fiscal:				
Purchased Services	20,215	19,307	17,685	1,622
Other	59,014	63,800	56,303	7,497
Total Support Services	<u>79,229</u>	<u>83,107</u>	<u>73,988</u>	<u>9,119</u>
Debt Service:				
Principal Retirement	42,294,272	45,585,422	45,585,422	0
Interest and Fiscal Charges	1,017,896	1,239,023	1,239,023	0
Bond Issuance Costs	422,856	459,693	459,693	0
Total Debt Service	<u>43,735,024</u>	<u>47,284,138</u>	<u>47,284,138</u>	<u>0</u>
<i>Total Expenditures</i>	<u>43,814,253</u>	<u>47,367,245</u>	<u>47,358,126</u>	<u>9,119</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(38,609,101)</u>	<u>(42,232,155)</u>	<u>(42,222,935)</u>	<u>9,220</u>
Other Financing Sources				
Classroom Facilities Bonds Issued	31,625,000	31,625,000	31,625,000	0
Classroom Facilities Notes Issued	11,625,000	11,625,000	11,625,000	0
Premium on Notes Issued	40,339	40,339	40,339	0
<i>Total Other Financing Sources</i>	<u>43,290,339</u>	<u>43,290,339</u>	<u>43,290,339</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	4,681,238	1,058,184	1,067,404	9,220
<i>Fund Balance Beginning of Year</i>	<u>4,385,304</u>	<u>4,385,304</u>	<u>4,385,304</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$9,066,542</u></u>	<u><u>\$5,443,488</u></u>	<u><u>\$5,452,708</u></u>	<u><u>\$9,220</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Classroom Facilities Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$390,974	\$420,647	\$426,375	\$5,728
Intergovernmental	10,830,692	11,652,699	11,760,000	107,301
Interest	986,160	1,061,006	1,126,830	65,824
<i>Total Revenues</i>	<u>12,207,826</u>	<u>13,134,352</u>	<u>13,313,205</u>	<u>178,853</u>
Expenditures				
Current:				
Support Services:				
Pupil:				
Capital Outlay - New	512,458	1,378,015	972,089	405,926
Board of Education:				
Purchased Services	22,660	42,698	42,676	22
Other	357,171	673,000	672,068	932
Total Board of Education	<u>379,831</u>	<u>715,698</u>	<u>714,744</u>	<u>954</u>
Fiscal:				
Other	4,901	9,234	9,104	130
Business:				
Purchased Services	70,949	133,685	114,016	19,669
Operation and Maintenance of Plant:				
Purchased Services	129,662	244,315	232,088	12,227
Materials and Supplies	19,852	37,406	34,553	2,853
Total Operation and Maintenance of Plant	<u>149,514</u>	<u>281,721</u>	<u>266,641</u>	<u>15,080</u>
Total Support Services	<u>1,117,653</u>	<u>2,518,353</u>	<u>2,076,594</u>	<u>441,759</u>
Operation of Non-Instructional Services:				
Food Service Operation:				
Capital Outlay - New	170,373	321,025	320,743	282
Capital Outlay:				
Site Improvement Services:				
Purchased Services	7,589	14,300	14,075	225
Capital Outlay - New	821,929	1,548,721	1,447,935	100,786
Total Site Improvement Services	<u>829,518</u>	<u>1,563,021</u>	<u>1,462,010</u>	<u>101,011</u>
Site Acquisition Services:				
Purchased Services	155,559	293,113	264,476	28,637
Capital Outlay - New	669,047	1,260,652	1,220,899	39,753
Total Site Acquisition Services	<u>824,606</u>	<u>1,553,765</u>	<u>1,485,375</u>	<u>68,390</u>
Architecture and Engineering Services:				
Purchased Services	\$5,318,189	\$10,020,807	\$9,751,186	\$269,621

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Classroom Facilities Fund (continued)
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Building Improvement Services:				
Capital Outlay - New	\$41,968,533	\$79,079,278	\$73,030,788	\$6,048,490
Other	90,536	170,593	170,591	2
Total Building Improvement Services	42,059,069	79,249,871	73,201,379	6,048,492
Total Capital Outlay	49,031,382	92,387,464	85,899,950	6,487,514
<i>Total Expenditures</i>	50,319,408	95,226,842	88,297,287	6,929,555
<i>Excess of Revenues Under Expenditures</i>	(38,111,582)	(82,092,490)	(74,984,082)	7,108,408
Other Financing Sources				
Classroom Facilities Bonds Issued	4,000,000	4,000,000	4,000,000	0
Premium on Bonds Issued	932,964	932,964	932,964	0
Advances In	350,159	350,159	350,159	0
Total Other Financing Sources	5,283,123	5,283,123	5,283,123	0
<i>Net Change in Fund Balance</i>	(32,828,459)	(76,809,367)	(69,700,959)	7,108,408
<i>Fund Balance Beginning of Year</i>	35,866,763	35,866,763	35,866,763	0
<i>Prior Year Encumbrances Appropriated</i>	18,433,103	18,433,103	18,433,103	0
<i>Fund Balance (Deficit) End of Year</i>	\$21,471,407	(\$22,509,501)	(\$15,401,093)	\$7,108,408

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Adult Education Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$284,823	\$258,694	\$259,285	\$591
Tuition and Fees	813,349	738,733	740,422	1,689
<i>Total Revenues</i>	<u>1,098,172</u>	<u>997,427</u>	<u>999,707</u>	<u>2,280</u>
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	548,817	508,996	450,946	58,050
Fringe Benefits	139,081	122,479	116,876	5,603
Purchased Services	20,781	25,356	25,356	0
Materials and Supplies	192,239	170,998	87,890	83,108
Capital Outlay - New	10,103	5,321	0	5,321
Other	14,756	17,730	17,332	398
Total Vocational	<u>925,777</u>	<u>850,880</u>	<u>698,400</u>	<u>152,480</u>
Adult/Continuing:				
Salaries and Wages	5,000	2,569	0	2,569
Fringe Benefits	1,723	1,305	0	1,305
Total Adult/Continuing	<u>6,723</u>	<u>3,874</u>	<u>0</u>	<u>3,874</u>
Total Instruction	<u>932,500</u>	<u>854,754</u>	<u>698,400</u>	<u>156,354</u>
Support Services:				
Pupil:				
Purchased Services	5,048	439	439	0
Materials and Supplies	16,779	21,789	21,789	0
Other	500	1,200	1,200	0
Total Pupil	<u>22,327</u>	<u>23,428</u>	<u>23,428</u>	<u>0</u>
Instructional Staff:				
Salaries and Wages	39,786	32,895	20,155	12,740
Fringe Benefits	3,211	3,105	3,105	0
Purchased Services	732	1,311	1,277	34
Total Instructional Staff	<u>43,729</u>	<u>37,311</u>	<u>24,537</u>	<u>12,774</u>
Administration:				
Salaries and Wages	26,574	26,181	26,181	0
Fringe Benefits	6,926	6,556	6,556	0
Purchased Services	32,135	31,804	20,718	11,086
Materials and Supplies	14,923	6,138	5,698	440
Capital Outlay - New	14,685	41,789	3,633	38,156
Other	4,567	1,875	1,875	0
Total Administration	<u>\$99,810</u>	<u>\$114,343</u>	<u>\$64,661</u>	<u>\$49,682</u>

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Adult Education Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation and Maintenance of Plant:				
Purchased Services	\$19,445	\$15,051	\$9,861	\$5,190
Central:				
Purchased Services	677	250	250	0
Total Support Services	185,988	190,383	122,737	67,646
<i>Total Expenditures</i>	<u>1,118,488</u>	<u>1,045,137</u>	<u>821,137</u>	<u>224,000</u>
<i>Net Change in Fund Balance</i>	(20,316)	(47,710)	178,570	226,280
<i>Fund Balance Beginning of Year</i>	618,926	618,926	618,926	0
Prior Year Encumbrances Appropriated	82,578	82,578	82,578	0
<i>Fund Balance End of Year</i>	<u>\$681,188</u>	<u>\$653,794</u>	<u>\$880,074</u>	<u>\$226,280</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Extracurricular Activities	\$185,278	\$194,629	\$195,099	\$470
Contributions and Donations	24,296	25,522	25,584	62
Miscellaneous	9,426	9,902	9,926	24
<i>Total Revenues</i>	<u>219,000</u>	<u>230,053</u>	<u>230,609</u>	<u>556</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	247	247	247	0
Support Services:				
Pupil:				
Purchased Services	32,624	39,722	39,722	0
Materials and Supplies	43,349	51,635	31,423	20,212
Other	13,717	16,495	13,325	3,170
Total Pupil	<u>89,690</u>	<u>107,852</u>	<u>84,470</u>	<u>23,382</u>
Instructional Staff:				
Purchased Services	7,267	8,736	6,270	2,466
Materials and Supplies	16,046	19,335	15,064	4,271
Other	5,391	6,445	4,164	2,281
Total Instructional Staff	<u>28,704</u>	<u>34,516</u>	<u>25,498</u>	<u>9,018</u>
Administration:				
Purchased Services	21,189	25,480	19,456	6,024
Materials and Supplies	52,012	62,544	56,501	6,043
Other	38,877	46,750	31,133	15,617
Total Administration	<u>112,078</u>	<u>134,774</u>	<u>107,090</u>	<u>27,684</u>
Operation and Maintenance of Plant:				
Materials and Supplies	\$146	\$175	\$140	\$35

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Pupil Transportation:				
Purchased Services	\$8,438	\$10,147	\$7,580	\$2,567
Total Support Services	239,056	287,464	224,778	62,686
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	1,247	1,500	0	1,500
Extracurricular Activities:				
School and Public Service:				
Other	54	65	65	0
Total Expenditures	240,604	289,276	225,090	64,186
Net Change in Fund Balance	(21,604)	(59,223)	5,519	64,742
Fund Balance Beginning of Year	88,960	88,960	88,960	0
Prior Year Encumbrances Appropriated	251	251	251	0
Fund Balance End of Year	\$67,607	\$29,988	\$94,730	\$64,742

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Local Grants Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$230,859	\$1,168,793	\$1,168,793	\$0
Contributions and Donations	17,370	87,939	87,939	0
Miscellaneous	1,771	8,970	8,970	0
<i>Total Revenues</i>	<u>250,000</u>	<u>1,265,702</u>	<u>1,265,702</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	12,573	70,108	39,198	30,910
Fringe Benefits	1,355	9,039	9,039	0
Purchased Services	7,057	45,950	5,500	40,450
Materials and Supplies	5,292	34,104	14,591	19,513
Capital Outlay - New	69	391	0	391
Total Regular	<u>26,346</u>	<u>159,592</u>	<u>68,328</u>	<u>91,264</u>
Special:				
Materials and Supplies	2,437	14,515	4,329	10,186
Capital Outlay - New	505	2,867	2,867	0
Total Special	<u>2,942</u>	<u>17,382</u>	<u>7,196</u>	<u>10,186</u>
Adult/Continuing:				
Materials and Supplies	1,292	7,339	2,662	4,677
Total Instruction	<u>30,580</u>	<u>184,313</u>	<u>78,186</u>	<u>106,127</u>
Support Services:				
Pupil:				
Salaries and Wages	9,804	55,713	48,272	7,441
Fringe Benefits	1,654	9,643	8,544	1,099
Purchased Services	2,746	15,603	5,628	9,975
Materials and Supplies	5,939	32,935	22,089	10,846
Capital Outlay - New	59	1,420	1,420	0
Other	2,024	11,818	11,391	427
Total Pupil	<u>\$22,226</u>	<u>\$127,132</u>	<u>\$97,344</u>	<u>\$29,788</u>

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Local Grants Fund (continued)
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Instructional Staff:				
Salaries and Wages	\$32,266	\$183,355	\$49,810	\$133,545
Fringe Benefits	20,613	117,132	18,115	99,017
Purchased Services	41,748	243,494	69,868	173,626
Materials and Supplies	23,996	139,634	3,557	136,077
Total Instructional Staff	118,623	683,615	141,350	542,265
Administration:				
Salaries and Wages	39,598	225,015	61,649	163,366
Fringe Benefits	11,833	67,239	16,223	51,016
Purchased Services	7,954	127,718	59,988	67,730
Materials and Supplies	1,870	11,515	4,862	6,653
Capital Outlay - New	390	2,602	2,602	0
Total Administration	61,645	434,089	145,324	288,765
Pupil Transportation:				
Purchased Services	9,171	49,515	12,550	36,965
Total Support Services	211,665	1,294,351	396,568	897,783
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	201,865	426,477	419,299	7,178
Materials and Supplies	6,146	40,135	8,678	31,457
Total Operation of Non-Instructional Services	208,011	466,612	427,977	38,635
Capital Outlay:				
Building Improvement Services:				
Capital Outlay - New	16,718	96,420	94,428	1,992
Site Improvement Services:				
Capital Outlay - New	155	880	0	880
Total Capital Outlay	16,873	97,300	94,428	2,872
<i>Total Expenditures</i>	467,129	2,042,576	997,159	1,045,417
<i>Net Change in Fund Balance</i>	(217,129)	(776,874)	268,543	1,045,417
<i>Fund Balance Beginning of Year</i>	448,909	448,909	448,909	0
Prior Year Encumbrances Appropriated	111,129	111,129	111,129	0
<i>Fund Balance (Deficit) End of Year</i>	\$342,909	(\$216,836)	\$828,581	\$1,045,417

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Enterprise Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Tuition and Fees	\$63,000	\$38,873	\$38,223	(\$650)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	38,402	39,561	39,561	0
Fringe Benefits	8,775	8,918	8,918	0
Total Regular	47,177	48,479	48,479	0
Special:				
Salaries and Wages	90	91	91	0
Total Instruction	47,267	48,570	48,570	0
Support Services:				
Pupil:				
Salaries and Wages	646	655	655	0
Fringe Benefits	279	283	283	0
Total Pupil	925	938	938	0
Administration:				
Salaries and Wages	27,186	27,552	27,552	0
Fringe Benefits	6,622	6,045	5,651	394
Total Administration	33,808	33,597	33,203	394
Total Support Services	34,733	34,535	34,141	394
<i>Total Expenditures</i>	82,000	83,105	82,711	394
<i>Net Change in Fund Balance</i>	(19,000)	(44,232)	(44,488)	(256)
<i>Fund Balance Beginning of Year</i>	16,866	16,866	16,866	0
<i>Fund Balance (Deficit) End of Year</i>	(\$2,134)	(\$27,366)	(\$27,622)	(\$256)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Classroom Facilities Maintenance Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property Taxes	\$294,258	\$284,249	\$284,249	\$0
Intergovernmental	35,457	34,251	34,251	0
<i>Total Revenues</i>	<u>329,715</u>	<u>318,500</u>	<u>318,500</u>	<u>0</u>
Expenditures				
Current:				
Support Services:				
Fiscal:				
Other	34,000	9,000	8,332	668
Operation and Maintenance:				
Purchased Services	66,000	66,600	66,600	0
<i>Total Expenditures</i>	<u>100,000</u>	<u>75,600</u>	<u>74,932</u>	<u>668</u>
<i>Net Change in Fund Balance</i>	229,715	242,900	243,568	668
<i>Fund Balance Beginning of Year</i>	<u>1,099,767</u>	<u>1,099,767</u>	<u>1,099,767</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,329,482</u></u>	<u><u>\$1,342,667</u></u>	<u><u>\$1,343,335</u></u>	<u><u>\$668</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Student Activities Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Extracurricular Activities	\$128,411	\$134,012	\$133,893	(\$119)
Contributions and Donations	179	185	185	0
Miscellaneous	2,365	2,469	2,467	(2)
<i>Total Revenues</i>	<u>130,955</u>	<u>136,666</u>	<u>136,545</u>	<u>(121)</u>
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	1,373	1,404	1,404	0
Pupil Transportation:				
Purchased Services	5,779	3,613	634	2,979
Total Support Services	<u>7,152</u>	<u>5,017</u>	<u>2,038</u>	<u>2,979</u>
Extracurricular Activities:				
Sport Oriented Activities:				
Purchased Services	89,585	84,452	83,846	606
Materials and Supplies	70,917	71,580	68,833	2,747
Capital Outlay - New	21,317	15,796	15,752	44
Other	45,183	62,528	50,873	11,655
Total Extracurricular Activities	<u>227,002</u>	<u>234,356</u>	<u>219,304</u>	<u>15,052</u>
<i>Total Expenditures</i>	<u>234,154</u>	<u>239,373</u>	<u>221,342</u>	<u>18,031</u>
<i>Excess of Revenues Under Expenditures</i>	(103,199)	(102,707)	(84,797)	17,910
Other Financing Sources				
Transfers In	43,045	40,075	40,196	121
<i>Net Change in Fund Balance</i>	(60,154)	(62,632)	(44,601)	18,031
<i>Fund Balance Beginning of Year</i>	192,014	192,014	192,014	0
Prior Year Encumbrances Appropriated	15,052	15,052	15,052	0
<i>Fund Balance End of Year</i>	<u>\$146,912</u>	<u>\$144,434</u>	<u>\$162,465</u>	<u>\$18,031</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$1,437,766	\$1,295,809	\$1,309,821	\$14,012
Interest	15,549	14,013	14,165	152
<i>Total Revenues</i>	<u>1,453,315</u>	<u>1,309,822</u>	<u>1,323,986</u>	<u>14,164</u>
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	741,430	585,091	464,216	120,875
Fringe Benefits	248,564	196,151	139,244	56,907
Purchased Services	333,991	263,565	217,555	46,010
Materials and Supplies	987,071	704,117	667,397	36,720
Capital Outlay - New	73,611	73,424	73,424	0
Capital Outlay - Replacement	58,380	46,070	34,860	11,210
Other	40,042	31,599	0	31,599
<i>Total Expenditures</i>	<u>2,483,089</u>	<u>1,900,017</u>	<u>1,596,696</u>	<u>303,321</u>
<i>Net Change in Fund Balance</i>	(1,029,774)	(590,195)	(272,710)	317,485
<i>Fund Balance Beginning of Year</i>	356,182	356,182	356,182	0
Prior Year Encumbrances Appropriated	<u>218,289</u>	<u>218,289</u>	<u>218,289</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u><u>(\$455,303)</u></u>	<u><u>(\$15,724)</u></u>	<u><u>\$301,761</u></u>	<u><u>\$317,485</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Career Development Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance (Deficit) Beginning of Year</i>	<u>(15,194)</u>	<u>(15,194)</u>	<u>(15,194)</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u><u>(\$15,194)</u></u>	<u><u>(\$15,194)</u></u>	<u><u>(\$15,194)</u></u>	<u><u>\$0</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Professional Development Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$142,695	\$239,747	\$239,747	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	7,978	7,978	0	7,978
Materials and Supplies	132,731	204,822	129,381	75,441
Total Instruction	140,709	212,800	129,381	83,419
Support Services:				
Instructional Staff:				
Salaries and Wages	68,205	71,736	71,736	0
Fringe Benefits	16,855	16,855	14,293	2,562
Purchased Services	9,218	10,278	10,278	0
Other	489	489	489	0
Total Instructional Staff	94,767	99,358	96,796	2,562
Fiscal:				
Other	3,964	3,964	3,964	0
Total Support Services	98,731	103,322	100,760	2,562
<i>Total Expenditures</i>	239,440	316,122	230,141	85,981
<i>Net Change in Fund Balance</i>	(96,745)	(76,375)	9,606	85,981
<i>Fund Balance (Deficit) Beginning of Year</i>	(107,730)	(107,730)	(107,730)	0
Prior Year Encumbrances Appropriated	81,932	81,932	81,932	0
<i>Fund Balance (Deficit) End of Year</i>	(\$122,543)	(\$102,173)	(\$16,192)	\$85,981

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Management Information Systems Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$37,000	\$30,193	\$30,193	\$0
Expenditures				
Current:				
Support Services:				
Pupil:				
Purchased Services	<u>559</u>	<u>30,193</u>	<u>30,193</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	36,441	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>1</u>	<u>1</u>	<u>1</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$36,442</u></u>	<u><u>\$1</u></u>	<u><u>\$1</u></u>	<u><u>\$0</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Entry Year Programs Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$12,100	\$12,100	\$12,100	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	8,858	8,858	1,171	7,687
Fringe Benefits	1,762	1,762	326	1,436
Materials and Supplies	1,480	1,480	1,478	2
<i>Total Expenditures</i>	<u>12,100</u>	<u>12,100</u>	<u>2,975</u>	<u>9,125</u>
<i>Net Change in Fund Balance</i>	0	0	9,125	9,125
<i>Fund Balance Beginning of Year</i>	<u>2,425</u>	<u>2,425</u>	<u>2,425</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,425</u></u>	<u><u>\$2,425</u></u>	<u><u>\$11,550</u></u>	<u><u>\$9,125</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Data Communications Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$63,000	\$63,000	\$63,000	\$0
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	40,678	40,678	40,678	0
Central:				
Purchased Services	63,000	63,000	63,000	0
<i>Total Expenditures</i>	<u>103,678</u>	<u>103,678</u>	<u>103,678</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(40,678)	(40,678)	(40,678)	0
<i>Fund Balance Beginning of Year</i>	<u>40,678</u>	<u>40,678</u>	<u>40,678</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$150,413	\$150,413	\$150,413	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	12,921	2,596	0	2,596
Purchased Services	2,953	2,000	1,092	908
Materials and Supplies	153,035	109,791	109,791	0
Capital Outlay - New	2,166	1,467	1,467	0
Total Instruction	171,075	115,854	112,350	3,504
Support Services:				
Pupil:				
Salaries and Wages	2,215	1,500	0	1,500
Purchased Services	14,102	6,728	2,052	4,676
Materials and Supplies	20,468	15,683	15,683	0
Other	640	434	434	0
Total Pupil	37,425	24,345	18,169	6,176
Instructional Staff:				
Fringe Benefits	1,477	2,000	2,000	0
Purchased Services	4,725	3,200	2,204	996
Materials and Supplies	8,491	3,273	1,052	2,221
Total Instructional Staff	14,693	8,473	5,256	3,217
Administration:				
Purchased Services	26,317	17,822	16,322	1,500
Pupil Transportation:				
Purchased Services	1,949	1,320	509	811
Total Support Services	\$80,384	\$51,960	\$40,256	\$11,704

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	\$19,650	\$13,307	\$13,307	\$0
Fringe Benefits	6,890	4,666	4,666	0
Purchased Services	13,659	10,973	10,973	0
Materials and Supplies	6,935	5,951	5,951	0
Total Operation of Non-Instructional Services	<u>47,134</u>	<u>34,897</u>	<u>34,897</u>	<u>0</u>
<i>Total Expenditures</i>	<u>298,593</u>	<u>202,711</u>	<u>187,503</u>	<u>15,208</u>
<i>Net Change in Fund Balance</i>	(148,180)	(52,298)	(37,090)	15,208
<i>Fund Balance Beginning of Year</i>	23,443	23,443	23,443	0
Prior Year Encumbrances Appropriated	<u>45,572</u>	<u>45,572</u>	<u>45,572</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$79,165)</u>	<u>\$16,717</u>	<u>\$31,925</u>	<u>\$15,208</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Summer Intervention Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$387,991	\$718,441	\$718,441	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	249,254	263,329	263,329	0
Fringe Benefits	54,286	55,375	55,375	0
Purchased Services	10,000	9,156	4,320	4,836
Materials and Supplies	100,000	129,574	99,679	29,895
Total Instruction	413,540	457,434	422,703	34,731
Support Services:				
Pupil:				
Salaries and Wages	44,237	36,665	8,667	27,998
Fringe Benefits	8,863	16,435	16,435	0
Materials and Supplies	1,250	1,250	1,015	235
Total Pupil	54,350	54,350	26,117	28,233
Instructional Staff:				
Salaries and Wages	30,000	30,000	9,890	20,110
Fringe Benefits	6,000	6,000	2,158	3,842
Materials and Supplies	5,398	5,268	160	5,108
Total Instructional Staff	41,398	41,268	12,208	29,060
Fiscal:				
Other	8,715	8,845	8,845	0
Total Support Services	104,463	104,463	47,170	57,293
<i>Total Expenditures</i>	518,003	561,897	469,873	92,024
<i>Net Change in Fund Balance</i>	(130,012)	156,544	248,568	92,024
<i>Fund Balance (Deficit) Beginning of Year</i>	(174,606)	(174,606)	(174,606)	0
Prior Year Encumbrances Appropriated	33,894	33,894	33,894	0
<i>Fund Balance (Deficit) End of Year</i>	(\$270,724)	\$15,832	\$107,856	\$92,024

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Vocational Education Enhancement Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$30,228	\$44,067	\$44,067	\$0
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	8,472	12,305	12,305	0
Fringe Benefits	1,695	2,461	2,461	0
Capital Outlay - New	23,419	34,014	34,014	0
<i>Total Expenditures</i>	<u>33,586</u>	<u>48,780</u>	<u>48,780</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(3,358)	(4,713)	(4,713)	0
<i>Fund Balance Beginning of Year</i>	<u>4,713</u>	<u>4,713</u>	<u>4,713</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,355</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Alternative Education Challenge Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$238,315	\$264,312	\$264,312	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	10,000	1,022	1,022	0
Fringe Benefits	3,832	164	164	0
Purchased Services	5,840	19,500	19,500	0
Materials and Supplies	5,637	2,264	2,264	0
Total Instruction	25,309	22,950	22,950	0
Support Services:				
Pupil:				
Fringe Benefits	231	231	231	0
Purchased Services	140,925	141,878	141,878	0
Total Pupil	141,156	142,109	142,109	0
Instructional Staff:				
Salaries and Wages	303	303	303	0
Fringe Benefits	49	49	49	0
Purchased Services	1,034	81	0	81
Materials and Supplies	3,000	2,359	0	2,359
Total Instructional Staff	4,386	2,792	352	2,440
Administration:				
Salaries and Wages	66,050	61,425	53,447	7,978
Fringe Benefits	23,011	22,605	20,121	2,484
Purchased Services	140	546	546	0
Total Administration	\$89,201	\$84,576	\$74,114	\$10,462

(continued)

Youngstown City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Alternative Education Challenge Fund (continued)
For the Fiscal Year Ended June 30, 2005*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Pupil Transportation:				
Purchased Services	\$375	\$8,000	\$8,000	\$0
Total Support Services	235,118	237,477	224,575	12,902
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	42,202	42,202	31,912	10,290
<i>Total Expenditures</i>	302,629	302,629	279,437	23,192
<i>Net Change in Fund Balance</i>	(64,314)	(38,317)	(15,125)	23,192
<i>Fund Balance Beginning of Year</i>	17,015	17,015	17,015	0
Prior Year Encumbrances Appropriated	15,339	15,339	15,339	0
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$31,960)</u>	<u>(\$5,963)</u>	<u>\$17,229</u>	<u>\$23,192</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$68,400</u>	<u>\$157,335</u>	<u>\$175,105</u>	<u>\$17,770</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	10,304	29,851	382	29,469
Fringe Benefits	<u>51</u>	<u>149</u>	<u>149</u>	<u>0</u>
Total Instruction	<u>10,355</u>	<u>30,000</u>	<u>531</u>	<u>29,469</u>
Support Services:				
Pupil:				
Salaries and Wages	1,764	5,109	2,856	2,253
Fringe Benefits	23	67	51	16
Purchased Services	14,748	42,231	40,278	1,953
Materials and Supplies	1,126	3,762	3,762	0
Capital Outlay - New	16	47	0	47
Other	<u>6,901</u>	<u>19,993</u>	<u>18,302</u>	<u>1,691</u>
Total Pupil	<u>24,578</u>	<u>71,209</u>	<u>65,249</u>	<u>5,960</u>
Instructional Staff:				
Salaries and Wages	6,945	20,122	258	19,864
Fringe Benefits	1,841	5,333	3,133	2,200
Purchased Services	36,429	109,168	109,168	0
Materials and Supplies	7,946	18,311	3,959	14,352
Capital Outlay - New	<u>5,177</u>	<u>15,000</u>	<u>0</u>	<u>15,000</u>
Total Instructional Staff	<u>58,338</u>	<u>167,934</u>	<u>116,518</u>	<u>51,416</u>
Administration:				
Purchased Services	<u>\$375</u>	<u>\$1,086</u>	<u>\$1,086</u>	<u>\$0</u>

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fiscal:				
Other	<u>\$730</u>	<u>\$1,730</u>	<u>\$1,730</u>	<u>\$0</u>
Operation and Maintenance of Plant:				
Purchased Services	<u>3,044</u>	<u>6,500</u>	<u>6,500</u>	<u>0</u>
Pupil Transportation:				
Purchased Services	<u>921</u>	<u>2,668</u>	<u>2,668</u>	<u>0</u>
Central:				
Purchased Services	<u>182</u>	<u>4,320</u>	<u>7,320</u>	<u>(3,000)</u>
Total Support Services	<u>88,168</u>	<u>255,447</u>	<u>201,071</u>	<u>54,376</u>
<i>Total Expenditures</i>	<u>98,523</u>	<u>285,447</u>	<u>201,602</u>	<u>83,845</u>
<i>Net Change in Fund Balance</i>	(30,123)	(128,112)	(26,497)	101,615
<i>Fund Balance Beginning of Year</i>	13,287	13,287	13,287	0
Prior Year Encumbrances Appropriated	<u>18,353</u>	<u>18,353</u>	<u>18,353</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>\$1,517</u>	<u>(\$96,472)</u>	<u>\$5,143</u>	<u>\$101,615</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Adult Basic Education Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$588,586	\$632,150	\$660,618	\$28,468
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	32,131	404,241	404,241	0
Fringe Benefits	8,146	47,578	70,829	(23,251)
Materials and Supplies	1,619	10,273	10,273	0
Total Instruction	41,896	462,092	485,343	(23,251)
Support Services:				
Pupil:				
Salaries and Wages	8,987	14,592	14,592	0
Fringe Benefits	4,520	2,763	2,763	0
Purchased Services	177	785	785	0
Materials and Supplies	5,968	59,180	59,180	0
Total Pupil	19,652	77,320	77,320	0
Instructional Staff:				
Salaries and Wages	7,404	35,083	35,083	0
Fringe Benefits	2,909	13,965	13,965	0
Materials and Supplies	582	250	250	0
Total Instructional Staff	10,895	49,298	49,298	0
Administration:				
Salaries and Wages	4,103	38,701	52,018	(13,317)
Fringe Benefits	1,278	9,570	14,672	(5,102)
Purchased Services	3,017	3,992	19,973	(15,981)
Materials and Supplies	273	1,821	1,821	0
Other	31	456	804	(348)
Total Administration	\$8,702	\$54,540	\$89,288	(\$34,748)

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Adult Basic Education Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Fiscal:				
Other	\$760	\$5,692	\$5,692	\$0
Operation and Maintenance of Plant:				
Purchased Services	27	200	7,500	(7,300)
Total Support Services	40,036	187,050	229,098	(42,048)
<i>Total Expenditures</i>	<u>81,932</u>	<u>649,142</u>	<u>714,441</u>	<u>(65,299)</u>
<i>Net Change in Fund Balance</i>	506,654	(16,992)	(53,823)	(36,831)
<i>Fund Balance (Deficit) Beginning of Year</i>	(253,830)	(253,830)	(253,830)	0
Prior Year Encumbrances Appropriated	9,047	9,047	9,047	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$261,871</u>	<u>(\$261,775)</u>	<u>(\$298,606)</u>	<u>(\$36,831)</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Impact Aid Grant Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Administration:				
Purchased Services	<u>39</u>	<u>39</u>	<u>39</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(39)	(39)	(39)	0
<i>Fund Balance Beginning of Year</i>	<u>39</u>	<u>39</u>	<u>39</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$2,203,060	\$3,105,054	\$3,105,054	\$0
Expenditures				
Current:				
Special:				
Salaries and Wages	25,024	2,725	2,725	0
Fringe Benefits	4,490	530	530	0
Purchased Services	14,099	2,400	2,400	0
Materials and Supplies	413,878	401,890	401,890	0
Capital Outlay - New	259,718	259,202	259,202	0
Total Instruction	717,209	666,747	666,747	0
Support Services:				
Pupil:				
Purchased Services	575,874	557,631	557,631	0
Materials and Supplies	24,398	19,272	19,272	0
Capital Outlay - New	9,104	12,895	12,895	0
Total Pupil	609,376	589,798	589,798	0
Instructional Staff:				
Salaries and Wages	553,795	535,084	535,084	0
Fringe Benefits	328,426	362,916	362,916	0
Purchased Services	75,644	76,820	76,820	0
Materials and Supplies	5,729	327	327	0
Total Instructional Staff	963,594	975,147	975,147	0
Administration:				
Purchased Services	80,000	80,000	80,000	0
Materials and Supplies	1,732	1,974	1,974	0
Total Administration	\$81,732	\$81,974	\$81,974	\$0

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fiscal:				
Other	<u>\$31,650</u>	<u>\$31,650</u>	<u>\$31,650</u>	<u>\$0</u>
Pupil Transportation:				
Purchased Services	<u>908,210</u>	<u>874,650</u>	<u>874,650</u>	<u>0</u>
Total Support Services	<u>2,594,562</u>	<u>2,553,219</u>	<u>2,553,219</u>	<u>0</u>
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	4,323	250	250	0
Materials and Supplies	<u>25,934</u>	<u>25,218</u>	<u>20,633</u>	<u>4,585</u>
Total Community Services	<u>30,257</u>	<u>25,468</u>	<u>20,883</u>	<u>4,585</u>
<i>Total Expenditures</i>	<u>3,342,028</u>	<u>3,245,434</u>	<u>3,240,849</u>	<u>4,585</u>
<i>Net Change in Fund Balance</i>	(1,138,968)	(140,380)	(135,795)	4,585
<i>Fund Balance Beginning of Year</i>	94,447	94,447	94,447	0
Prior Year Encumbrances Appropriated	<u>39,095</u>	<u>39,095</u>	<u>39,095</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$1,005,426)</u>	<u>(\$6,838)</u>	<u>(\$2,253)</u>	<u>\$4,585</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Vocational Education Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$369,380	\$598,596	\$598,596	\$0
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	155,384	115,986	93,555	22,431
Fringe Benefits	37,505	37,505	37,191	314
Materials and Supplies	33,303	33,303	21,997	11,306
Capital Outlay - New	5,750	5,750	3,495	2,255
Total Instruction	231,942	192,544	156,238	36,306
Support Services:				
Pupil:				
Salaries and Wages	111,698	129,478	129,478	0
Fringe Benefits	11,546	29,411	29,411	0
Purchased Services	4,321	4,100	132	3,968
Materials and Supplies	11,245	10,381	7,344	3,037
Other	75	50	50	0
Total Pupil	138,885	173,420	166,415	7,005
Instructional Staff:				
Salaries and Wages	51,761	51,590	32,626	18,964
Fringe Benefits	25,778	24,880	20,719	4,161
Purchased Services	4,169	3,680	3,256	424
Materials and Supplies	8,514	6,916	0	6,916
Total Instructional Staff	90,222	87,066	56,601	30,465
Administration:				
Purchased Services	15,986	14,952	7,760	7,192
Central:				
Purchased Services	1,700	1,700	1,700	0
Total Support Services	246,793	277,138	232,476	44,662
<i>Total Expenditures</i>	\$478,735	\$469,682	\$388,714	\$80,968

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Vocational Education Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<i>Net Change in Fund Balance</i>	(\$109,355)	\$128,914	\$209,882	\$0
<i>Fund Balance (Deficit) Beginning of Year</i>	(237,202)	(237,202)	(237,202)	0
Prior Year Encumbrances Appropriated	<u>4,875</u>	<u>4,875</u>	<u>4,875</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$341,682)</u>	<u>(\$103,413)</u>	<u>(\$22,445)</u>	<u>\$80,968</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Limited English Proficiency Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$44,312	\$29,789	\$29,789	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	3,500	1,023	0	1,023
Fringe Benefits	600	600	0	600
Purchased Services	1,000	1,000	363	637
Materials and Supplies	11,211	18,984	10,006	8,978
Total Instruction	16,311	21,607	10,369	11,238
Support Services:				
Pupil:				
Purchased Services	618	618	618	0
Materials and Supplies	280	2,758	2,758	0
Total Pupil	898	3,376	3,376	0
Instructional Staff:				
Salaries and Wages	5,928	5,928	1,967	3,961
Fringe Benefits	1,817	1,818	1,630	188
Purchased Services	14,535	14,196	5,940	8,256
Materials and Supplies	2,932	3,324	3,324	0
Total Instructional Staff	25,212	25,266	12,861	12,405
Administration:				
Materials and Supplies	464	464	0	464
Fiscal:				
Other	247	246	246	0
Pupil Transportation:				
Purchased Services	2,000	2,000	544	1,456
Total Support Services	\$28,821	\$31,352	\$17,027	\$14,325

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Limited English Proficiency Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	\$1,000	\$1,000	\$0	\$1,000
Materials and Supplies	2,500	2,500	1,022	1,478
Total Operation of Non-Instructional Services	3,500	3,500	1,022	2,478
<i>Total Expenditures</i>	48,632	56,459	28,418	28,041
<i>Net Change in Fund Balance</i>	(4,320)	(26,670)	1,371	28,041
<i>Fund Balance (Deficit) Beginning of Year</i>	(5,592)	(5,592)	(5,592)	0
Prior Year Encumbrances Appropriated	7,826	7,826	7,826	0
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$2,086)</u>	<u>(\$24,436)</u>	<u>\$3,605</u>	<u>\$28,041</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$4,468,429	\$5,949,276	\$5,967,783	\$18,507
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	173,515	167,650	0	167,650
Fringe Benefits	62,465	60,354	0	60,354
Purchased Services	4,244	4,625	4,625	0
Materials and Supplies	386,030	372,457	351,041	21,416
Total Regular	626,254	605,086	355,666	249,420
Special:				
Salaries and Wages	4,217,792	3,572,059	2,411,923	1,160,136
Fringe Benefits	947,382	915,359	816,557	98,802
Purchased Services	46,264	44,700	40,960	3,740
Materials and Supplies	185,109	178,852	176,526	2,326
Capital Outlay - New	26,417	25,524	23,632	1,892
Other	25,155	31,550	31,550	0
Total Special	5,448,119	4,768,044	3,501,148	1,266,896
Total Instruction	6,074,373	5,373,130	3,856,814	1,516,316
Support Services:				
Pupil:				
Salaries and Wages	298,802	451,195	451,195	0
Fringe Benefits	521,336	300,656	180,686	119,970
Purchased Services	272,804	286,148	286,148	0
Materials and Supplies	16,697	15,394	5,600	9,794
Other	1,657	7,491	7,491	0
Total Pupil	1,111,296	1,060,884	931,120	129,764
Instructional Staff:				
Salaries and Wages	432,399	611,392	611,392	0
Fringe Benefits	161,130	292,139	292,139	0
Purchased Services	365,044	506,413	506,413	0
Materials and Supplies	89,826	93,413	93,413	0
Capital Outlay - New	2,613	1,876	1,876	0
Total Instructional Staff	1,051,012	1,505,233	1,505,233	0
Administration:				
Salaries and Wages	350,808	344,656	344,656	0
Fringe Benefits	103,792	122,399	122,399	0
Purchased Services	23,052	9,604	9,604	0
Materials and Supplies	24,929	17,999	17,999	0
Total Administration	\$502,581	\$494,658	\$494,658	\$0

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund (continued)
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fiscal:				
Other	\$71,002	\$68,602	\$68,602	\$0
Operation and Maintenance of Plant:				
Purchased Services	26,040	21,160	21,160	0
Materials and Supplies	2,070	13,433	13,433	0
Total Operation and Maintenance of Plant	28,110	34,593	34,593	0
Pupil Transportation:				
Purchased Services	89,668	86,637	62,806	23,831
Total Support Services	2,853,669	3,250,607	3,097,012	153,595
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	317,828	307,085	244,223	62,862
Fringe Benefits	82,565	79,774	74,310	5,464
Purchased Services	97,445	94,151	27,795	66,356
Materials and Supplies	83,935	83,622	22,638	60,984
Total Operation of Non-Instructional Services	581,773	564,632	368,966	195,666
<i>Total Expenditures</i>	9,509,815	9,188,369	7,322,792	1,865,577
<i>Net Change in Fund Balance</i>	(5,041,386)	(3,239,093)	(1,355,009)	1,884,084
<i>Fund Balance Beginning of Year</i>	444,390	444,390	444,390	0
Prior Year Encumbrances Appropriated	266,110	266,110	266,110	0
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$4,330,886)</u>	<u>(\$2,528,593)</u>	<u>(\$644,509)</u>	<u>\$1,884,084</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Title V Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$94,729	\$94,729	\$89,814	(\$4,915)
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	4,857	5,000	0	5,000
Materials and Supplies	23,199	23,884	9,850	14,034
Capital Outlay - New	11,599	11,942	7,025	4,917
Total Instruction	39,655	40,826	16,875	23,951
Support Services:				
Instructional Staff:				
Salaries and Wages	25,938	26,704	8,532	18,172
Fringe Benefits	3,511	3,652	3,652	0
Purchased Services	36,252	36,985	36,587	398
Materials and Supplies	15,072	15,818	15,818	0
Total Instructional Staff	80,773	83,159	64,589	18,570
Fiscal Services:				
Other	738	760	760	0
Total Support Services	81,511	83,919	65,349	18,570
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	1,121	1,154	0	1,154
Materials and Supplies	11,380	13,716	9,374	4,342
Capital Outlay - New	2,209	2,274	1,352	922
Total Operation of Non-Instructional Services	14,710	17,144	10,726	6,418
<i>Total Expenditures</i>	135,876	141,889	92,950	48,939
<i>Net Change in Fund Balance</i>	(41,147)	(47,160)	(3,136)	44,024
<i>Fund Balance Beginning of Year</i>	40,355	40,355	40,355	0
Prior Year Encumbrances Appropriated	11,569	11,569	11,569	0
<i>Fund Balance End of Year</i>	\$10,777	\$4,764	\$48,788	\$44,024

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Schools Grant Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$114,577	\$278,818	\$278,818	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	23,119	37,930	37,930	0
Fringe Benefits	9,972	21,369	21,369	0
Purchased Services	6,493	7,843	7,843	0
Materials and Supplies	920	278	278	0
Total Instruction	40,504	67,420	67,420	0
Support Services:				
Pupil:				
Salaries and Wages	45	100	100	0
Fringe Benefits	2	2	2	0
Purchased Services	52,233	142,639	142,639	0
Materials and Supplies	2,095	2,445	2,445	0
Total Pupil	54,375	145,186	145,186	0
Instructional Staff:				
Salaries and Wages	11,914	47,648	47,648	0
Fringe Benefits	1,053	2,974	2,974	0
Purchased Services	7,474	15,357	15,357	0
Materials and Supplies	2,675	4,849	4,849	0
Total Instructional Staff	23,116	70,828	70,828	0
Administration:				
Purchased Services	4,295	2,029	2,029	0
Materials and Supplies	473	1,373	1,373	0
Total Administration	4,768	3,402	3,402	0
Fiscal:				
Other	\$1,673	\$3,860	\$3,860	\$0

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Schools Grant Fund (continued)
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation and Maintenance of Plant:				
Materials and Supplies	\$1,238	\$716	\$716	\$0
Pupil Transportation:				
Purchased Services	3,705	4,420	4,420	0
Total Support Services	88,875	228,412	228,412	0
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	500	3,854	5,206	(1,352)
Materials and Supplies	503	1,200	1,200	0
Total Operation of Non-Instructional Services	1,003	5,054	6,406	(1,352)
<i>Total Expenditures</i>	130,382	300,886	302,238	(1,352)
<i>Net Change in Fund Balance</i>	(15,805)	(22,068)	(23,420)	(1,352)
<i>Fund Balance (Deficit) Beginning of Year</i>	(15,492)	(15,492)	(15,492)	0
Prior Year Encumbrances Appropriated	1,769	1,769	1,769	0
<i>Fund Balance (Deficit) End of Year</i>	(\$29,528)	(\$35,791)	(\$37,143)	(\$1,352)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool Grant Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$144,252	\$68,254	\$68,254	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	25,092	25,092	23,181	1,911
Fringe Benefits	49,583	49,583	9,687	39,896
Purchased Services	1,240	1,240	896	344
Materials and Supplies	19,959	19,959	19,707	252
Capital Outlay - New	5,465	5,465	5,465	0
Total Instruction	101,339	101,339	58,936	42,403
Support Services:				
Pupil:				
Materials and Supplies	1,939	6,814	6,814	0
Instructional Staff:				
Salaries and Wages	63,540	58,665	53,020	5,645
Fringe Benefits	8,730	8,730	5,398	3,332
Purchased Services	2,206	2,206	1,494	712
Materials and Supplies	5,000	5,000	865	4,135
Total Instructional Staff	79,476	74,601	60,777	13,824
Administration:				
Capital Outlay - New	1,000	1,000	0	1,000
Fiscal:				
Other	1,582	1,582	1,582	0
Pupil Transportation:				
Purchased Services	4,000	4,000	2,336	1,664
Total Support Services	87,997	87,997	71,509	16,488
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	3,560	3,560	3,252	308
<i>Total Expenditures</i>	192,896	192,896	133,697	59,199
<i>Net Change in Fund Balance</i>	(48,644)	(124,642)	(65,443)	59,199
<i>Fund Balance (Deficit) Beginning of Year</i>	(5,010)	(5,010)	(5,010)	0
Prior Year Encumbrances Appropriated	3,969	3,969	3,969	0
<i>Fund Balance (Deficit) End of Year</i>	(\$49,685)	(\$125,683)	(\$66,484)	\$59,199

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Goals 2000 Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	14,098	16,236	0	16,236
<i>Net Change in Fund Balance</i>	(14,098)	(16,236)	0	16,236
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$14,098)</u>	<u>(\$16,236)</u>	<u>\$0</u>	<u>\$16,236</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Reducing Class Size Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$1,173,529	\$1,957,477	\$1,934,713	(\$22,764)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	387,960	478,753	316,229	162,524
Fringe Benefits	194,167	239,607	118,509	121,098
Materials and Supplies	12,375	15,271	0	15,271
Total Instruction	594,502	733,631	434,738	298,893
Support Services:				
Instructional Staff:				
Salaries and Wages	471,950	582,400	199,945	382,455
Fringe Benefits	143,062	176,543	84,211	92,332
Purchased Services	832,610	992,326	756,324	236,002
Materials and Supplies	125,750	155,179	19,289	135,890
Capital Outlay - New	47,709	58,874	19,179	39,695
Total Instructional Staff	1,621,081	1,965,322	1,078,948	886,374
Administration:				
Purchased Services	10,152	12,528	0	12,528
Fiscal:				
Other	17,465	21,552	21,552	0
Total Support Services	\$1,648,698	\$1,999,402	\$1,100,500	\$898,902

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Reducing Class Size Fund (continued)
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	\$2,885	\$3,560	\$0	\$3,560
Materials and Supplies	4,429	5,466	0	5,466
Total Operation of Non-Instructional Services	7,314	9,026	0	9,026
<i>Total Expenditures</i>	<u>2,250,514</u>	<u>2,742,059</u>	<u>1,535,238</u>	<u>1,206,821</u>
<i>Net Change in Fund Balance</i>	(1,076,985)	(784,582)	399,475	1,184,057
<i>Fund Balance Beginning of Year</i>	72,215	72,215	72,215	0
Prior Year Encumbrances Appropriated	<u>126,094</u>	<u>126,094</u>	<u>126,094</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$878,676)</u>	<u>(\$586,273)</u>	<u>\$597,784</u>	<u>\$1,184,057</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Federal Grants Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$2,055,263	\$2,496,296	\$2,116,114	(\$380,182)
Expenditures				
Current:				
Instruction:				
Regular:				
Fringe Benefits	284,978	22,322	22,322	0
Purchased Services	32,020	45,100	45,100	0
Materials and Supplies	281,932	424,884	424,884	0
Capital Outlay - New	119,550	50,475	50,475	0
Total Regular	718,480	542,781	542,781	0
Special:				
Materials and Supplies	294	298	298	0
Total Instruction	718,774	543,079	543,079	0
Support Services:				
Pupil:				
Salaries and Wages	22,611	20,606	20,606	0
Fringe Benefits	4,522	5,668	5,668	0
Purchased Services	44,458	46,084	46,084	0
Materials and Supplies	25,993	31,679	31,679	0
Total Pupil	97,584	104,037	104,037	0
Instructional Staff:				
Salaries and Wages	845,818	675,856	675,856	0
Fringe Benefits	36,862	188,575	188,575	0
Purchased Services	138,043	188,612	188,612	0
Materials and Supplies	56,576	62,747	62,747	0
Other	4,636	1,043	1,043	0
Total Instructional Staff	1,081,935	1,116,833	1,116,833	0
Administration:				
Salaries and Wages	6,867	6,954	6,954	0
Fringe Benefits	1,150	1,165	1,165	0
Purchased Services	88,454	327,502	327,502	0
Materials and Supplies	26,153	9,705	9,705	0
Capital Outlay - New	14,813	7,500	7,500	0
Total Administration	\$137,437	\$352,826	\$352,826	\$0

(continued)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Federal Grants Fund (continued)
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fiscal:				
Other	\$28,976	\$29,342	\$29,342	\$0
Operation and Maintenance of Plant:				
Purchased Services	53,711	58,851	58,851	0
Pupil Transportation:				
Purchased Services	33,260	35,342	35,342	0
Total Support Services	1,432,903	1,697,231	1,697,231	0
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	195,528	197,994	160,965	37,029
Materials and Supplies	62,034	1,330	0	1,330
Capital Outlay - New	5,926	6,000	0	6,000
Total Operation of Non-Instructional Services	263,488	205,324	160,965	44,359
<i>Total Expenditures</i>	2,415,165	2,445,634	2,401,275	44,359
<i>Net Change in Fund Balance</i>	(359,902)	50,662	(285,161)	(335,823)
<i>Fund Balance (Deficit) Beginning of Year</i>	(155,401)	(155,401)	(155,401)	0
Prior Year Encumbrances Appropriated	257,407	257,407	257,407	0
<i>Fund Balance (Deficit) End of Year</i>	(\$257,896)	\$152,668	(\$183,155)	(\$335,823)

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvements Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay:				
Site Acquisition Services:				
Capital Outlay - New	25,000	555,000	16,187	538,813
<i>Excess of Revenues Under Expenditures</i>	(25,000)	(555,000)	(16,187)	538,813
Other Financing Sources				
Transfers In	500,000	500,000	500,000	0
<i>Net Change in Fund Balance</i>	475,000	(55,000)	483,813	538,813
<i>Fund Balance Beginning of Year</i>	112,148	112,148	112,148	0
Prior Year Encumbrances Appropriated	25,000	25,000	25,000	0
<i>Fund Balance End of Year</i>	<u>\$612,148</u>	<u>\$82,148</u>	<u>\$620,961</u>	<u>\$538,813</u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
School Net Plus Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$6,750	\$6,750	\$6,750	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	12,956	13,731	6,155	7,576
Capital Outlay - New	205,768	218,075	218,075	0
<i>Total Expenditures</i>	<u>218,724</u>	<u>231,806</u>	<u>224,230</u>	<u>7,576</u>
<i>Net Change in Fund Balance</i>	(211,974)	(225,056)	(217,480)	7,576
<i>Fund Balance Beginning of Year</i>	6,603	6,603	6,603	0
Prior Year Encumbrances Appropriated	<u>218,453</u>	<u>218,453</u>	<u>218,453</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$13,082</u></u>	<u><u>\$0</u></u>	<u><u>\$7,576</u></u>	<u><u>\$7,576</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Technology Equity Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>2</u>	<u>2</u>	<u>2</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2</u></u>	<u><u>\$2</u></u>	<u><u>\$2</u></u>	<u><u>\$0</u></u>

Youngstown City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
School Building Limited Assistance Fund
For the Fiscal Year Ended June 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>884,675</u>	<u>884,675</u>	<u>884,675</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$884,675</u></u>	<u><u>\$884,675</u></u>	<u><u>\$884,675</u></u>	<u><u>\$0</u></u>

Youngstown City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Self Insurance Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Charges for Services	<u>\$13,374,954</u>	<u>\$14,155,543</u>	<u>\$14,155,543</u>	<u>\$0</u>
Expenses				
Purchased Services	1,034,125	1,837,638	1,837,638	0
Claims	<u>11,966,325</u>	<u>14,170,157</u>	<u>13,578,721</u>	<u>591,436</u>
<i>Total Expenses</i>	<u>13,000,450</u>	<u>16,007,795</u>	<u>15,416,359</u>	<u>591,436</u>
<i>Net Change in Fund Equity</i>	374,504	(1,852,252)	(1,260,816)	591,436
<i>Fund Equity Beginning of Year</i>	5,815,817	5,815,817	5,815,817	0
Prior Year Encumbrances Appropriated	<u>450</u>	<u>450</u>	<u>450</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$6,190,771</u></u>	<u><u>\$3,964,015</u></u>	<u><u>\$4,555,451</u></u>	<u><u>\$591,436</u></u>

Youngstown City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Scholarship Fund
For the Fiscal Year Ended June 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Contributions and Donations	\$0	\$80,577	\$29,378	(\$51,199)
Expenses				
Other	<u>358,377</u>	<u>115,910</u>	<u>35,946</u>	<u>79,964</u>
<i>Net Change in Fund Equity</i>	(358,377)	(35,333)	(6,568)	28,765
<i>Fund Equity Beginning of Year</i>	<u>242,245</u>	<u>242,245</u>	<u>242,245</u>	<u>0</u>
<i>Fund Equity (Deficit) End of Year</i>	<u>(\$116,132)</u>	<u>\$206,912</u>	<u>\$235,677</u>	<u>\$28,765</u>

Youngstown City School District
Governmental Activities
Revenues by Source and Expenses by Function
Last Four Fiscal Years

	2005	2004	2003	2002
Program Revenues				
Charges for Services	\$1,867,181	\$2,167,477	\$1,898,202	\$2,091,873
Operating Grants and Contributions	34,602,858	31,096,043	30,267,424	26,255,511
Capital Grants and Contributions	241,250	303,626	187,868	10,247,063
General Revenues				
Property Taxes	25,338,093	24,935,178	24,494,409	25,697,105
Grants and Entitlements not Restricted to Specific Programs	72,810,711	90,374,828	60,408,284	59,136,751
Investment Earnings	1,639,867	679,680	2,328,611	2,512,308
Gain on Sale of Capital Assets	6,505	0	10,074	0
Miscellaneous	568,815	753,615	523,800	6,943,552
<i>Total</i>	<u>\$137,075,280</u>	<u>\$150,310,447</u>	<u>\$120,118,672</u>	<u>\$132,884,163</u>
Expenses				
Current:				
Instruction:				
Regular	\$57,632,198	\$49,344,569	\$43,511,312	\$39,941,913
Special	16,329,710	18,173,866	16,600,142	17,335,648
Vocational	4,023,566	4,026,251	3,948,158	4,003,260
Adult/Continuing	514,469	375,988	433,775	347,698
Support Services:				
Pupil	6,988,992	7,270,781	7,001,495	6,084,396
Instructional Staff	12,089,504	10,050,927	9,684,322	7,988,500
Board of Education	532,315	1,041,192	660,111	404,952
Administration	10,462,865	9,119,246	7,439,354	7,478,964
Fiscal	1,665,848	2,022,720	1,641,357	1,641,822
Business	1,140,989	1,179,357	600,963	627,486
Operation and Maintenance of Plant	14,289,326	12,179,767	11,897,949	10,967,364
Pupil Transportation	6,147,333	5,799,343	5,540,683	4,889,003
Central	959,889	954,196	846,629	590,712
Operation of Non-Instructional Services	2,330,395	2,440,469	2,540,111	3,176,349
Food Service Operations	3,833,849	3,892,089	3,313,870	3,833,953
Extracurricular Activities	743,416	485,862	938,708	722,055
Interest and Fiscal Charges	1,002,824	642,285	1,344,445	1,327,890
<i>Total</i>	<u>\$140,687,488</u>	<u>\$128,998,908</u>	<u>\$117,943,384</u>	<u>\$111,361,965</u>

Source: School District Financial Records

Youngstown City School District

General Fund Revenues by Source

and Expenditures by Function

Last Ten Fiscal Years (1)

	2005	2004	2003	2002	2001
Revenues					
Property Taxes	\$22,447,802	\$23,962,141	\$20,089,779	\$21,619,448	\$20,924,867
Intergovernmental	71,136,158	64,944,690	60,165,649	58,418,467	58,172,149
Interest	175,946	679,570	619,774	1,343,074	1,529,132
Tuition and Fees	457,235	668,698	442,592	495,554	806,380
Rentals	28,287	78,916	80,267	213,170	72,843
Extracurricular Activities	0	0	0	0	3,403
Contributions and Donations	400	2,523	0	100,000	887
Miscellaneous	546,494	707,500	332,301	3,244,619	231,964
Total	\$94,792,322	\$91,044,038	\$81,730,362	\$85,434,332	\$81,741,625
Expenditures					
Current					
Instruction:					
Regular	\$45,308,457	\$40,615,224	\$33,233,329	\$29,810,552	\$28,556,650
Special	11,599,300	11,378,442	10,962,007	9,916,680	9,343,173
Vocational	3,081,162	3,236,060	2,937,204	2,976,697	2,963,468
Adult/Continuing	0	0	10,037	0	0
Other	0	0	0	0	0
Support Services:					
Pupils	5,122,756	4,799,367	4,899,473	4,277,290	4,129,782
Instructional Staff	5,459,772	4,367,650	6,242,800	4,549,111	3,497,041
Board of Education	497,818	1,046,179	658,037	393,140	341,566
Administration	8,470,411	7,467,781	6,083,308	5,566,401	5,577,062
Fiscal	1,431,310	1,483,900	1,383,095	1,321,492	1,142,002
Business	1,109,304	1,108,297	569,340	610,242	659,873
Operation and Maintenance of Plant	12,863,307	11,008,657	10,581,929	9,908,570	9,498,342
Pupil Transportation	5,003,914	5,897,254	5,553,186	5,031,544	4,863,155
Central	964,219	919,453	838,674	688,073	797,663
Operation of Non-Instructional Services	139,918	55,733	21,094	4,240	2,245
Extracurricular Activities	476,588	393,538	615,905	546,140	489,630
Capital Outlay	708,109	703,750	96,468	88,293	501,033
Debt Service	248,408	221,235	693,864	529,007	578,817
Total	\$102,484,753	\$94,702,520	\$85,379,750	\$76,217,472	\$72,941,502

Source: School District's financial records

(1) 1998 through 2005 reported on GAAP Basis; all other years on Cash Basis.

2000	1999	1998	1997	1996
\$20,465,971	\$20,085,104	\$19,044,728	\$13,431,079	\$19,033,313
58,757,710	56,288,563	48,993,278	38,868,657	46,837,949
1,071,459	1,129,723	1,352,117	578,908	808,434
1,113,563	504,352	144,157	431,618	287,146
85,474	116,278	135,461	0	0
0	0	0	0	0
49,000	500	800	0	0
653,444	586,886	603,885	707,532	766,776
<u>\$82,196,621</u>	<u>\$78,711,406</u>	<u>\$70,274,426</u>	<u>\$54,017,794</u>	<u>\$67,733,618</u>

\$20,630,668	\$24,281,570	\$20,909,776	\$25,315,474	\$28,446,134
13,565,183	12,573,577	8,514,383	9,018,033	9,302,532
2,693,339	3,006,263	3,416,051	3,809,531	4,425,991
0	0	36	102,987	102,602
0	0	0	516,523	665,959
3,600,741	3,829,395	2,469,245	1,937,982	2,211,890
3,559,725	3,068,461	2,252,955	3,367,472	3,955,419
392,264	363,000	760,165	43,031	46,476
4,721,439	4,929,297	5,524,684	4,895,870	5,442,675
1,257,938	1,131,793	1,357,675	869,341	952,105
728,351	978,516	969,340	1,033,864	813,795
8,641,368	8,799,569	9,292,668	9,825,501	10,172,692
4,257,009	4,205,433	3,882,492	3,679,615	3,847,472
708,896	909,315	7,470,967	4,522,332	3,211,523
3,496	19,467	55,275	0	0
404,104	519,825	457,498	530,621	537,000
0	15,561	0	0	0
956,039	2,186,818	2,214,205	0	2,216,571
<u>\$66,120,560</u>	<u>\$70,817,860</u>	<u>\$69,547,415</u>	<u>\$69,468,177</u>	<u>\$76,350,836</u>

Youngstown City School District
Property Tax Levies and Collections
Real and Tangible Personal Property (1)
Last Ten Years (2)

Year (2)	Total Tax Levy	Current Collections	Percent of Current Taxes Collected	Delinquent Collections	Total Collections
2004	\$53,442,252	\$21,924,776	41.03%	\$2,992,510	\$24,917,286
2003	57,464,787	27,015,195	47.01	2,539,796	29,554,991
2002	57,622,478	24,082,849	41.79	2,414,003	26,496,852
2001	57,673,310	26,117,430	45.29	2,272,294	28,389,724
2000	52,726,957	23,548,185	44.66	1,530,742	25,078,927
1999	51,682,699	23,413,775	45.30	1,859,571	25,273,346
1998	49,421,534	22,955,380	46.45	1,137,948	24,093,328
1997	46,754,716	22,917,118	49.02	947,281	23,864,399
1996	44,682,854	23,298,932	52.14	1,174,677	24,473,609
1995	42,120,870	22,217,501	52.75	1,212,776	23,430,277

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through State and reported as Intergovernmental Revenue.
- (2) Represents collection year. 2005 information cannot be presented because all collections have not been made by June 30.
- (3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

Percent of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes (3)	Percent of Outstanding Delinquent Taxes to Total Tax Levy
51.43%	\$9,021,684	37.99%
51.43	21,828,985	37.99
45.98	21,511,265	37.33
49.23	29,321,080	50.84
47.56	27,505,289	52.17
48.90	26,201,328	50.70
48.75	24,308,768	49.19
51.04	22,271,403	47.63
54.77	21,359,146	47.80
55.63	18,505,381	43.93

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

Year	Real Property		Public Utility Property	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)
2005	\$480,765,120	\$1,373,614,629	\$76,297,870	\$86,702,125
2004	492,735,280	1,407,815,086	60,377,920	68,611,273
2003	490,374,800	1,401,070,857	61,233,800	69,583,864
2002	482,328,610	1,378,081,743	60,945,900	69,256,705
2001	480,765,120	1,373,614,629	76,297,870	86,702,125
2000	473,182,340	1,351,949,543	84,548,700	96,078,068
1999	424,905,210	1,214,014,886	83,731,530	95,149,466
1998	413,589,680	1,181,684,800	83,683,920	95,095,364
1997	400,062,600	1,143,036,000	83,554,750	94,948,580
1996	397,799,090	1,136,568,829	87,077,020	98,951,159

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

- (1) This amount is calculated based on the following percentages:
 Real estate is assessed at 35 percent of actual value.
 Public utility personal is assessed at various rates from 25 to 88 percent of actual value.
 Tangible personal property is assessed at 25 percent of actual value for capital assets and 23 percent for inventory.

Tangible Personal Property		Total		Ratio
Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	
\$98,391,970	\$393,567,880	\$655,454,960	\$1,853,884,634	35%
117,009,008	468,036,032	670,122,208	1,944,462,390	34
95,865,420	383,461,680	647,474,020	1,854,116,401	35
104,853,770	419,415,080	648,128,280	1,866,753,527	35
98,391,970	393,567,880	655,454,960	1,853,884,634	36
93,751,240	375,004,960	651,482,280	1,823,032,571	36
94,506,670	378,026,680	603,143,410	1,687,191,032	36
98,591,280	394,365,120	595,864,880	1,671,145,284	36
101,193,270	404,773,080	584,810,620	1,642,757,660	36
74,188,550	296,754,200	559,064,660	1,532,274,188	36

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

Year	School Levy	Mahoning County Levy	City Levy	WRTA Levy	Park District Levy	Total Levy
2005	\$51.00	\$11.50	\$3.70	\$5.00	\$1.75	\$72.95
2004	51.00	11.65	3.70	5.00	1.75	73.10
2003	51.00	11.70	3.70	5.00	1.75	73.15
2002	51.00	11.70	3.70	5.00	1.75	73.15
2001	51.00	10.70	3.70	0.00	0.00	65.40
2000	46.60	10.85	3.70	0.00	0.00	61.15
1999	46.60	10.85	3.70	0.00	0.00	61.15
1998	46.60	10.85	3.70	0.00	0.00	61.15
1997	46.60	10.95	3.70	0.00	0.00	61.25
1996	46.50	10.95	3.80	0.00	0.00	61.25

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

Debt Service
Included in Total Levy

School	County	City	Total
\$3.90	\$1.95	\$3.70	\$9.55
3.90	0.50	3.70	8.10
3.90	0.85	3.70	8.45
3.90	0.85	3.70	8.45
3.90	2.05	3.70	9.65
0.00	2.20	3.10	5.30
0.00	2.20	3.10	5.30
0.00	0.70	3.10	3.80
0.00	2.05	3.10	5.15
0.00	2.15	3.20	5.35

Youngstown City School District
*Ratio of Net General Obligation Bonded Debt to
 Assessed Value and Net Bonded Debt Per Capita
 Last Ten Years*

Year	Net General Obligation Bonded Debt (1)	Assessed Value (2)	Youngstown City Population (3)	Ratio of Net Debt to Assessed Value	Net Debt Per Capita
2005	\$25,239,328	\$655,454,960	77,712	3.85%	\$324.78
2004	0	670,122,208	79,200	0.00	0.00
2003	0	647,474,020	82,757	0.00	0.00
2002	320,000	648,128,280	82,757	0.05	3.87
2001	620,000	655,454,960	82,757	0.09	7.49
2000	905,000	651,482,280	82,757	0.14	10.94
1999	1,119,866	603,143,410	82,757	0.19	13.53
1998	1,420,000	595,864,880	84,203	0.24	16.86
1997	1,660,000	584,810,620	85,243	0.28	19.47
1996	1,885,000	559,064,660	86,603	0.34	21.77

Source:

- (1) School District Financial Records.
- (2) Mahoning County Auditor.
- (3) U.S. Census of Population.

Youngstown City School District
Computation of Legal Debt Margin
June 30, 2005

Assessed Valuation	\$655,454,960
Overall Debt Limit - 9% of Assessed Value (1)	\$58,990,946
Outstanding Debt:	
Classroom Facilities Bonds	35,625,000
Asbestos Abatement Loans	25,933
Total Outstanding Debt	35,650,933
Less Exemptions:	
Asbestos Abatement Loans	(25,933)
Amount available in Debt Service Fund	(10,385,672)
Total Exemptions	(10,411,605)
Amount of Debt Applicable to Debt Limit	25,239,328
<i>Overall Debt Margin</i>	\$33,751,618
Unvoted Debt Limit - .10% of Assessed Value (1)	\$655,455
Amount of Debt Applicable	0
<i>Unvoted Debt Margin</i>	\$655,455

Source: Mahoning County Auditor and School District Financial Records

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

Youngstown City School District
Computation of Overlapping General Obligation Bonded Debt
December 31, 2004

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
<u>Direct:</u>			
Youngstown City School District	<u>\$36,545,008</u>	100.00 %	<u>\$36,545,008</u>
<u>Overlapping:</u>			
Mahoning County	22,634,840	17.55	3,972,414
Youngstown City	<u>17,440,000</u>	95.21	<u>16,604,624</u>
Total Overlapping	<u>40,074,840</u>		<u>20,577,134</u>
Total	<u><u>\$76,619,848</u></u>		<u><u>\$57,122,142</u></u>

Source: Mahoning County Auditor, Director of Finance, City of Campbell and
and Director of Finance, City of Youngstown - Data is presented on a calendar
year basis because that is the manner in which information is maintained.

- (1) Percentages were determined by dividing the assessed valuation of the political
subdivision located within the boundaries of the School District by the total assessed
valuation of the subdivision. The valuations used were for the 2004 collection year.

Youngstown City School District
*Ratio of Annual Debt Service Expenditures for
 General Obligation Bonded Debt to General Fund Expenditures
 Last Ten Fiscal Years (1)(2)*

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures (Percentage)
2003	\$320,000	\$9,760	\$329,760	\$85,379,750	0.39%
2002	300,000	28,671	328,671	76,217,472	0.43
2001	285,000	46,512	331,512	72,941,502	0.45
2000	265,000	71,370	336,370	66,120,560	0.51
1999	250,000	86,620	336,620	70,817,860	0.48
1998	240,000	97,108	337,108	69,547,415	0.48
1997	225,000	165,615	390,615	69,468,177	0.56
1996	215,000	128,100	343,100	76,350,836	0.45

Source: School District Financial Records.

- (1) 1998 through 2005 reported on a GAAP Basis.
- (2) There were no general obligation bonded debt payments made in fiscal year 2004 or 2005.

Youngstown City School District

Demographic Statistics

Last Ten Years

<u>Year</u>	<u>Mahoning County Population (1)</u>	<u>Youngstown City Population (2)</u>	<u>School Enrollment (3)</u>	<u>Mahoning County Unemployment Rate (4)</u>
2005	251,660	77,712	12,214	6.3%
2004	251,660	79,200	11,891	6.6
2003	253,308	82,757	11,573	6.4
2002	254,958	82,757	11,589	7.1
2001	257,555	82,757	11,879	5.0
2000	252,597	82,757	10,703	5.5
1999	252,597	82,757	11,541	5.9
1998	255,165	84,203	12,293	5.8
1997	257,489	85,243	12,707	6.3
1996	263,884	86,603	12,640	6.3

(1) Youngstown-Warren Regional Chamber of Commerce and the Office of Strategic Resource

(2) U.S. Census of Population

(3) School District Records

(4) Bureau of Labor Market Information

Youngstown City School District
*Property Value, Financial Institution Deposits
and Building Permits
Last Ten Years (1)*

Year	Property Value (2) (Real Estate Only)	Mahoning County Financial Institution Deposits (000's) Banks	Value of Building Permits Issued
2004	\$480,765,120	\$631,479	\$35,620,506
2003	490,374,800	635,170	37,455,949
2002	482,328,610	2,148,201	36,855,871
2001	480,765,120	2,333,516	32,549,698
2000	473,182,340	3,259,000	20,711,695
1999	424,905,210	3,078,583	40,475,581
1998	413,589,680	3,744,057	29,584,581
1997	400,062,600	3,138,907	33,964,698
1996	397,799,090	3,232,532	63,881,187

Source: Ohio Bureau of Employment Services, Federal Reserve Bank of Cleveland and the Geauga County Building Department and the Akron Board of Review.

(1) Information for 2005 is not available.

(2) Represents assessed value.

Youngstown City School District

Principal Taxpayers

Real Estate Tax

December 31, 2005

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Real Assessed Value</u>
CCA Prison Realty Trust	\$23,669,210	4.92%
Brandywine Apartments	3,891,160	0.81
Equity Industrial Partner	3,724,700	0.77
Bomaine Corporation (Brentwood Originals)	2,555,430	0.53
Omni Manor Incorporation	1,839,690	0.38
Gary M. Crim Inc.	1,561,970	0.32
Vindicator Printing	1,398,200	0.30
Southside Community	1,350,190	0.29
Ohio Presbyterian	1,300,800	0.28
Crim Real Estate	1,288,760	0.27
Exal Corporation	1,272,890	0.26
Carrington South Real Estate Incorporation	<u>1,176,780</u>	<u>0.24</u>
Total	<u>\$45,029,780</u>	<u>9.37%</u>
Total Real Assessed Value	<u>\$480,765,120</u>	

Source: Mahoning County Auditor.

(1) Assessed values are for the 2005 collection year.

Youngstown City School District

Principal Taxpayers

Tangible Personal Property Tax

December 31, 2005

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Tangible Assessed Value</u>
V&M Star Partnership with General and Limited Partners	\$35,613,840	36.20%
Toys R Us Ohio Incorporation	5,480,600	5.57
Parker Hannifin Corporation	5,451,160	5.54
Exal Corporation	4,236,540	4.31
Time Warner Entertainment	1,519,750	1.54
Graybar Electric Comoany	1,464,330	1.49
Vindicator Printing Company	1,186,140	1.21
Bomine Corporation DBA Brentwood Original	1,035,690	1.05
Wrinlke Electric Company Incorporation	1,015,650	1.02
Cantar Polyair Corporation	<u>982,870</u>	<u>1.00</u>
Total	<u>\$57,986,570</u>	<u>58.93%</u>
Total Tangible Assessed Value	<u>\$98,391,970</u>	

Source: Mahoning County Auditor.

(1) Assessed values are for the 2005 collection year.

Youngstown City School District

Principal Taxpayers

Public Utilities Tax

December 31, 2005

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Public Utility Assessed Value</u>
Ohio Edison Company	\$27,144,910	35.58%
Ohio Bell Telephone Company	13,821,260	18.11
American Transmission	4,409,490	5.78
East Ohio Gas Company	4,015,630	5.26
Norfolk Southern Combined	2,539,240	3.33
CSX Transportation Incorporated	1,067,670	1.40
Ameritech Advanced Data	670,650	0.88
MCI Worldcom Network Services	620,480	0.81
Ohio Telephone and Telegraph	561,730	0.74
Qwest Communications	<u>459,160</u>	<u>0.60</u>
Total	<u><u>\$55,310,220</u></u>	<u><u>72.49%</u></u>
Total Public Utility Assessed Value	<u><u>\$76,297,870</u></u>	

Source: Mahoning County Auditor.

(1) Assessed values are for the 2005 collection year.

Youngstown City School District

Cost Per Pupil

Last Ten Fiscal Years (1)

<u>Year</u>	<u>General Fund Expenditures</u>	<u>Student Enrollment</u>	<u>Cost Per Pupil</u>
2005	\$102,484,753	12,214	\$8,391
2004	94,702,520	11,891	7,964
2003	85,379,750	11,573	7,377
2002	76,217,472	11,589	6,577
2001	72,941,502	11,879	6,140
2000	66,120,560	10,703	6,178
1999	70,817,860	11,541	6,136
1998	69,547,415	12,293	5,657
1997	69,468,177	12,707	5,467
1996	76,350,836	12,640	6,040

Source: School District Financial Records.

(1) 1998 through 2005 reported on a GAAP Basis; all other years were reported on a Cash Basis.

Youngstown City School District
Teacher Education and Experience
June 30, 2005

Degree	Number of Teachers	Percentage of Total
Bachelor's Degree	148	18.01%
Bachelor + 15	184	22.38
Master's Degree	180	21.90
Master's + 15	118	14.35
Master's + 30	85	10.34
Master's + 45	107	13.02
Total	822	100.00%

Years of Experience	Number of Teachers	Percentage of Total
0 - 5	144	17.52%
6 - 10	108	13.14
11 and Over	570	69.34
	822	100.00%

Source: School District Personnel Records.



**Auditor of State
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YOUNGSTOWN CITY SCCHOOL DISTRICT

MAHONING 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
NOVEMBER 30, 2006**