

Mary Taylor, CPA
Auditor of State

**MEDINA CITY SCHOOL DISTRICT
MEDINA COUNTY**

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Mary Taylor, CPA

Auditor of State

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

Medina City School District
Medina County
140 West Washington Street
Medina, Ohio 44256

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 Medina City School District, Medina County, Ohio, (the District) as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 4, 2009. 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 as a basis for designing our audit procedures for expressing our opinions on the financial statements, but not to opine on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

We noted certain matters that we reported to the District's management in a separate letter dated December 4, 2009.

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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 matter that we must report under *Government Auditing Standards* which is described in the accompanying Schedule of Findings as item 2009-001.

We also noted certain noncompliance or other matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 4, 2009.

The District's response to the finding identified in our audit is described in the accompanying Schedule of Findings. We did not audit the District's response and, accordingly, we express no opinion on it.

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. We intend it for no one other than these specified parties.

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

December 4, 2009

MEDINA CITY SCHOOL DISTRICT
MEDINA COUNTY

FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2009

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<u>U.S. DEPARTMENT OF EDUCATION</u>					
<i>Passed Through the Ohio Department of Education:</i>					
Title I Grants to Local Educational Agencies	84.010	\$20,000		\$63,859	
		440,114		469,506	
Total Title I Grants to Local Educational Agencies		460,114		533,365	
Title I Program for Neglected and Delinquent Children	84.013	8,430		9,192	
		16,000		16,032	
Total Title I Program for Neglected and Delinquent Children		24,430		25,224	
State Grants for Innovative Programs	84.298	5,767		7,903	
		5,100		5,623	
Total State Grants for Innovative Programs		10,867		13,526	
Special Education Cluster:					
Special Education - Grants to States	84.027	204,070		242,707	
		1,124,000		1,204,797	
Total Special Education - Grants to States		1,328,070		1,447,504	
Special Education - Preschool Grants	84.173	7,446		4,949	
		24,910		26,326	
		675			
Total Special Education - Preschool Grants		33,031		31,275	
Total Special Education Cluster		1,361,101		1,478,779	
Safe and Drug-Free Schools and Communities - State Grants	84.186	305			
		15,050		16,982	
Total Safe and Drug-Free Schools and Communities - State Grants		15,355		16,982	
Education Technology State Grants	84.318			547	
		1,298		4,238	
Total Education Technology State Grants		1,298		4,785	
Improving Teacher Quality State Grants	84.367	25,319		37,051	
		149,300		158,055	
Total Improving Teacher Quality State Grants		174,619		195,106	
English Language Acquisition Grants	84.365	1,501		1,941	
		4,528		4,739	
Total English Language Acquisition Grants		6,029		6,680	
Total U.S. Department of Education		2,053,813		2,274,447	
<u>U.S. DEPARTMENT OF AGRICULTURE</u>					
<i>Passed Through the Ohio Department of Education:</i>					
Child Nutrition Cluster:					
National School Lunch	10.555	404,483		404,483	
Food Distribution	10.555		\$202,753		\$191,325
Total National School Lunch		404,483	202,753	404,483	191,325
National School Breakfast	10.553	17,099		17,099	
Total U.S. Department of Agriculture - Child Nutrition Cluster		421,582	202,753	421,582	191,325
Totals		\$2,475,395	\$202,753	\$2,696,029	\$191,325

The accompanying notes are an integral part of this schedule.

**MEDINA CITY SCHOOL DISTRICT
MEDINA COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

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

NOTE C - FOOD DONATION PROGRAM

Program regulations do not require the District to maintain separate inventory records for purchased food versus food commodities received from the U.S. Department of Agriculture. The District reports commodities consumed on the Schedule at fair value.

NOTE D - MATCHING REQUIREMENTS

Certain Federal programs require 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.



Mary Taylor, CPA

Auditor of State

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

Medina City School District
Medina County
140 West Washington Street
Medina, Ohio 44256

To the Board of Education:

Compliance

We have audited the compliance of Medina City School District, Medina County, Ohio, (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that apply to each of its major federal programs for the year ended June 30, 2009. 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 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, 2009.

Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the 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 in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood that the District's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Federal Awards Receipts and Expenditures Schedule

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Medina City School District, Medina County, Ohio, as of and for the year ended June 30, 2009, and have issued our report thereon dated December 4, 2009. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying Federal Awards Receipts and Expenditures Schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. 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, the Board of Education, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Mary Taylor, CPA
Auditor of State

December 4, 2009

**MEDINA CITY SCHOOL DISTRICT
MEDINA COUNTY**

**SCHEDULE OF FINDING
OMB CIRCULAR A -133 § .505
JUNE 30, 2009**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	Yes
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any other significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Special Education Cluster, CFDA 84.027 and 84.173; Title I Grants to Local Educational Agencies, CFDA 84.010; Nutrition Cluster, CFDA 10.555, 10.553
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

FINDING NUMBER 2009-001

Noncompliance Citation

Finding for Recovery Repaid Under Audit

The high school choir held a candle sale fund raiser during fiscal year 2009. The candle vendor's invoice indicated 266 candles were ordered and based on a retail selling price of \$12 each a total of \$3,192 should have been collected. However, deposits of only \$3,069 were identified related to this candle sale leaving \$123 unaccounted for. There was no evidence of returned or damaged items, and the activity advisor's records indicated all amounts due from students were collected.

Under Ohio law, any public official who either authorizes an illegal expenditure of public funds or supervises the accounts of a public office from which such illegal expenditure is made liable for the amount of such expenditure. *Seward v. National Surety Co.* (1929), 120 Ohio St. 47; 1980 Op. Att'y Gen. No. 80-074; Ohio Rev. Code Section 9.39; *State, ex.rel. Village of Linndale v. Masten* (1985), 18 Ohio St.3d 228. Public officials controlling public funds or property are liable for the loss incurred should such funds or property be fraudulently obtained by another, converted, misappropriated, lost or stolen to the extent that recovery or restitution is not obtained from the persons who unlawfully obtained such funds or property. 1980 Op. Att'y Gen. No. 80-074.

In accordance with the foregoing facts and pursuant to **Ohio Rev. Code Section 117.28**, a Finding for Recovery for public money collected but not accounted for is hereby issued against Ms. Beth Bayda, the Choir Activity Advisor, in the amount of \$123 and in favor of the Medina City School District's (Choir) Student Activity Fund.

The \$123 was repaid by the Advisor on October 30, 2009.

Officials' Response: The School District is aware of the situation. The amount was paid by the advisor and the School District is taking steps to avoid the situation in the future.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

**MEDINA CITY SCHOOL DISTRICT
MEDINA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2009**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid
2008-001	Significant Deficiency - GAAP Errors: Several GAAP related financial statement errors were reported to management as unadjusted items.	No	Partially Corrected, addressed in Management Letter

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Medina City School District
Medina County
140 West Washington Street
Medina, Ohio 44256

To the Board of Education:

Ohio Rev. Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school."

Accordingly, we have performed the procedures enumerated below, which were agreed to by the Board, solely to assist the Board in evaluating whether Medina City School District, Medina County, Ohio, (the District has adopted an anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Board. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board adopted an anti-harassment policy at its meeting on March 20, 2006.
2. We read the policy, noting it included the following requirements from Ohio Rev. Code Section 3313.666(B):
 - (1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
 - (2) A definition of harassment, intimidation, or bullying that shall include the definition in division (A) of Ohio Rev. Code Section 3313.666;
 - (3) A procedure for reporting prohibited incidents;
 - (4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal

3. We read the policy, noting it did not include the following requirements from Ohio Rev. Code Section 3313.666(B):
 - (1) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;
 - (2) A procedure for documenting any prohibited incident that is reported;
 - (3) A procedure for responding to and investigating any reported incident;
 - (4) A strategy for protecting a victim from additional harassment, intimidation, or bullying, and from retaliation following a report;
 - (5) A disciplinary procedure for any student guilty of harassment, intimidation, or bullying, which shall not infringe on any student's rights under the first amendment to the Constitution of the United States;
 - (6) A requirement that the district administration semiannually provide the president of the district board a written summary of all reported incidents and post the summary on its web site, if the district has a web site, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board of Education and is not intended to be and should not be used by anyone other than these specified parties.



Mary Taylor, CPA
Auditor of State

December 4, 2009

Medina City School District

Medina, Ohio

Comprehensive Annual Financial Report

For The Fiscal Year Ended June 30, 2009

Prepared by:

Treasurer/Chief Financial Officer

Wallace M. Gordon

Introductory Section

Medina City School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2009
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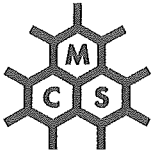
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**Medina
City Schools**

Recognizing Potential–Maximizing Achievement

December 4, 2009

Board of Education Members and Residents of Medina City School District:

We are pleased to present the second annual Comprehensive Annual Financial Report (CAFR) for the Medina City School District. This CAFR conforms to Generally Accepted Accounting Principles (GAAP) as applicable to government entities and includes the reporting model as promulgated by GASB Statement No. 34.

Superintendent
Randy S. Stepp

Treasurer
Wallace M. Gordon

This report enables the School District to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP basis, and Ohio Revised Code Section 117.38 which requires all school districts to file unaudited general purpose external financial statements with the Auditor of State within 150 days of fiscal year end.

Board Of Education

Mark L. Dolan

Thomas G. Ebner, M.D.

William P. Grenfell

C. Susan Vleck

Robert B. Wilder, M.D.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

State statutes require the School District to be subjected to an annual examination by the Auditor of State. The Auditor of State's office rendered an opinion on the School District's financial statements as of June 30, 2009, and the Independent Accountants' Report on the basic financial statements is included in the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent accountants' report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Copies of this report will be distributed throughout the School District. It will also be available to the public on both the Auditor of State website and the School District website (www.mcsdoh.org).

PROFILE OF THE SCHOOL DISTRICT

The Medina City School District encompasses 52 square miles including the City of Medina and portions of Medina, Montville, Lafayette, Sharon, and Granger townships. The School District is located in close proximity to Cleveland and Akron and situated near Interstate Highways I-71, I-77, and I-76.

After earning the designation of "Excellent" for three years, the Medina City Schools achieved the designation of 'Excellent with Distinction' from the State of Ohio for school year 2009. A continued focus of the School District is to manage finances effectively and efficiently, plan for student growth, and increase student achievement while enhancing a personalized learning environment for all students.

The Board of Education continually seeks opportunities to increase the efficient use of School District funds and to secure additional funding through non-conventional means. One such way, beginning in fiscal year 2008, has been through the receipt of a 0.5 percent sales tax, which is levied by the County. This sales tax is allocated to the County public schools based on a student count and is recorded as intergovernmental revenue by the School District. Additionally, the School District seeks ways to

manage its buildings and facilities efficiently. Most recently, the School District participated in HB 264, which is an Energy Conservation Program that gives school districts the authority to borrow funds without having to pass a ballot issue. This limited borrowing authority has given the School District the ability to save significant dollars in utility bills and operating expenses, all at no additional cost to the taxpayer. Through this program school districts use the anticipated savings to fund the actual improvements.

A focus of the Medina City School District is to strengthen its partnerships with the business community and various community partners, which have provided opportunities for students and the community-at-large. Some of these partnerships can be seen on the Medina High School campus where the Medina Community Recreation Center is located. This facility is managed by the City of Medina. The Medina Performing Arts Center is also located on the high school campus and provides a 1,200-seat auditorium that is used for student performances and is also used as a venue for outside performing groups; the Distance Learning Lab located in Medina High School provides expanded learning opportunities for students through The University of Akron.

Growth is at the forefront of the School District. The School District averages close to 75 new students each year. To address the continued growth, last year the School District used a portion of the money received from the county wide sales tax to build two new elementary school buildings which will open in the fall of 2009. Each of these has a capacity to house 650 students.

Current enrollment is 7,443 students as reported in our 2009 state local report card. The School District's facilities include a Kindergarten Center, five elementary schools, two middle schools, and one high school.

The grades housed in each building are as follows:

- Kindergarten Center, purchased in 1991, houses kindergarten students from Blake Elementary and Helping Hands Preschool.
- Blake Elementary, built in 2002, houses students in grades 1 through 5.
- Canavan Elementary, built in 1959, houses students in grades K through 5.
- Fenn Elementary, built in 1968, houses students in grades K through 5.
- Garfield Elementary, built in 1937, houses students in grades K through 5.
- Heritage Elementary, built in 1976, houses students in grades K through 5.
- Claggett Middle School, built in 1956, houses students in grades 6 through 8.
- A. I. Root Middle School, built in 1995, houses students in grades 6 through 8.
- Medina High School, built in 1974, houses students in grades 9 through 12.

The School District is committed to expanded learning opportunities for students. This ranges from consulting teachers in the elementary and middle schools working with students and teachers, to the integration of technology into the curriculum, to staff training and development.

LOCAL ECONOMY

Founded in 1816 and incorporated as a village in 1835, the City of Medina enjoys a long and rich history that is evident in the restored Victorian architecture of its picturesque Public Square area. A visit to Medina's historic Square is like taking a step back in time, a feeling that attracts tourists and residents to its unique shops, fine restaurants, and many special events. Time, however, has not stood still, and this bustling city serves as the seat of county government for one of the fastest growing and most prosperous counties in northeastern Ohio. The City of Medina is an attractive community of 25,139 (2000 census). The population within a 15 mile radius is approximately 275,000.

Ideally situated in close proximity to major interstate highways and urban centers, the City of Medina offers vibrant commercial and retail locations, as well as prime sites for research and manufacturing. An abundant water supply, access to rail, and installed fiber optic lines can meet the needs of the most advanced business and manufacturing processes. Currently home to companies such as A.I. Root Candle, 3M, Owens Corning, and Valspar, Medina offers a quality of life that its business partners have come to value for their employees.

A large industrial district of 800 acres was established around 1952 with all utilities installed and access to rail. Since then, more than 124 new industries have located facilities here. These have been highly diversified and range in size from plants with more than 350 employees to smaller operations with a workforce of 50 or fewer. The industrial district is a part of both an Enterprise Zone and a Community Reinvestment Area. Commercial expansion has mirrored the population growth of the City and blends the charm of the historic district with those featuring a more contemporary look.

Residential growth skyrocketed during the 1990's. Throughout this time there have been numerous upscale residential developments and apartment/condominium units constructed to complement the Victorian homes of the historic district and adequately house the population of one of the State's fastest growing counties.

Medina boasts an outstanding school system that ranks well in the Ohio Department of Education's Annual Report Card. The School District is made up of one Kindergarten Center, five elementary schools, two middle schools, and one high school that underwent a major expansion. As an alternative to attending Medina City School District, students can choose to receive academic and technology training from Buckeye Local School District or the Medina County Joint Vocational School District.

Advanced education is readily available locally and from numerous colleges and universities in the surrounding area that offer a full complement of certificate, undergraduate, and graduate degrees. The new Medina County University Center is just south of the city. Medina offers employers a well-trained workforce with opportunity for on-going career development.

LONG-TERM FINANCIAL PLANNING

A major goal of the Medina City School District Board of Education and administration has been to be fiscally responsible for the funds granted us by the School District community. The May 2006 Five-Year Forecast Update showed a fund balance at the end of fiscal year 2009 of \$1.9 million. The May 2009 Five-Year Forecast projected a fund balance of \$11.6 million – an increase of \$9.7 million.

This increase in projected fund balance between the two Five-Year Forecasts is due to both cost cutting and revenue enhancing measures. The School District reduced estimated total expenditures by \$6.2 million between the two five-year forecasts by reallocating and reducing staff, resulting in more efficient use of scarce resources. Additionally, revenue projections increased by approximately \$3.5 million, mainly due to tangible personal property tax being higher than originally anticipated.

Fiscal year 2009 closed with an \$11.6 fund balance as projected in the May 2009 Five-Year Forecast. It is important to note, however, that even though the School District closed fiscal year 2009 with an \$11.6 million fund balance, the School District is still facing a deficit in the following years. While the School District will continue to search for creative ways to reduce that deficit, the School District will need additional operating funds after fiscal year 2009. In order to address the deficit, the Board asked the community to vote on a 3.9 mill 3 year incremental levy on November 3, 2009, which did not pass.

Two years ago, Medina City Schools implemented a comprehensive budgeting process that has helped us better understand and manage our budgets. Through this process, each budget manager presents and justifies his or her budgetary request each spring for the upcoming fiscal year. This request is then debated and discussed with a team of administrators whose sole purpose is to confirm validity of the requests, check alignment to the School District's goals, and to determine fiscal responsibility. This process has been instrumental in helping us to reduce expenditures while we maintain programming.

Knowing that current economic times are tough and that acquiring support through operating levy passage will be difficult, we have continued to look for opportunities to operate more efficiently. This is being done not only as a "good business practice", but also as a strategy to reduce the burden placed on the local taxpayer through reduced property tax requests. An example of such efforts is our recent commitment to reduce our operating expenses by \$1 million per year for each of the next five years. This, coupled with possible revenue increase from an operating levy, should address our projected deficit in future years.

MAJOR INITIATIVES

Community Collaboration The Medina City School District recognizes the importance of engaging all stakeholders in the decision making process. Historically, the School District has involved the community in discussions regarding facilities, school start times, redistricting, strategic planning, programming and services. This past school year the School District formed a Citizen's Financial Committee. The Committee's purpose was to share school finance with key community members and to gain insight as to the thoughts and understanding of the community. The School District will be updating its Strategic Plan in the very near future and will once again be seeking extensive involvement of individuals within the School District community.

This past school year, the Board of Education initiated an extensive 'community building' program whereby numerous opportunities were available to the School District's internal and external stakeholders to have discussions about the School District on a multitude of topics ranging from School District finances to school walk zones.

The School District seeks opportunities to collaborate with community organizations, agencies, business institutions and other school districts for the purpose of offering additional programming and services to the students and residents of the community. The School District has partnered with the University of Akron to provide course offerings to students through a Distance Learning Lab and collaborated with the Cleveland Clinic to offer students the opportunity to view a number of 'real time' surgeries. The School District's partnership with the City of Medina has provided the residents of the community a well-managed community recreation center which is located on the high school campus.

In 2007, the School District collaborated with the other school districts in the county to pass a 0.5 percent county levied sales tax increase. To date, Medina County is the only county in Ohio to achieve such an accomplishment.

Student Growth The Medina City School District is a growing School District. As a result of the growth we have seen in our community, the School District has built two new elementary schools which have opened in the fall of 2009. The Medina City School District allocated 50 percent of its share of the countywide sales tax passed in May 2007 to fund the construction of these two new elementary schools. These two schools are a rarity in that they are being completely funded from a revenue stream other than property tax dollars.

Now that the task of constructing two new elementary schools is complete, the School District will now seek to gain funds for the construction of a third middle school. The School District hopes to fund the new middle school without increasing the bond tax rate for the taxpayer. It is projected that the property tax millage needed to fund the current bond payments will be reduced by 1.8 mills in 2011 which would cause the taxpayer payments to be reduced. Under consideration is to ask the community to pass a new bond levy for the 1.8 mills that would drop off. This would allow the School District to construct a middle school without an increase in bond tax rate because taxpayers would just continue to pay the same bond rate rather than see a reduction in their taxes. Should this happen, the community would have essentially constructed three schools without increasing the bond tax rate.

The classroom staff and students will be redistricted from the two middle schools and middle school modular classrooms to the three middle schools. The leased modular classrooms will be returned to the leasing company and the lease payments will end. Some additional personnel and non-personnel costs will be necessary for the new middle school.

Technology School The Medina City School District is opening a technology school to meet the many academic needs of our students and to address decreased revenue through lost tuition dollars from students attending other technical schools through open enrollment. The School District has received a grant from the Ohio Department of Education for planning and operating costs associated with the opening of a K-12 technology school this fall.

Lean Thinking The Medina City School District continues to explore the implementation of “Lean Thinking” in education as a way to manage processes, cut down resource waste, and be more cost effective. “Lean Thinking” has enabled private industry to streamline processes and operate more cost effectively. School districts may be able to apply some of these same principles to increase efficiency.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Medina City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government reports.

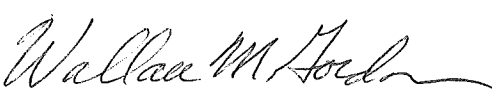
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR), whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable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

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

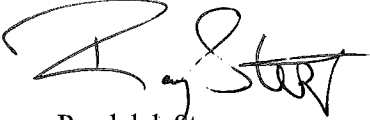
The publication of the second annual CAFR is an important achievement by the School District to provide significantly enhanced financial accountability to all of the stakeholders of the School District. Those stakeholders include the taxpayers of the Medina City School District, its elected officials, and management and staff. This report reflects the continuing efforts of the Treasurer’s Office to improve overall financial accounting, management and reporting capabilities.

This report would not have been made possible without the assistance, support and efforts of various administrators, employees of the School District, and the Local Government Services Section of the Auditor of State's office. Assistance from the County Auditor's office staff and outside agencies made possible the fair presentation of statistical data. We are especially grateful to Jeanne Hurt for assisting with this narrative and to the Treasurer's Office staff for their ongoing commitment to accurate and on time accounting and record keeping. Sincere appreciation extends to our Board of Education, where the commitment to excellence begins. Without their support, this report would not have been possible.

Respectfully submitted,



Wallace M. Gordon
Treasurer/Chief Financial Officer
Medina City School District



Randolph Stepp
Superintendent
Medina City School District

Medina City School District
Principal Officials
June 30, 2009

Board of Education

Dr. Robert WilderPresident
Mr. Mark DolanVice President
Dr. Thomas EbnerMember
Mr. William GrenfellMember
Ms. Susan VlcekMember

Treasurer/Chief Financial Officer

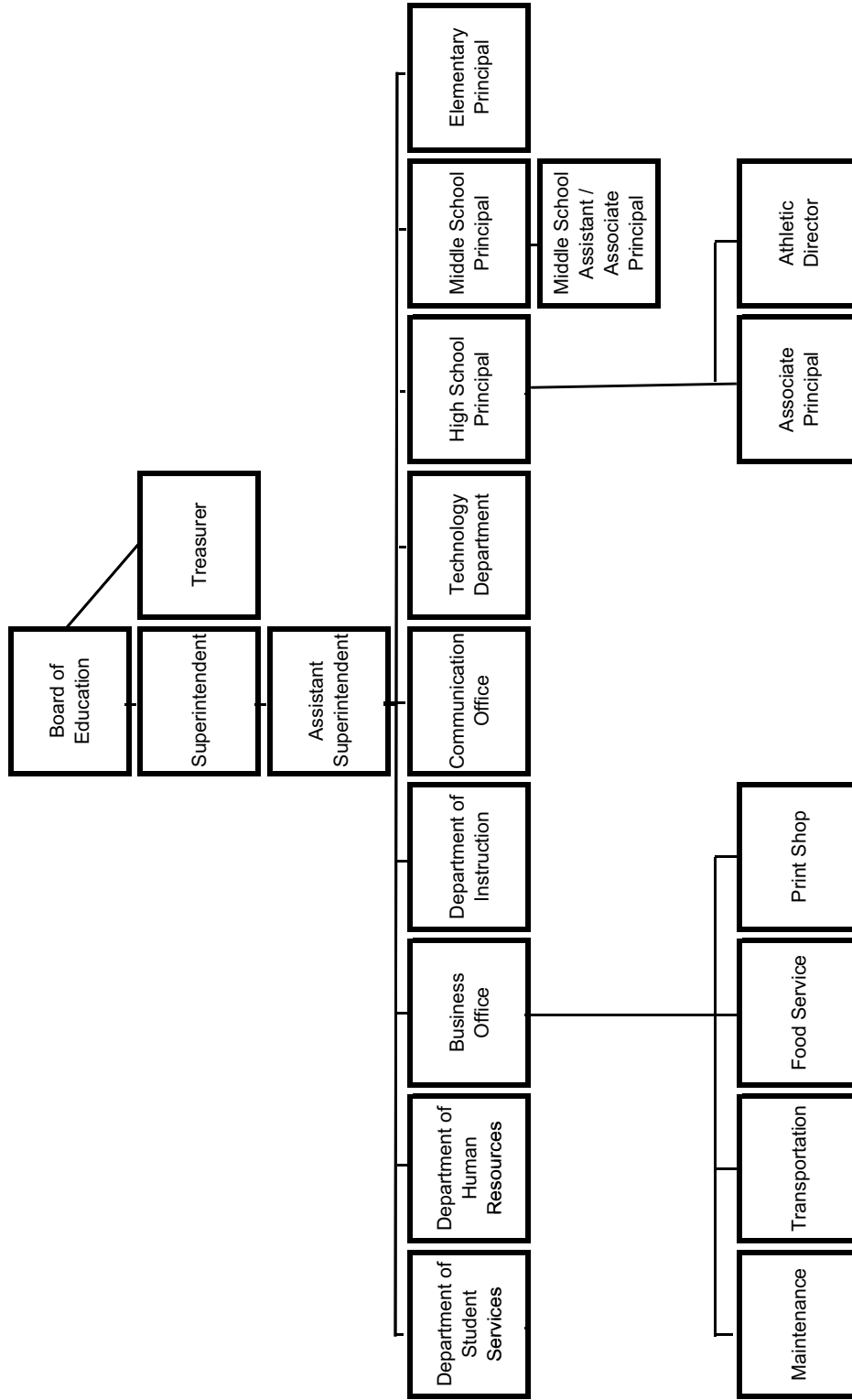
Mr. Wallace M. Gordon

Superintendent

Mr. Randy Stepp



MEDINA CITY SCHOOLS ORGANIZATIONAL CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Medina City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

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.



President

Executive Director

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Financial Section



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Medina City School District
Medina County
140 West Washington Street
Medina, Ohio 44256

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 Medina City School District, Medina County, Ohio, (the District) as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in 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 Medina City School District, Medina County, Ohio, as of June 30, 2009, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2009, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and 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 District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide 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 cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

December 4, 2009

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

The discussion and analysis of Medina City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2009. 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 financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2009 are as follows:

- The total net assets increased by \$3,219,055. The greatest contribution to this increase was the \$908,977 increase in program revenues and a \$4,539,611 increase in property tax revenues.
- Expenses totaled \$88,307,220, a 3.99 percent increase from the prior year. Instructional expenses made up 56.05 percent of this total while support services accounted for 31.84 percent. Other expenses rounded out the remaining 12.11 percent.
- Outstanding general obligation bonded debt, certificates of participation, and notes decreased from \$105,086,288 in fiscal year 2008 to \$101,201,297 in fiscal year 2009.
- The School District's capital assets increased by \$16,828,488 from the prior year. This increase was the result of spending debt proceeds for the construction and renovation of buildings within the School District.

Using this Annual Financial Report

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

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

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during 2009?" The *Statement of Net Assets* and the *Statement of Activities* answer this question. These statements include all assets and liabilities except fiduciary funds 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 net assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's performance, demographic and socioeconomic factors and the willingness of the community to support the School District.

In the Statement of Net Assets and the Statement of Activities, the School District's activities are all reported as governmental. 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 operations and extracurricular activities.

Reporting the School District's Most Significant Funds

The analysis of the School District's major funds begins on page 8. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund, bond retirement debt service fund, and the building capital improvement fund.

Governmental Funds Most of the School District's activities are reported as governmental funds, which 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 an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the School District. Fiduciary funds are not reflected on the government-wide financial statements because the resources from these funds are not available to support the School District's programs. These funds use the accrual basis of accounting.

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

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 summary of the School District's net assets for 2009 compared to 2008:

Table 1
Net Assets

	Governmental Activities		
	2009	2008	Change
Assets			
Current and Other Assets	\$94,566,169	\$116,917,951	(\$22,351,782)
Capital Assets, Net	110,846,295	94,017,807	16,828,488
Total Assets	<u>205,412,464</u>	<u>210,935,758</u>	<u>(5,523,294)</u>
Liabilities			
Current and Other Liabilities	62,193,070	66,000,662	(3,807,592)
Long-Term Liabilities:			
Due Within One Year	5,580,703	5,425,419	155,284
Due in More than One Year	101,837,492	106,927,533	(5,090,041)
Total Liabilities	<u>169,611,265</u>	<u>178,353,614</u>	<u>(8,742,349)</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	22,536,416	19,614,453	2,921,963
Restricted:			
Capital Projects	1,164,128	862,982	301,146
Debt Service	6,536,372	5,591,210	945,162
Other Purposes	1,797,588	2,076,273	(278,685)
Unrestricted	3,766,695	4,437,226	(670,531)
Total Net Assets	<u><u>\$35,801,199</u></u>	<u><u>\$32,582,144</u></u>	<u><u>\$3,219,055</u></u>

Total assets decreased by \$5.5 million. The majority of this decrease can be attributed to current and other assets decreasing \$22.4 million. This decrease was primarily due to spending the proceeds of the 2008 certificates of participation for construction and renovation of buildings within the School District, which is reflected by the \$16.8 million increase in capital assets for fiscal year 2009.

Total liabilities decreased by \$8.7 million. Current and other liabilities decreased by \$3.8 million, primarily due to decreases of \$1 million in accounts payable and \$4.5 million in deferred revenue. Long-term liabilities decreased by \$4.9 million due to paying down debt.

The vast majority of revenue supporting all governmental activities is general revenue. General revenue totaled \$79.6 million or 87.01 percent of the total revenue. General revenue increased by \$4.42 million from the prior year. The primary source of the increase was the timing of property tax receipts. As explained in Note 7, the amount available as an advance at June 30, 2009 was \$4 million compared to \$1.1 million at June 30, 2008, due to a delay in when the tax bills were sent to property owners in 2008. The remaining amount of revenue received was in the form of program revenues, which equaled \$11.9 million or only 12.99 percent of total revenue.

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Table 2 shows the changes in net assets for fiscal years 2009 and 2008.

Table 2
Change in Net Assets

	Governmental Activities		
	2009	2008	Change
Revenues			
Program Revenues:			
Charges for Services	\$4,053,344	\$3,966,455	\$86,889
Operating Grants, Contributions, and Interest	7,627,377	6,977,440	649,937
Capital Grants and Contributions	204,329	32,178	172,151
Total Program Revenues	<u>11,885,050</u>	<u>10,976,073</u>	<u>908,977</u>
General Revenue:			
Property Taxes	52,042,758	47,503,147	4,539,611
Grants and Entitlements, not Restricted	23,975,167	23,235,176	739,991
Grants and Entitlements, Restricted to Permanent Improvement	2,436,132	2,433,225	2,907
Investment Earnings	751,130	1,558,210	(807,080)
Miscellaneous	436,038	492,347	(56,309)
Total General Revenues	<u>79,641,225</u>	<u>75,222,105</u>	<u>4,419,120</u>
Total Revenues	<u>91,526,275</u>	<u>86,198,178</u>	<u>5,328,097</u>
Program Expenses			
Instruction			
Regular	38,791,761	37,092,181	1,699,580
Special	9,923,657	9,487,412	436,245
Vocational	526,069	550,842	(24,773)
Student Intervention Services	258,806	0	258,806
Support Services:			
Pupil	4,685,731	4,403,313	282,418
Instructional Staff	4,046,616	4,199,455	(152,839)
Board of Education	145,179	100,378	44,801
Administration	5,131,913	5,076,677	55,236
Fiscal	1,646,461	1,611,380	35,081
Business	564,226	629,012	(64,786)
Operation and Maintenance of Plant	7,860,756	8,746,641	(885,885)
Pupil Transportation	3,533,089	3,304,386	228,703
Central	499,527	451,852	47,675
Operating of Non-Instructional Services	599,204	793,166	(193,962)
Food Service Operations	2,306,158	2,012,227	293,931
Extracurricular Activities	2,460,624	2,188,722	271,902
Interest and Fiscal Charges	5,327,443	4,274,109	1,053,334
Total Program Expenses	<u>88,307,220</u>	<u>84,921,753</u>	<u>3,385,467</u>
Increase in Net Assets	3,219,055	1,276,425	1,942,630
Net Assets Beginning of Year	32,582,144	31,305,719	1,276,425
Net Assets End of Year	<u>\$35,801,199</u>	<u>\$32,582,144</u>	<u>\$3,219,055</u>

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Governmental Activities

The School District has carefully planned its financial existence by forecasting its revenues and expenditures over the next five years. In February of 2005, the School District successfully passed a 7.9 mill continuing levy that is currently generating approximately \$9 - \$10 million dollars of revenue per year. Collections began in 2006. The full effect of this levy has been realized since fiscal year 2007. This additional income is dedicated to the operational and capital needs of the School District.

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

As one can see, 56.05 percent of the School District's budget is used to fund instructional expenses. Additional supporting services for pupils, instructional staff and business operations encompass an additional 31.84 percent. The remaining amount of program expenses, 12.11 percent, is budgeted to facilitate other obligations of the School District such as interest and fiscal charges, the food service program and numerous extracurricular activities.

Most major cost categories increased from the prior year. Some notable categories and their primary reasons for changing are:

- an increase of 5.03 percent in total instruction due to a 4.58 percent increase in regular instruction and a 4.6 percent increase in special instruction. These increases were a result of a wage increase for teachers and staff.
- a decrease of 10.13 percent in operation and maintenance due to decreases in supply purchases.
- an increase of 6.92 percent in pupil transportation due to increases in salaries and benefits.
- an increase of 12.42 percent in extracurricular activities to cover the band's Disney World field trip in 2009.
- an increase of 24.64 percent in interest and fiscal charges due to increased debt issuances.

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

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Table 3
 Governmental Activities

	Total Cost of Services 2009	Net Cost of Services 2009	Total Cost of Services 2008	Net Cost of Services 2008
Instruction				
Regular	\$38,791,761	(\$37,948,928)	\$37,092,181	(\$36,044,172)
Special	9,923,657	(6,894,208)	9,487,412	(6,539,496)
Vocational	526,069	(514,610)	550,842	(539,331)
Student Intervention Services	258,806	(257,180)	0	0
Support Services:				
Pupil	4,685,731	(3,825,500)	4,403,313	(3,677,260)
Instructional Staff	4,046,616	(3,872,345)	4,199,455	(3,679,280)
Board of Education	145,179	(144,267)	100,378	(99,602)
Administration	5,131,913	(5,054,968)	5,076,677	(4,945,524)
Fiscal	1,646,461	(689,797)	1,611,380	(1,600,087)
Business	564,226	(557,094)	629,012	(623,091)
Operation and Maintenance of Plant	7,860,756	(7,177,728)	8,746,641	(8,093,488)
Pupil Transportation	3,533,089	(2,095,315)	3,304,386	(1,898,801)
Central	499,527	(447,630)	451,852	(395,756)
Operating of Non-Instructional Services	599,204	(115,688)	793,166	(218,190)
Food Service Operations	2,306,158	(178,857)	2,012,227	(108,815)
Extracurricular Activities	2,460,624	(1,320,612)	2,188,722	(1,208,678)
Interest and Fiscal Charges	5,327,443	(5,327,443)	4,274,109	(4,274,109)
Total Expenses	<u>\$88,307,220</u>	<u>(\$76,422,170)</u>	<u>\$84,921,753</u>	<u>(\$73,945,680)</u>

As one can see, the reliance upon local tax revenues for governmental activities is crucial. Over 58.93 percent of expenses are directly supported by local property taxes. Grant and entitlements not restricted to specific programs support 27.15 percent of expenses; grants and entitlements restricted to permanent improvement projects support 2.76 percent of expenses. Investments and other miscellaneous type revenues support 1.34 percent of activity costs. Program revenues only account for 13.46 percent of all governmental expenses.

School District's Funds

Information regarding the School District's major funds can be found beginning on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$91,423,384 and expenditures of \$110,639,855. Property taxes increased by \$4.7 million primarily due to the large increase in the amount available as an advance from the prior year. Grants and entitlements increased by \$3.1 million from the State covering a portion of the decreasing tangible personal property tax. Investments decreased by \$0.8 million due to decreasing investment rates.

The year-end fund balance for the general fund was \$11,241,019 on a modified accrual basis. This is a decrease of \$1,738,668 from fiscal year 2008 ending balance. This decrease was due to step and base salary increases for teachers and staff, which increased expenditures.

The bond retirement fund saw an increase of \$707,000 in fund balance, due to increased property tax receipts.

The building fund saw a decrease in fund balance of \$17,906,543 due to spending the proceeds from the 2008 certificates of participation.

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

General Fund Budgeting Highlights

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

During the course of fiscal year 2009, the School District amended its general fund budget numerous times, none significant. The School District uses a site-based style of budgeting and has in place systems that are designed to tightly control expenditures but provide flexibility for site based decision and management.

For the general fund, the final budget basis revenue estimate totaled \$70,143,050; this was 2.60 percent below the original budget estimates of \$72,014,380. The main difference between the original and final estimates was due to an overestimation in tax receipts and interest receipts in the original budget. The budget basis expenditures estimate totaled \$74,451,773 compared to original estimates of \$75,224,203. The final budget is 1.03 percent less than the original budget. Actual revenue and expenditures were consistent with final budgeted numbers.

The budget and administration set a goal to balance the budget for the 2007 through 2009 fiscal year period. Necessary reductions and reallocations of expenditures were made to meet this goal.

The School District's general fund unencumbered balance totaled \$15,306,938.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2009, the School District had \$110,846,295 invested in land, construction in progress, land improvements, buildings and improvements, furniture and equipment, and vehicles. Table 4 shows fiscal year 2009 values compared to 2008.

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

	Governmental Activities		
	2009	2008	Change
Land	\$3,251,881	\$3,251,881	\$0
Construction in Progress	20,567,317	1,933,208	18,634,109
Land Improvements	1,330,195	1,384,904	(54,709)
Buildings and Improvements	84,602,434	86,074,775	(1,472,341)
Furniture and Equipment	220,748	267,899	(47,151)
Vehicles	873,720	1,105,140	(231,420)
Totals	\$110,846,295	\$94,017,807	\$16,828,488

All capital assets, except land and construction in progress, are reported net of depreciation. The largest additions to capital assets during the fiscal year occurred in construction in progress, due to the construction and renovation of buildings. For more information on capital assets refer to Note 11 of the basic financial statements.

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Debt

At June 30, 2009 the School District had \$101,201,297 in outstanding bonds, notes, and certificates of participation. Table 5 below summarizes the School District's outstanding bonds, notes, and certificates of participation for fiscal years 2009 and 2008.

Table 5
 Outstanding Debt at Year End

	Governmental Activities		
	2009	2008	Change
<i>Certificates of Participation:</i>			
2008 Certificates of Participation	\$25,365,859	\$25,379,043	(\$13,184)
<i>General Obligation Bonds:</i>			
1992 Various School Improvements Bonds	0	778,396	(778,396)
1998 Refunding Bonds	2,671,628	11,175,507	(8,503,879)
1999 Various School Improvements Bonds	3,590,000	6,800,000	(3,210,000)
2005 Refunding Bonds	57,232,207	56,983,342	248,865
2009 Refunding Bonds	8,576,603	0	8,576,603
<i>Long-Term Notes:</i>			
2007 Energy Conservation Notes	3,015,000	3,170,000	(155,000)
<i>Short-Term Notes:</i>			
Transportation Facilities Notes	750,000	800,000	(50,000)
Totals	<u>\$101,201,297</u>	<u>\$105,086,288</u>	<u>(\$3,884,991)</u>

The 2008 certificates of participation were issued for constructing, renovating, expanding, improving, and furnishing of various buildings within the School District. This debt will be fully repaid in the year 2037.

The 1992 various school improvement bonds were issued to add the A. I. Root Middle School and to upgrade the Ella Canavan Elementary School. This debt was fully repaid in calendar year 2008.

The 1998 refunding bonds were issued to advance refund the 1992 various school improvement bonds. This debt will be fully repaid in the year 2018. The School District refunded the bonds in order to save interest costs.

The 1999 various school improvement bonds were issued to add the H. G. Blake Elementary School, expand the Medina Senior High School, and to purchase land for a future middle school and two future elementary schools. This debt will be fully repaid in calendar year 2028.

The 2005 refunding bonds were issued to advance refund a portion of the 1999 various school improvement bonds. This debt will be fully repaid in the year 2028. The 1992, 1998, 1999 and 2005 general obligation bonds include capital appreciation bonds. Each year, an annual amount of accretion of interest has to be added to the principal amount of the bonds.

The 2009 refunding bonds were issued to advance refund a portion of the 1998 refunding bonds. This debt will be fully repaid in the year 2018.

The 2007 energy conservation note was issued for the purpose of purchasing and installing energy conservation measures throughout the School District. This debt will be fully repaid in the year 2022.

The transportation facilities note is a bond anticipation note that was issued to finance the purchase of property and a facility for the use of a bus garage.

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

The School District's overall legal debt margin was \$53,237,316 with an unvoted debt margin of \$1,269,796. The School District maintains an Aa3 bond rating. For more information on debt refer to Notes 15 and 16 of the basic financial statements.

School District Outlook

The Board of Education and administration closely monitor the School District's revenues and expenditures in accordance with its financial forecast and the School District Continuous Improvement Plan. As stated above, the School District set a goal of balancing the general fund long-range budget for the 2009 through 2012 fiscal year.

The financial future of the School District is not without its challenges. These challenges are internal and external in nature. The internal challenges will continue to exist, as the School District must rely heavily on local property taxes to fund its operations. External challenges continue to evolve as the State of Ohio reacts to the Ohio Supreme Court's finding that the State's educational funding system is unconstitutional. The goal has been to end each year in the period with a minimum unencumbered fund balance of \$6,300,000. The economy continues to have a negative impact on this goal. Reductions are being discussed in order to maintain a positive unencumbered balance in future years.

Although the School District relies heavily on its property taxpayers to support its operations, the community support for the schools is quite strong. As mentioned earlier, the Medina voters passed a 7.9 mill continuing operating levy in February of 2005 that helps fund the general operations of the School District forecasted years. The School District has communicated to the community it relies upon their support for the majority of its operations, and will continue to work diligently to plan expenditures, staying carefully within the School District's financial five-year plan. The community also realizes the income generated by local levies remains relatively constant, therefore forcing the School District to come back to the voters from time to time to ask for additional support.

The economy is also having a negative impact on the community. The community voted down an operating levy in 2008 and an operating levy in 2009. The School District is reducing its programs and services to maintain a positive unencumbered balance through the five forecasted years.

In May 2007, Medina County voters passed a countywide 30-year 0.5 percent sales tax to pay for school permanent improvements. The tax is allocated to the County public schools based on a student count. The allocation for Medina City School District for fiscal year 2009 was \$2.4 million. This is the first time that this type of tax is being used for school districts in the State of Ohio.

Externally, the State of Ohio was found by the Ohio Supreme Court in March 1997 to be operating an unconstitutional educational funding system, one that was neither 'adequate' nor 'equitable'. Since 1997, the State has directed its additional financial support toward School Districts with little property tax wealth. In May of 2001, the Ohio Supreme Court again ruled that, while the State had made some progress, the current funding system for schools is far too dependent on property taxes, which are inherently not 'equitable' nor 'adequate'. The court directed the Governor and the legislature to address the fundamental issue creating the inequities.

Medina City School District is not anticipating any meaningful growth in state funding. The State is reducing its funding per student to the School District to a level below what the School District had been receiving since 2005. With over 25 percent of the revenue for the School District coming from State foundation funding, one can see the significant impact this constraint would have on the School District and ultimately, the residential taxpayers.

Medina City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009
Unaudited

Because of the challenges mentioned above, the School District's management will continue to carefully and prudently plan to provide effective and efficient programs and services to meet our student needs over the next several years.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Wallace M. Gordon, Treasurer/Chief Financial Officer, at Medina City School District, 140 West Washington Street, Medina, Ohio 44256, or email at WGordon@mcsd.org.

Basic Financial Statements

Medina City School District

Statement of Net Assets

June 30, 2009

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$36,545,754
Accounts Receivable	91,398
Intergovernmental Receivable	2,583,205
Inventory Held for Resale	43,047
Materials and Supplies Inventory	48,872
Property Taxes Receivable	54,139,647
Deferred Charges	1,114,246
Nondepreciable Capital Assets	23,819,198
Depreciable Capital Assets, Net	<u>87,027,097</u>
<i>Total Assets</i>	<u>205,412,464</u>
Liabilities	
Accounts Payable	1,264,053
Contracts Payable	1,194,443
Accrued Wages and Benefits	5,926,618
Matured Compensated Absences Payable	537,808
Intergovernmental Payable	2,706,719
Deferred Revenue	48,566,851
Notes Payable	750,000
Accrued Interest Payable	456,372
Claims Payable	790,206
Long-Term Liabilities:	
Due Within One Year	5,580,703
Due In More Than One Year	<u>101,837,492</u>
<i>Total Liabilities</i>	<u>169,611,265</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	22,536,416
Restricted for:	
Capital Projects	1,164,128
Debt Service	6,536,372
Public School Support	534,514
Food Service	720,576
Other Purposes	542,498
Unrestricted	<u>3,766,695</u>
<i>Total Net Assets</i>	<u><u>\$35,801,199</u></u>

See accompanying notes to the basic financial statements

Medina City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2009

	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	\$38,791,761	\$717,053	\$125,780	\$0	(\$37,948,928)
Special	9,923,657	52,877	2,976,572	0	(6,894,208)
Vocational	526,069	11,459	0	0	(514,610)
Student Intervention Services	258,806	1,626	0	0	(257,180)
Support Services:					
Pupils	4,685,731	23,807	836,424	0	(3,825,500)
Instructional Staff	4,046,616	43,484	130,787	0	(3,872,345)
Board of Education	145,179	912	0	0	(144,267)
Administration	5,131,913	73,772	3,173	0	(5,054,968)
Fiscal	1,646,461	9,396	945,493	1,775	(689,797)
Business	564,226	4,318	2,814	0	(557,094)
Operation and Maintenance of Plant	7,860,756	523,832	387	158,809	(7,177,728)
Pupil Transportation	3,533,089	20,388	1,373,641	43,745	(2,095,315)
Central	499,527	2,847	49,050	0	(447,630)
Operation of Non-Instructional Services	599,204	641	482,875	0	(115,688)
Food Service Operations	2,306,158	1,478,800	648,501	0	(178,857)
Extracurricular Activities	2,460,624	1,088,132	51,880	0	(1,320,612)
Interest and Fiscal Charges	5,327,443	0	0	0	(5,327,443)
<i>Totals</i>	<u>\$88,307,220</u>	<u>\$4,053,344</u>	<u>\$7,627,377</u>	<u>\$204,329</u>	<u>(76,422,170)</u>
General Revenues					
Property Taxes Levied for:					
General Purposes					43,781,561
Debt Service					7,740,170
Capital Projects					521,027
Grants and Entitlements not Restricted to Specific Programs					23,975,167
Grants and Entitlements Restricted to Permanent Improvement Projects					2,436,132
Investment Earnings					751,130
Miscellaneous					436,038
<i>Total General Revenues</i>					<u>79,641,225</u>
Change in Net Assets					3,219,055
<i>Net Assets Beginning of Year</i>					<u>32,582,144</u>
<i>Net Assets End of Year</i>					<u>\$35,801,199</u>

See accompanying notes to the basic financial statements

Medina City School District

Balance Sheet

Governmental Funds

June 30, 2009

	General	Bond Retirement	Building	Other Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$16,993,061	\$5,594,947	\$8,520,414	\$2,945,368
Property Taxes Receivable	46,415,811	7,180,443	0	543,393
Accounts Receivable	81,945	1,071	0	1,082
Interfund Receivable	162,636	0	0	0
Intergovernmental Receivable	60,012	937,850	0	1,585,343
Inventory Held for Resale	0	0	0	43,047
Materials and Supplies Inventory	41,862	0	0	7,010
<i>Total Assets</i>	<u>\$63,755,327</u>	<u>\$13,714,311</u>	<u>\$8,520,414</u>	<u>\$5,125,243</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$855,739	\$0	\$198,978	\$209,336
Contracts Payable	0	0	1,194,443	0
Accrued Wages and Benefits	5,600,413	0	0	326,205
Matured Compensated Absences Payable	537,808	0	0	0
Intergovernmental Payable	2,502,198	0	46	204,475
Interfund Payable	0	0	0	162,636
Deferred Revenue	43,018,150	7,244,103	0	1,409,138
Notes Payable	0	0	750,000	0
Accrued Interest Payable	0	0	2,211	0
<i>Total Liabilities</i>	<u>52,514,308</u>	<u>7,244,103</u>	<u>2,145,678</u>	<u>2,311,790</u>
Fund Balances				
Reserved for Encumbrances	1,446,603	6,495	3,045,723	481,335
Reserved for Property Taxes	3,397,661	614,900	0	30,814
Unreserved: Undesignated, Reported in:				
General Fund	6,396,755	0	0	0
Special Revenue Funds	0	0	0	1,521,634
Debt Service Funds	0	5,848,813	0	0
Capital Projects Funds	0	0	3,329,013	779,670
<i>Total Fund Balances</i>	<u>11,241,019</u>	<u>6,470,208</u>	<u>6,374,736</u>	<u>2,813,453</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$63,755,327</u>	<u>\$13,714,311</u>	<u>\$8,520,414</u>	<u>\$5,125,243</u>

See accompanying notes to the basic financial statements

Medina City School District
*Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities
June 30, 2009*

	Total Governmental Fund Balances	\$26,899,416
Total Governmental Funds	<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
\$34,053,790	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	110,846,295
54,139,647	Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
84,098	Delinquent Property Taxes	1,529,421
162,636	Intergovernmental	217,999
2,583,205	County Levied Sales Tax	1,357,120
43,047	Total	3,104,540
48,872		
\$91,115,295	In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(454,161)
\$1,264,053	Bond issuance costs reported as an expenditure in the funds are allocated as an expense over the life of the debt on a full accrual basis.	1,114,246
1,194,443	Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and therefore are not reported in the funds:	
5,926,618	Certificates of Participation	(25,000,000)
537,808	General Obligation Bonds	(63,805,000)
2,706,719	Capital Appreciation Bonds	(3,709,519)
162,636	Energy Conservation Note	(3,015,000)
51,671,391	Accretion	(3,987,399)
750,000	Premium on Bonds and Certificates of Participation	(3,851,769)
2,211	Accounting Loss/Gain	2,917,390
64,215,879	Capital Leases	(192,920)
4,980,156	Compensated Absences	(6,773,978)
4,043,375	Total	(107,418,195)
6,396,755	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 the statement of net assets.	1,709,058
1,521,634		
5,848,813	<i>Net Assets of Governmental Activities</i>	\$35,801,199
4,108,683		
26,899,416		
\$91,115,295		

Medina City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2009

	General	Bond Retirement	Building	Other Governmental Funds
Revenues				
Property Taxes	\$43,677,411	\$7,705,892	\$71,000	\$453,016
Intergovernmental	27,185,294	2,119,915	0	4,807,266
Interest	482,588	0	266,789	12,511
Tuition and Fees	408,418	0	0	658,166
Charges for Services	46,730	0	0	1,478,815
Extracurricular Activities	157,670	0	0	902,795
Contributions and Donations	50	0	0	68,467
Rentals	476,864	0	0	7,689
Miscellaneous	199,279	5,150	26,365	205,244
<i>Total Revenues</i>	<u>72,634,304</u>	<u>9,830,957</u>	<u>364,154</u>	<u>8,593,969</u>
Expenditures				
Current:				
Instruction:				
Regular	37,143,353	0	307,930	900,767
Special	8,408,017	0	0	1,277,252
Vocational	468,669	0	0	8,461
Student Intervention Services	258,806	0	0	0
Support Services:				
Pupils	3,837,262	0	0	836,120
Instructional Staff	3,539,274	0	0	278,355
Board of Education	145,179	0	0	0
Administration	4,957,167	0	0	64,075
Fiscal	1,503,395	141,278	0	10,031
Business	544,985	0	0	28,224
Operation and Maintenance of Plant	7,478,431	0	8,023	1,648,853
Pupil Transportation	3,261,478	0	0	0
Central	454,903	0	0	45,065
Operation of Non-Instructional Services	97,774	0	0	509,346
Food Service Operations	0	0	0	2,184,081
Extracurricular Activities	1,369,178	0	0	1,050,074
Capital Outlay	334,815	0	17,933,834	0
Debt Service:				
Principal Retirement	82,908	4,179,525	0	0
Interest and Fiscal Charges	12,936	4,647,121	20,910	0
Capital Appreciation Bonds Interest	0	530,475	0	0
Issuance Costs	0	131,525	0	0
<i>Total Expenditures</i>	<u>73,898,530</u>	<u>9,629,924</u>	<u>18,270,697</u>	<u>8,840,704</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,264,226)</u>	<u>201,033</u>	<u>(17,906,543)</u>	<u>(246,735)</u>
Other Financing Sources (Uses)				
Refunding Bonds Issued	0	8,485,000	0	0
Premium on Refunding Bonds	0	351,600	0	0
Payment to Refunded Bond Escrow Agent	0	(8,705,075)	0	0
Transfers In	0	374,442	0	100,000
Transfers Out	(474,442)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(474,442)</u>	<u>505,967</u>	<u>0</u>	<u>100,000</u>
<i>Net Change in Fund Balances</i>	<u>(1,738,668)</u>	<u>707,000</u>	<u>(17,906,543)</u>	<u>(146,735)</u>
<i>Fund Balances Beginning of Year</i>	<u>12,979,687</u>	<u>5,763,208</u>	<u>24,281,279</u>	<u>2,960,188</u>
<i>Fund Balances End of Year</i>	<u>\$11,241,019</u>	<u>\$6,470,208</u>	<u>\$6,374,736</u>	<u>\$2,813,453</u>

See accompanying notes to the basic financial statements

Medina 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, 2009*

	Net Change in Fund Balances - Total Governmental Funds	(\$19,084,946)
Total Governmental Funds	<i>Amounts reported for governmental activities in the statement of activities are different because</i>	
\$51,907,319	Governmental funds report capital outlays as expenditures.	
34,112,475	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 outlay exceeded depreciation in the current period.	
761,888	Capital Outlay	20,404,358
1,066,584	Current Year Depreciation	<u>(3,575,870)</u>
1,525,545	Total	16,828,488
1,060,465	Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
68,517	Delinquent Property Taxes	135,439
484,553	Intergovernmental	(36,034)
436,038	County Levied Sales Tax	87,289
91,423,384	Tuition and Fees	<u>(83,803)</u>
	Total	102,891
	Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	13,497,983
38,352,050	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.	131,525
9,685,269	Other financing sources in the governmental funds increase long-term liabilities in the statement of net assets.	
477,130	General Obligation Bonds Issued	(8,485,000)
258,806	Premium on Bonds Issued	<u>(351,600)</u>
4,673,382	Total	(8,836,600)
3,817,629	Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
145,179	Accrued Interest	147,056
5,021,242	Annual Accretion	(788,003)
1,654,704	Amortization of Bond and Certificates of Participation Premium	199,554
573,209	Amortization of Bond Issuance Costs	(50,048)
9,135,307	Amortization of Loss on Refunding	<u>(155,035)</u>
3,261,478	Total	(646,476)
499,968	Compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	1,016,858
607,120	Internal service fund used by management to charge the cost of insurance to individual fund is not reported in the entity-wide statement of activities. Governmental fund and related internal service fund revenue is eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.	209,332
2,184,081		
2,419,252		
18,268,649		
4,262,433		
4,680,967		
530,475		
131,525		
110,639,855		
(19,216,471)		
8,485,000		
351,600		
(8,705,075)		
474,442		
(474,442)		
131,525		
(19,084,946)		
45,984,362		
\$26,899,416	<i>Change in Net Assets of Governmental Activities</i>	<u>\$3,219,055</u>

Medina 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, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$41,999,730	\$41,233,470	\$41,233,470	\$0
Intergovernmental	27,250,112	27,187,194	27,187,194	0
Interest	1,555,518	482,044	482,044	0
Tuition and Fees	375,468	429,439	429,439	0
Charges for Services	40,053	46,730	46,730	0
Extracurricular Activities	157,183	157,670	157,670	0
Rentals	451,777	475,833	475,833	0
Miscellaneous	184,539	130,670	130,670	0
<i>Total Revenues</i>	72,014,380	70,143,050	70,143,050	0
Expenditures				
Current:				
Instruction:				
Regular	38,993,277	37,501,207	37,501,207	0
Special	7,774,788	8,301,779	8,301,779	0
Vocational	490,497	450,268	450,268	0
Student Intervention Services	418,193	288,144	288,144	0
Support Services:				
Pupils	3,542,352	3,864,637	3,864,637	0
Instructional Staff	3,388,215	3,473,816	3,473,816	0
Board of Education	140,105	101,698	101,698	0
Administration	5,057,634	5,053,921	5,053,673	248
Fiscal	1,344,870	1,543,063	1,543,063	0
Business	748,656	596,100	596,100	0
Operation and Maintenance of Plant	7,797,014	7,526,959	7,526,959	0
Pupil Transportation	3,442,866	3,481,592	3,481,592	0
Central	385,771	460,905	460,905	0
Operation of Non-Instructional Services	110,870	109,158	109,158	0
Extracurricular Activities	1,197,566	1,356,541	1,356,541	0
Capital Outlay	391,529	341,985	341,985	0
<i>Total Expenditures</i>	75,224,203	74,451,773	74,451,525	248
<i>Excess of Revenues Under Expenditures</i>	(3,209,823)	(4,308,723)	(4,308,475)	248
Other Financing Uses				
Advances Out	(50,000)	0	0	0
Transfers Out	(175,000)	(474,442)	(474,442)	0
<i>Total Other Financing Uses</i>	(225,000)	(474,442)	(474,442)	0
<i>Net Change in Fund Balance</i>	(3,434,823)	(4,783,165)	(4,782,917)	248
<i>Fund Balance Beginning of Year</i>	18,518,961	18,518,961	18,518,961	0
Prior Year Encumbrances Appropriated	1,570,894	1,570,894	1,570,894	0
<i>Fund Balance End of Year</i>	\$16,655,032	\$15,306,690	\$15,306,938	\$248

See accompanying notes to the basic financial statements

Medina City School District
Statement of Fund Net Assets
Internal Service Fund
June 30, 2009

Assets	
Equity in Pooled Cash and Cash Equivalents	\$2,491,964
Accounts Receivable	<u>7,300</u>
<i>Total Assets</i>	2,499,264
 Liabilities	
Claims Payable	<u>790,206</u>
 Net Assets	
Unrestricted	<u><u>\$1,709,058</u></u>

See accompanying notes to the basic financial statements

Medina City School District
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Internal Service Fund
For the Fiscal Year Ended June 30, 2009*

Operating Revenues	
Charges for Services	\$8,225,914
	<hr/>
Operating Expenses	
Purchased Services	716,746
Claims	7,299,836
	<hr/>
<i>Total Operating Expenses</i>	8,016,582
	<hr/>
<i>Change in Net Assets</i>	209,332
	<hr/>
<i>Net Assets Beginning of Year</i>	1,499,726
	<hr/>
<i>Net Assets End of Year</i>	\$1,709,058
	<hr/> <hr/>

See accompanying notes to the basic financial statements

Medina City School District
Statement of Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2009

Increase (Decrease) in Cash and Cash Equivalents

Cash Flows from Operating Activities

Cash Received from Interfund Services Provided	\$8,221,091
Cash Payments for Goods and Services	(716,746)
Cash Payments for Claims	(7,478,215)

Net Increase to Cash and Cash Equivalents 26,130

Cash and Cash Equivalents Beginning of Year 2,465,834

Cash and Cash Equivalents End of Year \$2,491,964

***Reconciliation of Operating Income to
Net Cash Provided By Operating Activities***

Operating Income \$209,332

Adjustments

Increase in Accounts Receivable	(4,823)
Decrease in Claims Payable	(178,379)

Net Cash Provided by Operating Activities \$26,130

See accompanying notes to the basic financial statements

Medina City School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2009

	Private Purpose Trust Funds	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$26,803	\$242,991
Investments in Segregated Accounts	410,336	0
<i>Total Assets</i>	<u>437,139</u>	<u>\$242,991</u>
Liabilities		
Undistributed Monies	0	\$12,061
Due to Students	0	230,930
<i>Total Liabilities</i>	<u>0</u>	<u>\$242,991</u>
Net Assets		
Held in Trust for Scholarships	41,317	
Endowments	395,822	
<i>Total Net Assets</i>	<u>\$437,139</u>	

See accompanying notes to the basic financial statements

Medina City School District
Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Funds
For the Fiscal Year Ended June 30, 2009

	Private Purpose Trust Funds
Additions	
Interest	\$686
Contributions and Donations	13,500
Miscellaneous	4,370
	18,556
<i>Total Additions</i>	<i>18,556</i>
Deductions	
Loss on Sale of Investments	225,473
Scholarships Awarded	37,796
	263,269
<i>Total Deductions</i>	<i>263,269</i>
<i>Change in Net Assets</i>	<i>(244,713)</i>
<i>Net Assets Beginning of Year</i>	<i>681,852</i>
<i>Net Assets End of Year</i>	<i>\$437,139</i>

See accompanying notes to the basic financial statements

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

Note 1 – Description of the School District and Reporting Entity

Medina City School District (the School District) is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally-elected five member Board form of government whose members are elected at-large for staggered four year terms. The School District provides educational services as authorized by State statute and federal guidelines.

The School District is located in Medina County and encompasses most of the City of Medina and portions of surrounding townships. The School District currently operates six elementary schools, two middle schools and one comprehensive high school, which are staffed by 33 administrators, 8 psychologists, 3 administrative secretaries, 478 certificated full-time teaching personnel and 262.8 full-time-equivalent classified employees, who provide services to 7,443 students and other community members.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the 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 the Medina City School District, this includes the agencies and departments that provide the following services: general operations, food service, preschool, and student related activities of the School District.

Non-public Schools - Within the School District boundaries, The Nurture, St. Francis Xavier, Kids Country, Small Wonders Preschool, and the Medina Christian Academy are operated as non-public schools. Current State legislation provides funding to these schools. These monies are received and disbursed on behalf of the non-public schools by the Treasurer of the School District, as directed by the non-public schools. These transactions are reported in a special revenue fund and as a governmental activity 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 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 does not have any component units.

The School District participates in two jointly governed organizations and an insurance purchasing pool. These organizations are the Medina County Joint Vocational School District, Ohio Schools Council Association, and the Ohio Association of School Business Officials (OASBO) Group Rating Workers' Compensation Plan. These organizations are addressed in Notes 18 and 19 to the basic financial statements.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

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 entity for establishing governmental accounting and financial principles. The School District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities 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. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District, however, has no business-type activities.

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 are 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 activity is self-financing or draws from the general revenues of the School District.

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

B. Fund Accounting

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

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

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

The following are the School District's major governmental funds:

General Fund The general fund is the general 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.

Bond Retirement Fund The bond retirement fund is used to account for the accumulation of property tax revenues for the payment of general obligation bonds and certificates of participation issued for high school and elementary school additions and the construction of a new recreation center.

Building Fund The building fund accounts for property tax and intergovernmental revenues used for various capital projects within the School District.

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

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

Fiduciary Funds Types 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 has two private purpose trust funds which are both used to account for college scholarships. The School District's agency funds are purely custodial in nature (assets equal liabilities) and thus do not involve measurement of results of operations. The agency funds reflect resources that belong to the student bodies of the various schools and a community performing arts group, accounting for sales and other revenue generating 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 (i.e. revenues) and decreases (i.e. expenses) in total net assets.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

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 reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, the internal service fund is accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of this fund are included on the statement of fund net assets. The statement of changes in fund net assets presents increases (e.g., revenues) and decreases (e.g., expenses) in 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 activity.

The private purpose trust funds are reported using the economic resources measurement focus.

D. Basis of Accounting

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. 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 the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

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

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

Property taxes for which there is an enforceable legal claim as of June 30, 2009, but which were levied to finance fiscal year 2010 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. Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled except for certain investments for the private purpose trust funds. Individual fund integrity is maintained through the School District records. Interest in the pool is presented as “equity in pooled cash and cash equivalents” on the financial statements.

During fiscal year 2009, investments were limited to mutual funds and STAROhio. Mutual funds are reported at fair values based on current share price.

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, 2009.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest. Interest revenue credited to the general fund during the fiscal year 2009 amounted to \$482,588, which included \$134,797 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 reported as cash equivalents.

F. Inventory

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

G. Capital Assets

All capital assets of the School District are classified as general capital assets. General capital assets are capital assets which are associated with and generally arise from governmental activities. 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.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

All 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 capital assets by back trending (i.e., estimating the current replacement cost of the assets 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 seven 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 when applicable are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	40 Years
Buildings and Improvements	40 Years
Furniture and Equipment	5 Years
Vehicles	10 Years

H. 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.

I. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for all accumulated unused vacation time when earned for all employees with more than one year of service.

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

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

For governmental funds, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "matured compensated absences payable" in the fund from which the employees who have resigned or retired will be paid. The non-current portion of the liability is not reported.

J. Accrued Liabilities and Long-Term Obligations

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

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

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, and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and certificates of participation are recognized as a liability on the governmental fund financial statements when due.

K. Fund Balance Reserves

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

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

L. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing 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 enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes include resources which will be used for student activities, special education, and classroom facilities maintenance.

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

M. 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.

N. Estimates

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

O. Internal Activity

Transfers between governmental funds are eliminated on the government-wide financial statements. Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Interfund payments for services provided and used are not eliminated.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

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

P. 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 amount that the Board of Education may appropriate. The appropriations resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the Board. The legal level of control has been established by Board of Education at the function and object level for the general fund, the capital projects funds and the debt service 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, other than the general fund, the capital projects funds and the debt service 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's Treasurer. The amounts reported in the budgetary statement as the original and final budgeted amounts reflect the amounts in the amended certificate in effect when the original and final appropriations were passed. Prior to June 30, the Board requested and received an amended certificate in which estimated revenue closely reflects actual revenue for the fiscal year.

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations may not exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for the funds that covered the entire fiscal year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed during the year, including all supplemental appropriations. Prior to June 30, the Board passed an appropriation resolution which matched actual expenditures during the fiscal year plus encumbrances outstanding at fiscal year end in the majority of categories.

Q. Bond Issuance Costs

Bond issuance costs for underwriting fees and bond issuance for the 2005 refunding bonds, 2008 certificates of participation, and the 2009 refunding bonds are being amortized using the straight-line method over the life of the obligations in the School District's governmental activities. The straight-line method of amortization is not materially different from the effective-interest method.

As permitted by State statute, the School District paid bond issuance costs from the bond proceeds and therefore does not consider that portion of the debt to be capital-related debt. That portion of the debt was offset against the unamortized bond issuance costs which were included in the determination of unrestricted net assets. Reporting both within the same element of net assets prevents one classification from being overstated while another is understated by the same amount.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

R. Bond Premium

On the government-wide financial statements, bond premiums are deferred and amortized for the term of the bonds using the straight-line method since the results are not significantly different from the effective interest 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.

S. Deferred Loss on Refunding

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain/loss on the refunding, is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old or new debt, whichever is shorter, using the effective interest method and is presented net of the general obligation bonds payable on the statement of net assets.

Note 3 – Change in Accounting Principles

A. Change in Accounting Principles

For fiscal year 2009, the School District has implemented Governmental Accounting Standard Board (GASB) Statement No. 49, “Accounting and Financial Reporting for Pollution Remediation Obligations,” Statement No. 52, “Land and Other Real Estate Held as Investments by Endowments”, Statement No. 55, “The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments,” and Statement No. 56, “Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards.”

GASB Statement No. 49 addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effect of existing pollution by participating in pollution remediation activities such as site assessments and cleanup. The implementation of this statement did not result in any change to the School District’s financial statements.

GASB Statement No. 52 establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. Governments are also required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value. The implementation of this statement did not result in any change in the School District’s financial statements.

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB authoritative literature. The GAAP hierarchy consists of the sources of accounting principles used in the preparation of financial statements of state and local governmental entities that are presented in conformity with GAAP, and the framework for selecting those principles. The implementation of this statement did not result in any change in the School District’s financial statements.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

GASB Statement No. 56 incorporates accounting and financial reporting guidance previously only contained in the American Institute of Certified Public Accountants' and auditing literature into the GASB's accounting and financial reporting literature for state and local governments. The statement's guidance addresses related party transactions, going concern considerations, and subsequent events from the AICPA literature. The implementation of this statement did not result in any change in the School District's financial statements.

Note 4 – Legal Compliance and Accountability

A. Legal Compliance

The School District had negative cash balances at June 30, 2009, in the following special revenue funds:

	Negative Cash Balances
<i>Special Revenue Funds:</i>	
Rotary	\$1,319
Alternative Schools	6,954
Miscellaneous State Grants	31,764
Title VI-B	80,796
Title I	27,638
Title V	523
Drug Free Schools	882
Preschool Grant	1,415
Reducing Class Size	8,755
Miscellaneous Federal Grants	2,590

The negative cash balances indicate that revenues from other sources were used to pay obligations for these funds. Management has indicated that all cash balances will be closely monitored to ensure no future violations.

Contrary to Ohio Revised Code Section 5705.40, the following fund had final appropriations in excess of certified available resources:

Fund/Object	Final Estimated Resources Plus Beginning Cash	Final Appropriations Plus Encumbrances	Excess
Special Revenue Fund			
Rotary	\$279,675	\$280,994	\$1,319

Although this budgetary violation was not corrected by fiscal year-end, management has indicated that appropriations will be closely monitored in order to avoid any future violations.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

B. Accountability

The following funds had deficit fund balances at June 30, 2009:

<u>Fund</u>	<u>Amount</u>
<i>Special Revenue Funds:</i>	
Entry Year Programs	\$323
Miscellaneous State Grants	1,991
Title VI-B	52,085
Title I	18,965
Title V	457
Preschool Grant	3,817

The special revenue funds deficits resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in the funds and provided transfers when cash is required, not when accruals occur.

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, disbursement and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual, general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balances (GAAP basis).
4. Unreported cash represents amounts received but not included as revenue on the budgetary statements, but which are reported on the operating statements prepared using GAAP.

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The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund.

Net Change in Fund Balance	
GAAP Basis	(\$1,738,668)
Net Adjustment for Revenue Accruals	(2,490,710)
Ending Unrecorded Cash	(544)
Net Adjustment for Expenditure Accruals	1,295,220
Adjustment for Encumbrances	<u>(1,848,215)</u>
Budget Basis	<u><u>(\$4,782,917)</u></u>

Note 6 – Deposits and Investments

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

Active monies are public monies 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 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 bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
4. Bonds and other obligations of the State of Ohio;

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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);
7. The State Treasurer’s investment pool (STAR Ohio); and
8. Commercial paper and bankers acceptances if trading 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.

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At fiscal year end, \$5,940,156 of the School District’s bank balance of \$6,190,156 was uninsured and uncollateralized. Although the securities were held by the pledging institutions’ trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements for the deposit of money had been followed; noncompliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

The School District has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the School District or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

Investments

As of June 30, 2009, the School District had the following investments:

	Fair Value	Maturity
STAROhio	\$30,757,727	Average 58 Days
T. Rowe Price Mutual Funds	247,932	1 Day
Scudder Mutual Funds	140,583	1 Day
Kanehl Mutual Funds	10,100	1 Day
Total Portfolio	\$31,156,342	

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Interest Rate Risk The School District has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District and that investment must be purchased with the expectation that it will be held to maturity. Repurchase agreements shall not exceed thirty days.

Credit Risk STAROhio carries a credit rating of AAAM by Standard and 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 addresses credit risk.

Concentration of Credit Risk is defined by the Governmental Accounting Standards Board as having investments of five percent or more in the securities of a single issuer. The School District's investment policy requires diversification of the portfolio but does not indicate specific percentage allocations. The following is the School District's allocation as of June 30, 2009:

Investment Issuer	Percentage of Investments
STAROhio	98.72 %
Mutual Funds	1.28
Total	100.00 %

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 2009 represents collections of calendar year 2008 taxes. Real property taxes received in calendar year 2009 were levied after April 1, 2008, on the assessed value listed as of January 1, 2008, the lien date. Assessed values for real property taxes are established by State law at 35 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 year 2009 represents collections of calendar year 2008 taxes. Public utility real and tangible personal property taxes received in calendar year 2009 became a lien December 31, 2007, were levied after April 1, 2008 and are collected in 2008 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

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Tangible personal property tax revenue received during calendar year 2008 (other than public utility property tax) represents the collection of 2009 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. The October 2008 tangible personal property tax settlement was the last property tax settlement for general personal property taxes. Tangible personal property taxes received from telephone companies in calendar year 2009 were levied after October 1, 2008, on the value as of December 31, 2008. 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; however this year the settlement was late.

The School District receives property taxes from Medina 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, 2009, are available to finance fiscal year 2009 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, 2009, 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.

The amount available as an advance at June 30, 2009, was \$3,397,661 in the general fund, \$614,900 in the bond retirement debt service fund, and \$30,814 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2008, was \$953,720 in the general fund, \$184,070 in the bond retirement debt service fund, and \$9,130 in the permanent improvement capital projects fund. The difference was in the timing and collection by the County Auditor.

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 the fiscal year 2009 taxes were collected are:

	2008 Second Half Collections		2009 First Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$1,241,670,010	96.78%	\$1,254,409,860	97.73%
Public Utility Personal Property	17,596,650	1.37	18,070,420	1.41
Tangible Personal Property	23,720,795	1.85	11,091,325	0.86
	<u>\$1,282,987,455</u>	<u>100.00%</u>	<u>\$1,283,571,605</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$91.48		\$90.98	

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Note 8 – Interfund Transactions

A. Interfund Balances

As of June 30, 2009, the general fund had a \$162,636 interfund receivable and the following funds had the corresponding interfund payables:

Interfund Payable	Interfund Receivable General Fund
<i>Special Revenue Funds:</i>	
Rotary	\$1,319
Alternative Schools	6,954
Miscellaneous State Grants	31,764
Title VI-B	80,796
Title I	27,638
Title II	523
Drug Free Schools	882
Preschool Grant	1,415
Reducing Class Size	8,755
Miscellaneous Federal Grants	2,590
	\$162,636

The interfund receivable and payables are due to the general fund covering deficit cash balances in these funds.

B. Interfund Transfers

Transfers of \$374,442 and \$100,000 to the bond retirement and permanent improvement funds were to pay a portion of the transportation facility note and to pay for recreation center permanent improvements, respectively.

Note 9 – Receivables

Receivables at June 30, 2009, consisted of taxes, accounts (rent and student fees), interfund and intergovernmental grants. The School District receives a portion of a 0.5 percent sales tax levied by the County. The sales tax is allocated to the public schools based on a student count and is recorded as an intergovernmental revenue. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables except for delinquent property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

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A summary of the principal items of intergovernmental receivables follows:

Governmental Activities	Amounts
County Levied Sales Tax	\$1,875,700
Title VI-B	274,935
Title I	146,260
Rotary	104,798
Reducing Class Size	62,757
Other	60,012
Miscellaneous State Grants	32,705
Preschool Grant	10,952
Alternative Schools	6,954
Miscellaneous Federal Grants	5,469
Drug Free Schools	1,571
Title V	692
Immigrant Student Grant	400
Total	\$2,583,205

Note 10 – Risk Management

A. Workers' Compensation

The School District participates in the Ohio Association of School Business Officials (OASBO) Group Rating Plan (GRP), an insurance purchasing pool (Note 19). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald and Co. provides administrative, cost control, and actuarial services to the GRP.

B. Property and Liability

The School District is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2009, the School District contracted with several companies for various types of insurance as follows:

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Company	Type of Coverage	Coverage Amount
Indiana Insurance Company	Property	\$204,792,703
	Inland Marine	4,013,150
	Flood and Earthquake	2,000,000
	Crime	150,000
	General Liability	3,000,000
	Employee Benefits Liability	4,000,000
	Employer's Liability	3,000,000
	School Leaders Professional Liability	2,100,000
	Sexual Misconduct and Molestation	2,300,000
	Law Enforcement	2,000,000
	Violent Event Response	2,040,000
	Fleet	2,000,000
	Umbrella Policy	10,010,000
Travelers Insurance Company	Boiler and Machinery	30,000,000
Cincinnati Insurance Company	Employee Dishonesty	250,000

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

C. Self-Insurance

The School District offers medical/surgical and prescription benefits as well as the dental benefits for all eligible employees and their dependants through a self-insurance internal service fund. The School District is self-insured with Medical Mutual serving as third-party administrator. A specific excess loss coverage (stop-loss) insurance policy covers claims in excess of \$125,000 per employee, per year. The claims liability of \$790,206 reported in the internal service fund at June 30, 2009 is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 30 which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustments expense and does not include other allocated or unallocated claim adjustment expenses. Management's expectation is the claims liabilities will be paid within one year. Changes in the fund's claim liability amount in fiscal years 2008 and 2009 were:

	Balance Beginning of Year	Current Year Claims	Claims Payments	Balance End of Year
2008	\$1,002,095	\$6,656,216	\$6,689,726	\$968,585
2009	968,585	7,299,836	7,478,215	790,206

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Notes to the Basic Financial Statements
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Note 11 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2009, was as follows:

	Balance 6/30/2008	Additions	Deletions	Balance 6/30/2009
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$3,251,881	\$0	\$0	\$3,251,881
Construction in Progress	1,933,208	18,634,109	0	20,567,317
<i>Total Capital Assets, not being depreciated</i>	<u>5,185,089</u>	<u>18,634,109</u>	<u>0</u>	<u>23,819,198</u>
<i>Capital Assets, being depreciated:</i>				
Land Improvements	2,188,367	0	0	2,188,367
Buildings and Improvements	112,878,403	1,592,392	0	114,470,795
Furniture and Equipment	1,470,669	104,227	0	1,574,896
Vehicles	4,304,527	73,630	0	4,378,157
<i>Total Capital Assets, being depreciated</i>	<u>120,841,966</u>	<u>1,770,249</u>	<u>0</u>	<u>122,612,215</u>
Less Accumulated Depreciation:				
Land Improvements	(803,463)	(54,709)	0	(858,172)
Buildings and Improvements	(26,803,628)	(3,064,733)	0	(29,868,361)
Furniture and Equipment	(1,202,770)	(151,378)	0	(1,354,148)
Vehicles	(3,199,387)	(305,050)	0	(3,504,437)
Total Accumulated Depreciation	<u>(32,009,248)</u>	<u>(3,575,870) *</u>	<u>0</u>	<u>(35,585,118)</u>
Total Capital Assets, being depreciated, net	<u>88,832,718</u>	<u>(1,805,621)</u>	<u>0</u>	<u>87,027,097</u>
Governmental Activities Capital Assets, Net	<u>\$94,017,807</u>	<u>\$16,828,488</u>	<u>\$0</u>	<u>\$110,846,295</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,534,117
Special	267,324
Vocational	56,788
Support Services:	
Pupils	115,465
Instructional Staff	299,559
Administration	215,476
Operation and Maintenance of Plant	587,491
Pupil Transportation	295,948
Central	1,394
Operation of Non-Instructional Services	160,779
Extracurricular Activities	41,529
Total Depreciation Expense	<u>\$3,575,870</u>

Medina City School District
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Note 12 – Defined Benefit Pension Plans

A. School Employee Retirement System

Plan Description - The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer 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.

Funding Policy - 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 2009, 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 by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2009, 2008, and 2007 were \$881,689, \$858,925, and \$889,595, respectively; 45.54 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

B. State Teachers Retirement System

Plan Description - The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement plan. 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 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio web site at www.strsoh.org.

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 a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by 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 member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. 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. The DB portion of the combined plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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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 of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy - For the fiscal year ended June 30, 2009, plan members were 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. For fiscal year 2008, the portion used to fund pension obligation was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations 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.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2009, 2008, and 2007 were \$4,721,205, \$4,498,548, and \$4,222,044, respectively; 84.86 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007. Contributions to the DC and Combined Plans for fiscal year 2009 were \$51,725 made by the School District and \$125,141 made by the plan members.

Note 13 – Postemployment Benefits

A. School Employee Retirement System

Plan Description - The School District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For 2009, 4.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2009, this amount was \$35,800. During fiscal year 2009, the School District paid \$149,306.

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The School District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$601,403, \$584,075, and \$478,091, respectively; 45.54 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

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The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2009, this actuarially required allocation was 0.75 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2009, 2008, and 2007 were \$72,747, \$61,888, and \$60,492, respectively; 45.54 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

B. State Teachers Retirement System

Plan Description – The School District contributes to the cost sharing multiple employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2009, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$363,170, \$346,042, and \$324,773, respectively; 84.86 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

Note 14 – Other Employee Benefits

A. Compensated Absences

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

Teachers and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 315 days for teachers and 295 days for classified staff and administrators. Upon retirement, certified and classified employees with at least five years of experience with the School District, receive payment for up to a maximum of eighty days computed according to negotiated agreements.

Administrators earn sick leave at the rate of one and one-fourth days per month. Upon termination, administrative employees are eligible to receive payment for one hundred percent of sick leave days accumulated for the first forty days and fifty percent of sick leave days accumulated for the next one hundred twenty days up to a maximum of one hundred days. An employee receiving such payment must meet the retirement provisions set by STRS Ohio or SERS with a minimum of 5 years service in the School District or upon disability retirement or death with no minimum years of service to the School District.

Employees may earn up to a maximum of four days of personal leave per year. Personal leave may not be accumulated. Unused personal leave becomes sick leave at July 1.

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B. Health Insurance Benefits

The School Board and the teachers and classified staff share the cost of insurance coverage. Administrators contribute ten percent to the cost of the premiums for their insurance coverage as well as paying a co-pay for office visits and prescriptions. In addition to paying a co-pay for office visits and prescriptions, teachers and classified staff contribute a fixed amount to the cost of the monthly premiums for their insurance coverage as per the table below:

<u>Effective Date</u>	<u>Single Contribution</u>	<u>Family Contribution</u>
September 1, 2008	\$40.00	\$80.00
September 1, 2009	\$40.00	\$80.00

C. Life Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through commercial life insurance companies.

Note 15 – Long-Term Obligations

The original issue date, interest rate, original issue amount and date of maturity of each of the School District’s long-term obligations is as follows:

<u>Debt Issue</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>	<u>Date of Maturity</u>
<i>Certificates of Participation:</i>			
Certificates of Participation - 2008	3.25% - 5.25%	\$25,000,000	December 1, 2037
<i>General Obligation Bonds:</i>			
Various School Improvements - 1992	3.7 - 10.50%	3,674,245	December 1, 2008
Refunding - 1998	3.6 - 15.70%	11,009,701	December 1, 2018
Various School Improvements - 1999	4.05%	77,649,923	December 1, 2028
Refunding - 2005	3.0 - 5.0%	59,239,818	December 1, 2028
Refunding - 2009	3.0 - 5.0%	8,485,000	December 1, 2018
<i>Long-Term Note:</i>			
Energy Conservation - 2007	4.20%	3,170,000	October 1, 2022

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

	Principal Outstanding 6/30/08	Additions	Reductions	Principal Outstanding 6/30/09	Amount Due in One Year
<i>Certificates of Participation:</i>					
2008 Certificates of Participation	\$25,000,000	\$0	\$0	\$25,000,000	\$25,000
Premium	379,043	0	(13,184)	365,859	0
<i>Total Certificates of Participation</i>	<u>25,379,043</u>	<u>0</u>	<u>(13,184)</u>	<u>25,365,859</u>	<u>25,000</u>
<i>General Obligation Bonds:</i>					
1992 Various School Improvements					
Capital Appreciation Bonds	294,525	0	(294,525)	0	0
Accretion on Capital Appreciation Bonds	483,871	46,604	(530,475)	0	0
1998 Refunding Bonds					
Serial Bonds	2,355,000	0	(2,355,000)	0	0
Term Bonds	6,380,000	0	(6,380,000)	0	0
Capital Appreciation Bonds	464,701	0	0	464,701	178,810
Accretion on Capital Appreciation Bonds	1,975,806	231,121	0	2,206,927	866,190
1999 Various School Improvements					
Serial Bonds	6,800,000	0	(3,210,000)	3,590,000	3,590,000
2005 Refunding Bonds					
Accounting Loss/Gain	52,040,000	0	(240,000)	51,800,000	250,000
Premium	(2,892,350)	144,617	0	(2,747,733)	0
Capital Appreciation Bonds	3,320,680	0	(166,030)	3,154,650	0
Accretion on Capital Appreciation Bonds	3,244,818	0	0	3,244,818	0
	1,270,194	510,278	0	1,780,472	0
2009 Refunding Bonds					
Serial Bonds	0	8,485,000	(70,000)	8,415,000	15,000
Accounting Loss/Gain	0	(180,075)	10,418	(169,657)	0
Premium	0	351,600	(20,340)	331,260	0
<i>Total General Obligation Bonds</i>	<u>75,737,245</u>	<u>9,589,145</u>	<u>(13,255,952)</u>	<u>72,070,438</u>	<u>4,900,000</u>
<i>Other Long-term Obligations:</i>					
2007 Energy Conservation Note	3,170,000	0	(155,000)	3,015,000	160,000
Capital Lease	275,828	0	(82,908)	192,920	86,796
Compensated Absences	7,790,836	30,687	(1,047,545)	6,773,978	408,907
<i>Total Other Long-term Obligations</i>	<u>11,236,664</u>	<u>30,687</u>	<u>(1,285,453)</u>	<u>9,981,898</u>	<u>655,703</u>
<i>Total Governmental Activities</i>					
<i>Long-Term Liabilities</i>	<u>\$112,352,952</u>	<u>\$9,619,832</u>	<u>(\$14,554,589)</u>	<u>\$107,418,195</u>	<u>\$5,580,703</u>

All general obligation bonds will be paid from property taxes. The compensated absences liability will be paid from the general fund and the rotary, food service, auxiliary service, title VI-B, title I, preschool, and class size reduction special revenue funds.

In 1992, the School District issued bonds for the renovation of various school buildings. The bond issue included serial bonds and capital appreciation bonds. Payment of capital appreciation bonds began in 2001 and were completed in fiscal year 2009.

In 1998, the School District issued bonds for the advance refunding of a portion of the 1992 school improvements bonds. The bond issue included serial, term and capital appreciation bonds. On September 2, 2008, the full amount of the term and serial bonds were retired by the School District through an advance refunding. The final maturity amount of outstanding capital appreciation bonds at June 30, 2009, is \$3,500,079. The accretion recorded for the capital appreciation bonds for 2009 was \$2,206,927.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

In 1999, the School District issued bonds for renovations and construction of various school buildings. The bond issue included serial bonds and capital appreciation bonds. The final payment on the capital appreciation bonds was made in fiscal year 2008. The balance remaining on the serial bonds as of June 30, 2009, is \$3,590,000.

On April 21, 2005, the School District issued \$59,239,818 in voted general obligation bonds which included serial and capital appreciation bonds in the amount of \$55,995,000 and \$3,244,818, respectively. The general obligation bonds were issued for the purpose of refunding a portion of the 1999 school building construction bonds to take advantage of lower interest rates. The bonds were issued for a twenty-five year period with final maturity at December 1, 2028.

The serial and capital appreciation bonds remained outstanding at June 30, 2009. Interest on the capital appreciation bonds will be accreted annually until the point of maturity of the capital appreciation bonds, which is 2011 through 2012.

The final maturity amount of outstanding capital appreciation bonds at June 30, 2009, is \$6,014,921. The accretion recorded for 2009 was \$510,278, for a total outstanding bond liability of \$5,025,290.

In 2005, the School District defeased a portion of a 1999 school building construction bond issue, in order to take advantage of lower interest rates. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. On June 30, 2009, \$59,240,000 of the defeased bonds are still outstanding.

In 2007, a \$3,170,000 energy conservation note was issued for the purpose of purchasing and installing energy conservation measures throughout the School District. This debt will be fully repaid in the year 2022.

In 2008, the School District entered a lease agreement with the Medina City Schools Foundation for the purpose of constructing, renovating, expanding, improving, and furnishing various buildings throughout the District. The Medina City Schools Foundation entered an agreement with a trustee through which it assigned and transferred its rights, title, and interest under the lease to Wachovia Bank as Trustee. The Trustee issued certificates of participation in the lease agreement enabling holders of the certificates to receive a portion of the semiannual lease payments. The certificates of participation will be repaid over thirty years with principal payments beginning in fiscal year 2010.

On September 2, 2008, the School District issued \$8,485,000 in general obligation bonds to refund a portion of the 1998 refunding bonds. The bonds were issued for a ten year period with a final maturity at December 1, 2018. The bonds will be retired from the debt service fund.

The bonds were sold at a premium of \$351,600. Net proceeds of \$8,836,600 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the various bonds. As a result, \$8,525,000 of these bonds is considered defeased and the liability for the refund portion of these bonds has been removed from the School District's financial statements.

The School District decreased its total debt service payments by \$588,795 as a result of the advance refunding. The School District also incurred an economic gain (difference between the present values of the old and new debt service payments) of \$529,774.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

An analysis of the refunding issue follows:

	1998 Refunding Bonds
Outstanding at June 30, 2008	\$11,175,507
Amount Refunded	(8,525,000)
Current Fiscal Year Accretion	231,121
Non-Refunded Portion	2,881,628
Principal Payment on Non-Refunded Portion	(210,000)
Outstanding Principal at June 30, 2009	\$2,671,628

The School District's overall debt margin was \$53,237,316 with an unvoted debt margin of \$1,269,796 at June 30, 2009. Principal and interest requirements to retire general obligation bonds and capital appreciation bonds outstanding at June 30, 2009, are as follows:

	General Obligation Bonds			
	Serial		Capital Appreciation	
	Principal	Interest	Principal	Interest
2010	\$3,855,000	\$2,969,562	\$178,810	\$866,190
2011	182,025	2,881,269	2,428,080	2,931,920
2012	87,975	2,882,913	1,102,629	2,007,371
2013	3,065,000	2,840,400	0	0
2014	3,190,000	2,705,775	0	0
2015-2019	18,300,000	11,142,200	0	0
2020-2024	15,435,000	6,818,625	0	0
2025-2029	19,690,000	2,459,569	0	0
Total	\$63,805,000	\$34,700,313	\$3,709,519	\$5,805,481

	2007 Energy Conservation Note		2008 Certificates of Participation	
	Principal	Interest	Principal	Interest
2010	\$160,000	\$126,630	\$25,000	\$1,252,444
2011	170,000	119,910	25,000	1,251,631
2012	175,000	112,770	25,000	1,250,819
2013	185,000	105,420	25,000	1,249,975
2014	190,000	97,650	25,000	1,249,100
2015-2019	1,085,000	360,780	3,150,000	5,944,413
2020-2024	1,050,000	112,770	3,895,000	5,171,650
2025-2029	0	0	4,970,000	4,053,981
2030-2034	0	0	6,410,000	2,568,563
2035-2038	0	0	6,450,000	699,037
Total	\$3,015,000	\$1,035,930	\$25,000,000	\$24,691,612

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

Note 16 – Notes Payable

A summary of the note transactions for the year ended June 30, 2009, follows:

	Outstanding 6/30/2008	Issued	Retired	Outstanding 6/30/2009
Building:				
2% Transportation Facilities Note	\$800,000	\$750,000	(\$800,000)	\$750,000

All of the notes are bond anticipation notes for the purpose of acquiring land and renovating a facility to store and maintain the School District’s vehicles; they are backed by the full faith and credit of the School District, and mature within one year. The note liability is reflected in the fund which received the proceeds. The notes mature on May 21, 2010.

Note 17 – Leases

A. Operating Leases

The School District is obligated under certain leases accounted for as operating leases. The various leases are for the School District’s administrative office, the Drake Theater, and copiers and modular buildings used throughout the School District. The following is a schedule by year of future minimum lease payments required under operating leases that have initial or remaining noncancellable lease terms in excess of one year as of June 30, 2009.

Fiscal Year Ending June 30	Amounts
2010	\$12,731
2011	9,000
Total Minimum Payments Required	\$21,731

B. Capital Leases

In a prior fiscal year, the School District entered into a lease agreement for copiers. This lease meets the criteria of a capital lease as defined by FASB Statement No. 13, “Accounting for Lease.” The assets acquired through the capital lease were capitalized at the present value of the minimum lease payments at the time the lease was entered into.

The assets acquired through the capital lease are as follows:

	Governmental Activities
Asset:	
Equipment	\$436,632
Less: Accumulated depreciation	(187,128)
Total	\$249,504

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

The lease provides for minimum, annual lease payments as follows:

	Governmental Activities
2010	\$95,844
2011	95,844
2012	15,974
Total Minimum Lease Payment	207,662
Less: Amount Representing Interest	(14,742)
Present Value of Minimum Lease Payment	\$192,920

Note 18 – Jointly Governed Organizations

A. Medina County Joint Vocational School District

The Medina County Joint Vocational School District is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from each participating School District's elected board, which possesses its own budgeting and taxing authority. Accordingly, the Medina County Joint Vocational School District is not part of the School District and its operations are not included as part of the reporting entity. The Medina County Joint Vocational School District offers vocational education for several school districts including Medina City School District. During fiscal year 2009, \$7,579 was paid for services by the Medina City School District to the Medina County Joint Vocational School District. Financial information can be obtained by contacting the Treasurer, John Streett, at the Medina County Joint Vocational School District, 1101 West Liberty Street, Medina, Ohio 44256.

B. Ohio Schools Council Association

The Ohio Schools Council Association (Council) is a jointly governed organization among 121 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September through June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2009, the School District paid \$1,961 to the Council. Financial information can be obtained by contacting Dr. David A. Cottrell, the Executive Director of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

The Council provides participating school districts the ability to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. There are currently 137 districts in the Program, including Medina City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

The School District also participates in the Council's electric purchase program. The Council provides 238 school districts and 11 MR/DD boards in the First Energy territory (Cleveland Electric Illuminating, Ohio Edison, Toledo Edison) the ability to purchase electricity at reduced rates if the school district committed to participating in either a thirty-six month (Cleveland Electric Illuminating Company) or a forty-four month (Ohio Edison and Toledo Edison) program beginning either May 1, 2005 or January 1, 2006 and ending December 31, 2008. Each month, the Council invoices participants based on estimated usage that was determined when the program was established. Each September, these estimated payments are compared to their actual usage for the year (July to June). Refund checks are issued to districts that consumed less than their projected usage of electrical energy and districts that over-consumed are invoiced.

Note 19 – Insurance Purchasing Pool

The School District participates in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Ohio Association of School Business Officials Workers' Compensation Group Rating Plan (GRP) was established through the Ohio Association of School Business Officials (OASBO) as a group purchasing pool. The Executive Director of the OASBO, or his designee, serves as coordinator of the GRP. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

Note 20 – Contingencies

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are 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 disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2009.

B. Litigation

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

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

Note 21 – Set-Asides

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

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

	Textbooks Instructional Materials Reserve	Capital Improvement Reserve
Set-aside Reserve Balances as of June 30, 2008	(\$8,112,396)	\$0
Current Year Set-aside Requirement	1,192,350	1,192,350
Qualifying Disbursements	(2,108,565)	(22,529,743)
Totals	(\$9,028,611)	(\$21,337,393)
Set-aside Balance Carried Forward to Future Fiscal Years	(\$9,028,611)	\$0
Set-aside Reserve Balance as of June 30, 2009	\$0	\$0

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

Note 22 – Recreation Center Joint Operating Agreement

On July 9, 2002 the School District entered into a joint operating agreement and lease agreement with the City of Medina for the Medina Recreation Center (the Recreation Center).

Under the terms of these agreements, the Recreation Center will be owned by the School District and the City will be granted a leasehold interest in the Recreation Center for a term commencing on the date the facilities are opened for public use and expiring on June 30, 2052, with an option to renew for an indefinite number of additional five year terms.

In addition to the initial rent payment, the City is also required to pay annual rent of \$1 each year, and 47.5 percent of the Recreation Center’s operating expenses which will be initially paid by the School District and invoiced to the City on a monthly basis. The City and the School District will also each be required to contribute \$100,000 a year, for the term of the lease, to separate capital improvement funds which may be spent for upkeep of the facilities through mutual agreement of both parties upon the recommendation of an Advisory Committee. However, no contributions to the capital improvement funds are required, by either party, for the first two years of operations, and contributions of only 30 percent, 60 percent and 90 percent are required for the third, fourth and fifth years, respectively.

Medina City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009

The Recreation Center's Advisory Committee will consist of eight members, two of which will be appointed by the School District and two by the City and four by election by appointed officials. The Advisory Committee members may serve for an unlimited number of three year terms, and will be responsible for advising the City and School District regarding scheduling, operating expenses and day-to-day operations of the Recreation Center, as well as use of the Capital Improvement Funds.

The Recreation Center is accounted for as an undivided interest for the School District. The School District and the City each report 50 percent of the completed building and each report their respective shares of the operating costs.

Note 23 – Donor Restricted Endowments

The School District's scholarship endowment fund includes donor restricted endowments. Endowments, in the amount of \$395,822, represent the principal portion. The amount of interest on donor restricted investments that is available for expenditures by the School District is \$14,514 and is included as held in trust for scholarships. State law permits the School District to appropriate, for purposes consistent with the endowment's intent, net appreciation, realized and unrealized, unless the endowment terms specify otherwise.

Note 24 – Subsequent Event

On November 3, 2009, the School District had a incremental levy on the ballot that would have phased in a property tax increase from 3.9 mills to 11.7 mills over a three year period. Voters did not pass this levy.

Combining and Individual Fund

Statements and Schedules

Fund Descriptions - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

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

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

Rotary Fund – This fund accounts for the hiring of teachers and aides and collection of monies from outside school districts for the instruction of juveniles at the County Juvenile Detention Center.

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

Other Grants Fund – This fund accounts for several miscellaneous grants that the School District receives and expends during the year.

District Managed Student Activity 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.

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

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

Entry Year Programs Fund – This fund accounts for State monies spent on teacher in-service training for first year teachers.

Data Communications Fund – This fund accounts for State monies provided for Ohio Educational Computer Network Connections.

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

(continued)

Fund Descriptions – Nonmajor Governmental Funds (continued)

Ohio Reads Fund – This fund accounts for State monies used for discovering and helping students who have reading deficiencies.

Alternative Schools Fund – This fund accounts for State monies for students who cannot function in a regular classroom.

Miscellaneous State Grants Fund – This fund accounts for several miscellaneous State grants that the School District receives and disburses during the year.

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.

Immigrant Student Grant Fund – This fund accounts for Federal monies used to acquire materials, educational software, and technologies to be used in programs that are designed to assist immigrant children and youth to achieve in elementary schools and secondary schools.

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 which support the implementation of a variety of programs such as computer education, gifted and talented programs and in-service and staff development.

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

Preschool Grant Fund – This fund accounts for Federal monies used for speech therapy services and instructional supplies used in preschool programs.

Reducing Class Size Fund – This fund accounts for Federal monies used to hire highly qualified teachers and provide professional development to provide quality teaching instruction and reduce class size.

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.

(continued)

Fund Descriptions – Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds

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

Permanent Improvement Fund – This fund accounts for monies used for the acquisition or construction of major capital facilities.

Capital Grants Fund – This fund accounts for the shared sales taxes received from Medina County that are restricted to expenditures for permanent improvements.

Medina City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$2,188,961	\$756,407	\$2,945,368
Property Taxes Receivable	0	543,393	543,393
Accounts Receivable	1,082	0	1,082
Intergovernmental Receivable	647,493	937,850	1,585,343
Inventory Held for Resale	43,047	0	43,047
Materials and Supplies Inventory	7,010	0	7,010
<i>Total Assets</i>	<u>\$2,887,593</u>	<u>\$2,237,650</u>	<u>\$5,125,243</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$124,410	\$84,926	\$209,336
Accrued Wages and Benefits	326,205	0	326,205
Intergovernmental Payable	204,475	0	204,475
Interfund Payable	162,636	0	162,636
Deferred Revenue	217,999	1,191,139	1,409,138
<i>Total Liabilities</i>	<u>1,035,725</u>	<u>1,276,065</u>	<u>2,311,790</u>
Fund Balances			
Reserved for Encumbrances	330,234	151,101	481,335
Reserved Property Taxes	0	30,814	30,814
Unreserved, Undesignated Reported in:			
Special Revenue Funds	1,521,634	0	1,521,634
Capital Projects Funds	0	779,670	779,670
<i>Total Fund Balances</i>	<u>1,851,868</u>	<u>961,585</u>	<u>2,813,453</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$2,887,593</u>	<u>\$2,237,650</u>	<u>\$5,125,243</u>

Medina City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Property Taxes	\$0	\$453,016	\$453,016
Intergovernmental	3,472,261	1,335,005	4,807,266
Interest	12,511	0	12,511
Tuition and Fees	658,166	0	658,166
Charges for Services	1,478,815	0	1,478,815
Extracurricular Activities	902,795	0	902,795
Contributions and Donations	68,467	0	68,467
Rentals	7,689	0	7,689
Miscellaneous	184,886	20,358	205,244
<i>Total Revenues</i>	<u>6,785,590</u>	<u>1,808,379</u>	<u>8,593,969</u>
Expenditures			
Current:			
Instruction:			
Regular	667,770	232,997	900,767
Special	1,277,252	0	1,277,252
Vocational	8,461	0	8,461
Support Services:			
Pupils	836,120	0	836,120
Instructional Staff	278,355	0	278,355
Administration	64,075	0	64,075
Fiscal	0	10,031	10,031
Business	28,224	0	28,224
Operation and Maintenance of Plant	290	1,648,563	1,648,853
Central	45,065	0	45,065
Operation of Non-Instructional Services	509,346	0	509,346
Food Service Operations	2,184,081	0	2,184,081
Extracurricular Activities	1,050,074	0	1,050,074
<i>Total Expenditures</i>	<u>6,949,113</u>	<u>1,891,591</u>	<u>8,840,704</u>
<i>Excess of Revenues Under Expenditures</i>	(163,523)	(83,212)	(246,735)
Other Financing Sources			
Transfers In	0	100,000	100,000
<i>Net Change in Fund Balances</i>	(163,523)	16,788	(146,735)
<i>Fund Balances Beginning of Year</i>	<u>2,015,391</u>	<u>944,797</u>	<u>2,960,188</u>
<i>Fund Balances End of Year</i>	<u>\$1,851,868</u>	<u>\$961,585</u>	<u>\$2,813,453</u>

Medina City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2009

	Food Service	Uniform School Supply	Rotary	Public School Support
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$993,310	\$349,493	\$0	\$570,936
Accounts Receivable	0	0	0	1,082
Intergovernmental Receivable	0	0	104,798	0
Inventory Held for Resale	43,047	0	0	0
Materials and Supplies Inventory	7,010	0	0	0
<i>Total Assets</i>	<u>\$1,043,367</u>	<u>\$349,493</u>	<u>\$104,798</u>	<u>\$572,018</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$3,631	\$35,189	\$0	\$32,051
Accrued Wages and Benefits	116,954	0	27,467	0
Intergovernmental Payable	108,608	141	11,826	5,453
Interfund Payable	0	0	1,319	0
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>229,193</u>	<u>35,330</u>	<u>40,612</u>	<u>37,504</u>
Fund Balances				
Reserved for Encumbrances	117,125	33,139	0	51,537
Unreserved, Undesignated (Deficit)	697,049	281,024	64,186	482,977
<i>Total Fund Balances (Deficit)</i>	<u>814,174</u>	<u>314,163</u>	<u>64,186</u>	<u>534,514</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,043,367</u>	<u>\$349,493</u>	<u>\$104,798</u>	<u>\$572,018</u>

<u>Other Grants</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Management Information Systems</u>	<u>Entry Year Programs</u>	<u>SchoolNet Professional Development</u>
\$32,424	\$128,103	\$105,913	\$8,716	\$0	\$66
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$32,424</u>	<u>\$128,103</u>	<u>\$105,913</u>	<u>\$8,716</u>	<u>\$0</u>	<u>\$66</u>
\$1,179	\$17,645	\$24,618	\$4,399	\$0	\$0
0	0	18,229	0	0	0
0	3,499	6,462	0	323	29
0	0	0	0	0	0
0	0	0	0	0	0
<u>1,179</u>	<u>21,144</u>	<u>49,309</u>	<u>4,399</u>	<u>323</u>	<u>29</u>
14,355	10,371	36,529	4,317	0	50
16,890	96,588	20,075	0	(323)	(13)
<u>31,245</u>	<u>106,959</u>	<u>56,604</u>	<u>4,317</u>	<u>(323)</u>	<u>37</u>
<u>\$32,424</u>	<u>\$128,103</u>	<u>\$105,913</u>	<u>\$8,716</u>	<u>\$0</u>	<u>\$66</u>

(continued)

Medina City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2009

	Alternative Schools	Miscellaneous State Grants	Title VI-B	Immigrant Student Grant
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$0	\$0	\$0	\$0
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	6,954	32,705	274,935	400
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$6,954</u>	<u>\$32,705</u>	<u>\$274,935</u>	<u>\$400</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$619	\$2,336	\$0
Accrued Wages and Benefits	0	0	96,308	0
Intergovernmental Payable	0	2,313	43,445	0
Interfund Payable	6,954	31,764	80,796	0
Deferred Revenue	0	0	104,135	0
<i>Total Liabilities</i>	<u>6,954</u>	<u>34,696</u>	<u>327,020</u>	<u>0</u>
Fund Balances				
Reserved for Encumbrances	0	52	23,693	389
Unreserved, Undesignated (Deficit)	0	(2,043)	(75,778)	11
<i>Total Fund Balances (Deficit)</i>	<u>0</u>	<u>(1,991)</u>	<u>(52,085)</u>	<u>400</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$6,954</u>	<u>\$32,705</u>	<u>\$274,935</u>	<u>\$400</u>

Title I	Title V	Drug Free Schools	Preschool Grant	Reducing Class Size	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$2,188,961
0	0	0	0	0	0	1,082
146,260	692	1,571	10,952	62,757	5,469	647,493
0	0	0	0	0	0	43,047
0	0	0	0	0	0	7,010
<u>\$146,260</u>	<u>\$692</u>	<u>\$1,571</u>	<u>\$10,952</u>	<u>\$62,757</u>	<u>\$5,469</u>	<u>\$2,887,593</u>
\$463	\$0	\$0	\$0	\$2,280	\$0	\$124,410
51,264	0	0	3,943	12,040	0	326,205
15,237	626	0	2,554	3,900	59	204,475
27,638	523	882	1,415	8,755	2,590	162,636
70,623	0	0	6,857	34,007	2,377	217,999
<u>165,225</u>	<u>1,149</u>	<u>882</u>	<u>14,769</u>	<u>60,982</u>	<u>5,026</u>	<u>1,035,725</u>
22,124	169	689	4,202	11,436	57	330,234
(41,089)	(626)	0	(8,019)	(9,661)	386	1,521,634
<u>(18,965)</u>	<u>(457)</u>	<u>689</u>	<u>(3,817)</u>	<u>1,775</u>	<u>443</u>	<u>1,851,868</u>
<u>\$146,260</u>	<u>\$692</u>	<u>\$1,571</u>	<u>\$10,952</u>	<u>\$62,757</u>	<u>\$5,469</u>	<u>\$2,887,593</u>

Medina City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2009

	Food Service	Uniform School Supply	Rotary	Public School Support	Other Grants
Revenues					
Intergovernmental	\$637,743	\$0	\$0	\$0	\$114,895
Interest	10,758	0	0	0	0
Tuition and Fees	0	330,596	311,825	15,745	0
Charges for Services	1,478,800	0	0	15	0
Extracurricular Activities	0	0	0	436,877	0
Contributions and Donations	0	0	0	58,940	0
Rentals	0	0	0	7,689	0
Miscellaneous	0	0	0	15,477	0
<i>Total Revenues</i>	<u>2,127,301</u>	<u>330,596</u>	<u>311,825</u>	<u>534,743</u>	<u>114,895</u>
Expenditures					
Current:					
Instruction:					
Regular	0	319,705	207,315	2,664	4,826
Special	0	0	0	0	139
Vocational	0	8,461	0	0	0
Support Services:					
Pupils	0	0	0	4,262	76,041
Instructional Staff	0	0	22,271	128,168	4,822
Administration	0	0	53,378	0	0
Business	0	197	0	28,027	0
Operation and Maintenance of Plant	0	0	0	0	290
Central	0	0	0	0	0
Operation of Non-Instructional Services	0	0	0	1,018	0
Food Service Operations	2,184,081	0	0	0	0
Extracurricular Activities	0	0	0	422,801	0
<i>Total Expenditures</i>	<u>2,184,081</u>	<u>328,363</u>	<u>282,964</u>	<u>586,940</u>	<u>86,118</u>
<i>Net Change in Fund Balances</i>	(56,780)	2,233	28,861	(52,197)	28,777
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>870,954</u>	<u>311,930</u>	<u>35,325</u>	<u>586,711</u>	<u>2,468</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$814,174</u>	<u>\$314,163</u>	<u>\$64,186</u>	<u>\$534,514</u>	<u>\$31,245</u>

District Managed Student Activity	Auxiliary Services	Management Information Systems	Entry Year Programs	Data Communications	SchoolNet Professional Development	Ohio Reads
\$0	\$415,270	\$22,050	\$6,901	\$27,000	\$0	\$0
0	1,753	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
465,918	0	0	0	0	0	0
9,527	0	0	0	0	0	0
0	0	0	0	0	0	0
169,409	0	0	0	0	0	0
<u>644,854</u>	<u>417,023</u>	<u>22,050</u>	<u>6,901</u>	<u>27,000</u>	<u>0</u>	<u>0</u>
1	0	0	0	0	0	31
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	6,865	0	1,832	0
6,908	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	17,733	0	27,332	0	0
0	432,702	0	0	0	0	0
0	0	0	0	0	0	0
627,273	0	0	0	0	0	0
<u>634,182</u>	<u>432,702</u>	<u>17,733</u>	<u>6,865</u>	<u>27,332</u>	<u>1,832</u>	<u>31</u>
10,672	(15,679)	4,317	36	(332)	(1,832)	(31)
96,287	72,283	0	(359)	332	1,869	31
<u>\$106,959</u>	<u>\$56,604</u>	<u>\$4,317</u>	<u>(\$323)</u>	<u>\$0</u>	<u>\$37</u>	<u>\$0</u>

(continued)

Medina 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, 2009

	Alternative Schools	Miscellaneous State Grants	Title VI-B	Immigrant Student Grant	Title I
Revenues					
Intergovernmental	\$56,504	\$84,986	\$1,314,885	\$4,928	\$536,007
Interest	0	0	0	0	0
Tuition and Fees	0	0	0	0	0
Charges for Services	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Contributions and Donations	0	0	0	0	0
Rentals	0	0	0	0	0
Miscellaneous	0	0	0	0	0
<i>Total Revenues</i>	<u>56,504</u>	<u>84,986</u>	<u>1,314,885</u>	<u>4,928</u>	<u>536,007</u>
Expenditures					
Current:					
Instruction:					
Regular	0	0	0	378	16,006
Special	0	0	740,263	0	534,629
Vocational	0	0	0	0	0
Support Services:					
Pupils	56,504	86,748	582,519	4,200	0
Instructional Staff	0	0	3,599	175	12,784
Administration	0	0	0	0	3,789
Business	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0
Central	0	0	0	0	0
Operation of Non-Instructional Services	0	0	52,148	0	10,263
Food Service Operations	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
<i>Total Expenditures</i>	<u>56,504</u>	<u>86,748</u>	<u>1,378,529</u>	<u>4,753</u>	<u>577,471</u>
<i>Net Change in Fund Balances</i>	0	(1,762)	(63,644)	175	(41,464)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>0</u>	<u>(229)</u>	<u>11,559</u>	<u>225</u>	<u>22,499</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>(\$1,991)</u>	<u>(\$52,085)</u>	<u>\$400</u>	<u>(\$18,965)</u>

Title V	Drug Free Schools	Preschool Grant	Reducing Class Size	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$11,559	\$16,621	\$30,275	\$188,247	\$4,390	\$3,472,261
0	0	0	0	0	12,511
0	0	0	0	0	658,166
0	0	0	0	0	1,478,815
0	0	0	0	0	902,795
0	0	0	0	0	68,467
0	0	0	0	0	7,689
0	0	0	0	0	184,886
<u>11,559</u>	<u>16,621</u>	<u>30,275</u>	<u>188,247</u>	<u>4,390</u>	<u>6,785,590</u>
6,798	0	0	110,046	0	667,770
0	0	2,221	0	0	1,277,252
0	0	0	0	0	8,461
4,579	16,267	5,000	0	0	836,120
0	0	23,730	69,519	4,590	278,355
0	0	0	0	0	64,075
0	0	0	0	0	28,224
0	0	0	0	0	290
0	0	0	0	0	45,065
1,473	715	0	10,842	185	509,346
0	0	0	0	0	2,184,081
0	0	0	0	0	1,050,074
<u>12,850</u>	<u>16,982</u>	<u>30,951</u>	<u>190,407</u>	<u>4,775</u>	<u>6,949,113</u>
(1,291)	(361)	(676)	(2,160)	(385)	(163,523)
<u>834</u>	<u>1,050</u>	<u>(3,141)</u>	<u>3,935</u>	<u>828</u>	<u>2,015,391</u>
<u>(\$457)</u>	<u>\$689</u>	<u>(\$3,817)</u>	<u>\$1,775</u>	<u>\$443</u>	<u>\$1,851,868</u>

Medina City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2009

	<u>Permanent Improvement</u>	<u>Capital Grants</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$298,883	\$457,524	\$756,407
Property Taxes Receivable	543,393	0	543,393
Intergovernmental Receivable	0	937,850	937,850
<i>Total Assets</i>	<u>\$842,276</u>	<u>\$1,395,374</u>	<u>\$2,237,650</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$22,274	\$62,652	\$84,926
Deferred Revenue	512,579	678,560	1,191,139
<i>Total Liabilities</i>	<u>534,853</u>	<u>741,212</u>	<u>1,276,065</u>
Fund Balances			
Reserved for Encumbrances	94,574	56,527	151,101
Reserved for Property Taxes	30,814	0	30,814
Unreserved, Undesignated	182,035	597,635	779,670
<i>Total Fund Balances</i>	<u>307,423</u>	<u>654,162</u>	<u>961,585</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$842,276</u>	<u>\$1,395,374</u>	<u>\$2,237,650</u>

Medina City School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Capital Projects Funds

For the Fiscal Year Ended June 30, 2009

	Permanent Improvement	Capital Grants	Total Nonmajor Capital Projects Funds
Revenues			
Property Taxes	\$453,016	\$0	\$453,016
Intergovernmental	160,584	1,174,421	1,335,005
Miscellaneous	20,358	0	20,358
<i>Total Revenues</i>	<u>633,958</u>	<u>1,174,421</u>	<u>1,808,379</u>
Expenditures			
Current:			
Instruction:			
Regular	0	232,997	232,997
Support Services:			
Fiscal	10,031	0	10,031
Operation and Maintenance of Plant	897,591	750,972	1,648,563
<i>Total Expenditures</i>	<u>907,622</u>	<u>983,969</u>	<u>1,891,591</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(273,664)	190,452	(83,212)
Other Financing Sources			
Transfers In	100,000	0	100,000
<i>Net Change in Fund Balances</i>	(173,664)	190,452	16,788
<i>Fund Balances Beginning of Year</i>	<u>481,087</u>	<u>463,710</u>	<u>944,797</u>
<i>Fund Balances End of Year</i>	<u>\$307,423</u>	<u>\$654,162</u>	<u>\$961,585</u>

Fund Descriptions – Fiduciary Funds

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

Private Purpose Trust Funds

Scholarship Trust Fund – This fund accounts for contributions from individuals which are to be used for college scholarships for graduating high school seniors.

Scholarship Endowment Fund – This fund accounts for resources given by individuals with the interest specifically designated to be used for college scholarships for graduating high school seniors and alumni who are attending college.

Agency Funds

District Agency Fund – This fund is used to account for money held for a community performing arts group, which uses School District facilities for performances.

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

Medina City School District
Combining Statement of Fiduciary Net Assets
Private Purpose Trust Funds
June 30, 2009

	Scholarship Trust	Scholarship Endowment	Total Private Purpose Trust Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$26,803	\$0	\$26,803
Investments in Segregated Accounts	0	410,336	410,336
<i>Total Assets</i>	<u>26,803</u>	<u>410,336</u>	<u>437,139</u>
Net Assets			
Held in Trust for Scholarships	26,803	14,514	41,317
Endowments	0	395,822	395,822
<i>Total Net Assets</i>	<u>\$26,803</u>	<u>\$410,336</u>	<u>\$437,139</u>

Medina City School District
Combining Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Funds
For the Fiscal Year Ended June 30, 2009

	Scholarship Trust	Scholarship Endowment	Total Private Purpose Trust Funds
Additions			
Interest	\$347	\$339	\$686
Contributions and Donations	13,500	0	13,500
Miscellaneous	4,370	0	4,370
<i>Total Additions</i>	<u>18,217</u>	<u>339</u>	<u>18,556</u>
Deductions			
Loss on Sale of Investments	0	225,473	225,473
Scholarships Awarded	18,546	19,250	37,796
<i>Total Deductions</i>	<u>18,546</u>	<u>244,723</u>	<u>263,269</u>
<i>Change in Net Assets</i>	(329)	(244,384)	(244,713)
<i>Net Assets Beginning of Year</i>	<u>27,132</u>	<u>654,720</u>	<u>681,852</u>
<i>Net Assets End of Year</i>	<u><u>\$26,803</u></u>	<u><u>\$410,336</u></u>	<u><u>\$437,139</u></u>

Medina City School District
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Fiscal Year Ended June 30, 2009

	Balance 06/30/08	Additions	Deductions	Balance 06/30/09
<i>District Agency</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$13,665	\$1,059	\$2,663	\$12,061
Liabilities				
Undistributed Monies	\$13,665	\$1,059	\$2,663	\$12,061
 <i>Student Managed Activities</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$223,901	\$300,889	\$293,860	\$230,930
Liabilities				
Due to Students	\$223,901	\$300,889	\$293,860	\$230,930
 <i>Total - All Agency Funds</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$237,566	\$301,948	\$296,523	\$242,991
Liabilities				
Undistributed Monies	\$13,665	\$1,059	\$2,663	\$12,061
Due to Students	223,901	300,889	293,860	230,930
<i>Total Liabilities</i>	\$237,566	\$301,948	\$296,523	\$242,991

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

Medina 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, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues				
Property Taxes	\$41,999,730	\$41,233,470	\$41,233,470	\$0
Intergovernmental	27,250,112	27,187,194	27,187,194	0
Interest	1,555,518	482,044	482,044	0
Tuition and Fees	375,468	429,439	429,439	0
Charges for Services	40,053	46,730	46,730	0
Extracurricular Activities	157,183	157,670	157,670	0
Rentals	451,777	475,833	475,833	0
Miscellaneous	184,539	130,670	130,670	0
<i>Total Revenues</i>	<u>72,014,380</u>	<u>70,143,050</u>	<u>70,143,050</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	25,802,488	24,506,626	24,506,626	0
Fringe Benefits	9,906,722	9,011,548	9,011,548	0
Purchased Services	1,715,895	2,391,203	2,391,203	0
Materials and Supplies	1,018,252	1,019,314	1,019,314	0
Capital Outlay	69,920	65,224	65,224	0
Other	480,000	507,292	507,292	0
Total Regular	<u>38,993,277</u>	<u>37,501,207</u>	<u>37,501,207</u>	<u>0</u>
Special:				
Salaries	5,337,932	5,910,497	5,910,497	0
Fringe Benefits	2,334,400	2,292,129	2,292,129	0
Purchased Services	86,518	79,597	79,597	0
Materials and Supplies	15,270	16,388	16,388	0
Capital Outlay	668	3,168	3,168	0
Total Special	<u>7,774,788</u>	<u>8,301,779</u>	<u>8,301,779</u>	<u>0</u>
Vocational:				
Salaries and Wages	344,845	323,191	323,191	0
Fringe Benefits	135,194	117,634	117,634	0
Purchased Services	1,399	1,737	1,737	0
Materials and Supplies	9,059	7,706	7,706	0
Total Vocational	<u>490,497</u>	<u>450,268</u>	<u>450,268</u>	<u>0</u>
Student Intervention Services:				
Salaries and Wages	315,041	124,141	124,141	0
Fringe Benefits	6,613	47,285	47,285	0
Purchased Services	35,000	51,974	51,974	0
Materials and Supplies	61,539	64,744	64,744	0
Total Student Intervention Services	<u>418,193</u>	<u>288,144</u>	<u>288,144</u>	<u>0</u>
Total Instruction	<u>\$47,676,755</u>	<u>\$46,541,398</u>	<u>\$46,541,398</u>	<u>\$0</u>

(continued)

Medina 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, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Support Services:				
Pupils:				
Salaries	\$2,196,531	\$2,295,848	\$2,295,848	\$0
Fringe Benefits	877,926	885,270	885,270	0
Purchased Services	439,101	645,438	645,438	0
Materials and Supplies	16,149	25,630	25,630	0
Capital Outlay	12,291	12,291	12,291	0
Other	354	160	160	0
Total Pupils	3,542,352	3,864,637	3,864,637	0
Instructional Staff:				
Salaries	2,146,971	2,318,505	2,318,505	0
Fringe Benefits	955,437	909,118	909,118	0
Purchased Services	149,724	115,601	115,601	0
Materials and Supplies	135,323	123,355	123,355	0
Capital Outlay	760	7,237	7,237	0
Total Instructional Staff	3,388,215	3,473,816	3,473,816	0
Board of Education:				
Salaries	14,522	20,500	20,500	0
Fringe Benefits	3,173	4,965	4,965	0
Purchased Services	19,759	13,589	13,589	0
Materials and Supplies	951	679	679	0
Other	101,700	61,965	61,965	0
Total Board of Education	140,105	101,698	101,698	0
Administration:				
Salaries	3,006,820	3,011,581	3,011,581	0
Fringe Benefits	1,426,016	1,345,044	1,345,044	0
Purchased Services	453,892	584,885	584,717	168
Materials and Supplies	135,794	83,716	83,636	80
Other	35,112	28,695	28,695	0
Total Administration	5,057,634	5,053,921	5,053,673	248
Fiscal:				
Salaries	468,505	412,754	412,754	0
Fringe Benefits	221,085	163,323	163,323	0
Purchased Services	37,873	37,663	37,663	0
Materials and Supplies	19,253	18,329	18,329	0
Capital Outlay	10,687	9,250	9,250	0
Other	587,467	901,744	901,744	0
Total Fiscal	\$1,344,870	\$1,543,063	\$1,543,063	\$0

(continued)

Medina 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, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Business:				
Salaries	\$327,588	\$278,587	\$278,587	\$0
Fringe Benefits	170,231	127,153	127,153	0
Purchased Services	141,828	107,955	107,955	0
Materials and Supplies	101,059	77,709	77,709	0
Capital Outlay	3,500	2,655	2,655	0
Other	4,450	2,041	2,041	0
Total Business	748,656	596,100	596,100	0
Operation and Maintenance of Plant:				
Salaries	2,617,709	2,661,086	2,661,086	0
Fringe Benefits	1,183,444	1,081,564	1,081,564	0
Purchased Services	3,448,330	3,199,320	3,199,320	0
Materials and Supplies	458,083	503,850	503,850	0
Capital Outlay	48,236	57,310	57,310	0
Other	41,212	23,829	23,829	0
Total Operation and Maintenance of Plant	7,797,014	7,526,959	7,526,959	0
Pupil Transportation:				
Salaries	1,630,750	1,680,104	1,680,104	0
Fringe Benefits	802,227	683,090	683,090	0
Purchased Services	447,939	493,181	493,181	0
Materials and Supplies	541,950	601,436	601,436	0
Capital Outlay	20,000	23,781	23,781	0
Total Pupil Transportation	3,442,866	3,481,592	3,481,592	0
Central:				
Salaries	166,823	166,003	166,003	0
Fringe Benefits	70,645	138,056	138,056	0
Purchased Services	137,974	139,513	139,513	0
Materials and Supplies	8,301	8,315	8,315	0
Other	2,028	9,018	9,018	0
Total Central	385,771	460,905	460,905	0
Total Support Services	25,847,483	26,102,691	26,102,443	248
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	7,041	13,140	13,140	0
Fringe Benefits	5,998	2,437	2,437	0
Purchased Services	53,784	31,938	31,938	0
Materials and Supplies	9,729	5,850	5,850	0
Capital Outlay	20,924	21,114	21,114	0
Other	13,394	34,679	34,679	0
Total Operation of Non-Instructional Services	\$110,870	\$109,158	\$109,158	\$0

(continued)

Medina 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, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	\$186,776	\$226,519	\$226,519	\$0
Fringe Benefits	62,793	68,287	68,287	0
Purchased Services	1,879	1,000	1,000	0
Total Academic and Subject Oriented Activities	251,448	295,806	295,806	0
Sport Oriented Activities:				
Salaries and Wages	664,805	752,302	752,302	0
Fringe Benefits	199,263	208,884	208,884	0
Purchased Services	35,000	38,500	38,500	0
Materials and Supplies	5,405	5,375	5,375	0
Total Sport Oriented Activities	904,473	1,005,061	1,005,061	0
School and Public Service Co-Curricular Activities:				
Salaries and Wages	31,098	42,720	42,720	0
Fringe Benefits	9,585	11,845	11,845	0
Purchased Services	962	1,109	1,109	0
Total School and Public Service Co-Curricular Activities	41,645	55,674	55,674	0
Total Extracurricular Activities	1,197,566	1,356,541	1,356,541	0
Capital Outlay:				
Other Facilities Acquisition and Construction:				
Purchased Services	391,529	341,985	341,985	0
Total Expenditures	75,224,203	74,451,773	74,451,525	248
<i>Excess of Revenues Under Expenditures</i>	<i>(3,209,823)</i>	<i>(4,308,723)</i>	<i>(4,308,475)</i>	248
Other Financing Uses				
Advances Out	(50,000)	0	0	0
Transfers Out	(175,000)	(474,442)	(474,442)	0
Total Other Financing Uses	(225,000)	(474,442)	(474,442)	0
Net Change in Fund Balance	(3,434,823)	(4,783,165)	(4,782,917)	248
<i>Fund Balance Beginning of Year</i>	<i>18,518,961</i>	<i>18,518,961</i>	<i>18,518,961</i>	0
Prior Year Encumbrances Appropriated	1,570,894	1,570,894	1,570,894	0
Fund Balance End of Year	\$16,655,032	\$15,306,690	\$15,306,938	\$248

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	\$7,346,062	\$7,346,062	\$0
Intergovernmental	2,129,986	2,129,986	0
Miscellaneous	4,079	4,079	0
<i>Total Revenues</i>	<u>9,480,127</u>	<u>9,480,127</u>	<u>0</u>
Expenditures			
Current:			
Support Services:			
Fiscal:			
Other	148,123	148,123	0
Debt Service:			
Principal Retirement	5,510,000	5,510,000	0
Interest and Fiscal Charges	4,668,121	4,668,121	0
Total Debt Service	<u>10,178,121</u>	<u>10,178,121</u>	<u>0</u>
<i>Total Expenditures</i>	<u>10,326,244</u>	<u>10,326,244</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(846,117)</u>	<u>(846,117)</u>	<u>0</u>
Other Financing Sources			
General Obligation Notes Issued	750,000	750,000	0
Transfers In	374,442	374,442	0
<i>Total Other Financing Sources</i>	<u>1,124,442</u>	<u>1,124,442</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	278,325	278,325	0
<i>Fund Balance Beginning of Year</i>	<u>5,310,127</u>	<u>5,310,127</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$5,588,452</u></u>	<u><u>\$5,588,452</u></u>	<u><u>\$0</u></u>

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Interest	\$266,789	\$266,789	\$0
Miscellaneous	31,565	31,565	0
<i>Total Revenues</i>	<u>298,354</u>	<u>298,354</u>	<u>0</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	287	287	0
Capital Outlay	894,694	894,694	0
Total Instruction	<u>894,981</u>	<u>894,981</u>	<u>0</u>
Support Services:			
Operation and Maintenance of Plant:			
Purchased Services	8,083	8,083	0
Capital Outlay:			
Building Acquisition and Construction Services:			
Purchased Services	984,877	984,877	0
Capital Outlay	19,365,243	19,365,243	0
Other	19,784	19,784	0
Total Building Acquisition and Construction Services	<u>20,369,904</u>	<u>20,369,904</u>	<u>0</u>
Building Improvement Services:			
Capital Outlay	1,607,205	1,439,260	167,945
Other Facilities Acquisition and Construction Services:			
Other	109,128	109,128	0
Total Capital Outlay	<u>22,086,237</u>	<u>21,918,292</u>	<u>167,945</u>
<i>Total Expenditures</i>	<u>22,989,301</u>	<u>22,821,356</u>	<u>167,945</u>
<i>Net Change in Fund Balance</i>	(22,690,947)	(22,523,002)	167,945
<i>Fund Balance Beginning of Year</i>	23,969,787	23,969,787	0
Prior Year Encumbrances Appropriated	<u>2,655,932</u>	<u>2,655,932</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3,934,772</u></u>	<u><u>\$4,102,717</u></u>	<u><u>\$167,945</u></u>

Medina City School District
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$430,728	\$430,728	\$0
Interest	10,758	10,758	0
Charges for Services	1,478,800	1,478,800	0
<i>Total Revenues</i>	<u>1,920,286</u>	<u>1,920,286</u>	<u>0</u>
Expenditures			
Current:			
Food Service Operations:			
Salaries	709,655	709,655	0
Fringe Benefits	333,777	333,777	0
Purchased Services	172,037	172,037	0
Materials and Supplies	860,892	788,132	72,760
Capital Outlay	98,242	98,242	0
<i>Total Expenditures</i>	<u>2,174,603</u>	<u>2,101,843</u>	<u>72,760</u>
<i>Net Change in Fund Balance</i>	(254,317)	(181,557)	72,760
<i>Fund Balance Beginning of Year</i>	850,918	850,918	0
Prior Year Encumbrances Appropriated	<u>203,193</u>	<u>203,193</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$799,794</u></u>	<u><u>\$872,554</u></u>	<u><u>\$72,760</u></u>

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Uniform School Supply Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Tuition and Fees	\$330,596	\$330,596	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	355,008	355,008	0
Vocational:			
Materials and Supplies	8,970	8,970	0
Total Instruction	363,978	363,978	0
Support Services:			
Business:			
Materials and Supplies	487	487	0
<i>Total Expenditures</i>	364,465	364,465	0
<i>Net Change in Fund Balance</i>	(33,869)	(33,869)	0
<i>Fund Balance Beginning of Year</i>	272,294	272,294	0
Prior Year Encumbrances Appropriated	60,147	60,147	0
<i>Fund Balance End of Year</i>	\$298,572	\$298,572	\$0

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Rotary Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Tuition and Fees	\$273,213	\$273,213	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries	143,092	143,092	0
Fringe Benefits	62,374	62,374	0
Total Instruction	205,466	205,466	0
Support Services:			
Instructional Staff:			
Salaries	18,975	18,975	0
Fringe Benefits	3,255	3,255	0
Total Instructional Staff	22,230	22,230	0
Administration:			
Salaries	40,915	40,915	0
Fringe Benefits	12,383	12,383	0
Total Administration	53,298	53,298	0
Total Support Services	75,528	75,528	0
<i>Total Expenditures</i>	280,994	280,994	0
<i>Net Change in Fund Balance</i>	(7,781)	(7,781)	0
<i>Fund Balance Beginning of Year</i>	6,462	6,462	0
<i>Fund Deficit End of Year</i>	(\$1,319)	(\$1,319)	\$0

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Tuition and Fees	\$16,695	\$16,695	\$0
Charges for Services	15	15	0
Extracurricular Activities	436,877	436,877	0
Contributions and Donations	58,940	58,940	0
Rentals	7,689	7,689	0
Miscellaneous	41,303	41,303	0
<i>Total Revenues</i>	<u>561,519</u>	<u>561,519</u>	<u>0</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries	3,101	3,101	0
Fringe Benefits	527	527	0
Materials and Supplies	1	1	0
Total Instruction	<u>3,629</u>	<u>3,629</u>	<u>0</u>
Support Services:			
Pupils:			
Materials and Supplies	9,353	9,353	0
Instructional Staff:			
Materials and Supplies	120,609	120,609	0
Capital Outlay	1,188	1,188	0
Total Instructional Staff	<u>121,797</u>	<u>121,797</u>	<u>0</u>
Business:			
Purchased Services	27,202	27,202	0
Total Support Services	<u>158,352</u>	<u>158,352</u>	<u>0</u>
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	942	942	0
Materials and Supplies	76	76	0
Total Operation of Non-Instructional Services	<u>\$1,018</u>	<u>\$1,018</u>	<u>\$0</u>

(continued)

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Extracurricular Activities:			
Occupational Oriented Activities:			
Purchased Services	\$44,975	\$44,975	\$0
Materials and Supplies	154,561	154,561	0
Capital Outlay	44,552	44,552	0
Other	252,934	252,934	0
Total Extracurricular Activities	497,022	497,022	0
<i>Total Expenditures</i>	660,021	660,021	0
<i>Net Change in Fund Balance</i>	(98,502)	(98,502)	0
<i>Fund Balance Beginning of Year</i>	487,710	487,710	0
Prior Year Encumbrances Appropriated	97,105	97,105	0
<i>Fund Balance End of Year</i>	\$486,313	\$486,313	\$0

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grants Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$114,895	\$114,895	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	4,833	4,833	0
Special:			
Materials and Supplies	139	139	0
Total Instruction	4,972	4,972	0
Support Services:			
Pupils:			
Purchased Services	79,575	79,575	0
Instructional Staff:			
Purchased Services	18,505	18,505	0
Operation and Maintenance of Plant:			
Materials and Supplies	595	595	0
Total Support Services	98,675	98,675	0
Operation of Non-Instructional Services:			
Community Services:			
Other	360	360	0
<i>Total Expenditures</i>	104,007	104,007	0
<i>Net Change in Fund Balance</i>	10,888	10,888	0
<i>Fund Balance Beginning of Year</i>	5,337	5,337	0
Prior Year Encumbrances Appropriated	665	665	0
<i>Fund Balance End of Year</i>	\$16,890	\$16,890	\$0

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Student Activity Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Extracurricular Activities	\$465,918	\$465,918	\$0
Contributions and Donations	9,527	9,527	0
Miscellaneous	169,409	169,409	0
<i>Total Revenues</i>	<u>644,854</u>	<u>644,854</u>	<u>0</u>
Expenditures			
Current:			
Instruction:			
Regular			
Materials and Supplies	1	1	0
Support Services:			
Administration			
Other	6,908	6,908	0
Extracurricular Activities:			
Academic Oriented Activities:			
Purchased Services	8,260	8,260	0
Materials and Supplies	28,540	28,540	0
Capital Outlay	906	906	0
Other	247,825	247,825	0
Total Academic Oriented Activities	<u>285,531</u>	<u>285,531</u>	<u>0</u>
Occupation Oriented Activities:			
Salaries and Wages	1,691	1,691	0
Materials and Supplies	5,354	5,354	0
Total Occupation Oriented Activities	<u>7,045</u>	<u>7,045</u>	<u>0</u>
Sports Oriented Activities:			
Salaries and Wages	30,459	30,459	0
Fringe Benefits	5,777	5,777	0
Purchased Services	132,313	132,313	0
Materials and Supplies	131,082	131,082	0
Capital Outlay	15,500	15,500	0
Other	36,465	36,465	0
Total Sports Oriented Activities	<u>\$351,596</u>	<u>\$351,596</u>	<u>\$0</u>

(continued)

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Student Activity Fund (continued)
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
School and Public Service			
Co-Curricular Activities:			
Materials and Supplies	\$524	\$524	\$0
Other	4,664	4,664	0
Total School and Public Service			
Co-Curricular Activities	5,188	5,188	0
Total Extracurricular Activities	649,360	649,360	0
<i>Total Expenditures</i>	656,269	656,269	0
<i>Net Change in Fund Balance</i>	(11,415)	(11,415)	0
<i>Fund Balance Beginning of Year</i>	80,804	80,804	0
Prior Year Encumbrances Appropriated	43,644	43,644	0
<i>Fund Balance End of Year</i>	\$113,033	\$113,033	\$0

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$411,257	\$415,270	\$4,013
Interest	1,292	1,753	461
<i>Total Revenues</i>	<u>412,549</u>	<u>417,023</u>	<u>4,474</u>
Expenditures			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	128,453	110,558	17,895
Fringe Benefits	76,948	64,573	12,375
Purchased Services	218,715	213,521	5,194
Materials and Supplies	87,787	84,905	2,882
Capital Outlay	16,826	14,624	2,202
<i>Total Expenditures</i>	<u>528,729</u>	<u>488,181</u>	<u>40,548</u>
<i>Net Change in Fund Balance</i>	(116,180)	(71,158)	45,022
<i>Fund Balance Beginning of Year</i>	61,122	61,122	0
Prior Year Encumbrances Appropriated	<u>55,058</u>	<u>55,058</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$45,022</u></u>	<u><u>\$45,022</u></u>

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$21,007	\$22,050	\$1,043
Expenditures			
Current:			
Support Services:			
Central:			
Materials and Supplies	31,464	32,507	(1,043)
<i>Net Change in Fund Balance</i>	(10,457)	(10,457)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	10,457	10,457	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$18,901	\$6,901	(\$12,000)
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Salaries	5,764	5,764	0
Fringe Benefits	1,236	1,236	0
Materials and Supplies	12,000	0	12,000
<i>Total Expenditures</i>	19,000	7,000	12,000
<i>Net Change in Fund Balance</i>	(99)	(99)	0
<i>Fund Balance Beginning of Year</i>	99	99	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$27,000	\$27,000	\$0
Expenditures			
Current:			
Support Services:			
Central:			
Purchased Services	32,356	32,356	0
Materials and Supplies	376	376	0
<i>Total Expenditures</i>	<u>32,732</u>	<u>32,732</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(5,732)	(5,732)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	<u>5,732</u>	<u>5,732</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>

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
SchoolNet Professional Development Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Salaries	477	461	16
Fringe Benefits	108	108	0
Purchased Services	<u>2,000</u>	<u>2,000</u>	<u>0</u>
<i>Total Expenditures</i>	<u>2,585</u>	<u>2,569</u>	<u>16</u>
<i>Net Change in Fund Balance</i>	(2,585)	(2,569)	16
<i>Fund Balance Beginning of Year</i>	1,369	1,369	0
Prior Year Encumbrances Appropriated	<u>1,216</u>	<u>1,216</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$16</u></u>	<u><u>\$16</u></u>

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	31	31	0
<i>Net Change in Fund Balance</i>	(31)	(31)	0
<i>Fund Balance Beginning of Year</i>	31	31	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Alternative Schools Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$56,504	\$49,550	(\$6,954)
Expenditures			
Current:			
Support Services:			
Pupils:			
Purchased Services	56,504	56,504	0
<i>Net Change in Fund Balance</i>	0	(6,954)	(6,954)
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$0</u>	<u>(\$6,954)</u>	<u>(\$6,954)</u>

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$84,986	\$52,281	(\$32,705)
Expenditures			
Current:			
Support Services:			
Pupils:			
Salaries	55,301	55,299	2
Fringe Benefits	10,650	10,650	0
Purchased Services	16,609	16,609	0
Materials and Supplies	3,647	3,647	0
Total Pupils	86,207	86,205	2
Instructional Staff:			
Purchased Services	291	0	291
<i>Total Expenditures</i>	86,498	86,205	293
<i>Net Change in Fund Balance</i>	(1,512)	(33,924)	(32,412)
<i>Fund Balance Beginning of Year</i>	1,250	1,250	0
Prior Year Encumbrances Appropriated	291	291	0
<i>Fund Balance (Deficit) End of Year</i>	\$29	(\$32,383)	(\$32,412)

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$1,603,005	\$1,328,070	(\$274,935)
Expenditures			
Current:			
Instruction:			
Special:			
Salaries	582,298	501,334	80,964
Fringe Benefits	240,800	202,666	38,134
Materials and Supplies	35,933	35,933	0
Capital Outlay	10,000	9,998	2
Total Instruction	869,031	749,931	119,100
Support Services:			
Pupils:			
Salaries	198,880	179,654	19,226
Fringe Benefits	97,680	86,970	10,710
Purchased Services	327,016	326,250	766
Materials and Supplies	15,154	15,154	0
Total Pupils	638,730	608,028	30,702
Instructional Staff:			
Salaries	44,667	44,167	500
Fringe Benefits	20,767	20,682	85
Purchased Services	5,000	4,775	225
Total Instructional Staff	70,434	69,624	810
Total Support Services	\$709,164	\$677,652	\$31,512

(continued)

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	\$41,423	\$36,376	\$5,047
Fringe Benefits	22,025	18,949	3,076
Total Operation of Non-Instructional Services	63,448	55,325	8,123
<i>Total Expenditures</i>	1,641,643	1,482,908	158,735
<i>Net Change in Fund Balance</i>	(38,638)	(154,838)	(116,200)
<i>Fund Deficit Beginning of Year</i>	(6,559)	(6,559)	0
Prior Year Encumbrances Appropriated	45,197	45,197	0
<i>Fund Balance (Deficit) End of Year</i>	\$0	(\$116,200)	(\$116,200)

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Immigrant Student Grant Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$6,429	\$6,029	(\$400)
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	2,579	2,568	11
Support Services:			
Pupils:			
Purchased Services	4,200	4,200	0
Instructional Staff:			
Purchased Services	300	300	0
Total Support Services	4,500	4,500	0
<i>Total Expenditures</i>	7,079	7,068	11
<i>Net Change in Fund Balance</i>	(650)	(1,039)	(389)
<i>Fund Deficit Beginning of Year</i>	(1,501)	(1,501)	0
Prior Year Encumbrances Appropriated	2,151	2,151	0
<i>Fund Balance (Deficit) End of Year</i>	\$0	(\$389)	(\$389)

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$630,804	\$484,545	(\$146,259)
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries	11,788	5,566	6,222
Fringe Benefits	2,318	982	1,336
Materials and Supplies	9,690	9,690	0
Total Regular	23,796	16,238	7,558
Special:			
Salaries	401,832	348,169	53,663
Fringe Benefits	165,209	139,867	25,342
Materials and Supplies	44,196	43,842	354
Total Special	611,237	531,878	79,359
Total Instruction	635,033	548,116	86,917
Support Services:			
Instructional Staff:			
Salaries	13,046	7,929	5,117
Fringe Benefits	2,218	1,329	889
Purchased Services	5,613	5,093	520
Materials and Supplies	1,378	1,300	78
Total Instructional Staff	22,255	15,651	6,604
Administration:			
Purchased Services	2,467	1,839	628
Materials and Supplies	3,739	3,610	129
Total Administration	6,206	5,449	757
Total Support Services	\$28,461	\$21,100	\$7,361

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operation of Non-Instructional Services:			
Community Services:			
Salaries	\$8,299	\$7,230	\$1,069
Fringe Benefits	4,506	3,819	687
Materials and Supplies	911	911	0
Total Operation of Non-Instructional Services	<u>13,716</u>	<u>11,960</u>	<u>1,756</u>
<i>Total Expenditures</i>	<u>677,210</u>	<u>581,176</u>	<u>96,034</u>
<i>Net Change in Fund Balance</i>	(46,406)	(96,631)	(50,225)
<i>Fund Balance Beginning of Year</i>	21,104	21,104	0
Prior Year Encumbrances Appropriated	<u>25,302</u>	<u>25,302</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>\$0</u>	<u>(\$50,225)</u>	<u>(\$50,225)</u>

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$11,560	\$10,867	(\$693)
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	6,850	6,850	0
Support Services:			
Pupils			
Salaries	4,489	4,489	0
Fringe Benefits	766	766	0
Total Support Services	5,255	5,255	0
Operation of Non-Instructional Services:			
Community Services:			
Materials and Supplies	1,591	1,590	1
<i>Total Expenditures</i>	13,696	13,695	1
<i>Net Change in Fund Balance</i>	(2,136)	(2,828)	(692)
<i>Fund Deficit Beginning of Year</i>	(5,813)	(5,813)	0
Prior Year Encumbrances Appropriated	7,949	7,949	0
<i>Fund Balance (Deficit) End of Year</i>	\$0	(\$692)	(\$692)

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Schools Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$16,926	\$15,355	(\$1,571)
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	326	326	0
Support Services:			
Pupils:			
Purchased Services	16,267	16,267	0
Instructional Staff:			
Purchased Services	128	128	0
Total Support Services	16,395	16,395	0
Operation of Non-Instructional Services:			
Community Services:			
Materials and Supplies	950	950	0
<i>Total Expenditures</i>	17,671	17,671	0
<i>Net Change in Fund Balance</i>	(745)	(2,316)	(1,571)
<i>Fund Deficit Beginning of Year</i>	(305)	(305)	0
Prior Year Encumbrances Appropriated	1,050	1,050	0
<i>Fund Balance (Deficit) End of Year</i>	\$0	(\$1,571)	(\$1,571)

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$42,633	\$32,356	(\$10,277)
Expenditures			
Current:			
Instruction:			
Special:			
Materials and Supplies	6,480	6,450	30
Capital Outlay	349	349	0
Total Instruction	6,829	6,799	30
Support Services:			
Pupils:			
Purchased Services	5,000	5,000	0
Instructional Staff:			
Salaries	24,094	20,162	3,932
Fringe Benefits	4,214	3,516	698
Total Instructional Staff	28,308	23,678	4,630
Total Support Services	33,308	28,678	4,630
<i>Total Expenditures</i>	40,137	35,477	4,660
<i>Net Change in Fund Balance</i>	2,496	(3,121)	(5,617)
<i>Fund Deficit Beginning of Year</i>	(5,321)	(5,321)	0
Prior Year Encumbrances Appropriated	2,825	2,825	0
<i>Fund Balance (Deficit) End of Year</i>	\$0	(\$5,617)	(\$5,617)

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$237,376	\$174,619	(\$62,757)
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries	89,603	77,563	12,040
Fringe Benefits	38,157	31,526	6,631
Total Instruction	127,760	109,089	18,671
Support Services:			
Instructional Staff:			
Salaries	28,045	22,763	5,282
Fringe Benefits	4,957	4,057	900
Purchased Services	64,873	50,324	14,549
Materials and Supplies	10,433	9,551	882
Total Support Services	108,308	86,695	21,613
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	7,910	7,910	0
Materials and Supplies	5,130	5,128	2
Total Operation of Non-Instructional Services	13,040	13,038	2
<i>Total Expenditures</i>	249,108	208,822	40,286
<i>Net Change in Fund Balance</i>	(11,732)	(34,203)	(22,471)
<i>Fund Deficit Beginning of Year</i>	(20,048)	(20,048)	0
Prior Year Encumbrances Appropriated	31,780	31,780	0
<i>Fund Balance (Deficit) End of Year</i>	\$0	(\$22,471)	(\$22,471)

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$6,767	\$1,298	(\$5,469)
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Salaries	3,312	1,052	2,260
Fringe Benefits	710	157	553
Purchased Services	550	550	0
Materials and Supplies	2,807	2,804	3
Total Support Services	7,379	4,563	2,816
Operation of Non-Instructional Services:			
Community Services:			
Materials and Supplies	286	280	6
<i>Total Expenditures</i>	7,665	4,843	2,822
<i>Net Change in Fund Balance</i>	(898)	(3,545)	(2,647)
<i>Fund Balance Beginning of Year</i>	347	347	0
Prior Year Encumbrances Appropriated	551	551	0
<i>Fund Balance (Deficit) End of Year</i>	\$0	(\$2,647)	(\$2,647)

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	\$431,332	\$431,332	\$0
Intergovernmental	160,584	160,584	0
Miscellaneous	20,358	20,358	0
<i>Total Revenues</i>	<u>612,274</u>	<u>612,274</u>	<u>0</u>
Expenditures			
Current:			
Support Services:			
Fiscal:			
Other	11,578	11,578	0
Operation and Maintenance of Plant:			
Purchased Services	863,463	863,463	0
Materials and Supplies	114,645	114,645	0
Capital Outlay	71,947	71,947	0
Total Operation and Maintenance of Plant	<u>1,050,055</u>	<u>1,050,055</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,061,633</u>	<u>1,061,633</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(449,359)	(449,359)	0
Other Financing Sources			
Transfers In	100,000	100,000	0
<i>Net Change in Fund Balance</i>	(349,359)	(349,359)	0
<i>Fund Balance Beginning of Year</i>	115,632	115,632	0
Prior Year Encumbrances Appropriated	415,762	415,762	0
<i>Fund Balance End of Year</i>	<u>\$182,035</u>	<u>\$182,035</u>	<u>\$0</u>

Medina City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Grants Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$1,184,492	\$1,184,492	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Capital Outlay	240,210	240,210	0
Support Services:			
Operation and Maintenance of Plant:			
Purchased Services	498,755	498,755	0
Materials and Supplies	260,608	260,608	0
Capital Outlay	128,409	128,409	0
Total Support Services	887,772	887,772	0
<i>Total Expenditures</i>	1,127,982	1,127,982	0
<i>Net Change in Fund Balance</i>	56,510	56,510	0
<i>Fund Balance Beginning of Year</i>	2,403	2,403	0
Prior Year Encumbrances Appropriated	279,432	279,432	0
<i>Fund Balance End of Year</i>	\$338,345	\$338,345	\$0

Medina 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, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	\$8,221,091	\$8,221,091	\$0
Expenses			
Purchased Services	721,546	721,546	0
Claims	7,478,215	7,478,215	0
<i>Total Expenses</i>	8,199,761	8,199,761	0
<i>Net Change in Fund Equity</i>	21,330	21,330	0
<i>Fund Equity Beginning of Year</i>	2,465,834	2,465,834	0
<i>Fund Equity End of Year</i>	\$2,487,164	\$2,487,164	\$0

Medina City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Scholarship Trust Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Interest	\$347	\$347	\$0
Contributions and Donations	13,500	13,500	0
Miscellaneous	4,370	4,370	0
<i>Total Revenues</i>	18,217	18,217	0
Expenses			
Scholarships Awarded	20,546	18,546	2,000
<i>Net Change in Fund Equity</i>	(2,329)	(329)	2,000
<i>Fund Equity Beginning of Year</i>	27,132	27,132	0
<i>Fund Equity End of Year</i>	\$24,803	\$26,803	\$2,000

Medina City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Scholarship Endowment Fund
For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Interest	\$339	\$339	\$0
Expenses			
Loss on Sale of Investments	225,473	225,473	0
Scholarships Awarded	40,959	19,250	21,709
<i>Total Expenses</i>	<u>266,432</u>	<u>244,723</u>	<u>21,709</u>
<i>Net Change in Fund Equity</i>	(266,093)	(244,384)	21,709
<i>Fund Equity Beginning of Year</i>	<u>654,720</u>	<u>654,720</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$388,627</u></u>	<u><u>\$410,336</u></u>	<u><u>\$21,709</u></u>

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Statistical Section

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Statistical Section

This part of School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School District's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	S2 - S13
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source, the property tax.	S14 - S22
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S23 - S27
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S28 - S29
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S30 - S36

Sources: Unless otherwise noted, the information in these schedules is derived from annual financial reports for the relevant year. The School District implemented GASB Statement 34 in fiscal year 2002; schedules presenting government-wide information include information beginning in that fiscal year.

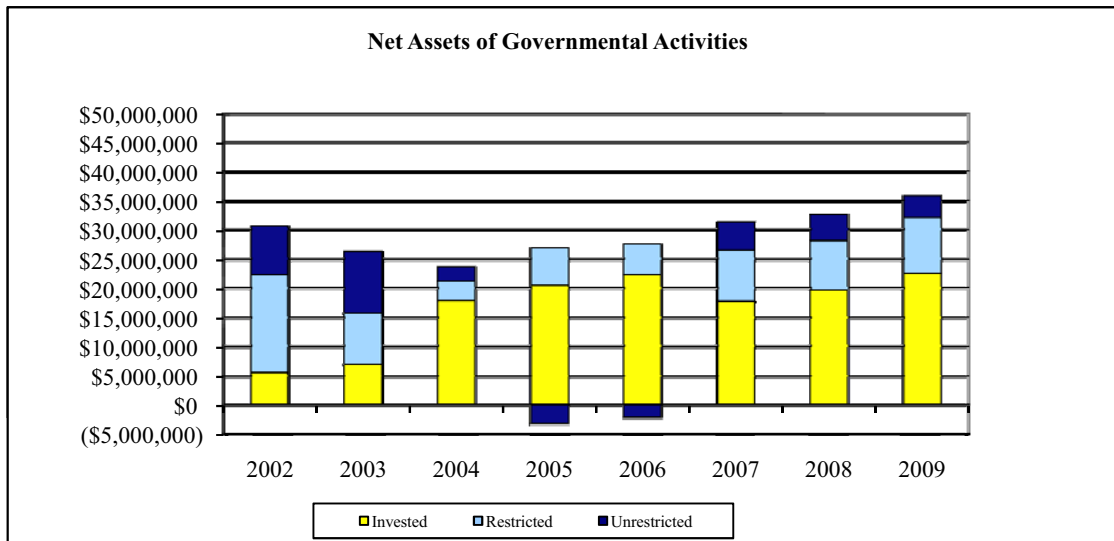
Medina City School District

Net Assets by Component

Last Eight Fiscal Years

(accrual basis of accounting)

	2002	2003	2004	2005
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$5,518,722	\$6,819,919	\$17,761,333	\$20,408,352
Restricted for:				
Capital Projects	11,385,291	3,131,158	1,471,099	1,433,038
Debt Service	3,600,523	4,128,826	0	3,165,430
Other Purposes	1,766,841	1,645,886	1,933,783	1,926,767
Unrestricted	8,303,474	10,585,856	2,490,551	(3,269,376)
Total Governmental Activities Net Assets	\$30,574,851	\$26,311,645	\$23,656,766	\$23,664,211



2006	2007	2008	2009
\$22,299,979	\$17,700,155	\$19,614,453	\$22,536,416
1,604,086	1,760,228	862,982	1,164,128
1,734,303	5,209,640	5,591,210	6,536,372
1,925,389	1,865,953	2,076,273	1,797,588
(2,084,773)	4,769,743	4,437,226	3,766,695
<u>\$25,478,984</u>	<u>\$31,305,719</u>	<u>\$32,582,144</u>	<u>\$35,801,199</u>

Medina City School District
Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)

	2002	2003	2004	2005
Expenses				
Governmental Activities:				
Regular Instruction	\$26,732,501	\$34,552,865	\$30,492,589	\$33,894,621
Special Instruction	6,248,452	6,990,267	7,360,275	7,745,506
Vocational Instruction	752,011	490,174	726,501	533,037
Student Intervention Services	0	0	0	0
Pupil Support	3,111,111	3,436,933	3,634,259	3,372,936
Instructional Staff Support	3,337,817	3,785,835	3,923,053	3,674,329
Board of Education	63,572	98,298	100,340	106,870
Administration	3,883,649	4,489,018	4,945,246	4,806,107
Fiscal	1,253,851	1,482,539	1,484,397	1,348,827
Business	863,975	904,089	714,165	657,150
Operation and Maintenance of Plant	5,646,902	8,511,346	7,491,936	7,211,009
Pupil Transportation	2,939,372	3,538,502	3,073,033	3,570,296
Central	346,088	440,298	410,944	395,968
Operation of Non-Instructional Services	1,825,595	777,586	721,010	704,692
Food Service Operations	0	1,335,125	1,346,962	1,622,179
Extracurricular Activities	1,181,801	1,735,382	1,443,639	1,386,898
Interest and Fiscal Charges	5,521,585	5,657,230	4,546,606	3,649,358
<i>Total Expenses</i>	<u>63,708,282</u>	<u>78,225,487</u>	<u>72,414,955</u>	<u>74,679,783</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Regular Instruction	176,406	513,780	601,338	583,575
Special Instruction	228,995	207,972	133,465	193,759
Vocational Instruction	238,888	5,353	6,962	2,294
Student Intervention Services	0	0	0	0
Pupil Support	0	0	0	0
Instructional Staff Support	0	94,664	94,409	90,964
Board of Education	0	0	0	0
Administration	0	407,252	377,679	248,167
Fiscal	0	0	0	0
Business	0	2,610	9,402	18,811
Operation and Maintenance of Plant (1)	0	178,087	29,735	782,748
Pupil Transportation	0	145	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	1,227,614	390	0	0
Food Service Operations	0	1,173,822	1,388,649	1,445,796
Extracurricular Activities	640,590	319,944	201,285	454,286
Operating Grants and Contributions				
Regular Instruction	235,183	338,299	319,892	265,205
Special Instruction (1)	483,206	667,259	768,927	942,921
Vocational Instruction	0	0	180,919	669
Pupil Support	249,565	251,627	520,687	453,126
Instructional Staff Support	339,619	332,448	488,510	465,446
Administration	162,091	134,456	159,301	120,681
Fiscal	0	0	0	0
Business	4,016	400	1,657	4,455
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation (1)	848	1,187	627	3,385
Central	52,763	33,309	52,909	49,950
Operation of Non-Instructional Services	758,400	597,690	602,771	581,375
Food Service Operations	0	58,139	152,946	57,393
Extracurricular Activities	162,494	7,156	2,786	158
Capital Grants and Contributions				
Regular Instruction	0	0	0	55,860
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	226,168
Pupil Transportation	0	69,609	35,400	84,745
<i>Total Program Revenues</i>	<u>\$4,960,678</u>	<u>\$5,395,598</u>	<u>\$6,130,256</u>	<u>\$7,131,937</u>
Net Expense	<u>(\$58,747,604)</u>	<u>(\$72,829,889)</u>	<u>(\$66,284,699)</u>	<u>(\$67,547,846)</u>

2006	2007	2008	2009
\$33,744,540	\$36,744,365	\$37,092,181	\$38,791,761
8,352,258	8,791,564	9,487,412	9,923,657
478,747	481,880	550,842	526,069
0	0	0	258,806
3,686,406	3,849,169	4,403,313	4,685,731
3,714,245	3,771,991	4,199,455	4,046,616
122,422	94,167	100,378	145,179
5,002,065	5,190,273	5,076,677	5,131,913
1,236,246	1,299,163	1,611,380	1,646,461
594,498	633,342	629,012	564,226
7,290,435	7,888,331	8,746,641	7,860,756
3,288,084	3,475,379	3,304,386	3,533,089
392,850	399,289	451,852	499,527
670,885	680,315	793,166	599,204
1,580,863	2,042,525	2,012,227	2,306,158
1,619,951	1,429,926	2,188,722	2,460,624
5,542,505	3,213,391	4,274,109	5,327,443
<u>77,317,000</u>	<u>79,985,070</u>	<u>84,921,753</u>	<u>88,307,220</u>
667,572	818,231	758,527	717,053
22,796	91,104	62,986	52,877
6,107	13,304	11,511	11,459
0	0	0	1,626
9,744	40,196	28,061	23,807
114,156	101,066	46,386	43,484
397	1,163	776	912
349,614	418,251	90,100	73,772
3,675	14,788	11,293	9,396
10,876	23,858	5,718	4,318
465,129	87,949	650,036	523,832
9,473	38,790	23,306	20,388
1,069	4,296	3,061	2,847
207	692	690	641
1,459,644	1,396,564	1,401,029	1,478,800
616,125	202,125	872,975	1,088,132
193,173	170,039	289,482	125,780
1,015,786	2,812,094	2,884,930	2,976,572
311	0	0	0
575,251	489,803	697,992	836,424
462,386	447,281	473,789	130,787
111,983	129,594	41,053	3,173
0	0	0	945,493
1,279	3,931	203	2,814
0	0	3,117	387
1,944	1,323,302	1,350,101	1,373,641
51,515	51,804	53,035	49,050
656,832	578,090	574,286	482,875
105,987	506,124	502,383	648,501
241	33,955	107,069	51,880
0	0	0	0
0	0	0	1,775
88,158	0	0	158,809
0	46,409	32,178	43,745
<u>\$7,001,430</u>	<u>\$9,844,803</u>	<u>\$10,976,073</u>	<u>\$11,885,050</u>
<u>(\$70,315,570)</u>	<u>(\$70,140,267)</u>	<u>(\$73,945,680)</u>	<u>(\$76,422,170)</u>

(continued)

Medina City School District
Changes in Net Assets (continued)
Last Eight Fiscal Years
(accrual basis of accounting)

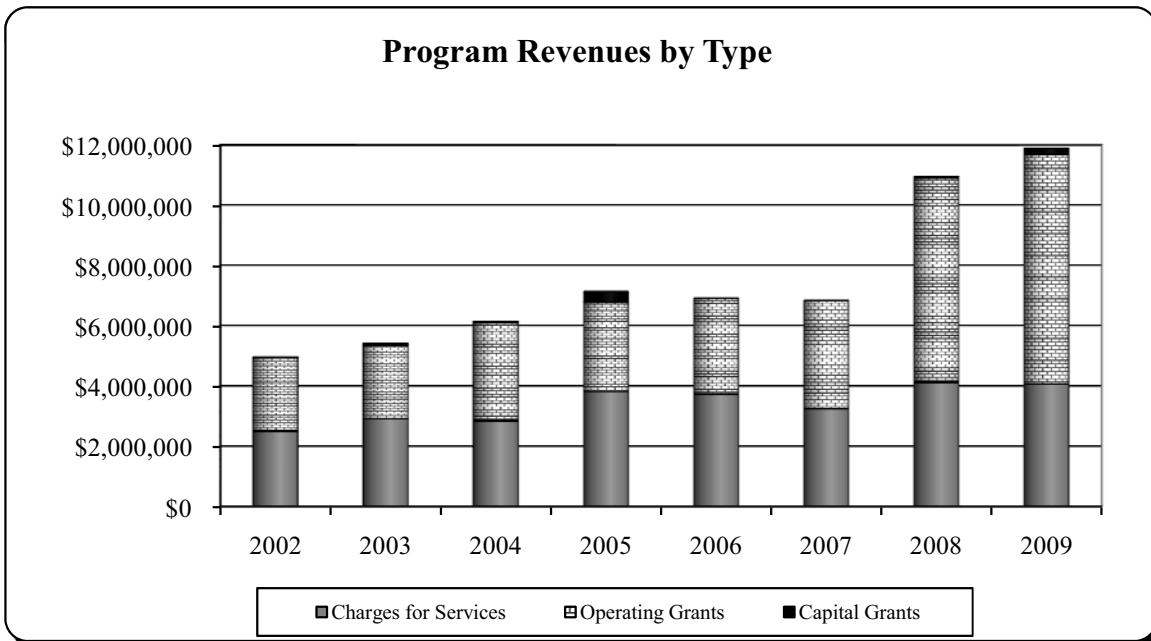
	2002	2003	2004	2005
General Revenues				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	\$32,867,815	\$33,300,571	\$33,838,374	\$36,255,307
Debt Service	6,552,274	6,551,886	6,768,939	7,597,318
Capital Projects	522,837	520,899	520,050	542,871
Grants and Entitlements not Restricted to Specific Programs	23,175,644	24,361,727	21,935,229	22,126,256
Grants and Entitlements Restricted to Permanent Improvement Projects	0	0	0	0
Investment Earnings	2,372,405	2,131,019	277,491	521,427
Gain on Sale of Capital Assets	0	0	0	0
Miscellaneous	278,974	1,700,581	289,737	512,112
<i>Total General Revenues</i>	<u>65,769,949</u>	<u>68,566,683</u>	<u>63,629,820</u>	<u>67,555,291</u>
<i>Change in Net Assets</i>	<u>\$7,022,345</u>	<u>(\$4,263,206)</u>	<u>(\$2,654,879)</u>	<u>\$7,445</u>

(1) The large increases from fiscal year 2006 to fiscal year 2007 are due to the method of classification used for program revenues.

2006	2007	2008	2009
\$40,211,316	\$44,178,727	\$40,064,362	\$43,781,561
7,081,869	7,270,269	6,896,827	7,740,170
611,367	591,922	541,958	521,027
22,629,905	21,667,425	23,235,176	23,975,167
0	0	2,433,225	2,436,132
1,020,569	1,657,850	1,558,210	751,130
148,570	0	0	0
426,747	600,809	492,347	436,038
72,130,343	75,967,002	75,222,105	79,641,225
\$1,814,773	\$5,826,735	\$1,276,425	\$3,219,055

Medina City School District
Program Revenues of Governmental Activities by Function
Last Eight Fiscal Years
(accrual basis of accounting)

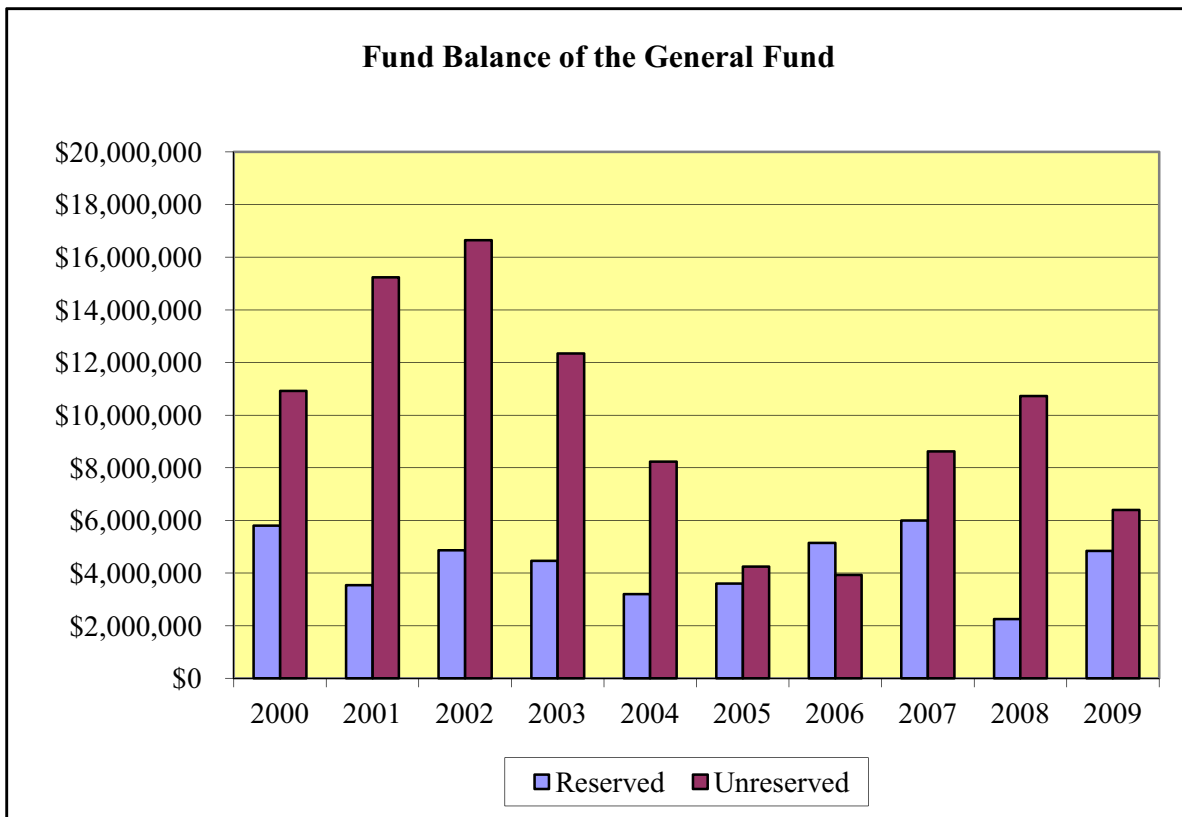
<i>Governmental Activities</i>	2002	2003	2004	2005
<i>Function:</i>				
Regular Instruction	\$411,589	\$852,079	\$921,230	\$904,640
Special Instruction	712,201	875,231	902,392	1,136,680
Vocational Instruction	238,888	5,353	187,881	2,963
Student Intervention Services	0	0	0	0
Pupil Support	249,565	251,627	520,687	453,126
Instructional Staff Support	339,619	427,112	582,919	556,410
Board of Education	0	0	0	0
Administration	162,091	541,708	536,980	368,848
Fiscal	0	0	0	0
Business	4,016	3,010	11,059	23,266
Operation and Maintenance of Plant	0	178,087	29,735	1,008,916
Pupil Transportation	848	70,941	36,027	88,130
Central	52,763	33,309	52,909	49,950
Operation of Non-Instructional Services	1,986,014	598,080	602,771	581,375
Food Service Operations	0	1,231,961	1,541,595	1,503,189
Extracurricular Activities	803,084	327,100	204,071	454,444
<i>Total Program Revenues</i>	<u>\$4,960,678</u>	<u>\$5,395,598</u>	<u>\$6,130,256</u>	<u>\$7,131,937</u>



<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$860,745	\$988,270	\$1,048,009	\$842,833
1,038,582	2,903,198	2,947,916	3,029,449
6,418	13,304	11,511	11,459
0	0	0	1,626
584,995	529,999	726,053	860,231
576,542	548,347	520,175	174,271
397	1,163	776	912
461,597	547,845	131,153	76,945
3,675	14,788	11,293	956,664
12,155	27,789	5,921	7,132
553,287	87,949	653,153	683,028
11,417	1,408,501	1,405,585	1,437,774
52,584	56,100	56,096	51,897
657,039	578,782	574,976	483,516
1,565,631	1,902,688	1,903,412	2,127,301
616,366	236,080	980,044	1,140,012
<u>\$7,001,430</u>	<u>\$9,844,803</u>	<u>\$10,976,073</u>	<u>\$11,885,050</u>

Medina City School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2000	2001	2002	2003
General Fund				
Reserved	\$5,793,418	\$3,541,841	\$4,860,646	\$4,466,961
Unreserved	10,920,032	15,238,593	16,646,254	12,344,523
<i>Total General Fund</i>	<u>16,713,450</u>	<u>18,780,434</u>	<u>21,506,900</u>	<u>16,811,484</u>
All Other Governmental Funds				
Reserved	14,787,385	46,175,759	21,943,990	5,874,382
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,295,310	1,276,059	1,513,524	1,333,356
Debt Service Funds	1,012,061	2,572,618	2,920,494	3,536,898
Capital Projects Funds (Deficit)	60,665,536	7,088,986	3,945,262	(387,375)
Total All Other Governmental Funds	<u>77,760,292</u>	<u>57,113,422</u>	<u>30,323,270</u>	<u>10,357,261</u>
<i>Total Governmental Funds</i>	<u><u>\$94,473,742</u></u>	<u><u>\$75,893,856</u></u>	<u><u>\$51,830,170</u></u>	<u><u>\$27,168,745</u></u>



<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$3,197,370	\$3,593,934	\$5,145,286	\$5,997,867	\$2,255,107	\$4,844,264
<u>8,232,862</u>	<u>4,237,501</u>	<u>3,927,924</u>	<u>8,615,570</u>	<u>10,724,580</u>	<u>6,396,755</u>
<u>11,430,232</u>	<u>7,831,435</u>	<u>9,073,210</u>	<u>14,613,437</u>	<u>12,979,687</u>	<u>11,241,019</u>
1,811,467	1,317,841	1,539,235	1,794,755	3,301,204	4,179,267
1,695,070	1,469,558	1,724,219	1,566,533	1,538,348	1,521,634
4,113,974	6,357,861	5,092,357	4,875,440	5,579,138	5,848,813
<u>259,711</u>	<u>(87,960)</u>	<u>87,110</u>	<u>372,790</u>	<u>22,585,985</u>	<u>4,108,683</u>
<u>7,880,222</u>	<u>9,057,300</u>	<u>8,442,921</u>	<u>8,609,518</u>	<u>33,004,675</u>	<u>15,658,397</u>
<u>\$19,310,454</u>	<u>\$16,888,735</u>	<u>\$17,516,131</u>	<u>\$23,222,955</u>	<u>\$45,984,362</u>	<u>\$26,899,416</u>

Medina City School District
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2000	2001	2002	2003
Revenues				
Property Taxes	\$33,792,572	\$37,840,227	\$39,925,707	\$40,326,704
Intergovernmental	16,448,766	18,916,553	25,504,290	26,705,031
Interest	6,370,949	5,624,294	2,382,163	2,131,019
Tuition and Fees	288,519	306,279	228,995	742,484
Charges for Services	23,658	19,240	1,642,908	1,310,795
Extracurricular Activities	781,800	695,911	640,590	809,626
Contributions and Donations	181,416	116,539	161,470	109,784
Rentals	34,945	25,521	0	41,114
Miscellaneous	181,713	188,519	258,974	1,700,581
<i>Total Revenues</i>	<u>58,104,338</u>	<u>63,733,083</u>	<u>70,745,097</u>	<u>73,877,138</u>
Expenditures				
Current:				
Instruction:				
Regular	21,054,249	22,890,504	25,634,525	29,769,452
Special	5,235,670	5,274,314	6,111,779	6,854,606
Vocational	481,251	532,444	748,895	477,478
Adult/Continuing	1,309,972	1,175,316	0	0
Student Intervention Services	0	0	0	0
Support Services:				
Pupils	2,512,342	2,651,897	3,047,752	3,280,511
Instructional Staff	2,539,090	2,923,907	3,186,795	3,546,502
Board of Education	55,603	67,116	63,572	98,298
Administration	3,497,201	3,679,788	3,760,093	4,435,579
Fiscal	1,077,534	1,148,474	1,229,106	1,408,111
Business	438,032	730,694	838,703	829,984
Operation and Maintenance of Plant	4,665,462	4,670,870	5,460,356	6,934,014
Pupil Transportation	2,507,352	2,859,476	2,647,721	3,050,301
Central	239,447	212,400	332,019	360,824
Operation of Non-Instructional Services	477,146	519,931	1,788,332	721,548
Food Service Operations	0	0	0	1,330,243
Extracurricular Activities	1,127,588	1,031,084	1,139,742	1,682,521
Capital Outlay	6,812,605	28,102,248	32,195,765	26,992,228
Debt Service:				
Principal Retirement	533,855	505,542	1,874,555	2,255,243
Interest and Fiscal Charges	3,642,178	4,287,355	4,243,632	4,165,430
Capital Appreciation Bonds Interest	431,145	469,458	505,441	369,757
Issuance Costs	0	0	0	0
<i>Total Expenditures</i>	<u>58,637,722</u>	<u>83,732,818</u>	<u>94,808,783</u>	<u>98,562,630</u>
<i>Excess of Revenues Over</i> <i>(Under) Expenditures</i>	<u>(533,384)</u>	<u>(19,999,735)</u>	<u>(24,063,686)</u>	<u>(24,685,492)</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	22,147	21,472	0	24,067
Certificates of Participation Issued	0	0	0	0
Premium on Certificates of Participation	0	0	0	0
General Obligation Bonds Issued	77,649,923	0	0	0
Refunding Bonds Issued	0	0	0	0
Long-Term Notes Issued	0	0	0	0
Premium on Debt Issuance	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Refund of Prior Year Expenditures	31,604	1,404,377	0	0
Refund of Prior Year Receipts	(49,000)	0	0	0
Inception of Capital Lease	0	0	0	0
Other Financing Sources	101,308	0	0	0
Transfers In	190,300	185,700	230,800	7,767
Transfers Out	(237,800)	(191,700)	(230,800)	(7,767)
<i>Total Other Financing Sources (Uses)</i>	<u>77,708,482</u>	<u>1,419,849</u>	<u>0</u>	<u>24,067</u>
<i>Net Change in Fund Balances</i>	<u>\$77,175,098</u>	<u>(\$18,579,886)</u>	<u>(\$24,063,686)</u>	<u>(\$24,661,425)</u>
Debt Service as a Percentage of Noncapital Expenditures	8.9%	9.5%	10.6%	8.9%

2004	2005	2006	2007	2008	2009
\$41,270,977	\$42,249,888	\$48,715,509	\$53,119,044	\$47,228,459	\$51,907,319
25,031,308	25,309,411	25,805,432	28,117,339	31,045,401	34,112,475
277,491	521,427	1,020,569	1,657,850	1,597,009	761,888
719,625	777,883	761,931	811,381	1,069,407	1,066,584
1,418,384	1,480,687	1,515,108	1,419,814	1,458,030	1,525,545
648,650	777,201	1,016,174	768,423	846,620	1,060,465
97,329	90,179	78,071	139,342	123,201	68,517
56,265	784,629	443,371	252,759	592,398	484,553
289,737	512,112	426,747	600,809	492,347	436,038
<u>69,809,766</u>	<u>72,503,417</u>	<u>79,782,912</u>	<u>86,886,761</u>	<u>84,452,872</u>	<u>91,423,384</u>
30,730,888	31,140,962	33,440,222	34,604,124	35,088,881	38,352,050
7,110,159	7,442,654	7,980,189	8,527,594	9,199,549	9,685,269
708,077	458,008	428,675	428,889	495,985	477,130
0	0	0	0	0	0
0	0	0	0	0	258,806
3,502,390	3,282,455	3,519,652	3,737,001	4,249,137	4,673,382
3,648,014	3,455,254	3,418,478	3,490,156	3,868,900	3,817,629
100,340	106,870	122,422	94,167	100,378	145,179
4,729,199	4,597,127	4,747,689	4,997,116	4,817,598	5,021,242
1,461,971	1,399,417	1,229,836	1,312,713	1,441,355	1,654,704
712,154	710,053	587,202	626,923	652,691	573,209
7,190,117	7,174,756	7,089,627	7,674,882	7,416,723	9,135,307
2,658,335	2,979,467	2,914,756	3,142,437	2,996,693	3,261,478
409,528	418,908	390,522	396,554	447,076	499,968
585,285	2,079,589	666,722	679,614	626,860	607,120
1,346,962	119,736	1,427,477	1,902,266	2,007,057	2,184,081
1,426,146	1,360,476	1,576,337	1,386,813	2,134,493	2,419,252
4,380,538	2,547,691	507,844	374,509	5,675,847	18,268,649
2,479,867	2,738,112	5,020,293	2,654,658	2,558,322	4,262,433
4,087,954	2,486,713	3,781,436	3,386,848	3,357,991	4,680,967
400,133	426,888	454,707	2,199,305	2,498,408	530,475
0	513,798	0	0	609,860	131,525
<u>77,668,057</u>	<u>75,438,934</u>	<u>79,304,086</u>	<u>81,616,569</u>	<u>90,243,804</u>	<u>110,639,855</u>
<u>(7,858,291)</u>	<u>(2,935,517)</u>	<u>478,826</u>	<u>5,270,192</u>	<u>(5,790,932)</u>	<u>(19,216,471)</u>
0	0	148,570	0	0	0
0	0	0	0	25,000,000	0
0	0	0	0	382,339	0
0	0	0	0	0	0
0	59,239,897	0	0	0	8,485,000
0	0	0	0	3,170,000	0
0	3,984,721	0	0	0	351,600
0	(62,710,820)	0	0	0	(8,705,075)
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	436,632	0	0
0	0	0	0	0	0
0	69,944	0	32,929	180,500	474,442
0	(69,944)	0	(32,929)	(180,500)	(474,442)
0	513,798	148,570	436,632	28,552,339	131,525
<u>(\$7,858,291)</u>	<u>(\$2,421,719)</u>	<u>\$627,396</u>	<u>\$5,706,824</u>	<u>\$22,761,407</u>	<u>(\$19,084,946)</u>
9.7%	8.4%	11.7%	10.1%	10.5%	10.6%

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

Collection Year	Real Property			Tangible Personal Property		
	Assessed Value			Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU	Total		Assessed Value	Estimated Actual Value
2000	\$525,943,550	\$150,814,720	\$676,758,270	\$1,933,595,057	\$31,034,160	\$35,266,091
2001	557,970,630	165,858,630	723,829,260	2,068,083,600	30,260,250	34,386,648
2002	668,180,860	215,055,980	883,236,840	2,523,533,829	23,228,930	26,396,511
2003	704,730,030	208,816,270	913,546,300	2,610,132,286	23,748,830	26,987,307
2004	744,955,270	211,624,090	956,579,360	2,733,083,886	23,534,820	26,744,114
2005	829,829,190	223,328,390	1,053,157,580	3,009,021,657	23,297,300	26,474,205
2006	863,362,980	243,524,080	1,106,887,060	3,162,534,457	22,065,210	25,074,102
2007	889,927,300	250,271,540	1,140,198,840	3,257,710,971	22,138,960	25,157,909
2008	985,845,270	255,824,740	1,241,670,010	3,547,628,600	17,596,650	19,996,193
2009	999,525,210	254,884,650	1,254,409,860	3,584,028,171	18,070,420	20,534,568

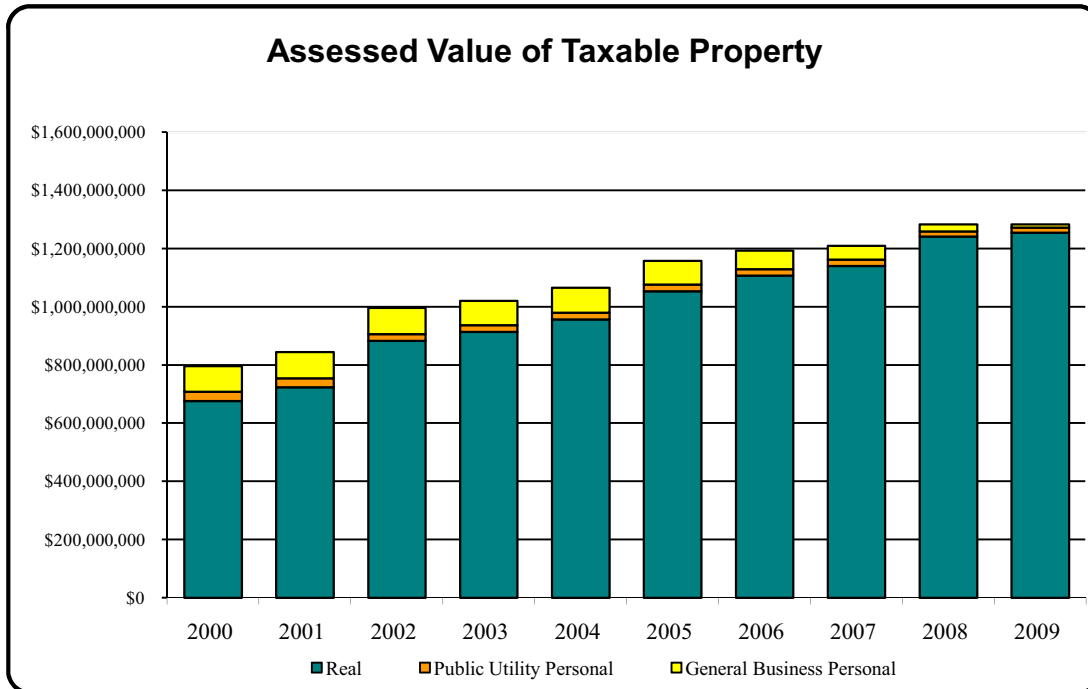
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax started being phased out beginning in 2006. The listing percentage is 6.25 percent for 2008 and zero for 2009.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Source: Office of the County Auditor, Medina County, Ohio

Tangible Personal Property		Total		Ratio	Weighted Average Tax Rate
General Business		Assessed Value	Estimated Actual Value		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$88,674,198	\$354,696,792	\$796,466,628	\$2,323,557,940	34.28 %	\$51.336677
90,154,190	360,616,760	844,243,700	2,463,087,008	34.28	50.976125
90,041,161	360,164,644	996,506,931	2,910,094,984	34.24	44.104033
83,605,814	334,423,256	1,020,900,944	2,971,542,849	34.36	43.628943
85,820,799	343,283,196	1,065,934,979	3,103,111,196	34.35	43.384828
81,703,115	326,812,460	1,158,157,995	3,362,308,322	34.45	41.354746
64,548,655	344,259,493	1,193,500,925	3,531,868,052	33.79	47.855349
46,847,577	374,780,616	1,209,185,377	3,657,649,496	33.06	46.972877
23,720,795	379,532,720	1,282,987,455	3,947,157,513	32.50	43.220997
11,091,325	177,461,200	1,283,571,605	3,782,023,939	33.94	42.221356



Medina City School District
Property Tax Rates - Direct and Overlapping Governments
 (per \$1,000 of assessed value)
 Last Ten Years

	2000	2001	2002	2003
Unvoted Millage				
Operating	\$4.300000	\$4.300000	\$4.300000	\$4.300000
Voted Millage - by levy				
1976 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	5.758500	5.762000	4.996900	4.956300
Commercial/Industrial and Public Utility Real	9.770700	9.636900	7.462500	7.566100
General Business and Public Utility Personal	30.100000	30.100000	30.100000	30.100000
1976 Permanent Improvement				
Effective Millage Rates				
Residential/Agricultural Real	0.382600	0.382900	0.332000	0.329300
Commercial/Industrial and Public Utility Real	0.649200	0.640300	0.495900	0.502700
General Business and Public Utility Personal	2.000000	2.000000	2.000000	2.000000
1983 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	4.551500	4.554300	3.949500	3.917500
Commercial/Industrial and Public Utility Real	5.115300	5.045300	3.906900	3.961100
General Business and Public Utility Personal	8.910000	8.910000	8.910000	8.910000
1986 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	3.690100	3.692400	3.202000	3.176000
Commercial/Industrial and Public Utility Real	4.126900	4.070400	3.152000	3.195700
General Business and Public Utility Personal	6.480000	6.480000	6.480000	6.480000
1987 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	2.813100	2.814900	2.441100	2.421200
Commercial/Industrial and Public Utility Real	3.146100	3.103000	2.402900	2.436200
General Business and Public Utility Personal	4.940000	4.940000	4.940000	4.940000
1990 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	7.622200	7.626900	6.614000	6.560300
Commercial/Industrial and Public Utility Real	8.345800	8.231600	6.374300	6.462700
General Business and Public Utility Personal	11.700000	11.700000	11.700000	11.700000
1992 Bond (\$17,900,000)	2.020000	2.020000	1.250000	1.250000
1995 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	6.353400	6.357300	5.513100	5.468300
Commercial/Industrial and Public Utility Real	6.297200	6.211000	4.809600	4.876400
General Business and Public Utility Personal	8.400000	8.400000	8.400000	8.400000

2004	2005	2006	2007	2008	2009
\$4.300000	\$4.300000	\$4.300000	\$4.300000	\$4.300000	\$4.300000
4.921000	4.590500	4.560400	4.526200	4.172500	4.163000
7.592200	7.339600	7.444100	7.480600	6.881300	6.919700
30.100000	30.100000	30.100000	30.100000	30.100000	30.100000
0.327000	0.305000	0.303000	0.300700	0.277200	0.276600
0.504500	0.487700	0.494600	0.497100	0.457200	0.459800
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
3.889500	3.628300	3.604500	3.577500	3.297900	3.290300
3.974800	3.842500	3.897200	3.916300	3.602500	3.622600
8.910000	8.910000	8.910000	8.910000	8.910000	8.910000
3.153400	2.941600	2.922300	2.900400	2.673700	2.667600
3.206700	3.100000	3.144200	3.159600	2.906400	2.922600
6.480000	6.480000	6.480000	6.480000	6.480000	6.480000
2.404000	2.242500	2.227800	2.211100	2.038300	2.033600
2.444600	2.363300	2.397000	2.408700	2.215700	2.228100
4.940000	4.940000	4.940000	4.940000	4.940000	4.940000
6.513500	6.076100	6.036200	5.990900	5.522800	5.510100
6.485000	6.269200	6.358500	6.389700	5.877700	5.910500
11.700000	11.700000	11.700000	11.700000	11.700000	11.700000
1.250000	1.250000	1.100000	1.100000	1.100000	1.100000
5.429200	5.064600	5.031400	4.993700	4.603500	4.592900
4.893200	4.730400	4.797700	4.821300	4.435000	4.459700
8.400000	8.400000	8.400000	8.400000	8.400000	8.400000

(continued)

Medina City School District
Property Tax Rates - Direct and Overlapping Governments (continued)
(per \$1,000 of assessed value)
Last Ten Years

	2000	2001	2002	2003
1999 Bond (\$77,650,000)	\$6.440000	\$6.440000	\$6.000000	\$6.000000
2005 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000
Total Voted Millage by type of Property				
Residential/Agricultural Real	\$39.631400	\$39.650700	\$34.298600	\$34.078900
Commercial/Industrial and Public Utility Real	45.911200	45.398500	35.854100	36.250900
General Business and Public Utility Personal	80.990000	80.990000	79.780000	79.780000
Total Millage by type of Property				
Residential/Agricultural Real	\$43.931400	\$43.950700	\$38.598600	\$38.378900
Commercial/Industrial and Public Utility Real	50.211200	49.698500	40.154100	40.550900
General Business and Public Utility Personal	85.290000	85.290000	84.080000	84.080000
Overlapping Rates by Taxing District				
Medina County				
Effective Millage Rates				
Residential/Agricultural Real	\$5.699300	\$7.051300	\$6.516600	\$6.679000
Commercial/Industrial and Public Utility Real	6.163600	7.267300	6.245100	6.453600
General Business and Public Utility Personal	8.200000	8.190000	8.060000	8.240000
City of Medina				
Effective Millage Rates				
Residential/Agricultural Real	5.233000	5.800000	5.420000	5.408900
Commercial/Industrial and Public Utility Real	5.438000	5.784200	5.208300	5.230100
General Business and Public Utility Personal	6.000000	5.800000	5.700000	5.700000
Medina County Joint Vocational School District				
Effective Millage Rates				
Residential/Agricultural Real	2.000000	2.004500	1.999600	2.000000
Commercial/Industrial and Public Utility Real	2.180500	2.165500	2.000000	2.012200
General Business and Public Utility Personal	3.050000	3.050000	3.050000	3.050000
Medina County Library				
Effective Millage Rates				
Residential/Agricultural Real	0.804700	0.807800	0.696800	0.693300
Commercial/Industrial and Public Utility Real	0.898000	0.892000	0.686900	0.691900
General Business and Public Utility Personal	1.250000	1.250000	1.250000	1.250000
Medina County Park District				
Effective Millage Rates				
Residential/Agricultural Real	0.474900	0.476800	0.412100	0.410600
Commercial/Industrial and Public Utility Real	0.492700	0.489100	0.377100	0.380200
General Business and Public Utility Personal	0.500000	0.500000	0.500000	0.500000

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Real property tax rates for continuing operating levies are reduced so that inflationary increases in value do not generate additional taxes.

Overlapping rates are those of local and county governments that apply to property owners within the School District.

Source: Ohio Department of Taxation

Note: Emergency and Debt Service levies are designed to raise a fixed amount of revenue each year. A rate is set each year so that when it is applied to the total assessed value, that fixed amount is generated.

2004	2005	2006	2007	2008	2009
\$6.000000	\$6.000000	\$5.650000	\$5.650000	\$5.650000	\$5.150000
0.000000	0.000000	7.848200	7.789300	7.180600	7.164100
0.000000	0.000000	7.900000	7.900000	7.267000	7.307500
0.000000	0.000000	7.900000	7.900000	7.900000	7.900000
\$33.887600	\$32.098600	\$39.283800	\$39.039800	\$36.516500	\$35.948200
36.351000	35.382700	43.183300	43.323300	40.392800	40.080500
79.780000	79.780000	87.180000	87.180000	87.180000	86.680000
\$38.187600	\$36.398600	\$43.583800	\$43.339800	\$40.816500	\$40.248200
40.651000	39.682700	47.483300	47.623300	44.692800	44.380500
84.080000	84.080000	91.480000	91.480000	91.480000	90.980000
\$6.650400	\$6.356000	\$6.336100	\$6.251000	\$5.925900	\$5.916700
6.466900	6.256500	6.280500	6.203800	5.975200	5.989100
8.230000	8.220000	8.210000	8.070000	8.070000	8.070000
5.412700	5.308500	5.206600	5.055200	4.929100	4.929300
5.237600	5.188100	5.094500	4.951600	4.819600	4.814700
5.700000	5.700000	5.600000	5.450000	5.450000	5.450000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
2.028100	2.000000	2.027400	2.021400	2.000000	2.008100
3.050000	3.050000	3.050000	3.050000	3.050000	3.050000
1.690300	1.641100	1.639700	1.634800	2.138800	2.135200
1.697400	1.658500	1.667700	1.666100	2.160500	2.165100
2.250000	2.250000	2.250000	2.250000	2.250000	2.250000
0.408800	0.380100	0.379000	0.744600	0.677700	0.675800
0.382600	0.362600	0.365400	0.742400	0.692200	0.695100
0.500000	0.500000	0.500000	0.750000	0.750000	0.750000

Medina City School District
Property Tax Levies and Collections (1)
Last Two Collection Years (2)

Collection Year (3)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (4)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2007	\$51,658,212	\$49,715,569	96.24%	\$1,536,214	\$51,251,783	99.21%
2008	53,318,853	50,883,310	95.43	1,700,742	52,584,052	98.62

Source: Office of the County Auditor, Medina County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) Information prior to 2007 was not available.
- (3) The 2009 information cannot be presented because all collections have not been made by June 30, 2009.
- (4) The County does not identify delinquent tax collections by tax year.

Medina City School District

Principal Taxpayers

Real Estate Tax

2009 and 2008 (1)

Name of Taxpayer	2009	
	Assessed Valuation	Percent of Real Assessed Value
Surrey Medwick Acquisition, LLC	\$6,371,260	0.52 %
MRR Properties, LLC	4,073,780	0.32
Zaremba Grande, LLC	4,022,710	0.32
Hardware Wholesalers, Incorporated	3,856,320	0.31
Waterford Village Apartments, Limited	3,674,630	0.29
Nationwide Health Properties, Incorporated	3,587,500	0.29
Inland Medina Marketplace, LLC	3,548,430	0.28
Western Reserve Masonic Community	3,547,540	0.28
Octagon Associates, Limited	3,447,950	0.27
CNL Income Weymouth, LLC	3,282,210	0.26
Total	\$39,412,330	3.14 %
Total Real Estate Valuation	\$1,254,409,860	

Name of Taxpayer	2008 (1)	
	Assessed Valuation	Percent of Real Assessed Value
Surrey Medwick Acquisition, LLC	\$6,371,260	0.51 %
Waterford Village Apartments, Limited	4,418,860	0.36
MRR Properties, LLC	4,268,560	0.34
Zaremba Grande, LLC	4,002,720	0.32
Hardware Wholesalers, Incorporated	3,856,320	0.31
BCC Medina Realty, LLC	3,635,300	0.29
Nationwide Health Properties, Incorporated	3,587,500	0.29
Inland Medina Marketplace, LLC	3,548,430	0.29
CNL Income Weymouth, LLC	3,464,990	0.28
Western Reserve Masonic Community	3,420,800	0.28
Total	\$40,574,740	3.27 %
Total Real Estate Valuation	\$1,241,670,010	

Source: Office of the Auditor, Medina County, Ohio

(1) Information prior to 2008 was not available from the County.

Medina City School District

Principal Taxpayers

Public Utilities Tax

2009 and 2008 (1)

<u>Name of Taxpayer</u>	<u>2009</u>	
	<u>Assessed Valuation</u>	<u>Percent of Public Utility Assessed Value</u>
Ohio Edison Gas Company	\$12,829,110	71.00 %
Columbia Gas of Ohio, Incorporated	2,680,990	14.84
American Transmission Systems, Incorporated	2,046,980	11.32
Total	<u>\$17,557,080</u>	<u>97.16 %</u>
Total Public Utility Valuation	<u>\$18,070,420</u>	

<u>Name of Taxpayer</u>	<u>2008 (1)</u>	
	<u>Assessed Valuation</u>	<u>Percent of Public Utility Assessed Value</u>
Ohio Edison Gas Company	\$11,862,030	67.41 %
Columbia Gas of Ohio, Incorporated	2,641,710	15.01
American Transmission Systems, Incorporated	2,046,720	11.63
Total	<u>\$16,550,460</u>	<u>94.05 %</u>
Total Public Utility Valuation	<u>\$17,596,650</u>	

Source: Office of the Auditor, Medina County, Ohio

(1) Information prior to 2008 was not available from the County.

Medina City School District
Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2009

	Governmental Activities Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Medina City School District			
Certificates of Participation	\$25,365,859	100.00%	\$25,365,859
General Obligation Bonds	72,070,438	100.00	72,070,438
Energy Conservation Notes	3,015,000	100.00	3,015,000
Transportation Facility Note	750,000	100.00	750,000
Capital Lease Obligations	192,920	100.00	192,920
Total Direct	101,394,217	100.00	101,394,217
Overlapping:			
Medina County			
General Obligation Bonds	5,610,000	27.23	1,527,603
Special Assessment Bonds	1,405,652	27.23	382,759
OWDA Loans	113,315	27.23	30,856
OPWC Loans	133,863	27.23	36,451
City of Medina			
General Obligation Bonds	725,000	89.93	651,993
Special Assessment Bonds	1,260,039	89.93	1,133,153
OPWC Loans	148,180	89.93	133,258
Medina County Library			
General Obligation Bonds	33,925,000	31.91	10,825,468
Total Overlapping	43,321,049		14,721,541
Total	\$144,715,266		\$116,115,758

Source: Office of the Auditor, Medina County, Ohio

(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 2009 collection year.

Medina City School District
Ratio of Outstanding Debt
to Estimated Actual Value, Personal Income, and Population
Last Ten Fiscal Years

Fiscal Year	Estimated Population	Estimated Actual Value	General Bonded Debt		
			General Bonded Debt	Ratio of General Bonded Debt to Estimated Actual Value	General Bonded Debt per Capita
2000	25,139	\$2,323,557,940	\$91,505,014	3.94%	\$3,640
2001	25,139	2,463,087,008	90,999,472	3.69	3,620
2002	25,139	2,910,094,984	94,174,100	3.24	3,746
2003	25,139	2,971,542,849	92,646,358	3.12	3,685
2004	25,139	3,103,111,196	90,227,551	2.91	3,589
2005	25,139	3,362,308,322	88,705,636	2.64	3,529
2006	25,139	3,531,868,052	84,743,360	2.40	3,371
2007	25,139	3,657,649,496	79,726,956	2.18	3,171
2008	25,139	3,947,157,513	75,737,245	1.92	3,013
2009	25,139	3,782,023,940	72,070,438	1.91	2,867

Source: Office of the Treasurer, Medina City School District and the U.S. Census Bureau (Census 2000)

(1) Personal income for this calculation is from the Demographic and Economic Statistics table on S28.

Other Governmental Activities Debt					
Energy Conservation Notes	Certificates of Participation	Capital Leases	Total Debt	Percentage of Personal Income (1)	Per Capita
\$345,000	\$0	\$0	\$91,850,014	16.83%	\$3,654
180,000	0	0	91,179,472	16.71	3,627
0	0	0	94,174,100	17.26	3,746
0	0	0	92,646,358	16.98	3,685
0	0	0	90,227,551	16.53	3,589
0	0	0	88,705,636	16.25	3,529
0	0	0	84,743,360	15.53	3,371
0	0	357,558	80,084,514	14.67	3,186
3,170,000	25,379,043	275,828	104,562,116	19.16	4,159
3,015,000	25,365,859	192,920	100,644,217	18.44	4,004

Medina City School District
Computation of Legal Debt Margin
Last Eight Fiscal Years (1)

	2002	2003	2004	2005
Total Assessed Valuation	\$996,506,931	\$1,020,900,944	\$1,065,934,979	\$1,158,157,995
Less Railroad and Telephone Property Valuation	0	0	0	0
Less General Business Tangible Personal Property Valuation	0	0	0	0
Total Assessed Valuation used to Calculate Legal Debt Margin (2)	<u>\$996,506,931</u>	<u>\$1,020,900,944</u>	<u>\$1,065,934,979</u>	<u>\$1,158,157,995</u>
Debt Limit - 9% of Assessed Value (3)	\$89,685,624	\$91,881,085	\$95,934,148	\$104,234,220
Amount of Debt Outstanding				
Certificates of Participation	0	0	0	0
General Obligation Bonds	84,000,000	82,200,000	80,145,000	74,560,000
Capital Appreciation Bonds	5,124,917	4,669,674	4,244,807	7,091,513
Energy Conservation Note	0	0	0	0
Less Amount Available in Debt Service	<u>(3,435,927)</u>	<u>(3,956,601)</u>	<u>(4,508,428)</u>	<u>(6,828,222)</u>
Total	<u>85,688,990</u>	<u>82,913,073</u>	<u>79,881,379</u>	<u>74,823,291</u>
Exemptions:				
Certificates of Participation	0	0	0	0
Energy Conservation Note	0	0	0	0
Total	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Amount of Debt Subject to Limit	<u>85,688,990</u>	<u>82,913,073</u>	<u>79,881,379</u>	<u>74,823,291</u>
Overall Debt Margin	<u>\$3,996,634</u>	<u>\$8,968,012</u>	<u>\$16,052,769</u>	<u>\$29,410,929</u>
Legal Debt Margin as a Percentage of Debt Limit	4.46%	9.76%	16.73%	28.22%
Unvoted Legal Debt Limit - .10% of Assessed Value (1)	\$996,507	\$1,020,901	\$1,065,935	\$1,158,158
Amount of Debt Subject to Limit	0	0	0	0
Unvoted Debt Margin	<u>\$996,507</u>	<u>\$1,020,901</u>	<u>\$1,065,935</u>	<u>\$1,158,158</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	100.00%	100.00%	100.00%
Additional Limit for Unvoted Energy Conservation Bonds/Loans				
Debt Limit - 1% of Assessed Valuation	\$9,965,069	\$10,209,009	\$10,659,350	\$11,581,580
Energy Conservation Note	0	0	0	0
Additional Unvoted Debt Margin	<u>\$9,965,069</u>	<u>\$10,209,009</u>	<u>\$10,659,350</u>	<u>\$11,581,580</u>
Additional Unvoted Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	100.00%	100.00%	100.00%

Source: Medina County Auditor and School District Financial Records

- (1) Information prior to 2002 is not available.
- (2) Beginning in fiscal year 2006, HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.
- (3) Ohio Bond Law sets a limit of 9% for overall debt and 1/10 of 1% for unvoted debt.

2006	2007	2008	2009
\$1,193,500,925	\$1,209,185,377	\$1,282,987,455	\$1,283,571,605
0	(5,677,960)	(3,769,620)	(2,684,420)
<u>(64,548,655)</u>	<u>(46,847,577)</u>	<u>(23,720,795)</u>	<u>(11,091,325)</u>
<u>\$1,128,952,270</u>	<u>\$1,156,659,840</u>	<u>\$1,255,497,040</u>	<u>\$1,269,795,860</u>
\$101,605,704	\$104,099,386	\$112,994,734	\$114,281,627
0	0	25,000,000	25,000,000
69,910,000	68,735,000	67,575,000	63,805,000
6,721,220	5,320,636	4,004,044	3,709,519
0	0	3,170,000	3,015,000
<u>(5,749,628)</u>	<u>(5,736,551)</u>	<u>(5,763,208)</u>	<u>(6,470,208)</u>
<u>70,881,592</u>	<u>68,319,085</u>	<u>93,985,836</u>	<u>89,059,311</u>
0	0	(25,000,000)	(25,000,000)
<u>0</u>	<u>0</u>	<u>(3,170,000)</u>	<u>(3,015,000)</u>
<u>0</u>	<u>0</u>	<u>(28,170,000)</u>	<u>(28,015,000)</u>
<u>70,881,592</u>	<u>68,319,085</u>	<u>65,815,836</u>	<u>61,044,311</u>
<u>\$30,724,112</u>	<u>\$35,780,301</u>	<u>\$47,178,898</u>	<u>\$53,237,316</u>
30.24%	34.37%	41.75%	46.58%
\$1,128,952	\$1,156,660	\$1,255,497	\$1,269,796
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$1,128,952</u>	<u>\$1,156,660</u>	<u>\$1,255,497</u>	<u>\$1,269,796</u>
100.00%	100.00%	100.00%	100.00%
\$11,289,523	\$11,566,598	\$12,554,970	\$12,697,959
<u>0</u>	<u>0</u>	<u>(3,170,000)</u>	<u>(3,015,000)</u>
<u>\$11,289,523</u>	<u>\$11,566,598</u>	<u>\$9,384,970</u>	<u>\$9,682,959</u>
100.00%	100.00%	74.75%	76.26%

Medina City School District
Demographic and Economic Statistics
Last Nine Years (1)

Year	Population	Personal Income	Per Capita Personal Income	Medina County Unemployment Rate
2000	25,139	\$545,742,551	\$21,709	3.3%
2001	25,139	545,742,551	21,709	3.7
2002	25,139	545,742,551	21,709	4.6
2003	25,139	545,742,551	21,709	5.1
2004	25,139	545,742,551	21,709	5.1
2005	25,139	545,742,551	21,709	4.9
2006	25,139	545,742,551	21,709	4.8
2007	25,139	545,742,551	21,709	5.2
2008	25,139	545,742,551	21,709	5.8

Sources: U.S. Census Bureau
 Medina County Auditor's Office
 Ohio Department of Job and Family Services

(1) Information prior to 2000 not available

Medina City School District
Principal Employers (1)
December 31, 2008 and December 31, 2007 (2)

2008			
Employer	Nature of Business or Activity	Number of Employees	Percentage of Total County Employment
Westfield Companies	Insurance	1,560	2.58 %
Medina County	County Government	1,500	2.48
Medina General Hospital	Health Services	1,000	1.65
Medina City School District	Public Education	850	1.40
Brunswick City School District	Public Education	789	1.30
Shiloh Industries, Incorporated	Auto Parts Manufacturer	610	1.01
MTD Products	Lawn Equipment Manufacturer	500	0.83
Wadsworth City School District	Public Education	485	0.80
Discount Drug Mart	Retail Sales	420	0.69
Sandridge Food Corporation	Food Manufacturing	400	0.67
Total		<u>8,114</u>	<u>13.41 %</u>
Total Employment within County		<u>60,517</u>	

2007 (2)			
Employer	Nature of Business or Activity	Number of Employees	Percentage of Total County Employment
Westfield Companies	Insurance	1,472	2.98 %
Medina County	County Government	1,320	2.67
Medina City School District	Public Education	810	1.64
Brunswick City School District	Public Education	802	1.62
Medina General Hospital	Health Services	750	1.52
Shiloh Industries, Incorporated	Auto Parts Manufacturer	643	1.30
Wadsworth City Schools	Public Education	493	1.00
Discount Drug Mart	Retail Sales	383	0.77
Cloverleaf Local School District	Public Education	379	0.76
Highland Local School District	Public Education	375	0.76
Total		<u>7,427</u>	<u>15.02 %</u>
Total Employment within County		<u>49,447</u>	

Source: Medina County Economic Development Corporation

(1) This information is for Medina County, number of employees within the School District was not available.

(2) Information prior to 2007 was not available from the Medina County Economic Development Corporation.

Medina City School District
Building Statistics by School Building/Facility
Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005
Kindergarten Center						
Constructed in 1991						
Total Building Square Footage	19,440	19,440	19,440	19,440	19,440	19,440
Enrollment - Grades K	229	260	169	123	131	102
Student Capacity	450	450	450	450	450	450
Blake Elementary						
Constructed in 2002						
Total Building Square Footage	N/A	N/A	78,071	78,071	78,071	78,071
Enrollment - Grades K - 5	N/A	N/A	538	558	659	644
Student Capacity	N/A	N/A	600	600	600	600
Canavan Elementary						
Constructed in 1959						
Total Building Square Footage	71,760	71,760	71,760	71,760	71,760	71,760
Enrollment - Grades K - 5	734	801	585	677	706	726
Student Capacity	625	625	625	625	625	625
Fenn Elementary						
Constructed in 1968						
Total Building Square Footage	71,880	71,880	71,880	71,880	71,880	71,880
Enrollment - Grades K - 5	670	692	580	597	548	582
Student Capacity	650	650	650	650	650	650
Garfield Elementary						
Constructed in 1937						
Total Building Square Footage	66,000	66,000	66,000	66,000	66,000	66,000
Enrollment - Grades K - 5	626	583	567	551	545	581
Student Capacity	650	650	650	650	650	650
Heritage Elementary						
Constructed in 1976						
Total Building Square Footage	48,440	48,440	48,440	48,440	48,440	48,440
Enrollment - Grades K - 5	445	449	424	451	472	483
Student Capacity	450	450	450	450	450	450
Claggett Middle School						
Constructed in 1956						
Total Building Square Footage	101,760	101,760	101,760	101,760	101,760	101,760
Enrollment - Grades 6 - 8	759	793	786	803	828	791
Student Capacity	819	819	819	819	819	819
A.I. Root Middle School						
Constructed in 1995						
Total Building Square Footage	133,760	133,760	133,760	133,760	133,760	133,760
Enrollment - Grades 6 - 8	740	798	812	831	865	919
Student Capacity	893	893	893	893	893	893
Medina High School						
Constructed in 1974						
Total Building Square Footage	546,000	546,000	546,000	546,000	546,000	546,000
Enrollment - Grades 9 - 12	2,166	2,166	2,166	2,166	2,272	2,287
Student Capacity	2,400	2,400	2,400	2,400	2,400	2,400

Source: Medina City School District Records

N/A - Not Available

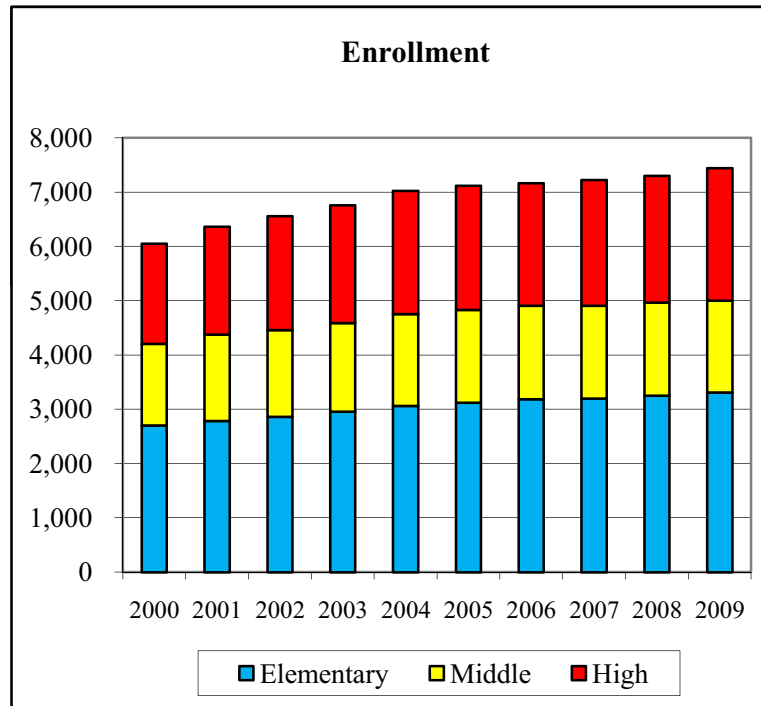
2006	2007	2008	2009
19,440	19,440	19,440	19,440
112	75	53	94
450	450	450	450
78,071	78,071	78,071	78,071
687	747	664	685
600	600	600	600
71,760	71,760	71,760	71,760
741	730	747	727
625	625	625	625
71,880	71,880	71,880	71,880
566	540	678	705
650	650	650	650
66,000	66,000	66,000	66,000
571	585	610	623
650	650	650	650
48,440	48,440	48,440	48,440
507	518	498	477
450	450	450	450
101,760	101,760	101,760	101,760
777	744	818	843
819	819	819	819
133,760	133,760	133,760	133,760
946	965	895	846
893	893	893	893
546,000	546,000	546,000	546,000
2,255	2,320	2,335	2,443
2,400	2,400	2,400	2,400

Medina City School District

Enrollment Statistics

Last Ten Fiscal Years

Fiscal Year	Elementary Schools	Middle Schools	High School	Total
2000	2,704	1,499	1,846	6,049
2001	2,785	1,591	1,987	6,363
2002	2,863	1,598	2,094	6,555
2003	2,957	1,634	2,166	6,757
2004	3,061	1,693	2,272	7,026
2005	3,118	1,710	2,287	7,115
2006	3,184	1,723	2,255	7,162
2007	3,195	1,709	2,320	7,224
2008	3,250	1,713	2,335	7,298
2009	3,311	1,689	2,443	7,443



Source: Ohio Department of Education Local Report Cards and Data Warehouse Reports.

Medina City School District
Attendance and Graduation Rates
Last Ten Fiscal Years

Fiscal Year	Medina City School District Attendance Rate	State Average	Medina City School District Graduation Rate	State Average
2000	95.30%	93.60%	95.30%	80.70%
2001	95.80	93.90	98.90	81.20
2002	95.90	94.30	97.90	82.80
2003	95.80	94.50	96.20	83.90
2004	96.00	94.50	98.30	84.30
2005	95.60	94.30	97.30	85.90
2006	95.80	94.10	96.50	86.20
2007	95.80	94.10	95.60	86.10
2008	95.80	94.20	95.60	86.90
2009	95.60	94.30	97.00	84.60

Source: Ohio Department of Education Local Report Cards
and Data Warehouse Reports.

N/A - Not Available

Medina City School District

Per Pupil Cost

Last Ten Fiscal Years

Fiscal Year	Student Enrollment		General Governmental		Governmental Activities		Students Receiving Free and Reduced Lunches	
	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost	Total Expenses (1)(2)	Per Pupil Cost	Number of Students (3)	Percentage of Average Enrollment
2000	6,049	(1.16) %	\$54,030,544	\$8,932	N/A	N/A	408	6.74 %
2001	6,363	5.19	78,470,463	12,332	N/A	N/A	375	5.89
2002	6,555	3.02	88,185,155	13,453	\$58,186,697	\$8,877	472	7.20
2003	6,757	3.08	91,772,200	13,582	72,568,257	10,740	525	7.77
2004	7,026	3.98	70,700,103	10,063	67,868,349	9,660	569	8.10
2005	7,115	1.27	69,273,423	9,736	71,030,425	9,983	649	9.12
2006	7,162	0.66	70,047,650	9,780	71,774,495	10,022	782	10.92
2007	7,224	0.87	73,375,758	10,157	76,771,679	10,627	807	11.17
2008	7,298	1.02	81,219,223	11,129	80,647,644	11,051	930	12.74
2009	7,443	1.99	101,034,455	13,574	82,979,777	11,149	1,037	13.93

(1) Debt Service totals have been excluded.

(2) The School District implemented GASB Statement No. 34 in fiscal year 2002.

(3) School District Records.

Medina City School District
Certified School District Employees by Function/Program
Last Two Fiscal Years (1)

Function/Program	2008	2009
Regular Instruction		
Elementary Classroom Teachers	179	176
Middle School Classroom Teachers	76	76
High School Classroom Teachers	92	93
Alternative Education Teachers	2	2
Special Instruction		
Gifted Education Teachers	8	9
Special Education Teachers	72	74
Title I Teachers	6	5
Intervention Teachers	3	3
Vocational Instruction	5	5
Pupil Support Services		
Guidance Counselors	16	16
Speech Pathology Teachers	8	7
Instructional Staff Support Services		
District Coordinators	0	3
Educational Media Services	4	4
Administration Support Services		
Administrative Intern	0	2
Extracurricular Activities		
Auxiliary Services Teachers	3	2
Non-Instructional Activities		
Athletic Intern	0	1
Total	<u>474</u>	<u>478</u>

Method: The amounts are based on a headcount by function including both full and part-time employees, as of June 30.

Source: School District Payroll Records

(1) Information prior to 2008 was not available.

Medina City School District
Full-Time Equivalent Certified School District Employees by Education
Last Two Fiscal Years (1)

Degree	2008	2009
Bachelor	31	29
Bachelor + 10	23	19
Bachelor + 20	18	24
Bachelor + 30	56	51
Master	105	107
Master + 10	62	61
Master + 20	51	54
Master + 30	128	133
Total	474	478

(1) Information prior to 2008 was not available.

Source: School District Records



Mary Taylor, CPA
Auditor of State

MEDINA CITY SCHOOL DISTRICT

MEDINA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 5, 2010**