

Mary Taylor, CPA
Auditor of State



Dave Yost • Auditor of State

March 3, 2011

The attached audit report was completed and prepared for release prior to the commencement of my term of office on January 10, 2011. Reports completed prior to that date contain the signature of my predecessor.

A handwritten signature in cursive script that reads "Dave Yost".

DAVE YOST
Auditor of State

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**TOLEDO CITY SCHOOL DISTRICT
LUCAS COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Schedule of Federal Awards Receipts and Expenditures.....	1
Notes to the Schedule of Federal Awards Receipts and Expenditures	5
Independent Accountants' Report on Compliance and on Internal Control Required by <i>Government Auditing Standards</i>	7
Independent Accountants' Report on Compliance with Requirements Applicable to Major Federal Programs and Internal Control Over Compliance in Accordance with OMB Circular A-133.....	9
Schedule of Findings.....	12
Schedule of Prior Audit Findings.....	13

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**TOLEDO CITY SCHOOL DISTRICT
LUCAS COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR JUNE 30, 2010**

FEDERAL GRANTOR	Pass-Through	Federal		
<i>Pass Through Grantor</i>	Entity's	CFDA		
<u>Program Title</u>	<u>Number</u>	<u>Number</u>	<u>Receipts</u>	<u>Disbursements</u>
U.S. DEPARTMENT OF AGRICULTURE				
<i>Passed Through Ohio Department of Education:</i>				
ARRA School Lunch Equipment				
ARRA School Lunch Equipment		10.579	\$ 97,933	\$ 97,933
Fruit and Vegetable Program				
Fruit and Vegetable Program		10.582	\$ 86,269	\$ 86,269
<u>Child Nutrition Cluster:</u>				
Cash Assistance:				
School Breakfast Program		10.553	\$ 1,784,501	\$ 1,784,501
National School Lunch Program		10.555	6,524,727	6,524,727
<i>Total Child Nutrition Cluster</i>			<u>8,309,228</u>	<u>8,309,228</u>
<i>Total U.S. Department of Agriculture</i>			<u>8,493,430</u>	<u>8,493,430</u>
U.S. DEPARTMENT OF EDUCATION				
Direct Programs:				
<u>Student Financial Assistance Cluster:</u>				
Federal Pell Grant Program		84.063		
LPN Pell Grant FY-09			\$ 229,199	\$ 229,199
LPN Pell Grant FY-10			445,471	445,471
<i>Total Federal Pell Grant Program</i>			<u>674,670</u>	<u>674,670</u>
Federal Family Education Loan Program:		84.032		
Adult Education			\$ 845,417	\$ 845,417
<i>Total Family Education Loan Program</i>			<u>845,417</u>	<u>845,417</u>
<i>Total U.S. Department of Education - Direct Programs</i>			<u>1,520,087</u>	<u>1,520,087</u>
<i>Passed Through Ohio Department of Education:</i>				
<u>Special Education Cluster:</u>				
Special Education Grants to States				
Special Education IDEA, Part B FY07		84.027		\$ 50,386
Special Education IDEA, Part B FY09		84.027	\$ 793,735	902,079
Special Education IDEA, Part B FY10		84.027	7,516,358	6,822,588
<i>Total CFDA #84.027</i>			<u>8,310,093</u>	<u>7,775,053</u>
ARRA Special Education IDEA, Part B - FY10		84.391	4,974,721	3,771,774
<i>Total Special Education Grants to States</i>			<u>13,284,814</u>	<u>11,546,827</u>

**TOLEDO CITY SCHOOL DISTRICT
LUCAS COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR JUNE 30, 2010**

FEDERAL GRANTOR <i>Pass Through Grantor</i>	Pass-Through Entity's Number	Federal CFDA Number	Receipts	Disbursements
Special Education Preschool Grants				
Preschool Grant FY 09		84.173	\$ 16,703	\$ 18,543
Preschool Grant FY 10		84.173	205,036	205,036
<i>Total CFDA #84.173</i>			<u>221,739</u>	<u>223,579</u>
ARRA Preschool Grant - FY 10		84.392	172,158	131,644
<i>Total Special Education Preschool Grants</i>			<u>393,897</u>	<u>355,223</u>
<i>Total Special Education Cluster</i>			<u>13,678,711</u>	<u>11,902,050</u>
Adult Education State Grant Program		84.002		
A.B.L.E. FY 09			\$ 160,886	\$ 90,441
Title I Grants to Local Educational Agencies				
Title I FY 09		84.010	3,435,524	4,634,387
Title I FY 10		84.010	22,698,580	20,748,787
<i>Total CFDA #84.010</i>			<u>26,134,104</u>	<u>25,383,174</u>
ARRA Title I FY 10		84.389	9,639,652	6,962,550
<i>Total Title I Grants to Local Educational Agencies</i>			<u>35,773,756</u>	<u>32,345,724</u>
Vocational Education Basic Grants to States		84.048		
Adult FY09			\$ 937	
Secondary FY 09			456,648	275,940
Secondary FY 10			746,697	804,515
<i>Total Vocational Education Basic Grants to States</i>			<u>1,204,282</u>	<u>1,080,455</u>
Safe and Drug - Free Schools and Communities State Grants		84.186		
FY 09			\$ 65,440	\$ 74,864
FY 10			61,651	20,301
<i>Total Safe and Drug Free Schools and Communities State Grants</i>			<u>127,091</u>	<u>95,165</u>
Education for Homeless Children and Youth		84.196		
FY 09			\$ 38,207	\$ 12,980
FY 10			119,729	147,455
<i>Total Education for Homeless Children and Youth</i>			<u>157,936</u>	<u>160,435</u>
State Grants for Innovative Programs		84.298		
FY 09			\$ 8,081	\$ 8,667
Teacher Incentive Fund		84.374		

**TOLEDO CITY SCHOOL DISTRICT
LUCAS COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR JUNE 30, 2010**

FEDERAL GRANTOR	Pass-Through	Federal		
<i>Pass Through Grantor</i>	Entity's	CFDA		
Program Title	Number	Number	Receipts	Disbursements
OTIF FY 09			1,527,698	2,323,187
OTIF FY 10			136,466	62,974
<i>Total Teacher Incentive Fund</i>			1,664,164	2,386,161
ARRA State Fiscal Stabilization Fund		84.394		
ARRA FY 010			\$ 13,093,907	\$ 13,093,907
Improving Teacher Quality State Grants		84.367		
Improving Teacher Quality FY09			\$ 650,202	\$ 860,453
Improving Teacher Quality FY10			3,766,152	3,127,108
<i>Total Improving Teacher Quality State Grants</i>			4,416,354	3,987,561
English Language Acquisition Grants		84.365		
Limited English Grant FY 09			\$ 1,038	\$ 8,068
Limited English Grant FY 10			85,730	78,168
<i>Total English Language Acquisition Grants</i>			86,768	86,236
Reading First State Grants		84.357		
Reading First -Ohio FY09			\$ 85,499	\$ 61,722
Reading First -Ohio FY10			224,707	229,092
<i>Total Reading First State Grants</i>			310,206	290,814
ARRA McKinney Vento		84.387		
ARRA McKinney Vento FY10			\$ 8,030	
Education Technology State Grants		84.318		
Technology, Title II-D FY09			\$ 13,213	\$ 46,546
Technology, Title II-D FY10			177,014	173,206
<i>Total Education Technology State Grants</i>			190,227	219,752
Twenty-First Century Community Learning Centers		84.287		
21st Century Newbury FY09			\$ 38,150	\$ 12,289
<i>Total U.S. Department of Education - Pass Thru Programs</i>			70,910,519	65,759,657
Total U.S. Department of Education			72,430,606	67,279,744

**TOLEDO CITY SCHOOL DISTRICT
LUCAS COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR JUNE 30, 2010**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Pass-Through Entity's Number	Federal CFDA Number	Receipts	Disbursements
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
<i>Passed through Lucas County Job and Family Services</i>				
<i>Temporary Assistance for Needy Families</i>		93.558		
<i>Closing Achievement Gap</i>			\$ 263,623	\$ 125,508
Total Federal Awards Receipts and Expenditures			\$ 81,187,659	\$ 75,898,682

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS SCHEDULE.

**TOLEDO CITY SCHOOL DISTRICT
LUCAS COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2010**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) reports the Toledo City School District's (the District's) federal award programs' receipts and disbursements. The schedule has been prepared on the cash basis of accounting.

NOTE B - CHILD NUTRITION CLUSTER

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the District assumes it expends federal monies first.

NOTE C - MATCHING REQUIREMENTS

Certain Federal programs require the District to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

NOTE D - REFUND OF RECEIPTS

The District refunded the Ohio Department of Education \$329,967 for unexpended funds relating to the 2009 Teacher Incentive Fund program. These monies were refunded because the grant program was closed out during the Fiscal Year and an unexpended balance remained in the program.

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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***

Toledo City School District
Lucas County
420 East Manhattan Blvd.
Toledo, Ohio 43608-1267

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 the Toledo City School District, Lucas County, Ohio (the District) as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 28, 2010. 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 the purpose of expressing our opinions on the financial statements, but not for the purpose of opining 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 *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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.

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www.auditor.state.oh.us

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 no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We did note certain matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 28, 2010.

We intend this report solely for the information and use of management, the audit committee, the Board of Education, federal awarding agencies and pass-through entities, and others within the District. 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 28, 2010



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

Toledo City School District
Lucas County
420 East Manhattan Blvd.
Toledo, Ohio 43608-1267

To the Board of Education:

Compliance

We have audited the compliance of Toledo City School District, Lucas 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 could directly and materially affect each of the Toledo City School District's major federal programs for the year ended June 30, 2010. 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 included in the Comptroller General of the United States' *Government Auditing Standards*; 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 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 Toledo City School District complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2010.

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, to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

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 over compliance that might be deficiencies, 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.

We noted matters involving federal compliance or internal control over federal compliance not requiring inclusion in this report, that we reported to the District's management in a separate letter dated December 31, 2010.

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 the Toledo City School District (the District) as of and for the year ended June 30, 2010, and have issued our report thereon dated December 28, 2010. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying federal awards receipts and expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. 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, others within the entity, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.

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

Mary Taylor, CPA
Auditor of State

December 28, 2010

**TOLEDO CITY SCHOOL DISTRICT
LUCAS COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2010**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	CFDA # 84.027, 84.391, 84.173, 84.392 Special Education Cluster, CFDA # 84.010, 84.389 Title I, CFDA # 84.374 Teacher Incentive Fund, CFDA # 84.394 State Fiscal Stabilization Fund
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 2,276,960 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

**TOLEDO CITY SCHOOL DISTRICT
LUCAS COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
JUNE 30, 2010**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2009-001	Significant Deficiency – Change Control Procedures	No	Improvement made reducing this to a management letter comment.

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**Toledo
Public
Schools**

**Comprehensive
Annual
Financial
Report**

**Fiscal Year Ended
June 30, 2010**

**Toledo City
School District
Ohio**





Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2010 • Toledo City School District, Ohio

Prepared by:

Treasurer's Division
Daniel M. Romano, III
Treasurer

420 East Manhattan Boulevard
Toledo, Ohio 43608-1267
419.671.8367

About the Cover:

Toledo Public Schools opened nine state-of-the-art schools during the 2009-10 school year through the Building for Success Program. Toledo voters approved the original bond issue for this historic building project in 2002 – the project is scheduled for completion in 2011. Featured on the front cover are renderings of Chase STEM Academy, Martin Luther King Jr., Boys Academy, Grove Patterson Academy, Larchmont Elementary, Reynolds Elementary, Arlington Elementary, Spring Elementary, Raymer Elementary and Hawkins Elementary.

Toledo Public Schools once again achieved the ranking of Continuous Improvement on the State of Ohio annual Report Card. Further analysis of the report showed that 37 schools were rated as Continuous Improvement or higher, with eight reaching the status of Excellent, including five of the district's elementary schools and three high schools.

The report also highlighted a number of other points, including that one-third of TPS students are performing at proficient levels, with another 26 percent rated as accelerated. In addition, 18 schools met Adequate Yearly Progress, a federally required measure that focuses on each school and the district as a whole regarding established goals in the areas of reading and math proficiency, test participation, attendance and graduation rate.

The State report also indicated that compared to the other large urban school districts in Ohio, Toledo Public Schools maintained one of the highest graduation rates at 83.7 percent. TPS also recorded a high student attendance rate, 94.9 percent, which again was one of the highest in the State.



Toledo Public Schools
The Power Of Learning

Toledo Board of Education



Bob Vasquez
President



Lisa Sobecki
Vice-President



Jack Ford



Brenda Hill



Larry Sykes



John Foley
Superintendent



Daniel M. Romano, III
Treasurer



Toledo Public Schools
The Power Of Learning

TABLE OF CONTENTS

**TOLEDO CITY SCHOOL DISTRICT
LUCAS COUNTY, OHIO**

I INTRODUCTORY SECTION

A Letter of Transmittalv
B Members of the Board of Education, Superintendent and Treasurerxii
C Management Teamxiii
D School District Organizational Chartxiv
E Treasurer’s Division Organizational Chartxv
F Certificate of Achievement (GFOA)xvi
G Certificate of Excellence (ASBO)..... xvii

II FINANCIAL SECTION

A Report of Independent Accountants 1
B Management’s Discussion and Analysis.....3
C Basic Financial Statements:
 Government-wide Financial Statements:
 Statement of Net Assets.....12
 Statement of Activities13
 Fund Financial Statements:
 Governmental Funds:
 Balance Sheet14
 Reconciliation of Total Governmental Fund Balances to Net Assets of
 Governmental Activities.....16
 Statement of Revenues, Expenditures and Changes in Fund Balances18
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities20
 Statement of Revenues, Expenditures and Changes in Fund Balance
 (Budget and Actual):
 General Fund22
 Proprietary Funds:
 Statement of Net Assets.....24
 Statement of Revenues, Expenses and Changes in Fund Net Assets25
 Statement of Cash Flows26
 Fiduciary Funds:
 Statement of Net Assets.....27
 Statement of Changes in Net Assets.....28
Notes to the Basic Financial Statements.....29

D Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Funds Statements:

Combining Balance Sheet – Nonmajor Governmental Funds.....64
Combining Statement of Revenues, Expenditures and Changes in Fund
Balances – Nonmajor Governmental Funds.....65
Combining Balance Sheet – Nonmajor Special Revenue Funds66
Combining Statement of Revenues, Expenditures and Changes in Fund
Balances – Nonmajor Special Revenue Funds.....72

Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget and Actual (Non-GAAP Budgetary Basis):

Major Governmental Funds:

General Fund.....78
Debt Service Fund79
Capital Projects Funds:
Locally Funded Initiative Fund.....80
Classroom Facilities Fund.....81

Nonmajor Governmental Funds:

Special Revenue Funds:

Food Service Fund82
Uniform School Supplies Fund83
Vocational Rotary Fund84
Adult Education Fund85
School Building Support Fund86
Other Grants Fund87
School Facilities Maintenance Fund88
Administratively Managed Student Activity Fund.....89
Auxiliary Services Program Fund90
Post Secondary Vocational Education Fund91
Management Information System Fund92
Public School Preschool Fund.....93
Entry Year Programs Teacher Fund.....94

Special Revenue Funds (Continued):

Data Communication Fund	95
SchoolNet Professional Development Fund.....	96
Vocational Education Enhancement Fund	97
Alternative Schools Fund	98
Poverty Based Assistance Fund	99
Miscellaneous State Fund.....	100
Adult Basic Education Fund	101
Special Education Handicapped Fund.....	102
Vocational Education Fund	103
Title VII Bilingual Education Program Fund.....	104
Title I Fund.....	105
Title V - Innovative Education Fund.....	106
Drug Free Schools Grants Fund	107
Preschool Grants for the Handicapped Fund.....	108
Improving Teacher Quality Fund	109
Miscellaneous Federal Grants Fund	110
American Recovery and Reinvestment Act (ARRA) Stimulus Fund ...	111
Educational Research and Development Fund.....	112
Title I School Improvement Fund	113

Capital Projects Funds:

Permanent Improvement Fund	114
----------------------------------	-----

Permanent Fund:

Endowments Fund	115
-----------------------	-----

Internal Service Funds:

Combining Statement of Net Assets	118
Combining Statement of Revenues, Expenses and Changes in Fund	
Net Assets	120
Combining Statement of Cash Flows	122

Fiduciary Funds – Agency Fund:
 Combining Statement of Changes in Assets and Liabilities 125

Capital Assets Used in the Operation of Governmental Funds:
 Schedule by Source..... 127
 Schedule by Function and Activity..... 128
 Schedule of Changes by Function and Activity..... 130

III

STATISTICAL SECTION

Net Assets by Component - Last Nine Years S 2
 Changes in Net Assets - Last Nine Years..... S 4
 Fund Balances, Governmental Funds - Last Ten Years S 8
 Changes in Fund Balances, Governmental Funds - Last Ten Years S 10
 Assessed Valuations and Estimated True Values of Taxable Property - Last Ten
 Calendar Years S 12
 Property Tax Rates of Direct and Overlapping Governments - Last Ten
 Calendar Years S 14
 Principal Taxpayers - Tangible Personal Property Tax - Current Year and
 Nine Years Ago..... S 17
 Principal Taxpayers - Real Estate Tax - Current Year and Nine Years Ago S 18
 Principal Taxpayers - Public Utilities Tangible Personal Property Tax -
 Current Year and Nine Years Ago S 19
 Property Tax Levies and Collections - Last Ten Years..... S 20
 Ratio of Outstanding Debt By Type - Last Ten Years S 22
 Ratios of General Bonded Debt Outstanding - Last Ten Years S 24
 Computation of Direct and Overlapping Debt Attributable to Governmental
 Activities - Current Year S 27
 Debt Limitations - Last Ten Years S 28
 Demographic and Economic Statistics - Last Ten Years S 30
 Principal Employers - Current Year and Nine Years Ago S 33
 School District Employees by Type - Last Ten Years S 34
 Operating Indicators - Cost per Pupil - Last Ten Years S 36
 Operating Indicators by Function - Last Ten Years S 38
 Operating Indicators - Teacher Base Salaries - Last Ten Years..... S 40
 Capital Asset Statistics by Building - Last Ten Years S 42
 Capital Asset Statistics by Function - Last Ten Years S 44
 Educational and Operating Statistics - Last Ten Years S 46

INTRODUCTORY SECTION





TOLEDO CITY SCHOOL DISTRICT

Thurgood Marshall Building • 420 East Manhattan Blvd.
Toledo, Ohio 43608

Treasurer's Office: phone (419) 729-8370

fax (419)-729-8474

December 28, 2010

Board of Education Members and Citizens of the Toledo City School District:

As the Superintendent and Treasurer of the Toledo City School District (the District), we are pleased to submit to you this Comprehensive Annual Financial Report (CAFR) of the District. This CAFR, for the year ended June 30, 2010, which includes an opinion from the Auditor of the State of Ohio, conforms to generally accepted accounting principles (GAAP) and is in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report will provide the taxpayers of the Toledo City School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs. Copies will be made available to National Municipal Information Repository (NMSIR), State Information Depository (SID), other financial rating services and other interested parties.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Toledo City School District's MD&A can be found immediately following the report of the independent accountants.

The District provides a full range of educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory, and vocational levels; a broad range of co-curricular and extracurricular activities; adult and community education offerings; and special education services. In addition, the District provides state-financed assistance to non-public schools located within its boundaries. This assistance is accounted for in a Special Revenue Fund. The Non-Public School Operations and Lucas County Education Service Center have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

TOLEDO CITY SCHOOL DISTRICT

Letter of Transmittal For the Fiscal Year Ended June 30, 2010

The District serves an area approximately 72 square miles. It is located in Lucas County, Ohio and encompasses most of the City of Toledo. The District's facilities include thirty-seven elementary schools, seven middle schools, seven senior high schools, eight special schools, a food service center, an administration building, a transportation center, a purchasing and warehouse facility and a maintenance facility. At June 30, 2010 there were 25,195 students in the District.

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

ECONOMIC CONDITIONS AND OUTLOOK

Over three-fourths of North America's car and truck final assembly plants are within 500 miles of Toledo and 35 percent (35%) of these facilities are within 250 miles. Thirty-six percent (36%) of U.S. and nineteen percent (19%) of Canadian transportation equipment manufacturing are within a 250-mile radius of Toledo. In addition, 33 percent (33%) of the U.S. population resides within 500 miles of Toledo. The Toledo Metropolitan Area offers 25 industrial parks, seven of which are located within the Toledo City School District. Statistics indicate that employment in the Toledo area-manufacturing industries represent only about one-fourth of the available jobs in the area. The majority of work is found in non-manufacturing areas such as service industries, retail trade, and government jobs.

Transportation plays an important role in the Toledo area economy. The Port of Toledo is Ohio's largest and most diversified port and one of the nation's largest shippers of coal and grain. The Port offers a foreign trade zone encompassing 300,000 square feet of covered storage area serviced by ship, rail, and truck. Toledo is one of the nation's largest rail hubs with four major lines serving the area. Intrastate and interstate truck services are provided by more than 100 common carriers, including almost all major truck lines, as well as approximately 30 local cartage companies. Toledo Express Airport offers both general and commercial aviation services

Lucas County is the home of the Toledo Mud Hens and operates a 10,000 seat Toledo Mud Hens Stadium, in the Warehouse District. The Mud Hens, a Triple A baseball team, is in the Detroit Tigers farm system.

Lucas County's signature project, a multi-purpose arena in downtown Toledo, held its public open house on October 3rd and 4th, 2009 and hosted over 10,000 citizens during the two day event. The arena is located within one block of Fifth Third Field. Since opening its doors, the arena has hosted over 40 events during the last three months of 2009, and is scheduled to host approximately 100 events in its first full year of operation.

Lucas County partnered with the Toledo Arena Sports, Inc. (TASI), a subsidiary of the Toledo Mud Hens organization, to secure a sports tenant for the new multi-purpose area. The new ECHL hockey tenant is the Toledo Walleye.

TOLEDO CITY SCHOOL DISTRICT

Letter of Transmittal For the Fiscal Year Ended June 30, 2010

Like many areas of the Country, the local economy has seen a significant down turn in revenues, however, the future economic outlook for the area remains positive. City of Toledo officials have enacted budget reductions, are continuing to monitor spending, and have taken steps to control the size and structure of the City's workforce. The City continues to trim support costs and eliminate expenditures for inefficient and unnecessary contractual services to keep aggregate appropriations in balance with projected revenues.

While the economy is still sluggish there were economic gains in 2009/10. Penn National Gaming, Inc. has announced that it is developing plans to construct and operate a \$250 million "Hollywood Casino Toledo" on a remediated brownfield site in the City of Toledo, as authorized by an amendment to the Ohio Constitution approved by the voters on November 3, 2009.

The area has diverse recreational, cultural, and educational resources. The City of Toledo has over 100 parks ranging from small neighborhood playgrounds to large centralized parks with full recreational facilities including picnic areas, ball diamonds, tennis courts, and swimming pools. The Maumee River and Lake Erie offer many water sport activities such as boating, sailing, water skiing, and fishing. The Area Metropark System has over 6,000 acres in nine locations. Local professional sports include the Toledo Mudhens Baseball Team, the Toledo Walleye Hockey Team, and the Annual LPGA Golf Tournament. There are over 20 public and private golf courses in the area. The Toledo Zoo ranks among the best in the country. Toledo also boasts the world-renowned Toledo Museum of Art, which houses over 700 paintings, 5,000 pieces of glass, and a nationally respected symphony. The Museum recently completed a new glass exhibit, storage, and research center. Continuing and Advanced Education is available at the University of Toledo, University of Toledo Community and Technical College, Medical College of Ohio, Bowling Green State University, Owens Community College, and Lourdes College.

SIGNIFICANT ACCOMPLISHMENTS FOR THE YEAR

Toledo Public Schools once again achieved the ranking of Continuous Improvement on the State of Ohio annual Report Card. Further analysis of the report showed that 37 schools were rated as Continuous Improvement or higher, with eight reaching the status of Excellent, including five of the District's elementary schools and three high schools.

The report also highlighted a number of other points, including that one-third of TPS students are performing at proficient levels, with another 26 percent rated as accelerated. In addition, 18 schools met Adequate Yearly Progress, a federally required measure that focuses on each school and the District as a whole regarding established goals in the areas of reading and math proficiency, test participation, attendance and graduation rate.

The State report also indicated that compared to the other large urban school Districts in Ohio, Toledo Public Schools maintained one of the highest graduation rates at 83.7 percent. Toledo Public Schools also recorded a high student attendance rate, 94.9 percent, which again was one of the highest in the State.

TOLEDO CITY SCHOOL DISTRICT

Letter of Transmittal For the Fiscal Year Ended June 30, 2010

Toledo Public Schools opened eight state-of-the-art schools during the 2009-10 school year through the Building for Success Program. Toledo voters approved the original bond issue for this historic building project in 2002 – the project is scheduled for completion in 2011. Featured on the front cover are renderings of Chase STEM Academy, Martin Luther King Jr., Boys Academy, Grove Patterson Academy, Larchmont Elementary, Reynolds Elementary, Arlington Elementary, Spring Elementary, Raymer Elementary and Hawkins Elementary. As of June 30, 2010, the District has built and opened thirty-two (32) schools with ten schools to be built in fiscal years 2011 and 2012. In addition, eight (8) schools will be materially renovated in the next two fiscal years.

Parenting Magazine and Parenting.com named Toledo as one of the Top 10 Best Cities for Education in the United States – the poll ranked Toledo at number six on the list. The list was compiled after careful review of graduation rates, standardized test scores, highly rated programs, high expenditures per student and low pupil/teacher ratios. The District’s graduation rate was noted in the article to be one of the highest of any city the magazine researched.

In April, the Board of Education began the search for a new superintendent after Mr. John Foley announced that he would leave the District at the end of the 2009-10 school year. The Board entered the search looking for a veteran in the field of education who could address the current and future needs and challenges of the School District. A deadline of August 1, 2010 was set for hiring the 29th superintendent for Toledo Public Schools. The Board hired Mr. Jerome Pecko, Ed. D. effective August 1, 2010. Mr. Pecko became the 29th superintendent for Toledo Public Schools.

MAJOR INITIATIVES FOR THE FUTURE

Although not a new initiative, the District will be fully engaged in major school building and renovation projects. The massive size of the project will be most challenging for all District personnel, specifically the Business Office and the Treasurer’s Office.

DEPARTMENT FOCUS

The Treasurer’s Division has continued to show leadership and growth by striving for excellence in developing and implementing sound fiscal management, accounting and reporting standards.

Revenue Sharing Agreements between the City of Toledo, Toledo City School District and abated companies provide 67.5% of taxes foregone back to the District in the form of “Payments in Lieu of Taxes”. Since the inception of Revenue Sharing Agreements, “Contributions in Lieu of Taxes”, totaled over \$12,686,440. Currently there are 39 companies actively participating in the tax abatement program. These Agreements promote the economic welfare of our community by creating new jobs, while retaining and preserving existing jobs and employment opportunities, as facilities are established, expanded, renovated or occupied within designated Enterprise Zones. It is hoped that the success of these Tax Exemption Revenue Sharing Agreements will set the stage for future cooperation between government entities.

With the collective bargaining agreement all District employees are required to have direct deposit for their payroll. This program not only provides our employees with better banking services and a broader number of banking options, but it is cost effective to the District and will allow us to operate more efficiently.

TOLEDO CITY SCHOOL DISTRICT

Letter of Transmittal For the Fiscal Year Ended June 30, 2010

The Department of General Accounting has increased performance and efficiency by using laser applications for both check writing for all accounts payable invoice payments as well as issuing receipts. To further increase efficiencies, ACH payments are being made to all construction contractors and vendors. In addition, the Department has implemented online monthly reports wherein reports are generated directly from the District's database. As a result, performance and efficiency have been increased and by reducing the need for hard copy printouts there has been a substantial savings on paper costs.

The Toledo City School District has underlying debt ratings of A from Fitch Ratings, A1 from Moody's Investment Service and AA- from Standard and Poor's. Financial information was provided to all external-rating agencies resulting in the District maintaining the above-mentioned rating. Financial information was also furnished to the Ohio Municipal Advisory Council (OMAC), which has applied for and received the designation of being the State Information Depository (SID) for the State of Ohio. The establishment of SID provides the State with more uniform central distribution of financial information to debt holders and potential bidders of debt for the Toledo City School District.

The District provides annual Continuing Disclosure filings with the appropriate National Municipal Information Repository (NMSIR) and SID to keep bondholders of the Ohio School Facilities bond issue abreast of the current financial status of the District.

The Treasurer's Division implemented requirements of the Ohio Legislature as they relate to the mandatory preparation of a Five-Year Revenue and Expenditure Forecast, the multi-year Certification of Estimated Revenues, and the proper identification and appropriation of DPIA Funds. One provision of House Bill 412 requires the Board of Education to submit a Five-Year Financial Forecast to the Ohio Department of Education. The 2010 Five-Year Financial Forecast was presented to the Board of Education for adoption in October of 2010.

An additional provision of the Legislature requires the President of the Board of Education, the Superintendent and the Treasurer to certify that adequate revenue will be available to maintain all personnel, programs, and services essential to the operation of an adequate educational program for the length of each contract up to five years. This certification is attached to all contracts, leases, and other business transactions as required by law. Procedures are in place to ensure compliance.

During the past year, the Treasurer's Division has focused on improving the financial position of the District. The Division has actively studied all possible alternatives to property tax financing, searched for additional revenue sources, and implemented cost saving measures. The Treasurer's Division staff will continue to maintain a high level of service and support, and identify ways to improve communications with their customers. They will continue to improve internal controls, management practices, technology utilization and enhancements, operational efficiencies, and financial processes in order to assure the fiscal integrity of District assets and maintain excellent audit results. They will continue to focus on the Board's primary objective of improving educational opportunities for the children in our community.

TOLEDO CITY SCHOOL DISTRICT

Letter of Transmittal For the Fiscal Year Ended June 30, 2010

The Superintendent, Treasurer and Business Manager began implementing a major initiative during fiscal year 2009-10. New software programs for all facets of the District which included Financial, Payroll, Human Resources and Student Data were to be implemented. The financial department's portion was implemented July 1, 2010 with payroll and human resources departments to be implemented January 1, 2012. The Student Data portion was implemented in fiscal year 2010.

Other Treasurer goals and objectives that continue to be formulated and put into place include:

- Improve fiscal integrity and accountability of the District by establishing business community “forums”/meetings, developing a “popular annual financial report and budget report as a means to establish board friendly financial reports;
- Improve customer service for all customers – internal and external- from all Treasurer’s division Departments;
- Improved communications from, to and between Treasurer’s office departments;
- Contribute to District improvement efforts in Leadership Development;
- Contribute to District improvements in effectiveness and efficiency in service delivery;
- Improve “intergovernmental relations” with related government entities, i.e. institute a local Government Finance Officers Association with local government finance officers;
- Implement a “Supplier Diversity Program”;
- Provide and facilitate improved communications, to, from and amongst the Board of Education;
- Develop an “Ethically Conscious” work environment for staff and volunteers;
- Implement policy and operational recommendations pursuant to the investment review by PFM Asset Management, LLC.
- Improve internal and fiscal controls by conducting a thorough review of purchasing and payment policies and procedures with State Auditors Office;
- Continually utilize technology to generate cost savings, and
- Participate in legislative and community efforts for school funding and other financial impacts to the District.

OTHER INFORMATION

Independent Audit: State statutes require an annual audit by independent accountants. The Ohio State Auditor's Office conducted the audit for the Fiscal Year ended June 30, 2010. The Auditor's Audit Opinion is on the Basic Financial Statements. The introductory section and statistical tables are not a required part of the opinion and no opinion is rendered on those sections.

Awards: The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the Toledo City School District for its Comprehensive Annual Financial Report (CAFR) for the Fiscal Year ended June 30, 2009. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

TOLEDO CITY SCHOOL DISTRICT

Letter of Transmittal For the Fiscal Year Ended June 30, 2010

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) that conforms to program standards. A CAFR must satisfy both Generally Accepted Accounting Principles and applicable legal requirements. A Certificate of Achievement award is valid for a period of one year. The Toledo City School District has received a Certificate of Achievement for the past twenty-one years (1989-2009). We believe our current report continues to conform to the Certificate of Achievement program requirements, and are submitting it to the GFOA for consideration.

The Toledo City School District also received the Association of School Business Officials International Certificate of Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the Fiscal Year ended June 30, 2009. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. An expert ASBO Panel of Review consisting of Certified Public Accountants and practicing school business officials, grants the award, only after an intensive review of financial reports. Receiving the award is recognition that a school system has met the highest standards of excellence in school financial reporting. A Certificate of Excellence is valid for a period of one year only. This is the thirteenth year the District has received the Certificate of Excellence. We believe our current report continues to conform to the Certificate of Excellence requirements, and we are submitting it to ASBO to determine its eligibility for another certificate.

The Toledo City School District, for the first time, received the Government Finance Officers Association's Award for Excellence in Government Finance. The GFOA's most prestigious award recognizes contributions to the practice of governmental finance exemplifying outstanding financial management. The award stresses practical, documented work that offers leadership to the profession and promotes improved public finance.

Acknowledgment: Preparation of this report would not have been possible without the joint cooperation of all Divisions in the District. We would like to specifically acknowledge the following individuals within the Treasurer's Division and the Business Division: Jeff Richard Schroeder, Director of General Accounting, C.P.A., W. Paul Overman, Jr., Investment Analyst, and John Gilliland, Chief Business Manager. We are also grateful for the services of Donald J. Schonhardt & Associates, Inc. for their assistance in preparing this report. Special recognition is extended to Richard A. Ferner, Senior Accountant, for his efforts in preparing this report.

Finally, we would like to express our appreciation to the Board Members for their fiscal integrity and continued support.

Sincerely,



Jerome Pecko, Ed. D.
Superintendent and CEO



Daniel M. Romano, III
Treasurer of the Board

TOLEDO CITY SCHOOL DISTRICT

Members of the Board of Education, Superintendent of Schools and Treasurer For the Fiscal Year Ended June, 30, 2010

Members of the Board of Education

The Board of Education is a body politic and corporate with the responsibility of managing and controlling affairs of the District and is governed by laws of the State of Ohio. The Board is comprised of five members who are elected for overlapping four-year terms. The current members of the Board of Education of the Toledo City School District are:

	Began Service as a Board Member	Present Term Expires
Bob Vasquez, President	03/07/2008	12/31/2013
Lisa Sobecki, Vice President	01/01/2008	12/31/2011
Jack Ford, Member	07/05/2007	12/31/2011
Brenda Hill, Member	07/20/2009	12/31/2013
Larry Sykes, Member	01/01/2010	12/31/2013

Superintendent

The Superintendent serves as the Chief Executive Officer of the School District and is responsible for administering policies adopted by the Board of Education. The Superintendent is expected to provide leadership in all phases of policy formulation and is the chief advisor to the Board on all aspects of the educational program and total operation of the District. On May 11, 2007 Mr. Foley was appointed Superintendent with his term of contract expiring July 31, 2010.

Treasurer

The Treasurer serves as the Chief Fiscal Officer of the District and Secretary to the Board of Education. The Treasurer receives, accounts for, and disburses all District funds as required by applicable laws in accordance with Board policies and regulations. Daniel M. Romano, III was appointed Treasurer effective June 27, 2007 with his contract expiring January 1, 2013.

TOLEDO CITY SCHOOL DISTRICT

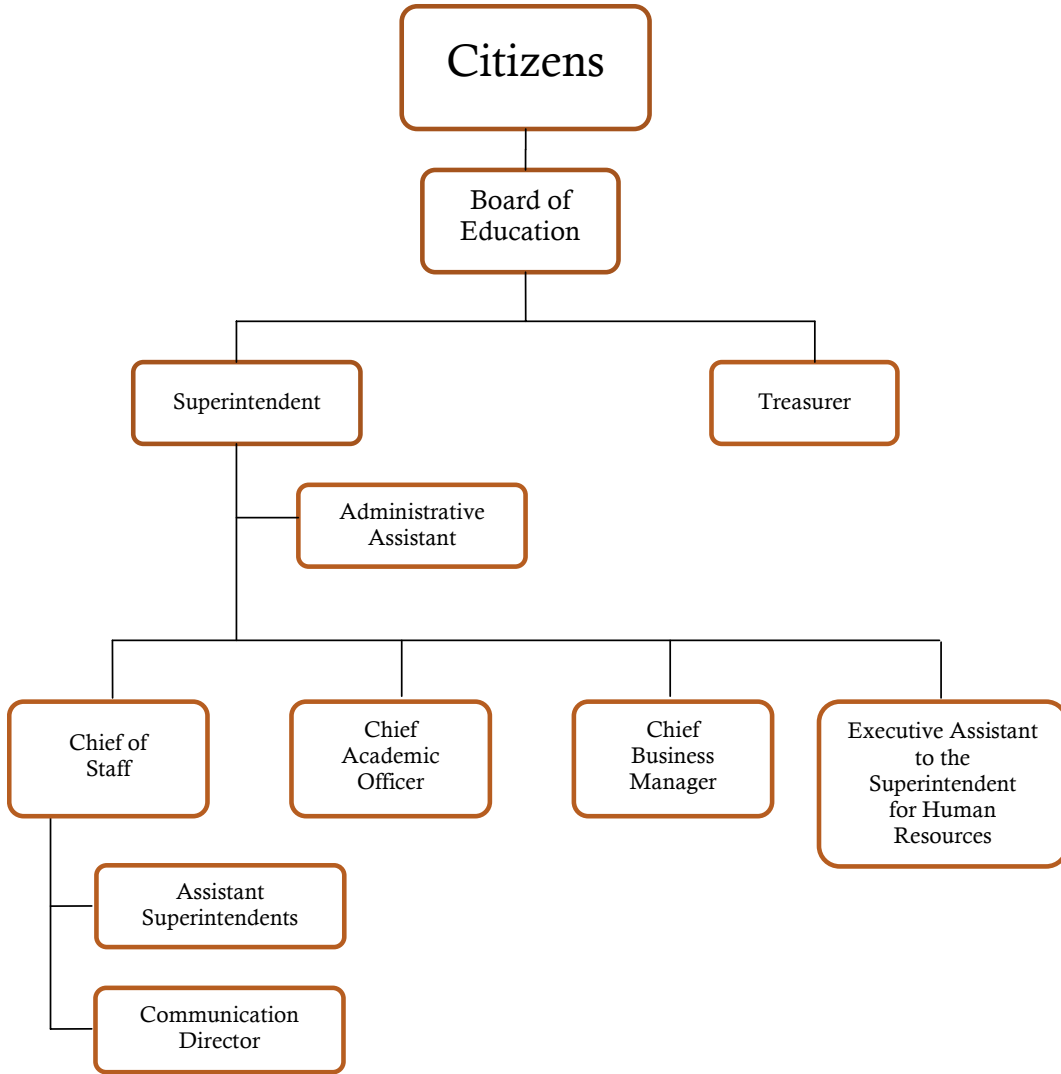
***Management Team
For the Fiscal Year Ended June, 30, 2010***

Management Team Members

John Foley	Superintendent
Lonny Rivera	Chief of Staff
Daniel M. Romano III	Treasurer of the Board
Jan I. Kilbride	Chief Academic Officer
Carol Thomas	Executive Assistant to the Superintendent for Human Resources
Patricia Mazur	Communication Director
John Gilliland	Chief Business Manager
James E. Gault	Assistant Superintendent, High Schools
Diane Irving	Assistant Superintendent, Elementary Schools
Durant Romulus	Assistant Superintendent, Elementary Schools

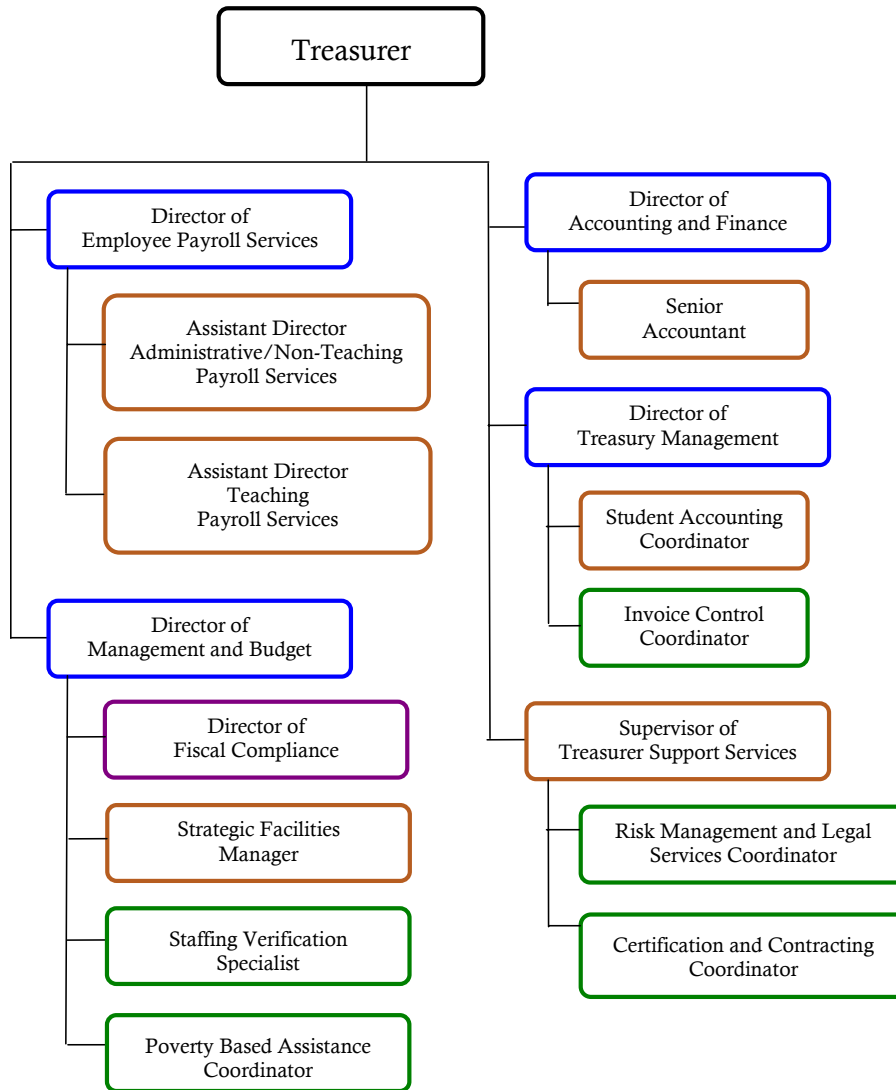
TOLEDO CITY SCHOOL DISTRICT

**School District Organizational Chart
For the Fiscal Year Ended June, 30, 2010**



TOLEDO CITY SCHOOL DISTRICT

**Treasurer's Division Organizational Chart
For the Fiscal Year Ended June, 30, 2010**



Color Key
Class 1 Class 2
Class5 Class 7

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Toledo City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

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

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

TOLEDO CITY SCHOOL DISTRICT

**For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2009**

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

Evin Green

President

John D. Messa

Executive Director



FINANCIAL SECTION





Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Toledo City School District
Lucas County
420 East Manhattan Blvd.
Toledo, Ohio 43608-1267

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 Toledo City School District, Lucas County, Ohio (the District), as of and for the year ended June 30, 2010, 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 Toledo City School District, Lucas County, Ohio, as of June 30, 2010, 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 28, 2010, 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.

One Government Center / Suite 1420 / Toledo, OH 43604-2246
Telephone: (419) 245-2811 (800) 443-9276 Fax: (419) 245-2484
www.auditor.state.oh.us

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provides additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. 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 section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



Mary Taylor, CPA
Auditor of State

December 28, 2010

TOLEDO CITY SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2010***

Unaudited

The discussion and analysis of the Toledo City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2010. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, financial statements and notes to the basic financial statements to enhance their understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2010 are as follows:

- ❑ General revenues accounted for \$342,262,838 in revenue or 79% of all revenue. Program specific revenues in the form of charges for services and grants and contributions accounted for \$88,554,402 or 21% of total revenues of \$430,817,240. The District continues to see enrollment declining, resulting in a reduction of State of Ohio financial assistance. Also, tax revenues declined due to home foreclosures as well as an increase in real estate tax delinquencies.
- ❑ The District had \$416,809,918 in expenses related to governmental activities; only \$88,554,402 of these expenses were offset by program specific revenues in the form of charges for services, grants or contributions. General revenues (primarily taxes totaling \$106,146,803, unrestricted state and federal revenues totaling \$233,261,864, investment earnings totaling \$2,590,626 plus prior year carry over revenues) were adequate to provide for these programs.
- ❑ The assets of the District exceeded its liabilities at June 30, 2010 by \$498,295,679 (net assets). The District's total net assets increased by \$14,007,322 in fiscal year 2010. The major portion of this increase was the result of an increase in federal stimulus monies.
- ❑ Among major funds, the general fund had \$321,167,141 in revenue, \$326,092,996 in expenditures and (\$3,592,570) in net other financing uses, resulting in the general fund balance decreasing by \$8,518,425 to (\$12,705,243). This decrease is attributable to continue property tax reduction and an increase in total expenditures and fund transfers compared to fiscal year 2009.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Annual Report consists of three parts – management's discussion and analysis, the basic financial statements, and an optional section that presents combining statements for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the District:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the District's overall financial status.

TOLEDO CITY SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June, 30, 2010

Unaudited

2. *The Fund Financial Statements* – These statements focus on individual parts of the District, reporting the District's operations in more detail than the government-wide financial statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting similar to those used by private-sector companies. The statement of net assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net assets and how they have changed. Net-assets (the difference between the District's assets and liabilities) are one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional nonfinancial factors such as the property tax base, current property tax laws, and student enrollment growth and facility conditions.

The government-wide financial statements of the District falls into one category:

- *Governmental Activities* – All of the District's programs and services are reported here including instruction, support services, non-instructional and extracurricular activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds, not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

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

TOLEDO CITY SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2010**

Unaudited

Proprietary Funds – The District uses internal service funds to report activities that provide supplies and services for the District's other programs and activities. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities.

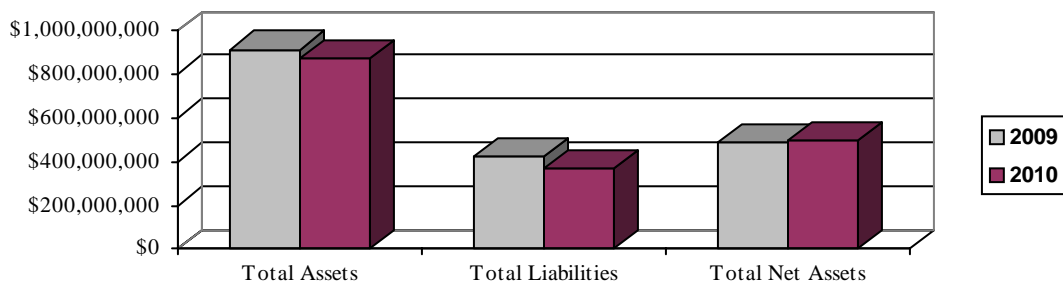
Fiduciary Funds – The District is the trustee, or fiduciary, for various student-managed activity programs, various scholarship programs and other items listed as agency and private purpose. It is also responsible for other assets that, due to a trust arrangement can only be used for the trust beneficiaries. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

The following table provides a summary of the District's net assets for 2010 compared to 2009:

	Governmental Activities		Increase (Decrease)
	2010	2009	
Current and other assets	\$419,393,431	\$489,871,542	(\$70,478,111)
Capital assets, Net	447,612,543	419,254,626	28,357,917
Total assets	867,005,974	909,126,168	(42,120,194)
Long-term debt outstanding	215,823,653	225,782,414	(9,958,761)
Other liabilities	152,886,642	199,055,397	(46,168,755)
Total liabilities	368,710,295	424,837,811	(56,127,516)
Net assets			
Invested in capital assets, net of related debt	295,429,243	319,887,466	(24,458,223)
Restricted	242,622,219	338,038,163	(95,415,944)
Unrestricted	(39,755,783)	(56,323,121)	16,567,338
Total net assets	\$498,295,679	\$484,288,357	\$14,007,322

Toledo City Schools Governmental Activities



TOLEDO CITY SCHOOL DISTRICT**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2010****Unaudited**

Changes in Net Assets – The following table shows the net assets for the fiscal year 2010 compared to 2009:

	Governmental Activities		Increase (Decrease)
	2010	2009	
Revenues			
Program revenues:			
Charges for Services	\$16,825,596	\$22,942,756	(\$6,117,160)
Operating Grants	71,728,806	102,234,262	(30,505,456)
General revenues:			
Property Taxes	106,146,803	109,674,970	(3,528,167)
Grants and Entitlements	233,261,864	193,207,018	40,054,846
Other	2,854,171	4,689,423	(1,835,252)
Total revenues	430,817,240	432,748,429	(1,931,189)
Program Expenses			
Instruction	247,655,446	261,800,004	(14,144,558)
Support Services	132,178,983	135,291,670	(3,112,687)
Non-Instructional Services	23,329,071	26,726,017	(3,396,946)
Extracurricular Activities	5,397,381	5,471,234	(73,853)
Interest and Fiscal Charges	8,249,037	6,958,983	1,290,054
Total expenses	416,809,918	436,247,908	(19,437,990)
Total Change in Net Assets	14,007,322	(3,499,479)	17,506,801
Beginning Net Assets	484,288,357	487,787,836	(3,499,479)
Ending Net Assets	\$498,295,679	\$484,288,357	\$14,007,322

Governmental Activities

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a voted levy does not increase solely as a result of inflation. As an example, a homeowner with a home value at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00. However, the assessed millage cannot be reduced below 20 mills, according to state statutes. Thus, school Districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to voters to maintain a constant level of service.

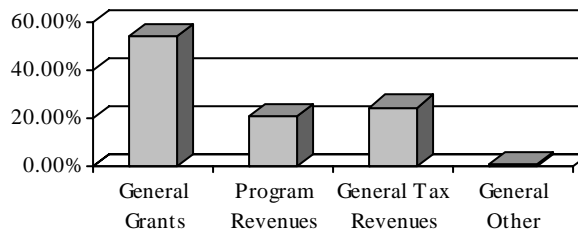
Property taxes made up approximately 25% of revenues for governmental activities for the Toledo City School District in fiscal year 2010. The District's reliance upon tax revenues is demonstrated by the following graph indicating 24.64% of total revenues from general tax revenues:

TOLEDO CITY SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2010**

Unaudited

Revenue Sources	2010	Percent of Total
General Grants	\$233,261,864	54.14%
Program Revenues	88,554,402	20.56%
General Tax Revenues	106,146,803	24.64%
General Other	2,854,171	0.66%
Total Revenue	<u>\$430,817,240</u>	<u>100.00%</u>



FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS

The District's governmental funds reported a combined fund balance of \$153,046,901, which is an increase from last year's total of \$120,114,473. The schedule below indicates the fund balance and the total change in fund balance by fund type as of June 30, 2010 and 2009.

	Fund Balance June 30, 2010	Fund Balance June 30, 2009	Increase (Decrease)
General	(\$12,705,243)	(\$4,186,818)	(\$8,518,425)
Debt Service	5,293,079	11,525,987	(6,232,908)
Locally Funded Initiative	51,459,530	46,632,680	4,826,850
Classroom Facilities Capital Projects	84,400,603	48,395,057	36,005,546
Other Governmental	24,598,932	17,747,567	6,851,365
Total	<u>\$153,046,901</u>	<u>\$120,114,473</u>	<u>\$32,932,428</u>

The General Fund State Foundation payments continued to decrease due to a decline in student enrollment; however, the District received Federal stimulus monies to offset this decline. Overall property tax collections continued to be lower due to increases in foreclosures and delinquent taxes. Current expenditures and transfers were greater than total revenues resulting in the decrease of the General Fund balance. The reduction of the Debt Service Fund balance was a result of timing differences of property tax receipts. The increase in the Locally Funded Initiative Fund was from interest revenue generated in the Classroom Facilities Capital Building Fund that was transferred into the fund. The Classroom Facilities Capital Building Fund realized a reduction in project capital outlay expenditures resulting in an increase in the fund balance. Other Governmental Fund balances increased due to the District receiving additional restricted federal stimulus monies.

TOLEDO CITY SCHOOL DISTRICT**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2010****Unaudited**

General Fund – The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2010 <u>Revenues</u>	2009 <u>Revenues</u>	Increase <u>(Decrease)</u>
Taxes	\$87,179,834	\$89,208,383	(\$2,028,549)
Tuition	1,437,144	2,156,496	(719,352)
Transportation Fees	789,969	809,245	(19,276)
Investment Earnings	351,829	968,795	(616,966)
Class Materials and Fees	212,475	162,939	49,536
Intergovernmental - State	221,961,043	201,694,496	20,266,547
Intergovernmental - Federal	1,026,870	2,038,956	(1,012,086)
All Other Revenue	8,207,977	11,716,032	(3,508,055)
Total	<u>\$321,167,141</u>	<u>\$308,755,342</u>	<u>\$12,411,799</u>

During fiscal year 2010 total General Fund revenues increased by approximately 4.0%. The material make up of this increase is as follows:

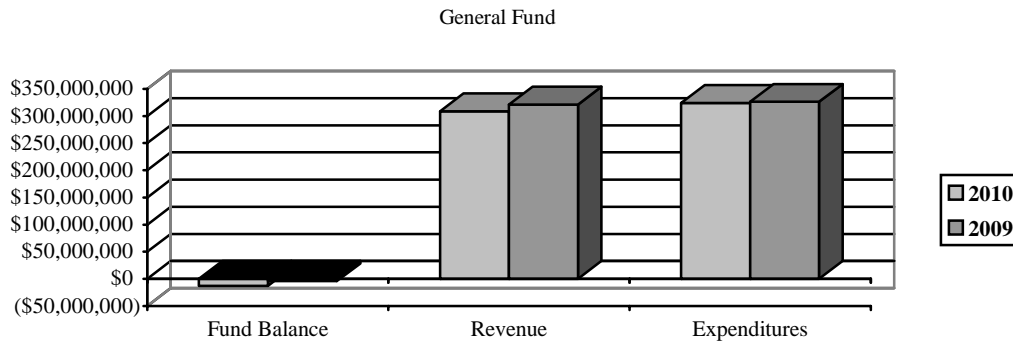
- Property tax revenues decreased due to increases in delinquent taxes as well as actions taken by the County Board of Revisions to reduce property values.
- Due to less available revenues as well as the economic climate investment earnings were lower.
- The District in FY 2009 received Poverty Based assistance monies as restricted State revenues. For fiscal year 2010 the Poverty Based Assistance fund was eliminated and the monies were receipted into the General Fund. In addition the District received unrestricted federal stimulus monies into the General Fund.
- During fiscal year 2009 the District received excess Medicaid monies which were not received in fiscal year 2010 thereby resulting in the net decrease in Intergovernmental – Federal funds.
- The major decrease in all other revenue was due to timing difference in payments received from the District's charter schools.

	2010 <u>Expenditures</u>	2009 <u>Expenditures</u>	Increase <u>(Decrease)</u>
Instruction	\$202,523,082	\$207,452,653	(\$4,929,571)
Supporting Services	109,603,555	104,594,772	5,008,783
Non-Instructional Services	9,713,224	6,565,278	3,147,946
Extracurricular Activities	4,061,405	3,960,794	100,611
Capital Outlay	191,730	1,300,381	(1,108,651)
Total	<u>\$326,092,996</u>	<u>\$323,873,878</u>	<u>\$2,219,118</u>

TOLEDO CITY SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2010**

Unaudited



During fiscal year 2010 total General Fund expenditures increased by about 1.0%. The material make up of this increase is as follows:

- The General Fund expenditures increased in all areas except for Instruction and Capital Outlay due to the Poverty Based Assistance program expenditures being reported in the General Fund instead of restricted state expenditures.

The District's budget is prepared according to Ohio law and is based on accounting for transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. The legal level of control established by the Board of Education is at the fund level.

During the course of fiscal year 2010, the District amended its General Fund budget as new sources of revenue were received. A final Supplementing/Amending Appropriation Measure was approved prior to the close of the fiscal year.

The following schedule provides a comparison of the original budget estimates compared to the final budget estimates for the General Fund:

	Original Budget	Final Budget	Percent of Change
General Fund			
Revenue	\$280,363,653	\$336,476,277	20.01%
Expenditures	293,359,261	343,201,339	16.99%

TOLEDO CITY SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June, 30, 2010**

Unaudited

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets - At the end of fiscal 2010 the District had \$447,612,543 net of accumulated depreciation invested in land, land improvements, buildings, building additions, equipment, vehicles and construction in progress. The following table shows fiscal year 2010 and 2009 balances:

	Governmental Activities		Increase (Decrease)
	2010	2009	
Land	\$13,856,745	\$13,856,745	\$0
Construction in Progress	41,441,727	75,436,367	(33,994,640)
Land Improvements	8,533,154	8,533,154	0
Buildings	441,459,795	379,858,663	61,601,132
Building Improvements	29,988,091	37,873,493	(7,885,402)
Machinery and Equipment	10,595,062	9,939,644	655,418
Vehicles	10,976,479	10,763,182	213,297
Less: Accumulated Depreciation	(109,238,510)	(117,006,622)	7,768,112
Totals	<u>\$447,612,543</u>	<u>\$419,254,626</u>	<u>\$28,357,917</u>

For financial reporting purposes the District capitalizes all assets in excess of \$5,000. Detailed information regarding capital asset activity is included in the notes to the basic financial statements (Note 9).

The District and the Ohio School Facilities Commission have cooperatively entered into an agreement to build and/or renovate sixty-three buildings at an estimated cost of \$645,461,140, for which the District's local share is \$183,498,000. This project will be over a ten-year period. To date the District has expended approximately \$520,358,336 for construction and related costs. During fiscal year 2010, the District opened King, Arlington, Raymer, Spring, Larchmont Reynolds and Hawkins Elementary Schools, and Grove Patterson Academy.

Debt - At June 30, 2010, the District had \$170,554,995 in General Obligation Bonds outstanding, \$4,260,000 due within one year. The following table summarizes the District's debt outstanding as of June 30, 2010 and 2009:

	2010	2009
Governmental Activities:		
General Obligation Bonds	\$170,554,995	\$178,389,995
Premium on G.O. Bonds	3,395,677	\$3,549,119
Compensated Absences	41,872,981	43,843,300
Totals	<u>\$215,823,653</u>	<u>\$225,782,414</u>

Under current state statutes, the District's debt issue is subject to a legal limitation based on 9% of the total assessed value of real and personal property. At June 30, 2010, the District's outstanding debt was below the legal limit. Detailed information regarding debt is included in the notes to the basic financial statements (Note 12).

ECONOMIC FACTORS

School Districts are required by Ohio law to prepare, and submit to the State Department of Education each year, a five-year financial forecast. The District submitted its last such annual forecast to the Department in October 2010.

The District is self-insured for the medical, dental and prescription drug care benefits provided to its employees under current contracts with their collective bargaining units and with the individual employees who are not represented by those units. The Board and the Administration continue to explore all methods available to reduce the District's costs for these employee health care benefits.

Fiscal Year 2010 showed that the District continues to experience enrollment declines. The District's strategy to meet the needs of parents has been to offer special magnet school learning center alternatives and single gender student academies. The magnet schools are Grove Patterson Academy in the District's Start Learning Community and the Old West End academy in the Scott Learning Community. The District's single gender academies are Lincoln Elementary School and Ella P. Stewart Elementary School. All have proved popular with students and parents resulting in total enrollment growth. The District also created two of its own charter schools to serve students in the District with special circumstances and resulting needs.

The District is mindful of the economic downturn and is anticipating a reduction in taxes due to increased home foreclosures and delinquent taxes as well as the potential of realizing a reduction in state funding. As a result the District placed an Income Tax levy on the ballot in May 2010. The voters of the District rejected this levy. The Districted place a property tax levy on the ballot in November 2010 which was also rejected by the voters of the District. As a result of the above action, the District will take appropriate action as needed.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information please contact Daniel M. Romano III, Treasurer, at Toledo City School District, 420 E. Manhattan Boulevard, Toledo, Ohio 43608.

TOLEDO CITY SCHOOL DISTRICT

Statement of Net Assets
June 30, 2010

	<u>Governmental Activities</u>
Assets:	
Cash and Cash Equivalents	\$ 203,842,754
Cash with Fiscal Agent	1,510,624
Receivables:	
Taxes	114,000,187
Accounts	253,956
Intergovernmental	92,039,269
Interest	2,068,688
Inventory Held for Resale	684,398
Restricted Assets:	
Cash and Cash Equivalents	3,700,671
Unamortized Bond Issuance Costs	1,292,884
Capital Assets Not Being Depreciated	55,298,472
Capital Assets Being Depreciated, Net	392,314,071
Total Assets	<u>867,005,974</u>
Liabilities:	
Accounts Payable	12,472,579
Accrued Wages and Benefits	33,868,562
Intergovernmental Payable	9,847,389
Unearned Revenue	96,022,509
Accrued Interest Payable	675,603
Long Term Liabilities:	
Due Within One Year	4,544,855
Due in More Than One Year	211,278,798
Total Liabilities	<u>368,710,295</u>
Net Assets:	
Invested in Capital Assets, Net of Related Debt	295,429,243
Restricted For:	
Capital Projects	217,877,292
Debt Service	5,725,901
Permanent Fund:	
Expendable	330,522
Nonexpendable	503,291
Other Purposes	18,185,213
Unrestricted (Deficit)	<u>(39,755,783)</u>
Total Net Assets	<u>\$ 498,295,679</u>

See accompanying notes to the basic financial statements

TOLEDO CITY SCHOOL DISTRICT

**Statement of Activities
For the Fiscal Year Ended June 30, 2010**

	Expenses	Program Revenues		Net (Expense)
		Charges for Services and Sales	Operating Grants and Contributions	Revenue and Changes in Net Assets
				Governmental Activities
Governmental Activities:				
Instruction	\$ 247,655,446	\$ 2,818,840	\$ 41,440,529	\$ (203,396,077)
Support Services	132,178,983	11,539,081	26,673,489	(93,966,413)
Non-Instructional Services	23,329,071	0	2,837,023	(20,492,048)
Extracurricular Activities	5,397,381	2,467,675	777,765	(2,151,941)
Interest and Fiscal Charges	8,249,037	0	0	(8,249,037)
Totals	\$ 416,809,918	\$ 16,825,596	\$ 71,728,806	(328,255,516)
General Revenues				
Property Taxes Levied for:				
				91,408,483
				1,062,637
				8,089,438
				5,586,245
				233,261,864
				2,590,626
				263,545
				<u>342,262,838</u>
				14,007,322
				<u>484,288,357</u>
				<u>\$ 498,295,679</u>

See accompanying notes to the basic financial statements

TOLEDO CITY SCHOOL DISTRICT

**Balance Sheet
Governmental Funds
June 30, 2010**

	General	Debt Service	Locally Funded Initiative
Assets:			
Cash and Cash Equivalents	\$ 5,961,989	\$ 4,751,006	\$ 51,558,930
Cash with Fiscal Agent	0	0	0
Receivables:			
Taxes	97,406,525	13,098,332	0
Accounts	99,208	0	0
Intergovernmental	348,035	0	0
Interest	65,119	3,553	541,894
Interfund Loan Receivable	1,332,197	0	0
Inventory Held for Resale	403,855	0	0
Restricted Assets:			
Cash and Cash Equivalents	3,700,671	0	0
Total Assets	\$ 109,317,599	\$ 17,852,891	\$ 52,100,824
Liabilities:			
Accounts Payable	\$ 946,448	\$ 0	\$ 641,294
Accrued Wages and Benefits	20,988,736	0	0
Intergovernmental Payable	7,651,305	0	0
Interfund Loans Payable	0	0	0
Deferred Revenue	92,436,353	12,559,812	0
Total Liabilities	122,022,842	12,559,812	641,294
Fund Balances:			
Reserved for Encumbrances	4,112,304	0	6,620,528
Reserved for Supplies Inventory	403,855	0	0
Reserved for Property Taxes	4,337,870	495,741	0
Reserved for Budget Stabilization	3,700,671	0	0
Reserved for Endowments	0	0	0
Unreserved, Undesignated in:			
General Fund (Deficit)	(25,259,943)	0	0
Special Revenue Funds	0	0	0
Debt Service Fund	0	4,797,338	0
Capital Projects Funds	0	0	44,839,002
Permanent Fund	0	0	0
Total Fund Balances	(12,705,243)	5,293,079	51,459,530
Total Liabilities and Fund Balances	\$ 109,317,599	\$ 17,852,891	\$ 52,100,824

See accompanying notes to the basic financial statements

TOLEDO CITY SCHOOL DISTRICT

Classroom Facilities	Other Governmental Funds	Total Governmental Funds
\$ 90,764,659	\$ 37,555,602	\$ 190,592,186
0	1,510,624	1,510,624
0	3,495,330	114,000,187
0	4,115	103,323
87,609,484	4,079,924	92,037,443
1,163,369	246,795	2,020,730
0	0	1,332,197
0	280,543	684,398
0	0	3,700,671
<u>\$ 179,537,512</u>	<u>\$ 47,172,933</u>	<u>\$ 405,981,759</u>
\$ 7,527,425	\$ 3,353,504	\$ 12,468,671
0	6,004,426	26,993,162
0	1,342,084	8,993,389
0	1,332,197	1,332,197
87,609,484	10,541,790	203,147,439
<u>95,136,909</u>	<u>22,574,001</u>	<u>252,934,858</u>
68,125,516	3,674,914	82,533,262
0	280,543	684,398
0	246,723	5,080,334
0	0	3,700,671
0	503,291	503,291
0	0	(25,259,943)
0	10,188,786	10,188,786
0	0	4,797,338
16,275,087	9,378,153	70,492,242
0	326,522	326,522
<u>84,400,603</u>	<u>24,598,932</u>	<u>153,046,901</u>
<u>\$ 179,537,512</u>	<u>\$ 47,172,933</u>	<u>\$ 405,981,759</u>

TOLEDO CITY SCHOOL DISTRICT

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
June 30, 2010***

Total Governmental Fund Balances	\$ 153,046,901
<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	447,612,543
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	108,417,814
Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	5,717,677
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(216,499,256)</u>
<i>Net Assets of Governmental Activities</i>	<u><u>\$ 498,295,679</u></u>

See accompanying notes to the basic financial statements



TOLEDO CITY SCHOOL DISTRICT**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2010**

	General	Debt Service	Locally Funded Initiative
Revenues:			
Taxes	\$ 87,179,834	\$ 8,089,438	\$ 0
Tuition	1,437,144	0	0
Transportation Fees	789,969	0	0
Food Services	0	0	0
Investment Earnings	351,829	3,553	584,662
Extracurricular Activities	0	0	0
Class Materials and Fees	212,475	0	0
Intergovernmental - State	221,961,043	2,031,741	0
Intergovernmental - Federal	1,026,870	0	0
All Other Revenue	8,207,977	0	580,374
Total Revenue	321,167,141	10,124,732	1,165,036
Expenditures:			
Current:			
Instruction	202,523,082	0	0
Supporting Services	109,603,555	161,381	78,854
Non-Instructional Services	9,713,224	0	0
Extracurricular Activities	4,061,405	0	0
Capital Outlay	191,730	0	923,190
Debt Service:			
Principal Retirement	0	7,835,000	0
Interest and Fiscal Charges	0	8,361,259	0
Total Expenditures	326,092,996	16,357,640	1,002,044
Excess (Deficiency) of Revenues Over Expenditures	(4,925,855)	(6,232,908)	162,992
Other Financing Sources (Uses):			
Sale of Capital Assets	0	0	0
Transfers In	0	0	4,663,858
Transfers Out	(3,592,570)	0	0
Total Other Financing Sources (Uses)	(3,592,570)	0	4,663,858
Net Change in Fund Balance	(8,518,425)	(6,232,908)	4,826,850
Fund Balances (Deficit) at Beginning of Year	(4,186,818)	11,525,987	46,632,680
Fund Balances (Deficit) End of Year	\$ (12,705,243)	\$ 5,293,079	\$ 51,459,530

See accompanying notes to the basic financial statements

TOLEDO CITY SCHOOL DISTRICT

Classroom Facilities	Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 6,648,882	\$ 101,918,154
0	445,400	1,882,544
0	0	789,969
0	1,402,139	1,402,139
1,153,154	364,905	2,458,103
0	1,114,890	1,114,890
0	116,011	328,486
57,098,189	7,422,150	288,513,123
0	79,090,398	80,117,268
926,900	1,766,223	11,481,474
<u>59,178,243</u>	<u>98,370,998</u>	<u>490,006,150</u>
0	48,497,484	251,020,566
52,522	29,016,023	138,912,335
0	15,471,391	25,184,615
0	1,228,087	5,289,492
18,456,317	1,012,498	20,583,735
0	0	7,835,000
0	0	8,361,259
<u>18,508,839</u>	<u>95,225,483</u>	<u>457,187,002</u>
40,669,404	3,145,515	32,819,148
0	113,280	113,280
0	3,765,628	8,429,486
<u>(4,663,858)</u>	<u>(173,058)</u>	<u>(8,429,486)</u>
<u>(4,663,858)</u>	<u>3,705,850</u>	<u>113,280</u>
36,005,546	6,851,365	32,932,428
48,395,057	17,747,567	120,114,473
<u>\$ 84,400,603</u>	<u>\$ 24,598,932</u>	<u>\$ 153,046,901</u>

TOLEDO 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, 2010***

Net Change in Fund Balances - Total Governmental Funds \$ 32,932,428

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period. 30,724,688

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of capital assets net of proceeds received. (2,366,771)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (59,405,792)

The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net assets. In addition, 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. 7,988,442

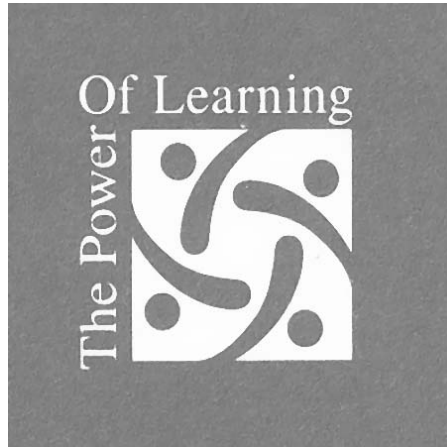
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 15,539

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. 1,913,560

The internal service funds are used by management to charge the costs of services to individual funds is not reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities. 2,205,228

Change in Net Assets of Governmental Activities \$ 14,007,322

See accompanying notes to the basic financial statements



TOLEDO CITY SCHOOL DISTRICT**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Revenue from Local Sources	\$ 267,793,428	\$ 107,140,124	\$ 97,853,007	\$ (9,287,117)
Revenue from State Sources	13,472,955	221,961,043	221,961,043	0
Revenue from Federal Sources	0	1,026,870	1,026,870	0
Total Revenues	<u>281,266,383</u>	<u>330,128,037</u>	<u>320,840,920</u>	<u>(9,287,117)</u>
Expenditures:				
Current:				
Instructional Services:				
Regular	80,404,521	97,975,730	97,975,730	0
Special	25,158,818	33,093,824	33,093,824	0
Vocational Education	7,606,270	10,008,458	10,008,458	0
Other	11,630,121	67,620,781	67,620,781	0
Support Services:				
Pupils	13,063,107	15,171,012	15,171,012	0
Instructional Staff	10,014,349	12,633,177	12,633,177	0
Board of Education	90,153	71,721	71,721	0
Administration	16,544,029	21,130,019	21,130,019	0
Fiscal Services	5,586,688	5,909,686	5,909,686	0
Business	2,472,335	2,485,708	2,485,708	0
Operation and Maintenance of Plant	30,825,359	34,137,622	34,137,622	0
Pupil Transportation	12,030,445	15,678,839	15,678,839	0
Central	6,426,027	6,804,551	6,804,551	0
Other Services:				
Food Service Operations	34,402	44,835	44,835	0
Community Services	611,031	601,113	601,113	0
Other Operation of Non-Instructional Services.	59,992,110	10,236,117	10,236,117	0
Academic and Subject Oriented Activities	442,525	516,232	516,232	0
Occupation Oriented Activities	69,730	110,405	110,405	0
Sport Oriented Activities	2,585,511	3,155,083	3,155,083	0
School and Public Service Co-Curricular. Activities	259,877	263,095	263,095	0
Site Improvement Services	733,712	456,730	456,730	0
Total Expenditures	<u>286,581,120</u>	<u>338,104,738</u>	<u>338,104,738</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,314,737)	(7,976,701)	(17,263,818)	(9,287,117)

TOLEDO CITY SCHOOL DISTRICT

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Other Financing Sources (Uses):				
Transfers Out	(2,528,141)	(3,621,074)	(3,621,074)	0
Advances In	0	4,505,053	4,496,553	(8,500)
Advances Out	(4,200,000)	(1,471,694)	(1,471,694)	0
Refund of Prior Year's Expenditures	(902,730)	1,843,187	1,843,187	0
Refund of Prior Year's Receipts	(50,000)	(3,833)	(3,833)	0
Total Other Financing Sources (Uses):	<u>(7,680,871)</u>	<u>1,251,639</u>	<u>1,243,139</u>	<u>(8,500)</u>
Net Change in Fund Balances	(12,995,608)	(6,725,062)	(16,020,679)	(9,295,617)
Fund Balance at Beginning of Year	14,604,437	14,604,437	14,604,437	0
Prior Year Encumbrances	5,950,906	5,950,906	5,950,906	0
Fund Balance at End of Year	<u>\$ 7,559,735</u>	<u>\$ 13,830,281</u>	<u>\$ 4,534,664</u>	<u>\$ (9,295,617)</u>

See accompanying notes to the basic financial statements

TOLEDO CITY SCHOOL DISTRICT

***Statement of Net Assets
Proprietary Funds
June 30, 2010***

	Governmental Activities - Internal Service Funds
Assets:	
<i>Current Assets:</i>	
Cash and Cash Equivalents	\$ 13,250,568
Receivables:	
Accounts	150,633
Intergovernmental	1,826
Interest	<u>47,958</u>
Total Assets	<u>13,450,985</u>
Liabilities:	
<i>Current Liabilities:</i>	
Accounts Payable	3,908
Accrued Wages and Benefits	6,875,400
Intergovernmental Payable	<u>854,000</u>
Total Liabilities	<u>7,733,308</u>
Net Assets:	
Unrestricted	<u>5,717,677</u>
Total Net Assets	<u><u>\$ 5,717,677</u></u>

See accompanying notes to the basic financial statements

TOLEDO CITY SCHOOL DISTRICT

**Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2010**

	Governmental Activities - Internal Service Funds
Operating Revenues:	
Interfund Charges	\$ 56,783,551
Total Operating Revenues	<u>56,783,551</u>
Operating Expenses:	
Personal Services	1,959,523
Purchased Services	52,718,725
Supplies and Materials	194,289
Miscellaneous	684
Total Operating Expenses	<u>54,873,221</u>
Operating Income	1,910,330
Nonoperating Revenues:	
Operating Grants	9,201
Investment Earnings	285,697
Total Nonoperating Revenues	<u>294,898</u>
Change in Net Assets	2,205,228
Net Assets Beginning of Year	<u>3,512,449</u>
Net Assets End of Year	<u><u>\$ 5,717,677</u></u>

See accompanying notes to the basic financial statements

TOLEDO CITY SCHOOL DISTRICT

**Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2010**

	Governmental Activities - Internal Service Funds
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Interfund Charges	\$57,120,692
Cash Payments to Employees for Services and Benefits	(56,183,530)
Net Cash Provided by Operating Activities	<u>937,162</u>
<u>Cash Flows from Noncapital Financing Activities:</u>	
Operating Grants	14,481
Net Cash Provided by Noncapital Financing Activities	<u>14,481</u>
<u>Cash Flows from Investing Activities:</u>	
Receipts of Interest	339,443
Net Cash Provided by Investing Activities	<u>339,443</u>
Net Increase in Cash and Cash Equivalents	1,291,086
Cash and Cash Equivalents at Beginning of Year	11,959,482
Cash and Cash Equivalents at End of Year	<u><u>\$13,250,568</u></u>
<u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</u>	
Operating Income	\$1,910,330
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(124,655)
Decrease in Intergovernmental Receivables	2,612
Decrease in Accounts Payable	(74,284)
Decrease in Accrued Wages and Benefits	(1,130,700)
Increase in Intergovernmental Payables	353,859
Total Adjustments	<u>(973,168)</u>
Net Cash Provided by Operating Activities	<u><u>\$937,162</u></u>

During 2010 the fair value of investments increased by \$6,838 and \$163 in the Health Insurance and Workers' Compensation Funds, respectively.

See accompanying notes to the basic financial statements.

TOLEDO CITY SCHOOL DISTRICT

**Statement of Net Assets
Fiduciary Funds
June 30, 2010**

	Private Purpose Trust	
	Special Trust Fund	Agency
Assets:		
Cash and Cash Equivalents	\$ 1,416,151	\$ 438,377
Receivables:		
Intergovernmental	0	281,738
Interest	2,874	1,017
Total Assets	<u>1,419,025</u>	<u>721,132</u>
Liabilities:		
Accounts Payable	46	1,008
Accrued Wages and Benefits	1,393	0
Intergovernmental Payable	308	0
Due to Students	0	720,124
Total Liabilities	<u>1,747</u>	<u>721,132</u>
Net Assets:		
Unrestricted	<u>1,417,278</u>	<u>0</u>
Total Net Assets	<u>\$ 1,417,278</u>	<u>\$ 0</u>

See accompanying notes to the basic financial statements

TOLEDO CITY SCHOOL DISTRICT

**Statement of Changes in Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2010**

	Private Purpose Trust <u>Special Trust Fund</u>
Additions:	
Contributions:	
Sales	\$ 6,073
Dues and Fees	3,110
Private Donations	<u>269,949</u>
Total Contributions	<u>279,132</u>
Investment Earnings:	
Interest	25,134
Net Decrease in the Fair Value of Investments	<u>(4,448)</u>
Total Investment Earnings	<u>20,686</u>
Total Additions	<u>299,818</u>
Deductions:	
Administrative Expenses	<u>70,607</u>
Total Deductions	<u>70,607</u>
Change in Net Assets	229,211
Net Assets at Beginning of Year	<u>1,188,067</u>
Net Assets End of Year	<u>\$ 1,417,278</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Toledo City School District, Ohio (the District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District is governed by a locally elected five member Board of Education (the Board) which provides educational services. The Board controls the School District's instructional support facilities staffed by approximately 1,576 noncertified and approximately 2,742 certified teaching personnel and administrative employees providing education to 25,195 students.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all organizations, activities, functions and component units for which the District (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing board and either the District's ability to impose its will over the organization or the possibility that the organization will provide a financial benefit to, or impose a financial burden on the District. There were no potential component units that met the criteria imposed by GASB Statement No. 14 to be included in the District's reporting entity. Based on the application of the above criteria for a component unit, and the criteria for defining joint ventures set forth under section J50.102 of the 2004 Codification there are no component units or "Joint Ventures." Based on the foregoing, the reporting entity of the District includes the following services: instructional (regular, special education, vocational), student guidance, extracurricular activities, food service, pupil transportation and care and upkeep of grounds and buildings. The District is the sponsor of the Imani, Polly Fox and the Phoenix Academies, all charter schools established under Chapter 3314 of the Ohio Revised Code. These community schools are not considered part of the District.

The accounting policies and financial reporting practices of the District conform to Generally Accepted Accounting Principles as applicable to governmental units. The following is a summary of its significant accounting policies.

B. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. The various funds are grouped into the categories governmental, proprietary and fiduciary.

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Governmental Funds - These are funds through which most governmental functions typically are financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the District's major governmental funds:

General Fund - This fund is the general operating fund of the District and is used to account for all financial resources except those accounted for in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Debt Service Fund - This fund is used for the accumulation of resources for, and the payment of, long-term debt principal and interest.

Locally Funded Initiative Fund - This fund is used to account for receipts and expenditures related to special bond funds in the District. Expenditures recorded represent the costs of acquiring capital facilities including real property.

Classroom Facilities Fund - This fund accounts for monies received and expended in connection with contracts entered into by the District and the Ohio Department of Education for the building and equipping of classroom facilities.

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

Proprietary Funds - The proprietary funds are accounted for on a "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of the proprietary funds are included on the balance sheet. The proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Internal Service Funds - The internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District or to other governments on a cost-reimbursement basis. The District uses internal service funds to account for employee health insurance, workers' compensation, operations of the computer network of the Department of Education and operations that provide goods and services to other departments within the District.

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Fiduciary Funds – Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations or other governments and therefore not available to support the District’s own programs. The District’s trust fund is a private purpose trust that accounts for scholarship programs for students and unclaimed monies. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation. These funds operate on an accrual basis of accounting. The District has two agency funds. One fund is used to account for federal grant monies used for tuition in Toledo Public Schools’ Adult Education programs and the other to account for student activity programs.

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid “doubling up” revenues and expenses. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The School District has no activities considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents direct expenses and program revenues for each function or program of the District’s governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. Interfund services provided and used are not eliminated in the process of consolidation. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

Fund Financial Statements – Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds are reported using the economic resources measurement focus. The agency funds are custodial in nature (assets equal liabilities) and do not have a measurement focus.

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

Government-wide, proprietary and fiduciary fund financial statements measure and report all assets, liabilities, revenues, expenses, gains and losses using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Agency funds use no measurement focus.

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the District is considered to be 60 days after fiscal year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Under the modified accrual basis, the following revenue sources are considered susceptible to accrual at year end: property taxes, tuition, grants and entitlements, student fees, and interest on investments.

Current property taxes measurable at June 30, 2010, and which are not intended to finance fiscal 2010 operations, have been recorded as unearned revenue on the Statement of Net Assets. Delinquent property taxes measurable and available (received within 60 days) and amounts available as an advance on future tax settlements are recognized as revenue at year end. Taxes available for advance and recognized as revenue but not received by the District prior to June 30, 2010 are reflected as a reservation of fund balance for future appropriations. The District is prohibited by law from appropriating this revenue in accordance with ORC Section 5705.35, since an advance of revenue was not requested or received prior to the fiscal year end.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, proprietary funds and the fiduciary funds. Revenues are recognized when they are earned and expenses are recognized when incurred.

Revenues – Exchange and Non-exchange Transactions – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the Certificate of Estimated Resources and the Appropriation Resolution, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriation Resolution are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only the general fund and major special revenue funds are required to be reported. The primary level of budgetary control is at the fund level.

Supplemental budgetary modifications may only be made by resolution of the Board of Education.

1. Estimated Resources

Prior to April 1, the Board accepts by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final Amended Official Certificate of Estimated Resources issued during fiscal year 2010.

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***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

2. Appropriations

A Temporary Appropriation Measure to control expenditures may be passed on or about July 1 of each year for the period July 1 through September 30. An Annual Appropriation Resolution must be passed by October 1 of each year for the period July 1 through June 30. The Appropriation Resolution establishes spending controls at the fund level. The appropriation resolution may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. During the year, several supplemental appropriations were necessary to budget the use of contingency funds. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual" are provided on the budgetary basis to provide a comparison of actual results to the final budget, including all amendments and modifications. Pursuant to the provisions of Section 323.17, Ohio Revised Code, an exception to the October 1 filing deadline is permitted when the delivery of a tax duplicate, from the County Auditor, is delayed. For fiscal year 2010 the Board of Education passed the annual certification on June 23, 2009.

3. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

4. Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. Encumbrances are recorded as the equivalent of expenditures (budgetary basis) as opposed to reservations of fund balance (GAAP basis).

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

4. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund:

<u>Net Change in Fund Balance</u>	
	<u>General Fund</u>
GAAP Basis (as reported)	(\$8,518,425)
Increase (Decrease):	
Accrued Revenues at June 30, 2010, received during FY 2011	(7,218,586)
Accrued Revenues at June 30, 2009, received during FY 2010	9,728,207
Accrued Expenditures at June 30, 2010, paid during FY 2011	29,586,489
Accrued Expenditures at June 30, 2009, paid during FY 2010	(34,630,333)
Perspective Difference:	
Advance to Fiduciary Fund	156,005
2009 Adjustment to Fair Value	(32,837)
2010 Adjustment to Fair Value	37
Encumbrances Outstanding	<u>(5,091,236)</u>
Budget Basis	<u><u>(\$16,020,679)</u></u>

F. Cash and Investments

Cash received by the District is deposited in one of seven banks with individual fund balance integrity maintained throughout. Monies for all funds are maintained in these accounts or temporarily used to purchase short-term cash equivalent investments, which are stated at cost. In accordance with 2450.106 of the 2004 GASB Codification on reporting cash flows of Proprietary Funds, cash equivalents are defined as investments of the cash management pool and short term, highly liquid investments that are readily convertible to cash and so near to maturity that they present insignificant risk of changes in value because of changes in interest rates. Investments with original maturities of less than three months are considered to meet this definition; otherwise they are shown as "investments" for these funds. At June 30, 2010, there were no investment balances as defined under section 2450.106 of the 2004 GASB Codification.

TOLEDO CITY SCHOOL DISTRICT

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Investments (Continued)

During fiscal year 2010, investment purchases were exclusively limited to Repurchase Agreements, Star Ohio, Commercial Paper, Banker's Acceptance, U.S. Treasury Obligations, U.S. Agency Issues, Interest Bearing Savings Accounts, Sweep Accounts, Negotiable Orders of Withdrawals and Money Market Mutual Funds. Except for participating interest earning investments and money market investments that had a remaining maturity of one year or less at the time of purchase and non-participating interest earning investments, investments are reported at fair value. All remaining investments are reported at cost. Under existing Ohio statutes, all investment earnings accrue to the General Fund except those specifically related to certain funds and according to Board policy and resolution. The District's investments are affected by fair value change; therefore, they are participating. Interest revenue credited to the General Fund during fiscal year 2010 amounted to \$351,829, which includes \$739 assigned from other funds.

The District has invested funds in the STAR Ohio during 2010. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940 and is rated AAAM by Standard and Poor's Rating Agency. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2010.

The District invests inactive funds for the School Building Support, Vocational Rotary, and Administratively Managed Student Activity Funds and distributes interest earned on these funds to the individual accounts. The District also invests inactive funds in the Auxiliary Services Program Fund, the School Facilities Maintenance Fund, the Locally Funded Initiatives Fund, the Classroom Facilities Project Fund, the Permanent Improvement Fund, the Employee Benefit – Insurance Fund, the Worker's Compensation Fund and distributes interest earned directly to the funds. See Note 4, "Cash, Cash Equivalents and Investments."

From July 1, 2009 the investment portfolio exhibited a decrease in fair value of approximately \$5.7 million, while the average maturity increased by 86 days and the average yield decreased by 51 basis points (.51%). The decrease in fair value was directly attributable to the increased expenditure patterns in the Ohio School Facilities Commission Building Project funds. Interest earnings for all funds since July 1, 2009, were down approximately 45% as the interest rate environment declined significantly and there were less dollars available for investment due to increased expenditures in the Project fund.

G. Restricted Assets

Restricted assets in the General Fund represent cash and cash equivalents set aside to establish a budget stabilization reserve. This reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction. During the fiscal year 2010, the balance in the Budget Stabilization reserve was \$3,700,671.

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Inventory

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower-of-cost-or-market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the proprietary funds when used.

I. Capital Assets and Depreciation

1. Property, Plant and Equipment - Governmental Activities

Capital assets generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements. The District follows the policy of not capitalizing assets with a cost of less than \$5,000.

Contributed capital assets are recorded at fair market value at the date received. The District does not possess any infrastructure. Estimated historical costs of capital assets were derived, when information supporting historical costs was not obtainable, by adjusting current replacement cost back to the estimated year of acquisition.

2. Depreciation

All capital assets, except for land, are depreciated. Depreciation has been provided using the straight-line method over the following estimated useful lives:

Description	Estimated Lives (in years)
Land Improvements	20
Buildings	45-100
Furniture, Fixtures and Equipment	5 - 20
Vehicles	5 - 10
Portable Trailers	10 - 20

J. Long-Term Obligations

Long-term liabilities are being repaid from the following funds:

Obligation	Fund
General Obligation Bonds	Debt Service Fund
Compensated Absences	General Fund Food Service Fund Adult Education Fund

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Compensated Absences and Salary Related Payments

The District has implemented the provisions of Section C60 of the 2004 GASB Codification. Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate its employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive severance benefits and those the District has identified as probable of receiving payment in the future and other salary related payments. The amount is based on accumulated sick leave and employee's wage rates at year-end, taking into consideration any limits specified in the District's severance policy. For governmental funds, that portion of unpaid compensated absences that has matured and is expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net assets, the current portion of "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account.

L. Net Assets

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

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

M. Pensions

The provision for pension cost is recorded when the related payroll is accrued and the obligation is incurred.

N. Intergovernmental Revenues

Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred with the exception of those grants where the grant period extends past June 30. For these grants, prepayment amounts that exceed related expenditures are reported as deferred revenue.

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Interfund Activity

Exchange transactions between governmental funds are eliminated on the government-wide statements.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in 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. Reservations of Fund Balance

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for endowments, supplies inventory, property taxes, budget stabilization and encumbered amounts, which have not been accrued at year end. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles, but not available for appropriation under State statute. The reserve for budget stabilization is required by State statute.

Q. 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 could differ from those estimates.

R. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are interfund charges for the internal service funds. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2010.

TOLEDO CITY SCHOOL DISTRICT

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 2 – RECONCILITATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation Of Certain Differences Between The Governmental Fund Balance Sheet And The Government-Wide Statement Of Net Assets

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net assets of governmental funds as reported in the government-wide statement of net assets. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Other long-term assets not available to pay for current-period expenditures:

Delinquent Tax Revenue	\$15,757,762
Grants Receivable	91,367,168
Unamortized Bond Issuance Costs	<u>1,292,884</u>
	\$108,417,814

Long-Term liabilities not reported in the funds:

Accrued Interest Payable on G.O. Bond Payable	(\$675,603)
G.O. Bonds Payable	(173,950,672)
Compensated Absences Payable	<u>(41,872,981)</u>
	(\$216,499,256)

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TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

B. Explanation Of Certain Differences Between The Governmental Fund Statement Of Revenues, Expenditures, And Changes In Fund Balances And The Government-Wide Statement Of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Amount by which capital outlay exceeded depreciation in the current period:

Capital Outlay	\$42,209,340
Depreciation Expense	<u>(11,484,652)</u>
	\$30,724,688

Governmental revenues not reported in the funds:

Increase in Delinquent Tax Revenue	\$4,228,649
Decrease in Grants Receivable	<u>(63,634,441)</u>
	(\$59,405,792)

Net amount of long-term debt issuance and bond and lease principal payments:

G.O. Bond Principal Payment	\$7,835,000
Amortize Premium on G.O. Bonds Issued	<u>153,442</u>
	\$7,988,442

Expenses not requiring the use of current financial resources:

Decrease in Compensated Absences Payable	\$1,970,319
Amortization of Bond Issuance Costs	<u>(56,759)</u>
	\$1,913,560

TOLEDO CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2010

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

Fund Deficits - The fund deficits at June 30, 2010 of \$12,705,243 in the General Fund, \$595,181 in the Adult Education Fund, \$29,927 in the Alternative Schools Fund, \$288 in the Poverty Based Assistance Fund, \$376,250 in the Vocational Education Fund, \$1,902,000 in the Title I Fund, \$39,468 in the Preschool Grants for the Handicapped Fund, \$22,392 in the Miscellaneous Federal Grants Fund, \$1,901,414 in the ARRA Stimulus Fund and \$264,989 in the Title I School Improvement Fund (special revenue funds) arise from the recognition of expenditures on the modified accrual basis which are greater than expenditures recognized on the budgetary basis. The deficits do not exist under the budgetary/cash basis of accounting. The General Fund provides transfers when cash is required, not when accruals occur.

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Deposits with Financial Institutions

At June 30, 2010, the carry amount of all District deposits was \$69,675,818. Based on the criteria described in GASB Statement No. 40, Deposits and Investment Risk Disclosures, at June 30, 2010 cash concentration accounts, savings accounts and certificates of deposit totaled \$85,781,703. Of this amount, \$73,832,325 was exposed to custodial risk as discussed below, while \$11,949,378 was covered by Federal Deposit Insurance Corporation.

Custodial risk is the risk that, in the event of a bank failure, the District's deposits may not be returned. Consistent with the requirements of state law, it is the policy of the District to require full collateralization of all District investments and funds on deposit with any depository. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at the Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the District.

Any District holdings in sweep accounts, savings accounts or certificates of deposit are collateralized with pooled securities. Any repurchase agreement with a maturity greater than 30 days requires physical delivery of specific securities to a third party custodian. Repurchase agreement activity maturing 30 days and less is collateralized by pooled securities. At June 30, 2010, there were no Repurchase Agreements with a maturity of greater than 30 days.

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Investments

As of June 30, 2010, the District had the following investments and maturities.

Investment Type	June 30, 2010	June 30, 2010	Investment Maturities (in Years)		
	Adjusted Cost	Fair Value	less than 1	1-2	2-5
Star Ohio	\$11,383,978	\$11,383,978	\$11,383,978	\$0	\$0
Bank Repurchase Agreements	16,160,605	16,160,605	16,160,605	0	0
Non-Callable US Agency Securities	92,043,457	92,095,677	77,048,777	15,046,900	0
Callable US Agency Securities	20,112,675	20,081,875	0	12,532,025	7,549,850
Total Investments	<u>\$139,700,715</u>	<u>\$139,722,135</u>	<u>\$104,593,360</u>	<u>\$27,578,925</u>	<u>\$7,549,850</u>
			<u>74.86%</u>	<u>19.74%</u>	<u>5.40%</u>

Note: The maturity analysis above assumes that callable securities will not be called.

All Investment securities are assumed to mature on their final stated maturity date.

The Weighted Average Maturity (in Days) of the Entire Investment Portfolio from Purchase Date to Maturity Date is:	422
The Remaining Life (in Days) of the Entire Investment Portfolio From Year End to Maturity Date is:	227
The Average Duration of the Entire Investment Portfolio is:	0.61
The Weighted Average Coupon of the Entire Portfolio is:	1.289%
The Weighted Average Yield of the Entire Portfolio is:	0.439%

A security with less than one (1) year to maturity (based on Remaining Life), is reported at cost, plus or minus, accretion or amortization adjustment. A security with a maturity of more than one (1) year (based on Remaining Life), is reported at adjusted cost, plus or minus, market value adjustment. Star Ohio, Bank Certificates of Deposit and Repurchase Agreements are reported at adjusted cost.

Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the District's investment policy limits investment portfolio maturities to five years and less. As of June 30, 2010, seventy-five percent (75%) of the investment portfolio matures within one year, twenty percent (20%) of the investment portfolio matures within two years and the remaining five percent (5%) matures within five years.

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Investment Policy

The District's investment policy is more restrictive in nature than the requirements of the Ohio Revised Code; providing for safety of principal, liquidity, diversity of portfolio assets while minimizing associated investment risks. The policy is intended to compliment the law and provide guidance to District personnel while administering the daily cash management and investment practices of the District. The policy is reviewed at least annually to incorporate any changes in the Ohio Revised Code; consider recommendations made by the Auditor of State's Office and the Ohio Compliance Supplement; monitor changes in "best practices" published by the Government Finance Officers Association; and reflect any legislative changes on behalf of the Toledo Board of Education. The policy has been reviewed and has received a national certification from the Association of Public Treasurer's Investment Policy Certification Committee.

Credit Risk

The District's investments, except for repurchase agreements, savings accounts, sweep accounts and certificates of deposit as discussed above were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services respectively. The holdings in the State Treasury Asset Reserve Fund (STAR Ohio) have been assigned an AAAM money market rating by Standard & Poor's. As required by District policy all commercial paper holdings were rated A1-P1 by Standard & Poor's and Moody's Investor Service respectively at the time of purchase. Combined holdings of Commercial Paper and Banker Acceptances are limited to 25% of total investment portfolio holdings. The mutual fund used to transact third party safekeeping of U.S. Treasury, U.S. Agency, Commercial Paper, Banker's Acceptance securities and select Repurchase Agreement Collateral, has been assigned an AAA rating based on the securities held in the fund. All District holdings in U.S. Agency securities carry the explicit guarantee of the United States government and are rated Aaa by Moody's and AAA by Standard & Poor's rating agencies.

Concentration of Credit Risk

In order to avoid an undue concentration of credit risk, the District's investment policy places limits on the amount that may be invested in any one issuer at any one time. The limits are as follows:

- (a) No more than ten percent (10%) of average portfolio outstanding will be invested in Certificates of Deposit of any one Depository at any one time. District Funds invested in Certificates of Deposit of any one Depository may not exceed thirty percent (30%) of the Depository's assets. Only collateralized, non-negotiable Certificates of Deposit, from Depository's approved to hold interim funds, will be considered for purchase.
- (b) No more than ten percent (10%) of average portfolio outstanding will be invested in Term Repurchase Agreements of any one issuer at any one time. Deliverable collateral consisting of U.S. Government Securities with a market value equal to at least 102% of principal plus interest of the transaction and with a maturity of five years or less is required for all Term Repurchase Agreement transactions.

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

- (c) Pooled collateral is acceptable on all district demand deposits. Delivery of collateral is **not** required on demand repurchase agreement activities (i.e. overnight cash management accounts with depositories). Surety bond collateral is acceptable for Certificate of Deposit investments if the insurer is rated in the highest class by a national recognized rating agency.
- (d) No more than ten percent (10%) of average portfolio outstanding will be invested in Commercial Paper in any one issuer at any one time.
- (e) No more than ten percent (10%) of average portfolio outstanding will be invested in Banker's Acceptances in any one issuer at any one time.

The following table includes the percentage of total of each investment type held by the District at June 30, 2010:

Concentration of Credit Risk by Investment Type

Investment Type	Fair Value	Percent to Total
STAR Ohio	\$11,383,978	8.15%
Bank Repurchase Agreements	16,160,605	11.57%
Non-Callable US Agency Securities	92,095,677	65.91%
Callable US Agency Securities	20,081,875	14.37%
Total Investments	<u>\$139,722,135</u>	<u>100.00%</u>

The following table includes the percentage of total of each issuer of investments held by the District at June 30, 2010:

Issuer	Fair Value	Percent to Total
STAR Ohio	\$11,383,978	8.15%
Huntington National Bank	16,160,605	11.57%
Federal Home Loan Bank System	44,136,630	31.59%
Federal National Mortgage Association	17,923,232	12.83%
Federal Home Loan Mortgage Corporation	24,070,241	17.23%
Federal Farm Credit System	26,047,449	18.63%
Total Investments	<u>\$139,722,135</u>	<u>100.00%</u>

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 5 - PROPERTY TAXES

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

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the District. Real property taxes (other than public utility) collected during 2010 were levied after April 1, 2009 on assessed values as of January 1, 2009, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be reappraised every six years and equalization adjustments made the third year following reappraisal. The last equalization adjustment was completed in 2008. Real property taxes are payable annually or semi-annually. The first payment is due December 31, with the remainder payable by June 20.

Tangible personal property tax revenues received in 2010 (other than public utility property) represent the collection of 2010 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, furniture and fixtures is no longer levied and collected. Tangible personal property taxes received from telephone companies in calendar year 2010 were levied after October 1, 2009 on values as of December 31, 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

The tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. House Bill No. 66 was to hold districts harmless by replacing a portion of the revenue lost by the District due to the phasing out of the tax. In fiscal years 2006-2009, the District was fully reimbursed for the lost revenue. In fiscal years 2010-2018, the District will not be reimbursed for the lost revenue.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at varying ratios of its true value. Public utility property taxes are payable on the same dates as real property described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including Toledo City School District. The County Auditor periodically remits to the District its portion of the taxes collected. The assessed values for collection in 2010, upon which the 2009 levies were based, were as follows:

	2009 Second Half Collections	2010 First Half Collections
Real Estate	\$2,973,109,580	\$2,667,356,800
Tangible Personal and Public Utility Property	112,387,256	101,945,040
Total Assessed Value	<u>\$3,085,496,836</u>	<u>\$2,769,301,840</u>
Tax rate per \$1,000 of assessed valuation	\$66.90	\$67.70

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 6 - RECEIVABLES

Receivables at June 30, 2010 consisted of taxes receivable, interest receivable, accounts receivable, interfund loans receivable and intergovernmental receivables.

NOTE 7 - INTERFUND RECEIVABLES/PAYABLES

Interfund loans receivable/payable and advances to/from other funds – short-term loans at June 30, 2010 from one individual fund to another are as follows:

	Interfund Loan Receivable	Interfund Loan Payable
General Fund	\$1,332,197	\$0
Other Governmental Funds	0	1,332,197
Totals	<u>\$1,332,197</u>	<u>\$1,332,197</u>

The interfund loans receivable/payable are amounts that have been advanced from one fund to another and will be repaid during the following reporting period.

NOTE 8 - TRANSFERS

Following is a summary of transfers in and out for all funds at June 30, 2010:

Transfers Out:	Transfers In:		Total
	Locally Funded Initiative Fund	Other Governmental Funds	
General Fund	\$0	\$3,592,570	\$3,592,570
Classroom Facilities Fund	4,663,858	0	4,663,858
Other Governmental Funds	0	173,058	173,058
	<u>\$4,663,858</u>	<u>\$3,765,628</u>	<u>\$8,429,486</u>

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 9 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at June 30, 2010:

Historical Cost:

Class	June 30, 2009	Additions	Deletions	June 30, 2010
<i>Capital assets not being depreciated:</i>				
Land	\$13,856,745	\$0	\$0	\$13,856,745
Construction in Progress	75,436,367	26,702,961	(60,697,601)	41,441,727
<i>Capital assets being depreciated:</i>				
Land Improvements	8,533,154	0	0	8,533,154
Buildings	379,858,663	75,161,760	(13,560,628)	441,459,795
Building Improvements	37,873,493	0	(7,885,402)	29,988,091
Machinery and Equipment	9,939,644	828,923	(173,505)	10,595,062
Vehicles	10,763,182	213,297	0	10,976,479
Total Cost	<u>\$536,261,248</u>	<u>\$102,906,941</u>	<u>(\$82,317,136)</u>	<u>\$556,851,053</u>

Accumulated Depreciation:

Class	June 30, 2009	Additions	Deletions	June 30, 2010
Land Improvements	(\$7,822,188)	(\$132,490)	\$0	(\$7,954,678)
Buildings	(63,760,326)	(8,948,255)	12,246,137	(60,462,444)
Building Improvements	(29,442,796)	(1,113,554)	6,834,223	(23,722,127)
Machinery and Equipment	(7,899,570)	(772,441)	172,404	(8,499,607)
Vehicles	(8,081,742)	(517,912)	0	(8,599,654)
Total Depreciation	<u>(\$117,006,622)</u>	<u>(\$11,484,652) *</u>	<u>\$19,252,764</u>	<u>(\$109,238,510)</u>
<i>Net Value:</i>	<u>\$419,254,626</u>			<u>\$447,612,543</u>

* Depreciation expenses were charged to governmental functions as follows:

Instruction	\$10,216,197
Support Services	936,821
Non-Instructional Services	204,049
Extracurricular Activities	127,585
Total Depreciation Expense	<u>\$11,484,652</u>

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 10- DEFINED BENEFIT PENSION PLANS

All of the District's full-time employees participate in one of two separate retirement systems which are cost-sharing, multiple-employer defined benefit pension plans.

A. School Employee Retirement System

Plan Description - The 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. Interested parties may obtain a copy by making a written request to SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling (800) 878-5853. It is also posted on SERS' website, www.ohsers.org, under Forms and Publications.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2010, 12.78 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 District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2010, 2009 and 2008 were \$5,599,201, \$4,206,668 and \$3,878,404 respectively; 38.57% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

B. State Teachers Retirement System

Plan Description - The 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.

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 10- DEFINED BENEFIT PENSION PLANS (Continued)

B. State Teachers Retirement System (Continued)

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 monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member 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, 2010, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2009, the portion used to fund pension obligations 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 District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2010, 2009, and 2008 were \$17,824,505, \$17,543,409, and \$16,735,409 respectively; 79.51% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010***

NOTE 11 - POSTEMPLOYMENT BENEFITS

A. School Employee Retirement System

Plan Description – The District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System (SERS) 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 SERS 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 St., 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 105(e). For 2010, 0.46 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 2010, this amount was \$35,800.

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 District's contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008 were \$1,111,050, \$2,614,902, and \$2,656,508 respectively; which were equal to the required contributions for each year.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2010, this actuarially required allocation was 0.76 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2010, 2009, and 2008 were \$332,973, \$347,085, and \$279,448 respectively; which were equal to the required contributions for each year.

B. State Teachers Retirement System

Plan Description – The 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.

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

B. State Teachers Retirement System (Continued)

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 2010, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District’s contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008 were \$1,371,116, \$1,349,493, and \$1,287,339 respectively; which were equal to the required contributions for each year.

NOTE 12 - LONG-TERM DEBT

Long-term debt of the District at June 30, 2010 was as follows:

Description	Balance June 30, 2009	Issued	(Retired)	Balance June 30, 2010	Amount Due Within One Year
Governmental Activities:					
<u>General Obligation Bond:</u>					
School Facility Improvement					
G.O. Bond (2.00% - 5.00%)	\$50,790,000	\$0	(\$1,390,000)	\$49,400,000	\$1,435,000
Premium General Obligation Bond	1,220,833	0	(58,135)	1,162,698	58,135
School Facility Improvement					
G.O. Bond (2.00% - 5.00%)	95,600,000	0	(2,115,000)	93,485,000	2,180,000
Premium General Obligation Bond	1,959,934	0	(81,664)	1,878,270	81,664
School Facility Improvement					
G.O. Bond (2.00% - 5.375%)	31,999,995	0	(4,330,000)	27,669,995	645,000
Premium General Obligation Bond	368,352	0	(13,643)	354,709	13,643
Total General Obligation Bond	181,939,114	0	(7,988,442)	173,950,672	4,413,442
<u>Other Obligations:</u>					
Compensated Absences	43,843,300	2,293,760	(4,264,079)	41,872,981	131,413
Long-Term Debt and					
Other Long-Term Obligations	\$225,782,414	\$2,293,760	(\$12,252,521)	\$215,823,653	\$4,544,855

During fiscal years 2003, 2004 and 2009 the District issued General Obligation Bonds in the amounts of \$72,500,000, \$103,600,000 and \$31,999,995 respectively to finance School Facility Improvement building projects.

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 12 - LONG-TERM DEBT (Continued)

A summary of the District's future long-term debt funding requirements for the general obligation bonds payable, including principal and interest payments as of June 30, 2010, follows:

General Obligation Bonds Payable			
Years	Principal	Interest	Total
2011	\$4,260,000	\$8,041,368	\$12,301,368
2012	4,395,000	7,904,125	12,299,125
2013	4,550,000	7,744,195	12,294,195
2014	4,730,000	7,564,572	12,294,572
2015	4,925,000	7,353,619	12,278,619
2016-2020	27,469,995	33,868,489	61,338,484
2021-2025	36,090,000	25,192,725	61,282,725
2026-2030	46,290,000	15,098,592	61,388,592
2031-2035	35,900,000	3,679,455	39,579,455
2036	1,945,000	52,272	1,997,272
Totals	<u>\$170,554,995</u>	<u>\$116,499,412</u>	<u>\$287,054,407</u>

NOTE 13 - CONSTRUCTION COMMITMENTS

The School District and the Ohio School Facilities Commission (OSFC) entered into a Master Facilities Plan that calls for (1) the construction of 39 new elementary schools, 12 new middle schools, 5 new high schools and 1 combined elementary/middle school and (2) the renovation of 3 elementary schools, a combined middle school/high school, 2 high schools and an aviation education center. Due to enrollment declining the District and the OSFC currently estimate the total budget for the project is \$645,461,140, which has been downsized from the Original project budget of \$797,817,229. To date the District has expended approximately \$520,358,336 for construction commitments and related costs. This resulted in a decline in monies expected to be received from the OSFC and a restatement of net assets at the beginning of the year on the Statement of Activities by \$117,314,151.

NOTE 14 - ENDOWMENTS

The Toledo City School District has various endowments/trusts whereby the original endowment/trust agreement restricts the principal for specified purposes. For the year ended June 30, 2010, the net appreciation on investments of donor-restricted endowments was (\$10,915). Under the terms of the endowment/trust, and consistent with State statutes, the District is authorized to spend the net appreciation from the trust for any disbursements that are consistent with the original trust agreement. At June 30, 2010, accumulated available net appreciation of \$329,181 is reported in unrestricted net assets.

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 15 - RISK MANAGEMENT

The District is exposed to financial loss resulting from District-caused damage to property or bodily injuries or illness of employees, unemployment compensation benefits to previous employees, and employee health care, prescription drug, dental and life insurance benefits. The Administrative Services - Employee Benefit Self-Insurance Fund, an internal service fund, is used to account for, and finance self-insurance activities. This fund includes prescription drug, dental and health insurance benefits. The District also maintains an Administrative Services - Workers Compensation Fund, which was established under the State of Ohio's retrospective rating plan provisions. These costs are also accounted for in an Internal Service fund.

In accordance with section C50.141 of the 2004 GASB Codification, estimated liabilities are accrued in all Self-Insurance funds for the value of current outstanding claims and claims incurred but not reported (IBNR). Annual actuarial studies are performed for the Employee Benefit Self Insurance and Workers Compensation Funds to determine the recommended funding levels for related risk areas. The claims liability of \$6,875,400 (Accrued Wages and Benefits) reported in the Employee Benefit Self - Insurance Fund and \$854,000 (Intergovernmental Payable) in the Workers Compensation Self-Insurance Fund is based on the requirements of Government Accounting Standards Board Statement 10 as amended by Government Accounting Standards Board Statement 30. This statement requires that a liability for claims be reported if information indicates, prior to the issuance of the financial statements, that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the fund's claims liability amount in 2009 and 2010 were:

<u>Fiscal Year</u>	<u>Unpaid Claims Beginning of Fiscal Year</u>	<u>Incurred Claims</u>	<u>Claim Payments</u>	<u>Unpaid Claims Ending of Fiscal Year</u>
2009	\$8,769,769	53,156,497	(53,420,166)	\$8,506,100
2010	8,506,100	55,035,518	(55,812,218)	7,729,400

District property, employee life, and all other insurance coverage's are provided by commercial insurance policies. Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no significant reduction in insurance coverage from the prior year.

TOLEDO CITY SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

NOTE 16 – STATUTORY RESERVES

The District is required by state law to set aside certain general fund revenue amounts, as defined, into various reserves. During the fiscal year ended June 30, 2010, the reserve activity (cash-basis) was as follows:

	Materials and Supplies	Capital Maintenance	Budget Stabilization	Total
Set-aside Balance as of June 30, 2010	(\$22,469,649)	\$0	\$3,700,671	(\$18,768,978)
Current Year Set-Aside Requirement	4,482,560	0	0	4,482,560
Current Year Offset Credits	0	(7,665,236)	0	(7,665,236)
Qualifying Disbursements	(6,524,432)	(7,537,051)	0	(14,061,483)
Total	(\$24,511,521)	(\$15,202,287)	\$3,700,671	(\$36,013,137)
Set-aside Balance Carried Forward to FY 2011	\$0	\$0	\$3,700,671	\$3,700,671

The District had additional offsets and qualifying disbursements during the year in the Materials and Supplies set-aside that may be used to reduce the set-aside requirements of future years. Although the District had offsets and qualifying disbursements during the year that reduced the Capital Maintenance set-aside amount below zero, the extra amount may not be used to reduce the Capital Maintenance set-aside requirements of future years. Negative amounts are therefore not presented as being carried forward to the next fiscal year for Capital Maintenance.

NOTE 17 - CONTINGENCIES

A. Grants

The District receives financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2010.

B. Litigation

The District is a party to several legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects as of June 30, 2010. The District's management is of the opinion that ultimate disposition of these claims will not have a material effect on the financial condition of the District.

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, INTERNAL
SERVICE FUNDS AND FIDUCIARY FUNDS.*



Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted to expenditures for specified purposes.

Food Service Fund

A fund used to record financial transactions related to food service operations.

Uniform School Supplies Fund

A rotary fund provided to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the schools of the District. Profit derived from such sales is to be used for school purposes or activities in connection with the school.

Vocational Rotary Fund

A fund provided to account for revenue and expenses made in connection with goods and services provided by a school district. Activities using this fund tend to be curricular in nature. As an example, this fund would be used to account for receipts and purchases made in connection with the sale of consumer services provided by vocational education classes such as cosmetology or auto mechanics. This fund is also used to account for "Life Enrichment Programs" offered by a school district.

Adult Education Fund

A fund provided to account for transactions made in connection with adult education classes.

School Building Support Fund

A fund provided to account for specific local revenue sources, other than taxes that are restricted to expenditures for specific purposes approved by board resolution. Such expenditures may include curricular and extracurricular related purchases.

Other Grants Fund

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

School Facilities Maintenance Fund

A fund provided to account for the proceeds of a levy for the maintenance of facilities.

(Continued)

Special Revenue Funds

Administratively Managed Student Activity Fund

A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corp., and other similar types of activities.

Auxiliary Services Program Fund

A fund used to account for monies that provide services and materials to pupils attending non-public schools within the school district.

Post Secondary Vocational Education Fund

A fund provided to account for receipts and expenditures incurred providing opportunities for adults to acquire adequate employment skills.

Management Information System Fund

A fund for hardware and software development, or other costs associated with the requirements of the management information system.

Public School Preschool Fund

A fund to assist school districts in paying the cost of preschool programs for three and four year olds.

Entry Year Program Teachers Fund

A fund to provide direct assistance to the District's beginning teachers through teacher mentoring. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Data Communication Fund

A fund used to account for monies received for the maintenance of the Ohio Educational Computer Network connections. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

SchoolNet Professional Development Fund

A fund provided to account for a limited number of professional development subsidy grants. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Vocational Education Enhancement Fund

A fund used to account for Vocational Education Enhancement that: 1) expand number of students enrolled in tech prep programs, 2) enable students to develop career plans, 3) replace or update equipment essential for instruction of students in job skills.

(Continued)

Special Revenue Funds

Alternative Schools Fund

A fund used to account for alternative educational programs for existing and new at-risk and delinquent youth. Programs shall be focused on youth in one or more of the following categories: those who have been expelled or suspended, those who have dropped out of school or who are at the risk of dropping out of school, those who are habitually truant or disruptive, or those on probation or on parole from a Department of Youth Services facility.

Poverty Based Assistance Fund

A fund used to account for monies appropriated for poverty bases assistance as a part of the State Foundation System.

Miscellaneous State Fund

A fund used to account for money received from the state government which is not classified elsewhere.

Adult Basic Education Fund

Provision of funds for instructional programs for persons 16 years of age and older who are not enrolled in school and who have less than a twelfth grade education or its equivalent; development of basic educational skills; increase of opportunities for useful employment; improvement of attitudes toward self, family, and community. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Special Education Handicapped Fund

Provision of Grants to assist states in the identification of handicapped children, development of procedural safeguards, implementation of less restrictive alternative services patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Vocational Education Fund

Provision of funds to boards of education, teacher training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects. Includes sex equity grants.

(Continued)

Special Revenue Funds

Title VII Bilingual Education Program Fund

Provision of funds to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational need of children of limited English proficiency.

Title I Fund

To provide financial assistance to State and Local educational agencies to meet the special needs of educationally deprived children.

Title V – Innovative Education Fund

To consolidate various programs into a single authorization of grants to States for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the state and local agencies. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Drug Free Schools Grant Fund

To provide financial assistance for programs of drug abuse education and prevention.

Preschool Grants for the Handicapped Fund

To provide financial assistance to address the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Improving Teacher Quality Fund

A fund used to account for monies to hire additional classroom teachers in grades 1 through 3, to reduce the number of students per teacher.

Miscellaneous Federal Grants Fund

A fund used to account for various monies received through state agencies from the federal government or directly from the federal government which is not classified elsewhere.

ARRA Stimulus Fund

To support and restore State funding for elementary, secondary, post-secondary education and as applicable early childhood programs.

Educational Research and Development Fund

To improve State academic achievement through technology in schools; to assist students in becoming technologically literate by the end of eighth grade, and; to encourage effective integration of technology with teacher training and curriculum development to establish successful research-based instructional methods.

Title I School Improvement Fund

To help schools improve the teaching and learning of children failing, or most at risk of failing to meet State academic achievement standards.

Capital Projects Funds

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

Permanent Improvement Fund

A fund used to account for financial resources to be used for the acquisition, construction, or improvement of capital facilities.

Permanent Fund

The Permanent Fund is used to account for the financial resources that are legally restricted in that only the earnings, not the principal, may be used to support the District's programs.

Endowments Fund

A fund used to account for money, securities, or lands which have been set aside as an investment for public school purposes. The income from such a fund may be expended, but the principal must remain intact.

TOLEDO CITY SCHOOL DISTRICT

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 23,920,198	\$ 12,802,932	\$ 832,472	\$ 37,555,602
Cash with Fiscal Agent	0	1,510,624	0	1,510,624
Receivables:				
Taxes	1,960,301	1,535,029	0	3,495,330
Accounts	4,115	0	0	4,115
Intergovernmental	4,079,924	0	0	4,079,924
Interest	229,838	14,916	2,041	246,795
Inventory Held for Resale	280,543	0	0	280,543
Total Assets	\$ 30,474,919	\$ 15,863,501	\$ 834,513	\$ 47,172,933
Liabilities:				
Accounts Payable	\$ 2,508,784	\$ 844,020	\$ 700	\$ 3,353,504
Accrued Wages and Benefits	6,004,426	0	0	6,004,426
Intergovernmental Payable	1,342,084	0	0	1,342,084
Interfund Loans Payable	1,332,197	0	0	1,332,197
Deferred Revenue	7,713,500	2,828,290	0	10,541,790
Total Liabilities	18,900,991	3,672,310	700	22,574,001
Fund Balances:				
Reserved for Encumbrances	1,049,154	2,621,760	4,000	3,674,914
Reserved for Supplies Inventory	280,543	0	0	280,543
Reserved for Property Taxes	55,445	191,278	0	246,723
Reserved for Endowments	0	0	503,291	503,291
Unreserved, Undesignated in:				
Special Revenue Funds	10,188,786	0	0	10,188,786
Capital Projects Funds	0	9,378,153	0	9,378,153
Permanent Fund	0	0	326,522	326,522
Total Fund Balances	11,573,928	12,191,191	833,813	24,598,932
Total Liabilities and Fund Balances	\$ 30,474,919	\$ 15,863,501	\$ 834,513	\$ 47,172,933

TOLEDO CITY SCHOOL DISTRICT

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$ 1,062,637	\$ 5,586,245	\$ 0	\$ 6,648,882
Tuition	445,400	0	0	445,400
Food Services	1,402,139	0	0	1,402,139
Investment Earnings	208,813	141,297	14,795	364,905
Extracurricular Activities	1,114,890	0	0	1,114,890
Class Materials and Fees	116,011	0	0	116,011
Intergovernmental - State	5,579,421	1,842,729	0	7,422,150
Intergovernmental - Federal	79,090,398	0	0	79,090,398
All Other Revenue	1,764,528	0	1,695	1,766,223
Total Revenue	90,784,237	7,570,271	16,490	98,370,998
Expenditures:				
Current:				
Instruction	46,286,590	2,210,894	0	48,497,484
Supporting Services	28,716,239	270,828	28,956	29,016,023
Operation of Non-Instructional Services	15,426,907	44,484	0	15,471,391
Extracurricular Activities	1,227,387	0	700	1,228,087
Capital Outlay	57,397	955,101	0	1,012,498
Total Expenditures	91,714,520	3,481,307	29,656	95,225,483
Excess (Deficiency) of Revenues Over Expenditures	(930,283)	4,088,964	(13,166)	3,145,515
Other Financing Sources (Uses):				
Sale of Capital Assets	1,650	111,630	0	113,280
Transfers In	3,765,628	0	0	3,765,628
Transfers Out	(173,058)	0	0	(173,058)
Total Other Financing Sources (Uses)	3,594,220	111,630	0	3,705,850
Net Change in Fund Balance	2,663,937	4,200,594	(13,166)	6,851,365
Fund Balances at Beginning of Year	8,909,991	7,990,597	846,979	17,747,567
Fund Balances End of Year	\$ 11,573,928	\$ 12,191,191	\$ 833,813	\$ 24,598,932

TOLEDO CITY SCHOOL DISTRICT

**Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010**

	Food Service	Uniform School Supplies	Vocational Rotary	Adult Education
Assets:				
Cash and Cash Equivalents	\$ 14,635	\$ 421,884	\$ 173,852	\$ 163,711
Receivables:				
Taxes	0	0	0	0
Accounts	71	0	0	1,400
Intergovernmental	1,098	0	0	0
Interest	0	0	419	0
Inventory Held for Resale	280,543	0	0	0
Total Assets	\$ 296,347	\$ 421,884	\$ 174,271	\$ 165,111
Liabilities:				
Accounts Payable	\$ 3,236	\$ 2,899	\$ 0	\$ 149
Accrued Wages and Benefits	27,868	0	0	105,991
Intergovernmental Payable	108,117	0	0	51,433
Interfund Loans Payable	0	0	0	602,719
Deferred Revenue	0	0	0	0
Total Liabilities	139,221	2,899	0	760,292
Fund Balances:				
Reserved for Encumbrances	10,891	20,313	3,409	18,184
Reserved for Supplies Inventory	280,543	0	0	0
Reserved for Property Taxes	0	0	0	0
Unreserved, Undesignated in:				
Special Revenue Funds (Deficit)	(134,308)	398,672	170,862	(613,365)
Total Fund Balances (Deficit)	157,126	418,985	174,271	(595,181)
Total Liabilities and Fund Balances	\$ 296,347	\$ 421,884	\$ 174,271	\$ 165,111

TOLEDO CITY SCHOOL DISTRICT

School Building Support	Other Grants	School Facilities Maintenance	Administratively Managed Student Activity	Auxiliary Services Program	Post Secondary Vocational Education
\$ 645,883	\$ 455,375	\$ 12,946,373	\$ 340,870	\$ 860,809	\$ 0
0	0	1,960,301	0	0	0
0	2,334	0	310	0	0
0	4,800	0	0	291,452	16
1,584	0	227,004	831	0	0
0	0	0	0	0	0
<u>\$ 647,467</u>	<u>\$ 462,509</u>	<u>\$ 15,133,678</u>	<u>\$ 342,011</u>	<u>\$ 1,152,261</u>	<u>\$ 16</u>
\$ 2,214	\$ 2,966	\$ 28,740	\$ 15,261	\$ 119,907	\$ 0
1,100	13,403	0	0	199,954	0
18	40,111	0	0	51,362	0
203	128,021	0	0	1,651	0
0	0	1,899,639	0	5,250	16
<u>3,535</u>	<u>184,501</u>	<u>1,928,379</u>	<u>15,261</u>	<u>378,124</u>	<u>16</u>
29,344	31,844	183,242	9,337	286,380	0
0	0	0	0	0	0
0	0	55,445	0	0	0
<u>614,588</u>	<u>246,164</u>	<u>12,966,612</u>	<u>317,413</u>	<u>487,757</u>	<u>0</u>
<u>643,932</u>	<u>278,008</u>	<u>13,205,299</u>	<u>326,750</u>	<u>774,137</u>	<u>0</u>
<u>\$ 647,467</u>	<u>\$ 462,509</u>	<u>\$ 15,133,678</u>	<u>\$ 342,011</u>	<u>\$ 1,152,261</u>	<u>\$ 16</u>

(Continued)

TOLEDO CITY SCHOOL DISTRICT

**Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010**

	Management Information System	Public School Preschool	Vocational Education Enhancement	Alternative Schools
Assets:				
Cash and Cash Equivalents	\$ 24,452	\$ 29,956	\$ 17,138	\$ 11,625
Receivables:				
Taxes	0	0	0	0
Accounts	0	0	0	0
Intergovernmental	0	11,628	6,320	20,246
Interest	0	0	0	0
Inventory Held for Resale	0	0	0	0
Total Assets	\$ 24,452	\$ 41,584	\$ 23,458	\$ 31,871
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 3,030	\$ 0
Accrued Wages and Benefits	907	0	5,000	35,407
Intergovernmental Payable	3,615	0	1,359	6,145
Interfund Loans Payable	0	0	3,029	0
Deferred Revenue	0	11,628	6,320	20,246
Total Liabilities	4,522	11,628	18,738	61,798
Fund Balances:				
Reserved for Encumbrances	0	0	7,047	200
Reserved for Supplies Inventory	0	0	0	0
Reserved for Property Taxes	0	0	0	0
Unreserved, Undesignated in:				
Special Revenue Funds (Deficit)	19,930	29,956	(2,327)	(30,127)
Total Fund Balances (Deficit)	19,930	29,956	4,720	(29,927)
Total Liabilities and Fund Balances	\$ 24,452	\$ 41,584	\$ 23,458	\$ 31,871

TOLEDO CITY SCHOOL DISTRICT

Poverty Based Assistance	Miscellaneous State	Special Education Handicapped	Vocational Education	Title VII Bilingual Education Program	Title I
\$ 0	\$ 64,436	\$ 1,896,712	\$ 267,119	\$ 7,565	\$ 4,640,846
0	0	0	0	0	0
0	0	0	0	0	0
0	33,980	143,864	393,846	28,591	932,670
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$ 0</u>	<u>\$ 98,416</u>	<u>\$ 2,040,576</u>	<u>\$ 660,965</u>	<u>\$ 36,156</u>	<u>\$ 5,573,516</u>
\$ 0	\$ 1,151	\$ 9,320	\$ 231,641	\$ 0	\$ 2,085,564
226	1,091	715,982	49,829	1,961	2,561,513
62	371	189,708	36,966	969	477,727
0	4,436	1,673	324,933	0	29,416
0	33,840	771,249	393,846	28,591	2,321,296
<u>288</u>	<u>40,889</u>	<u>1,687,932</u>	<u>1,037,215</u>	<u>31,521</u>	<u>7,475,516</u>
0	46,893	13,298	35,474	641	102,189
0	0	0	0	0	0
0	0	0	0	0	0
<u>(288)</u>	<u>10,634</u>	<u>339,346</u>	<u>(411,724)</u>	<u>3,994</u>	<u>(2,004,189)</u>
<u>(288)</u>	<u>57,527</u>	<u>352,644</u>	<u>(376,250)</u>	<u>4,635</u>	<u>(1,902,000)</u>
<u>\$ 0</u>	<u>\$ 98,416</u>	<u>\$ 2,040,576</u>	<u>\$ 660,965</u>	<u>\$ 36,156</u>	<u>\$ 5,573,516</u>

(Continued)

TOLEDO CITY SCHOOL DISTRICT

**Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010**

	Drug Free School Grants	Preschool Grants for the Handicapped	Improving Teacher Quality	Miscellaneous Federal Grants
Assets:				
Cash and Cash Equivalents	\$ 41,352	\$ 40,516	\$ 635,541	\$ 201,377
Receivables:				
Taxes	0	0	0	0
Accounts	0	0	0	0
Intergovernmental	224,759	0	219,677	1,735,961
Interest	0	0	0	0
Inventory Held for Resale	0	0	0	0
Total Assets	\$ 266,111	\$ 40,516	\$ 855,218	\$ 1,937,338
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits	0	17,191	377,068	32,358
Intergovernmental Payable	0	7,429	63,019	6,882
Interfund Loans Payable	2,894	15,198	160	184,529
Deferred Revenue	224,759	40,166	219,677	1,735,961
Total Liabilities	227,653	79,984	659,924	1,959,730
Fund Balances:				
Reserved for Encumbrances	3,517	0	30,117	201,371
Reserved for Supplies Inventory	0	0	0	0
Reserved for Property Taxes	0	0	0	0
Unreserved, Undesignated in:				
Special Revenue Funds (Deficit)	34,941	(39,468)	165,177	(223,763)
Total Fund Balances (Deficit)	38,458	(39,468)	195,294	(22,392)
Total Liabilities and Fund Balances	\$ 266,111	\$ 40,516	\$ 855,218	\$ 1,937,338

TOLEDO CITY SCHOOL DISTRICT

<u>ARRA Stimulus</u>	<u>Educational Research and Development</u>	<u>Title I School Improvement</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 0	\$ 17,793	\$ 378	\$ 23,920,198
0	0	0	1,960,301
0	0	0	4,115
0	31,016	0	4,079,924
0	0	0	229,838
0	0	0	280,543
<u>\$ 0</u>	<u>\$ 48,809</u>	<u>\$ 378</u>	<u>\$ 30,474,919</u>
\$ 0	\$ 2,706	\$ 0	\$ 2,508,784
1,638,372	5,833	213,372	6,004,426
263,042	1,106	32,643	1,342,084
0	13,983	19,352	1,332,197
0	1,016	0	7,713,500
<u>1,901,414</u>	<u>24,644</u>	<u>265,367</u>	<u>18,900,991</u>
0	15,085	378	1,049,154
0	0	0	280,543
0	0	0	55,445
<u>(1,901,414)</u>	<u>9,080</u>	<u>(265,367)</u>	<u>10,188,786</u>
<u>(1,901,414)</u>	<u>24,165</u>	<u>(264,989)</u>	<u>11,573,928</u>
<u>\$ 0</u>	<u>\$ 48,809</u>	<u>\$ 378</u>	<u>\$ 30,474,919</u>

TOLEDO CITY SCHOOL DISTRICT

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	Food Service	Uniform School Supplies	Vocational Rotary	Adult Education
Revenues:				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Tuition	0	0	0	430,745
Food Service	1,402,139	0	0	0
Investment Earnings	0	0	2,763	0
Extracurricular Activities	0	1,614	146,077	0
Classroom Materials and Fees	0	106,615	0	0
State Sources	216,786	0	0	226,562
Federal Sources	8,931,692	0	0	845,417
Miscellaneous Revenue	158,191	0	13,533	0
Total Revenue	10,708,808	108,229	162,373	1,502,724
Expenditures:				
Current:				
Instruction	0	180,463	139,117	1,894,903
Support Services	122,490	0	0	44,826
Non-Instructional Services	11,849,168	0	0	14,252
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
Debt Service:				
Total Expenditures	11,971,658	180,463	139,117	1,953,981
Excess (Deficiency) of Revenues Over Expenditures	(1,262,850)	(72,234)	23,256	(451,257)
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
Transfers In	1,247,541	211,379	0	541,956
Transfers Out	0	(24,063)	(3,500)	0
Total Other Financing Sources (Uses)	1,247,541	187,316	(3,500)	541,956
Net Change in Fund Balance	(15,309)	115,082	19,756	90,699
Fund Balances (Deficit) at Beginning of Year	172,435	303,903	154,515	(685,880)
Fund Balances (Deficit) End of Year	\$ 157,126	\$ 418,985	\$ 174,271	\$ (595,181)

TOLEDO CITY SCHOOL DISTRICT

School Building Support	Other Grants	School Facilities Maintenance	Administratively Managed Student Activity	Auxiliary Services Program	Post Secondary Vocational Education	Management Information System
\$ 0	\$ 0	\$ 1,062,637	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
14,551	0	187,736	7,202	(3,439)	0	0
527,910	0	0	439,289	0	0	0
0	0	0	9,396	0	0	0
0	0	1,307,065	0	3,124,321	3,504	47,965
0	0	0	0	0	0	0
88,319	1,479,909	0	20,567	0	0	0
<u>630,780</u>	<u>1,479,909</u>	<u>2,557,438</u>	<u>476,454</u>	<u>3,120,882</u>	<u>3,504</u>	<u>47,965</u>
108,585	152,513	0	0	122,609	0	0
28,805	1,534,225	594,779	0	202,668	476	49,560
0	0	0	0	2,236,804	0	0
583,178	0	0	643,842	0	0	0
0	0	57,397	0	0	0	0
<u>720,568</u>	<u>1,686,738</u>	<u>652,176</u>	<u>643,842</u>	<u>2,562,081</u>	<u>476</u>	<u>49,560</u>
(89,788)	(206,829)	1,905,262	(167,388)	558,801	3,028	(1,595)
0	0	0	0	1,650	0	0
46,844	33,294	0	136,402	0	0	0
(19,799)	(33,294)	0	(1,319)	0	0	0
<u>27,045</u>	<u>0</u>	<u>0</u>	<u>135,083</u>	<u>1,650</u>	<u>0</u>	<u>0</u>
(62,743)	(206,829)	1,905,262	(32,305)	560,451	3,028	(1,595)
706,675	484,837	11,300,037	359,055	213,686	(3,028)	21,525
<u>\$ 643,932</u>	<u>\$ 278,008</u>	<u>\$ 13,205,299</u>	<u>\$ 326,750</u>	<u>\$ 774,137</u>	<u>\$ 0</u>	<u>\$ 19,930</u>

(Continued)

TOLEDO CITY SCHOOL DISTRICT

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	Public School Preschool	Entry Year Programs Teachers	Data Communication	SchoolNet Professional Development
Revenues:				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Tuition	14,655	0	0	0
Food Service	0	0	0	0
Investment Earnings	0	0	0	0
Extracurricular Activities	0	0	0	0
Classroom Materials and Fees	0	0	0	0
State Sources	124,372	0	125,748	0
Federal Sources	0	0	0	0
Miscellaneous Revenue	0	0	0	159
Total Revenue	<u>139,027</u>	<u>0</u>	<u>125,748</u>	<u>159</u>
Expenditures:				
Current:				
Instruction	0	1,945	0	0
Support Services	120,169	0	125,748	0
Non-Instructional Services	0	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
Debt Service:				
Total Expenditures	<u>120,169</u>	<u>1,945</u>	<u>125,748</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	18,858	(1,945)	0	159
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
Transfers In	10,596	0	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>10,596</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	29,454	(1,945)	0	159
Fund Balances (Deficit) at Beginning of Year	<u>502</u>	<u>1,945</u>	<u>0</u>	<u>(159)</u>
Fund Balances (Deficit) End of Year	<u>\$ 29,956</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

TOLEDO CITY SCHOOL DISTRICT

Vocational Education Enhancement	Alternative Schools	Poverty Based Assistance	Miscellaneous State	Adult Basic Education	Special Education Handicapped	Vocational Education
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
34,698	245,077	0	123,323	0	0	0
0	0	0	0	160,886	12,657,429	1,203,345
0	0	0	0	0	0	0
<u>34,698</u>	<u>245,077</u>	<u>0</u>	<u>123,323</u>	<u>160,886</u>	<u>12,657,429</u>	<u>1,203,345</u>
14,138	132,999	1,716,733	5,164	11,259	4,541,615	410,656
15,191	116,112	0	196,859	7,426	6,909,458	689,626
0	0	16,278	0	0	394,841	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>29,329</u>	<u>249,111</u>	<u>1,733,011</u>	<u>202,023</u>	<u>18,685</u>	<u>11,845,914</u>	<u>1,100,282</u>
5,369	(4,034)	(1,733,011)	(78,700)	142,201	811,515	103,063
0	0	0	0	0	0	0
0	0	0	90,700	0	1,172,378	0
0	0	0	(90,700)	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,172,378</u>	<u>0</u>
5,369	(4,034)	(1,733,011)	(78,700)	142,201	1,983,893	103,063
(649)	(25,893)	1,732,723	136,227	(142,201)	(1,631,249)	(479,313)
<u>\$ 4,720</u>	<u>\$ (29,927)</u>	<u>\$ (288)</u>	<u>\$ 57,527</u>	<u>\$ 0</u>	<u>\$ 352,644</u>	<u>\$ (376,250)</u>

(Continued)

TOLEDO CITY SCHOOL DISTRICT

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010**

	Title VII Bilingual Education Program	Title I	Title V - Innovative Education	Drug Free School Grants
Revenues:				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Tuition	0	0	0	0
Food Service	0	0	0	0
Investment Earnings	0	0	0	0
Extracurricular Activities	0	0	0	0
Classroom Materials and Fees	0	0	0	0
State Sources	0	0	0	0
Federal Sources	86,768	33,318,037	29,089	79,583
Miscellaneous Revenue	0	3,850	0	0
Total Revenue	86,768	33,321,887	29,089	79,583
Expenditures:				
Current:				
Instruction	81,553	17,976,613	0	0
Support Services	5,550	13,389,512	0	27,696
Non-Instructional Services	0	892,406	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
Debt Service:				
Total Expenditures	87,103	32,258,531	0	27,696
Excess (Deficiency) of Revenues Over Expenditures	(335)	1,063,356	29,089	51,887
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
Transfers In	0	383	0	0
Transfers Out	0	(383)	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(335)	1,063,356	29,089	51,887
Fund Balances (Deficit) at Beginning of Year	4,970	(2,965,356)	(29,089)	(13,429)
Fund Balances (Deficit) End of Year	\$ 4,635	\$ (1,902,000)	\$ 0	\$ 38,458

TOLEDO CITY SCHOOL DISTRICT

Preschool Grants for the Handicapped	Improving Teacher Quality	Miscellaneous Federal Grants	ARRA Stimulus	Educational Research and Development	Title I School Improvement	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,062,637
0	0	0	0	0	0	445,400
0	0	0	0	0	0	1,402,139
0	0	0	0	0	0	208,813
0	0	0	0	0	0	1,114,890
0	0	0	0	0	0	116,011
0	0	0	0	0	0	5,579,421
353,731	4,397,752	2,525,748	13,093,907	207,014	1,200,000	79,090,398
0	0	0	0	0	0	1,764,528
<u>353,731</u>	<u>4,397,752</u>	<u>2,525,748</u>	<u>13,093,907</u>	<u>207,014</u>	<u>1,200,000</u>	<u>90,784,237</u>
0	3,074,989	2,065,012	13,655,724	0	0	46,286,590
374,943	576,613	618,812	1,339,597	160,109	1,464,989	28,716,239
0	418	0	0	22,740	0	15,426,907
0	0	367	0	0	0	1,227,387
0	0	0	0	0	0	57,397
<u>374,943</u>	<u>3,652,020</u>	<u>2,684,191</u>	<u>14,995,321</u>	<u>182,849</u>	<u>1,464,989</u>	<u>91,714,520</u>
(21,212)	745,732	(158,443)	(1,901,414)	24,165	(264,989)	(930,283)
0	0	0	0	0	0	1,650
0	0	274,155	0	0	0	3,765,628
0	0	0	0	0	0	(173,058)
<u>0</u>	<u>0</u>	<u>274,155</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,594,220</u>
(21,212)	745,732	115,712	(1,901,414)	24,165	(264,989)	2,663,937
(18,256)	(550,438)	(138,104)	0	0	0	8,909,991
<u>\$ (39,468)</u>	<u>\$ 195,294</u>	<u>\$ (22,392)</u>	<u>\$ (1,901,414)</u>	<u>\$ 24,165</u>	<u>\$ (264,989)</u>	<u>\$ 11,573,928</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2010***

	GENERAL FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Total Revenues and Other Financing Sources	<u>\$ 280,363,653</u>	<u>\$ 336,476,277</u>	<u>\$ 327,180,660</u>	<u>\$ (9,295,617)</u>
Total Expenditures and Other Financing Uses	<u>293,359,261</u>	<u>343,201,339</u>	<u>343,201,339</u>	<u>0</u>
Net Change in Fund Balances	(12,995,608)	(6,725,062)	(16,020,679)	(9,295,617)
Fund Balance at Beginning of Year	14,604,437	14,604,437	14,604,437	0
Prior Year Encumbrances	<u>5,950,906</u>	<u>5,950,906</u>	<u>5,950,906</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 7,559,735</u>	<u>\$ 13,830,281</u>	<u>\$ 4,534,664</u>	<u>\$ (9,295,617)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Debt Service Fund
For the Fiscal Year Ended June 30, 2010***

	DEBT SERVICE FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Total Revenues and Other Financing Sources	<u>\$ 12,687,000</u>	<u>\$ 12,687,000</u>	<u>\$ 10,203,260</u>	<u>\$ (2,483,740)</u>
Total Expenditures and Other Financing Uses	<u>16,452,977</u>	<u>16,196,855</u>	<u>16,196,855</u>	<u>0</u>
Net Change in Fund Balances	(3,765,977)	(3,509,855)	(5,993,595)	(2,483,740)
Fund Balance at Beginning of Year	<u>10,744,601</u>	<u>10,744,601</u>	<u>10,744,601</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 6,978,624</u>	<u>\$ 7,234,746</u>	<u>\$ 4,751,006</u>	<u>\$ (2,483,740)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Capital Projects
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 6,749,338</u>	<u>\$ 6,749,338</u>	<u>\$ 5,707,412</u>	<u>\$ (1,041,926)</u>
Total Expenditures and Other Financing Uses	<u>54,963,955</u>	<u>9,586,139</u>	<u>9,586,139</u>	<u>0</u>
Net Change in Fund Balances	(48,214,617)	(2,836,801)	(3,878,727)	(1,041,926)
Fund Balance at Beginning of Year	46,254,424	46,254,424	46,254,424	0
Prior Year Encumbrances	<u>1,960,193</u>	<u>1,960,193</u>	<u>1,960,193</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 45,377,816</u>	<u>\$ 44,335,890</u>	<u>\$ (1,041,926)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Capital Projects
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 187,893,443</u>	<u>\$ 187,893,443</u>	<u>\$ 59,661,876</u>	<u>\$ (128,231,567)</u>
Total Expenditures and Other Financing Uses	<u>276,455,410</u>	<u>133,132,935</u>	<u>133,132,935</u>	<u>0</u>
Net Change in Fund Balances	(88,561,967)	54,760,508	(73,471,059)	(128,231,567)
Fund Balance at Beginning of Year	47,040,184	47,040,184	47,040,184	0
Prior Year Encumbrances	<u>41,521,787</u>	<u>41,521,787</u>	<u>41,521,787</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4</u>	<u>\$ 143,322,479</u>	<u>\$ 15,090,912</u>	<u>\$ (128,231,567)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	FOOD SERVICE FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Total Revenues and Other Financing Sources	<u>\$ 11,954,131</u>	<u>\$ 11,954,131</u>	<u>\$ 11,567,426</u>	<u>\$ (386,705)</u>
Total Expenditures and Other Financing Uses	<u>11,995,044</u>	<u>11,608,335</u>	<u>11,608,335</u>	<u>0</u>
Net Change in Fund Balances	(40,913)	345,796	(40,909)	(386,705)
Fund Balance at Beginning of Year	503	503	503	0
Prior Year Encumbrances	<u>40,914</u>	<u>40,914</u>	<u>40,914</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 504</u>	<u>\$ 387,213</u>	<u>\$ 508</u>	<u>\$ (386,705)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 937,158</u>	<u>\$ 1,134,035</u>	<u>\$ 323,883</u>	<u>\$ (810,152)</u>
Total Expenditures and Other Financing Uses	<u>1,290,151</u>	<u>278,206</u>	<u>278,206</u>	<u>0</u>
Net Change in Fund Balances	(352,993)	855,829	45,677	(810,152)
Fund Balance at Beginning of Year	295,775	295,775	295,775	0
Prior Year Encumbrances	<u>57,221</u>	<u>57,221</u>	<u>57,221</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3</u>	<u>\$ 1,208,825</u>	<u>\$ 398,673</u>	<u>\$ (810,152)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 669,826</u>	<u>\$ 682,051</u>	<u>\$ 164,280</u>	<u>\$ (517,771)</u>
Total Expenditures and Other Financing Uses	<u>830,163</u>	<u>157,177</u>	<u>157,177</u>	<u>0</u>
Net Change in Fund Balances	(160,337)	524,874	7,103	(517,771)
Fund Balance at Beginning of Year	148,325	148,325	148,325	0
Prior Year Encumbrances	<u>12,014</u>	<u>12,014</u>	<u>12,014</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2</u>	<u>\$ 685,213</u>	<u>\$ 167,442</u>	<u>\$ (517,771)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 2,785,699</u>	<u>\$ 3,318,207</u>	<u>\$ 2,711,587</u>	<u>\$ (606,620)</u>
Total Expenditures and Other Financing Uses	<u>2,187,614</u>	<u>2,720,122</u>	<u>2,720,122</u>	<u>0</u>
Net Change in Fund Balances	598,085	598,085	(8,535)	(606,620)
Fund Balance at Beginning of Year	145,379	145,379	145,379	0
Prior Year Encumbrances	<u>8,535</u>	<u>8,535</u>	<u>8,535</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 751,999</u>	<u>\$ 751,999</u>	<u>\$ 145,379</u>	<u>\$ (606,620)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 3,575,879</u>	<u>\$ 3,756,700</u>	<u>\$ 749,757</u>	<u>\$ (3,006,943)</u>
Total Expenditures and Other Financing Uses	<u>4,270,637</u>	<u>885,193</u>	<u>885,193</u>	<u>0</u>
Net Change in Fund Balances	(694,758)	2,871,507	(135,436)	(3,006,943)
Fund Balance at Beginning of Year	673,975	673,975	673,975	0
Prior Year Encumbrances	<u>75,785</u>	<u>75,785</u>	<u>75,785</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 55,002</u>	<u>\$ 3,621,267</u>	<u>\$ 614,324</u>	<u>\$ (3,006,943)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	OTHER GRANTS FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Total Revenues and Other Financing Sources	<u>\$ 1,711,116</u>	<u>\$ 1,935,986</u>	<u>\$ 1,671,126</u>	<u>\$ (264,860)</u>
Total Expenditures and Other Financing Uses	<u>2,246,725</u>	<u>1,804,503</u>	<u>1,804,503</u>	<u>0</u>
Net Change in Fund Balances	(535,609)	131,483	(133,377)	(264,860)
Fund Balance at Beginning of Year	518,722	518,722	518,722	0
Prior Year Encumbrances	<u>35,220</u>	<u>35,220</u>	<u>35,220</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 18,333</u>	<u>\$ 685,425</u>	<u>\$ 420,565</u>	<u>\$ (264,860)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 2,772,300</u>	<u>\$ 2,772,300</u>	<u>\$ 2,474,827</u>	<u>\$ (297,473)</u>
Total Expenditures and Other Financing Uses	<u>1,655,037</u>	<u>952,678</u>	<u>952,678</u>	<u>0</u>
Net Change in Fund Balances	1,117,263	1,819,622	1,522,149	(297,473)
Fund Balance at Beginning of Year	11,057,646	11,057,646	11,057,646	0
Prior Year Encumbrances	<u>155,037</u>	<u>155,037</u>	<u>155,037</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 12,329,946</u>	<u>\$ 13,032,305</u>	<u>\$ 12,734,832</u>	<u>\$ (297,473)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 1,931,342</u>	<u>\$ 2,111,466</u>	<u>\$ 620,387</u>	<u>\$ (1,491,079)</u>
Total Expenditures and Other Financing Uses	<u>2,318,640</u>	<u>696,309</u>	<u>696,309</u>	<u>0</u>
Net Change in Fund Balances	(387,298)	1,415,157	(75,922)	(1,491,079)
Fund Balance at Beginning of Year	338,432	338,432	338,432	0
Prior Year Encumbrances	<u>51,862</u>	<u>51,862</u>	<u>51,862</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,996</u>	<u>\$ 1,805,451</u>	<u>\$ 314,372</u>	<u>\$ (1,491,079)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 3,682,134</u>	<u>\$ 2,890,613</u>	<u>\$ 2,837,981</u>	<u>\$ (52,632)</u>
Total Expenditures and Other Financing Uses	<u>5,199,854</u>	<u>3,901,192</u>	<u>3,901,192</u>	<u>0</u>
Net Change in Fund Balances	(1,517,720)	(1,010,579)	(1,063,211)	(52,632)
Fund Balance at Beginning of Year	434,372	434,372	434,372	0
Prior Year Encumbrances	<u>1,083,356</u>	<u>1,083,356</u>	<u>1,083,356</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 8</u>	<u>\$ 507,149</u>	<u>\$ 454,517</u>	<u>\$ (52,632)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 4,300</u>	<u>\$ 7,805</u>	<u>\$ 3,504</u>	<u>\$ (4,301)</u>
Total Expenditures and Other Financing Uses	<u>1,413</u>	<u>4,917</u>	<u>4,917</u>	<u>0</u>
Net Change in Fund Balances	2,887	2,888	(1,413)	(4,301)
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	<u>1,413</u>	<u>1,413</u>	<u>1,413</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,300</u>	<u>\$ 4,301</u>	<u>\$ 0</u>	<u>\$ (4,301)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 23,680</u>	<u>\$ 51,645</u>	<u>\$ 47,965</u>	<u>\$ (3,680)</u>
Total Expenditures and Other Financing Uses	<u>53,717</u>	<u>53,545</u>	<u>53,545</u>	<u>0</u>
Net Change in Fund Balances	(30,037)	(1,900)	(5,580)	(3,680)
Fund Balance at Beginning of Year	26,315	26,315	26,315	0
Prior Year Encumbrances	<u>3,717</u>	<u>3,717</u>	<u>3,717</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ (5)</u>	<u>\$ 28,132</u>	<u>\$ 24,452</u>	<u>\$ (3,680)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 0</u>	<u>\$ 130,848</u>	<u>\$ 149,923</u>	<u>\$ 19,075</u>
Total Expenditures and Other Financing Uses	<u>4,588</u>	<u>140,304</u>	<u>140,304</u>	<u>0</u>
Net Change in Fund Balances	(4,588)	(9,456)	9,619	19,075
Fund Balance at Beginning of Year	15,751	15,751	15,751	0
Prior Year Encumbrances	<u>4,586</u>	<u>4,586</u>	<u>4,586</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 15,749</u>	<u>\$ 10,881</u>	<u>\$ 29,956</u>	<u>\$ 19,075</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 185</u>	<u>\$ 185</u>	<u>\$ 0</u>	<u>\$ (185)</u>
Total Expenditures and Other Financing Uses	<u>2,450</u>	<u>2,265</u>	<u>2,265</u>	<u>0</u>
Net Change in Fund Balances	(2,265)	(2,080)	(2,265)	(185)
Fund Balance at Beginning of Year	<u>2,265</u>	<u>2,265</u>	<u>2,265</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 185</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (185)</u></u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

DATA COMMUNICATION FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 0</u>	<u>\$ 125,748</u>	<u>\$ 125,748</u>	<u>\$ 0</u>
Total Expenditures and Other Financing Uses	<u>0</u>	<u>125,748</u>	<u>125,748</u>	<u>0</u>
Net Change in Fund Balances	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 159</u>	<u>\$ 159</u>
Total Expenditures and Other Financing Uses	<u>158</u>	<u>159</u>	<u>159</u>	<u>0</u>
Net Change in Fund Balances	(158)	(159)	0	159
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ (158)</u>	<u>\$ (159)</u>	<u>\$ 0</u>	<u>\$ 159</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 28,339</u>	<u>\$ 40,339</u>	<u>\$ 37,727</u>	<u>\$ (2,612)</u>
Total Expenditures and Other Financing Uses	<u>36,775</u>	<u>42,363</u>	<u>42,363</u>	<u>0</u>
Net Change in Fund Balances	(8,436)	(2,024)	(4,636)	(2,612)
Fund Balance at Beginning of Year	8,630	8,630	8,630	0
Prior Year Encumbrances	<u>3,067</u>	<u>3,067</u>	<u>3,067</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,261</u>	<u>\$ 9,673</u>	<u>\$ 7,061</u>	<u>\$ (2,612)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 450,168</u>	<u>\$ 290,840</u>	<u>\$ 245,077</u>	<u>\$ (45,763)</u>
Total Expenditures and Other Financing Uses	<u>461,543</u>	<u>263,809</u>	<u>263,809</u>	<u>0</u>
Net Change in Fund Balances	(11,375)	27,031	(18,732)	(45,763)
Fund Balance at Beginning of Year	1	1	1	0
Prior Year Encumbrances	<u>30,156</u>	<u>30,156</u>	<u>30,156</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 18,782</u>	<u>\$ 57,188</u>	<u>\$ 11,425</u>	<u>\$ (45,763)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 511,075</u>	<u>\$ 511,075</u>	<u>\$ 0</u>	<u>\$ (511,075)</u>
Total Expenditures and Other Financing Uses	<u>2,596,561</u>	<u>2,085,480</u>	<u>2,085,480</u>	<u>0</u>
Net Change in Fund Balances	(2,085,486)	(1,574,405)	(2,085,480)	(511,075)
Fund Balance at Beginning of Year	2,078,960	2,078,960	2,078,960	0
Prior Year Encumbrances	<u>6,520</u>	<u>6,520</u>	<u>6,520</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ (6)</u>	<u>\$ 511,075</u>	<u>\$ 0</u>	<u>\$ (511,075)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 88,500</u>	<u>\$ 362,535</u>	<u>\$ 295,472</u>	<u>\$ (67,063)</u>
Total Expenditures and Other Financing Uses	<u>759,871</u>	<u>1,036,973</u>	<u>1,036,973</u>	<u>0</u>
Net Change in Fund Balances	(671,371)	(674,438)	(741,501)	(67,063)
Fund Balance at Beginning of Year	155,831	155,831	155,831	0
Prior Year Encumbrances	<u>602,062</u>	<u>602,062</u>	<u>602,062</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 86,522</u>	<u>\$ 83,455</u>	<u>\$ 16,392</u>	<u>\$ (67,063)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 148,634</u>	<u>\$ 234,889</u>	<u>\$ 160,886</u>	<u>\$ (74,003)</u>
Total Expenditures and Other Financing Uses	<u>78,188</u>	<u>164,442</u>	<u>164,442</u>	<u>0</u>
Net Change in Fund Balances	70,446	70,447	(3,556)	(74,003)
Fund Balance at Beginning of Year	1	1	1	0
Prior Year Encumbrances	<u>3,555</u>	<u>3,555</u>	<u>3,555</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 74,002</u>	<u>\$ 74,003</u>	<u>\$ 0</u>	<u>\$ (74,003)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 17,305,685</u>	<u>\$ 18,478,063</u>	<u>\$ 14,458,865</u>	<u>\$ (4,019,198)</u>
Total Expenditures and Other Financing Uses	<u>16,423,521</u>	<u>12,653,400</u>	<u>12,653,400</u>	<u>0</u>
Net Change in Fund Balances	882,164	5,824,663	1,805,465	(4,019,198)
Fund Balance at Beginning of Year	3	3	3	0
Prior Year Encumbrances	<u>68,626</u>	<u>68,626</u>	<u>68,626</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 950,793</u>	<u>\$ 5,893,292</u>	<u>\$ 1,874,094</u>	<u>\$ (4,019,198)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 1,551,277</u>	<u>\$ 1,989,034</u>	<u>\$ 1,529,215</u>	<u>\$ (459,819)</u>
Total Expenditures and Other Financing Uses	<u>1,360,659</u>	<u>1,750,035</u>	<u>1,750,035</u>	<u>0</u>
Net Change in Fund Balances	190,618	238,999	(220,820)	(459,819)
Fund Balance at Beginning of Year	3	3	3	0
Prior Year Encumbrances	<u>220,821</u>	<u>220,821</u>	<u>220,821</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 411,442</u>	<u>\$ 459,823</u>	<u>\$ 4</u>	<u>\$ (459,819)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 60,061</u>	<u>\$ 118,546</u>	<u>\$ 86,768</u>	<u>\$ (31,778)</u>
Total Expenditures and Other Financing Uses	<u>67,092</u>	<u>86,876</u>	<u>86,876</u>	<u>0</u>
Net Change in Fund Balances	(7,031)	31,670	(108)	(31,778)
Fund Balance at Beginning of Year	5,795	5,795	5,795	0
Prior Year Encumbrances	<u>1,237</u>	<u>1,237</u>	<u>1,237</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1</u>	<u>\$ 38,702</u>	<u>\$ 6,924</u>	<u>\$ (31,778)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	TITLE I FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Total Revenues and Other Financing Sources	<u>\$ 24,219,646</u>	<u>\$ 43,968,732</u>	<u>\$ 34,773,371</u>	<u>\$ (9,195,361)</u>
Total Expenditures and Other Financing Uses	<u>24,278,588</u>	<u>33,525,616</u>	<u>33,525,616</u>	<u>0</u>
Net Change in Fund Balances	(58,942)	10,443,116	1,247,755	(9,195,361)
Fund Balance at Beginning of Year	57,315	57,315	57,315	0
Prior Year Encumbrances	<u>1,147,196</u>	<u>1,147,196</u>	<u>1,147,196</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,145,569</u>	<u>\$ 11,647,627</u>	<u>\$ 2,452,266</u>	<u>\$ (9,195,361)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 20,680</u>	<u>\$ 40,556</u>	<u>\$ 23,183</u>	<u>\$ (17,373)</u>
Total Expenditures and Other Financing Uses	<u>6,163</u>	<u>26,039</u>	<u>26,039</u>	<u>0</u>
Net Change in Fund Balances	14,517	14,517	(2,856)	(17,373)
Fund Balance at Beginning of Year	3	3	3	0
Prior Year Encumbrances	<u>2,853</u>	<u>2,853</u>	<u>2,853</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 17,373</u>	<u>\$ 17,373</u>	<u>\$ 0</u>	<u>\$ (17,373)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 287,033</u>	<u>\$ 359,754</u>	<u>\$ 129,985</u>	<u>\$ (229,769)</u>
Total Expenditures and Other Financing Uses	<u>253,341</u>	<u>98,681</u>	<u>98,681</u>	<u>0</u>
Net Change in Fund Balances	33,692	261,073	31,304	(229,769)
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	<u>6,531</u>	<u>6,531</u>	<u>6,531</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 40,223</u>	<u>\$ 267,604</u>	<u>\$ 37,835</u>	<u>\$ (229,769)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

PRESCHOOL GRANTS FOR THE HANDICAPPED FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 492,998</u>	<u>\$ 492,998</u>	<u>\$ 409,095</u>	<u>\$ (83,903)</u>
Total Expenditures and Other Financing Uses	<u>494,839</u>	<u>370,615</u>	<u>370,615</u>	<u>0</u>
Net Change in Fund Balances	(1,841)	122,383	38,480	(83,903)
Fund Balance at Beginning of Year	1	1	1	0
Prior Year Encumbrances	<u>2,035</u>	<u>2,035</u>	<u>2,035</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 195</u>	<u>\$ 124,419</u>	<u>\$ 40,516</u>	<u>\$ (83,903)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 4,597,021</u>	<u>\$ 5,035,586</u>	<u>\$ 4,397,912</u>	<u>\$ (637,674)</u>
Total Expenditures and Other Financing Uses	<u>4,693,208</u>	<u>4,017,681</u>	<u>4,017,681</u>	<u>0</u>
Net Change in Fund Balances	(96,187)	1,017,905	380,231	(637,674)
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	<u>225,193</u>	<u>225,193</u>	<u>225,193</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 129,006</u>	<u>\$ 1,243,098</u>	<u>\$ 605,424</u>	<u>\$ (637,674)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 1,845,648</u>	<u>\$ 4,259,361</u>	<u>\$ 3,099,307</u>	<u>\$ (1,160,054)</u>
Total Expenditures and Other Financing Uses	<u>1,867,374</u>	<u>3,672,449</u>	<u>3,672,449</u>	<u>0</u>
Net Change in Fund Balances	(21,726)	586,912	(573,142)	(1,160,054)
Fund Balance at Beginning of Year	489,807	489,807	489,807	0
Prior Year Encumbrances	<u>83,341</u>	<u>83,341</u>	<u>83,341</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 551,422</u>	<u>\$ 1,160,060</u>	<u>\$ 6</u>	<u>\$ (1,160,054)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 0</u>	<u>\$ 13,111,893</u>	<u>\$ 13,093,907</u>	<u>\$ (17,986)</u>
Total Expenditures and Other Financing Uses	<u>0</u>	<u>13,093,907</u>	<u>13,093,907</u>	<u>0</u>
Net Change in Fund Balances	0	17,986	0	(17,986)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 17,986</u>	<u>\$ 0</u>	<u>\$ (17,986)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

EDUCATIONAL RESEARCH AND DEVELOPMENT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 0</u>	<u>\$ 208,031</u>	<u>\$ 190,997</u>	<u>\$ (17,034)</u>
Total Expenditures and Other Financing Uses	<u>0</u>	<u>190,994</u>	<u>190,994</u>	<u>0</u>
Net Change in Fund Balances	0	17,037	3	(17,034)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 17,037</u>	<u>\$ 3</u>	<u>\$ (17,034)</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 0</u>	<u>\$ 1,219,352</u>	<u>\$ 1,219,352</u>	<u>\$ 0</u>
Total Expenditures and Other Financing Uses	<u>0</u>	<u>1,219,352</u>	<u>1,219,352</u>	<u>0</u>
Net Change in Fund Balances	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2010***

	PERMANENT IMPROVEMENT FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Total Revenues and Other Financing Sources	<u>\$ 4,565,000</u>	<u>\$ 4,565,000</u>	<u>\$ 7,495,928</u>	<u>\$ 2,930,928</u>
Total Expenditures and Other Financing Uses	<u>10,006,672</u>	<u>7,328,546</u>	<u>7,328,546</u>	<u>0</u>
Net Change in Fund Balances	(5,441,672)	(2,763,546)	167,382	2,930,928
Fund Balance at Beginning of Year	7,429,971	7,429,971	7,429,971	0
Prior Year Encumbrances	<u>2,246,883</u>	<u>2,246,883</u>	<u>2,246,883</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,235,182</u>	<u>\$ 6,913,308</u>	<u>\$ 9,844,236</u>	<u>\$ 2,930,928</u>

TOLEDO CITY SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Permanent Fund
For the Fiscal Year Ended June 30, 2010***

	ENDOWMENTS FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Total Revenues and Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 19,639</u>	<u>\$ 19,639</u>
Total Expenditures and Other Financing Uses	<u>88,700</u>	<u>35,256</u>	<u>35,256</u>	<u>0</u>
Net Change in Fund Balances	(88,700)	(35,256)	(15,617)	19,639
Fund Balance at Beginning of Year	841,289	841,289	841,289	0
Prior Year Encumbrances	<u>2,100</u>	<u>2,100</u>	<u>2,100</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 754,689</u>	<u>\$ 808,133</u>	<u>\$ 827,772</u>	<u>\$ 19,639</u>



Internal Service Funds

Internal Service Funds are used to account for financing goods or services provided by one activity to other activities of the District on a cost-reimbursement basis.

Rotary Fund

To account for operations that provide goods and services provided by the District.

Intra-District Services Fund

To account for operations that provide goods and/or services to other areas within the District.

Health Insurance Fund

To account for monies received from other funds as payment for providing medical, hospitalization, life, dental, vision or any other similar employee benefit.

Computer Network-Class A Fund

To account for the operations of Class 'A' sites of the computer network of the Department of Education

Workers' Compensation Fund

To account for receipts and expenditures with regard to Workers' Compensation Self Insurance.

TOLEDO CITY SCHOOL DISTRICT

**Combining Statement of Net Assets
Internal Service Funds
June 30, 2010**

	<u>Rotary</u>	<u>Intra-District Services</u>	<u>Health Insurance</u>	<u>Computer Network- Class A</u>
Assets:				
Cash and Cash Equivalents	\$ 12,793	\$ 216,692	\$ 9,961,528	\$ 9,202
Receivables:				
Accounts	0	9,650	140,983	0
Intergovernmental	0	1,826	0	0
Interest	0	0	44,642	0
Total Assets	<u>12,793</u>	<u>228,168</u>	<u>10,147,153</u>	<u>9,202</u>
Liabilities:				
Accounts Payable	0	845	0	0
Accrued Wages and Benefits	0	0	6,875,400	0
Intergovernmental Payable	0	0	0	0
Total Liabilities	<u>0</u>	<u>845</u>	<u>6,875,400</u>	<u>0</u>
Net Assets:				
Unrestricted	12,793	227,323	3,271,753	9,202
Total Net Assets	<u>\$ 12,793</u>	<u>\$ 227,323</u>	<u>\$ 3,271,753</u>	<u>\$ 9,202</u>

TOLEDO CITY SCHOOL DISTRICT

<u>Workers'</u> <u>Compensation</u>	<u>Total</u>
\$ 3,050,353	\$ 13,250,568
0	150,633
0	1,826
<u>3,316</u>	<u>47,958</u>
<u>3,053,669</u>	<u>13,450,985</u>
3,063	3,908
0	6,875,400
<u>854,000</u>	<u>854,000</u>
<u>857,063</u>	<u>7,733,308</u>
<u>2,196,606</u>	<u>5,717,677</u>
<u>\$ 2,196,606</u>	<u>\$ 5,717,677</u>

TOLEDO CITY SCHOOL DISTRICT

**Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Fiscal Year Ended June 30, 2010**

	<u>Rotary</u>	<u>Intra-District Services</u>	<u>Health Insurance</u>	<u>Computer Network- Class A</u>
Operating Revenues:				
Interfund Charges	\$ 10,201	\$ 412,823	\$ 52,782,113	\$ 0
Total Operating Revenues	<u>10,201</u>	<u>412,823</u>	<u>52,782,113</u>	<u>0</u>
Operating Expenses:				
Personal Services	0	0	0	0
Purchased Services	0	116,217	52,527,901	21,860
Supplies and Materials	0	194,289	0	0
Miscellaneous	684	0	0	0
Total Operating Expenses	<u>684</u>	<u>310,506</u>	<u>52,527,901</u>	<u>21,860</u>
Operating Income (Loss)	9,517	102,317	254,212	(21,860)
Nonoperating Revenue (Expenses):				
Operating Grants	0	0	0	9,201
Investment Earnings	0	0	245,973	0
Total Nonoperating Revenues (Expenses)	<u>0</u>	<u>0</u>	<u>245,973</u>	<u>9,201</u>
Change in Net Assets	9,517	102,317	500,185	(12,659)
Net Assets Beginning of Year	3,276	125,006	2,771,568	21,861
Net Assets End of Year	<u>\$ 12,793</u>	<u>\$ 227,323</u>	<u>\$ 3,271,753</u>	<u>\$ 9,202</u>

TOLEDO CITY SCHOOL DISTRICT

<u>Workers'</u> <u>Compensation</u>	<u>Total</u>
\$ 3,578,414	\$ 56,783,551
<u>3,578,414</u>	<u>56,783,551</u>
1,959,523	1,959,523
52,747	52,718,725
0	194,289
<u>0</u>	<u>684</u>
<u>2,012,270</u>	<u>54,873,221</u>
1,566,144	1,910,330
0	9,201
<u>39,724</u>	<u>285,697</u>
<u>39,724</u>	<u>294,898</u>
1,605,868	2,205,228
<u>590,738</u>	<u>3,512,449</u>
<u>\$ 2,196,606</u>	<u>\$ 5,717,677</u>

TOLEDO CITY SCHOOL DISTRICT

***Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2010***

	Rotary	Intra- District Services	Health Insurance
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Interfund Charges	\$10,201	\$436,464	\$53,095,613
Cash Payments to Employees for Services and Benefits	(684)	(348,768)	(54,113,084)
Net Cash Provided (Used) by Operating Activities	<u>9,517</u>	<u>87,696</u>	<u>(1,017,471)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Operating Grants	0	0	0
Net Cash Provided by Noncapital Financing Activities	<u>0</u>	<u>0</u>	<u>0</u>
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	0	0	295,930
Net Cash Provided by Investing Activities	<u>0</u>	<u>0</u>	<u>295,930</u>
Net Increase (Decrease) in Cash and Cash Equivalents	9,517	87,696	(721,541)
Cash and Cash Equivalents at Beginning of Year	3,276	128,996	10,683,069
Cash and Cash Equivalents at End of Year	<u>\$12,793</u>	<u>\$216,692</u>	<u>\$9,961,528</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	\$9,517	\$102,317	\$254,212
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Changes in Assets and Liabilities:			
Decrease (Increase) in Accounts Receivable	0	16,328	(140,983)
Decrease in Intergovernmental Receivables	0	2,612	0
Decrease in Accounts Payable	0	(33,420)	0
Decrease in Accrued Wages and Benefits	0	0	(1,130,700)
Increase (Decrease) in Intergovernmental Payables	0	(141)	0
Total Adjustments	<u>0</u>	<u>(14,621)</u>	<u>(1,271,683)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$9,517</u>	<u>\$87,696</u>	<u>(\$1,017,471)</u>

During 2010 the fair value of investments increased by \$6,838 and \$163 in the Health Insurance and Workers' Compensation Funds, respectively.

TOLEDO CITY SCHOOL DISTRICT

Computer Network- Class A	Workers' Compensation	Total
\$0	\$3,578,414	\$57,120,692
(21,860)	(1,699,134)	(56,183,530)
<u>(21,860)</u>	<u>1,879,280</u>	<u>937,162</u>
14,481	0	14,481
<u>14,481</u>	<u>0</u>	<u>14,481</u>
0	43,513	339,443
<u>0</u>	<u>43,513</u>	<u>339,443</u>
(7,379)	1,922,793	1,291,086
<u>16,581</u>	<u>1,127,560</u>	<u>11,959,482</u>
<u>\$9,202</u>	<u>\$3,050,353</u>	<u>\$13,250,568</u>
(21,860)	\$1,566,144	\$1,910,330
0	0	(124,655)
0	0	2,612
0	(40,864)	(74,284)
0	0	(1,130,700)
<u>0</u>	<u>354,000</u>	<u>353,859</u>
<u>0</u>	<u>313,136</u>	<u>(973,168)</u>
<u>(21,860)</u>	<u>\$1,879,280</u>	<u>\$937,162</u>

Fiduciary Fund

Fiduciary fund types are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Agency Fund

Student Managed Activity Fund

A fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. The fund typically includes those student activities that consist of a student body, student president, student treasurer, and faculty advisor.

TOLEDO CITY SCHOOL DISTRICT

**Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2010**

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<u>Student Managed Activity Fund</u>				
Assets:				
Cash and Cash Equivalents	\$446,415	\$438,377	(\$446,415)	\$438,377
Accounts Receivable	6,889	0	(6,889)	0
Intergovernmental Receivables	142,254	281,738	(142,254)	281,738
Interest Receivable	2,954	1,017	(2,954)	1,017
Total Assets	<u>\$598,512</u>	<u>\$721,132</u>	<u>(\$598,512)</u>	<u>\$721,132</u>
Liabilities:				
Accounts Payable	\$77,100	\$1,008	(\$77,100)	\$1,008
Intergovernmental Payable	2,709	0	(2,709)	0
Due to Students	518,703	720,124	(518,703)	720,124
Total Liabilities	<u>\$598,512</u>	<u>\$721,132</u>	<u>(\$598,512)</u>	<u>\$721,132</u>

*CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS*

TOLEDO CITY SCHOOL DISTRICT

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Source
June 30, 2010***

<u>Capital Assets</u>	
Land	\$13,856,745
Construction in Progress	41,441,727
Land Improvements	8,533,154
Buildings	441,459,795
Building Improvements	29,988,091
Machinery and Equipment	10,595,062
Vehicles	10,976,479
Total Capital Assets	<u>\$556,851,053</u>
 <u>Investment in Capital Assets from:</u>	
General Fund	\$6,603,725
Special Revenue Funds	23,587,874
Capital Project Funds	526,606,599
Trust Funds	52,855
Total Capital Assets	<u>\$556,851,053</u>

TOLEDO CITY SCHOOL DISTRICT

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
June 30, 2010***

	<u>Instruction</u>	<u>Administration</u>	<u>Operation and Maintenance of Plant Services</u>	<u>Trasnportation Services</u>
Land	\$13,344,888	\$111,367	\$264,652	\$60,122
Construction in Progress	41,441,727	0	0	0
Land Improvements	7,573,874	96,000	147,300	524,300
Buildings	429,593,920	9,609,275	1,375,380	34,362
Building Improvements	23,288,259	0	127,245	172,715
Machinery and Equipment	2,772,922	4,382,103	2,031,520	54,943
Vehicles	421,335	28,631	1,816,428	8,710,085
Total Cost	<u>\$518,436,925</u>	<u>\$14,227,376</u>	<u>\$5,762,525</u>	<u>\$9,556,527</u>

TOLEDO CITY SCHOOL DISTRICT

<u>Non- Instructional</u>	<u>Extracurricular Activities</u>	<u>Total Capital Assets</u>
\$75,716	\$0	\$13,856,745
0	0	41,441,727
51,459	140,221	8,533,154
846,858	0	441,459,795
3,199,962	3,199,910	29,988,091
1,069,348	284,226	10,595,062
0	0	10,976,479
<u>\$5,243,343</u>	<u>\$3,624,357</u>	<u>\$556,851,053</u>

TOLEDO CITY SCHOOL DISTRICT

***Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes by Function and Activity
For the Fiscal Year Ended June 30, 2010***

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2009
Instruction	\$504,053,114	\$35,835,346	(\$21,451,535)	\$518,436,925
Administration	7,921,164	6,306,212	0	14,227,376
Operation and Maintenance of Plant Services	5,762,525	0	0	5,762,525
Transportation Services	9,556,527	0	0	9,556,527
Non-Instructional Services	5,343,561	67,782	(168,000)	5,243,343
Extracurricular Activities	3,624,357	0	0	3,624,357
Total	<u>\$536,261,248</u>	<u>\$42,209,340</u>	<u>(\$21,619,535)</u>	<u>\$556,851,053</u>

STATISTICAL SECTION



STATISTICAL TABLES

This part of the Districts 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 District's overall financial health.

Contents

Financial Trends	S 2 – S 11
These schedules contain trend information to help the reader understand how the District's financial position has changed over time.	
Revenue Capacity	S 12 – S 21
These schedules contain information to help the reader understand and assess the factors affecting the District's ability to generate its most significant local revenue source, the property tax.	
Debt Capacity	S 22 – S 29
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Economic and Demographic Information	S 30 – S 33
These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 34 – S 47
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	

Sources Note:

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

Toledo Public School District

*Net Assets by Component
Last Nine Years
(accrual basis of accounting)*

	2002	2003	2004	2005
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$45,465,322	\$47,320,939	\$46,451,090	\$44,598,478
Restricted for:				
Capital Projects	4,952,379	8,027,026	602,514,840	583,303,915
Debt Service	95,283	6,902,023	7,914,287	5,845,920
Permanent Funds:				
Expendable	341,106	345,762	328,848	313,819
Nonexpendable	502,291	502,291	502,291	502,291
Other Purposes	10,919,141	0	12,150,959	10,644,859
Unrestricted (Deficit)	<u>(29,442,269)</u>	<u>(39,092,774)</u>	<u>(37,951,094)</u>	<u>(35,477,065)</u>
Total Governmental Activities Net Assets	<u><u>\$32,833,253</u></u>	<u><u>\$24,005,267</u></u>	<u><u>\$631,911,221</u></u>	<u><u>\$609,732,217</u></u>
Primary Government				
Invested in Capital Assets, Net of Related Debt	\$45,465,322	\$47,320,939	\$46,451,090	\$44,598,478
Restricted	16,810,200	15,777,102	623,411,225	600,610,804
Unrestricted (Deficit)	<u>(29,442,269)</u>	<u>(39,092,774)</u>	<u>(37,951,094)</u>	<u>(35,477,065)</u>
Total Primary Government Net Assets	<u><u>\$32,833,253</u></u>	<u><u>\$24,005,267</u></u>	<u><u>\$631,911,221</u></u>	<u><u>\$609,732,217</u></u>

Source: District Treasurer's Office

Note: District did not implement GASB 34 prior to 2002.

Toledo Public School District

2006	2007	2008	2009	2010
\$48,695,909	\$248,239,325	\$273,164,202	\$319,887,466	\$295,429,243
513,286,796	361,944,025	317,693,258	169,137,197	217,877,292
8,823,771	12,115,936	14,372,972	11,705,745	5,725,901
328,736	341,333	350,204	343,688	330,522
502,291	502,291	503,291	503,291	503,291
17,127,362	17,864,571	18,876,850	39,034,091	18,185,213
(27,004,696)	(15,174,793)	(19,858,790)	(56,323,121)	(39,755,783)
<u>\$561,760,169</u>	<u>\$625,832,688</u>	<u>\$605,101,987</u>	<u>\$484,288,357</u>	<u>\$498,295,679</u>
\$48,695,909	\$248,239,325	\$273,164,202	\$319,887,466	\$295,429,243
540,068,956	392,768,156	351,796,575	220,724,012	242,622,219
(27,004,696)	(15,174,793)	(19,858,790)	(56,323,121)	(39,755,783)
<u>\$561,760,169</u>	<u>\$625,832,688</u>	<u>\$605,101,987</u>	<u>\$484,288,357</u>	<u>\$498,295,679</u>

Toledo Public School District

*Changes in Net Assets
Last Nine Years
(accrual basis of accounting)*

	2002	2003	2004	2005
Expenses				
Governmental Activities				
Instruction	\$202,392,284	\$222,417,618	\$248,417,336	\$270,471,446
Support Services	135,952,928	141,129,502	134,366,560	135,099,356
Non-Instructional Services	38,211,128	25,122,326	25,815,679	27,827,829
Extracurricular Activities	5,164,782	5,360,012	5,362,388	5,262,095
Interest and Fiscal Charges	56,349	45,506	5,148,505	7,162,151
<i>Total Primary Government Expenses</i>	<u>\$381,777,471</u>	<u>\$394,074,964</u>	<u>\$419,110,468</u>	<u>\$445,822,877</u>
Program Revenues				
Charges for Services				
Instruction	\$1,582,267	\$2,694,477	\$5,213,123	\$6,691,740
Support Services	5,565,628	6,118,524	6,121,179	5,891,099
Extracurricular Activities	1,351,554	1,737,914	1,488,661	4,722,931
Operating Grants and Contributions	77,972,317	62,289,833	69,932,639	63,212,833
Capital Grants and Contributions	3,315,612	2,658,608	5,746,926	1,403,910
<i>Total Primary</i>	<u>89,787,378</u>	<u>75,499,356</u>	<u>88,502,528</u>	<u>81,922,513</u>
<i>Government Program Revenues</i>	<u>89,787,378</u>	<u>75,499,356</u>	<u>88,502,528</u>	<u>81,922,513</u>
Net (Expense)/Revenue				
Governmental Activities	(291,990,093)	(318,575,608)	(330,607,940)	(363,900,364)
<i>Total Primary</i>	<u>(291,990,093)</u>	<u>(318,575,608)</u>	<u>(330,607,940)</u>	<u>(363,900,364)</u>
<i>Government Net (Expense)/Revenue</i>	<u>(291,990,093)</u>	<u>(318,575,608)</u>	<u>(330,607,940)</u>	<u>(363,900,364)</u>

Toledo Public School District

2006	2007	2008	2009	2010
\$292,680,197	\$189,552,656	\$263,193,272	\$261,800,004	\$247,655,446
138,761,857	133,079,110	133,764,377	135,291,670	132,178,983
19,816,003	27,648,071	25,644,073	26,726,017	23,329,071
6,333,665	4,242,542	5,107,505	5,471,234	5,397,381
7,229,719	6,991,726	6,919,481	6,958,983	8,249,037
<u>\$464,821,441</u>	<u>\$361,514,105</u>	<u>\$434,628,708</u>	<u>\$436,247,908</u>	<u>\$416,809,918</u>
\$3,461,903	\$6,053,787	\$5,290,951	\$4,023,645	\$2,818,840
9,122,667	13,630,186	13,775,626	16,187,742	11,539,081
3,515,022	3,042,679	2,777,125	2,731,369	2,467,675
72,027,628	89,840,113	95,387,363	102,234,262	71,728,806
577,516	241,467	0	0	0
<u>88,704,736</u>	<u>112,808,232</u>	<u>117,231,065</u>	<u>125,177,018</u>	<u>88,554,402</u>
<u>(376,116,705)</u>	<u>(248,705,873)</u>	<u>(317,397,643)</u>	<u>(311,070,890)</u>	<u>(328,255,516)</u>
<u>(\$376,116,705)</u>	<u>(\$248,705,873)</u>	<u>(\$317,397,643)</u>	<u>(\$311,070,890)</u>	<u>(\$328,255,516)</u>

(Continued)

Toledo Public School District

*Changes in Net Assets
Last Nine Years
(accrual basis of accounting)*

	2002	2003	2004	2005
General Revenues and				
Other Changes in Net Assets				
Governmental Activities				
Property Taxes Levied for				
General Purposes	\$103,470,010	\$103,915,412	\$107,245,398	\$106,736,207
Special Purposes	0	631,432	1,152,249	1,258,083
Debt Service	1,546,765	5,764,724	10,924,204	11,700,649
Capital Outlay	4,661,246	4,364,880	4,244,528	4,460,168
Grants and Entitlements not				
Restricted to Specific Programs	159,082,939	192,462,913	202,381,204	210,387,487
Investment Earnings	2,751,025	2,273,113	2,088,128	5,983,334
Miscellaneous	399,712	329,592	638,024	1,195,432
Total Primary Government	\$271,911,697	\$309,742,066	\$328,673,735	\$341,721,360
Change in Net Assets				
Governmental Activities	(\$20,078,396)	(\$8,833,542)	(\$1,934,205)	(\$22,179,004)
Total Primary	(\$20,078,396)	(\$8,833,542)	(\$1,934,205)	(\$22,179,004)
Government Change in Net Assets	(\$20,078,396)	(\$8,833,542)	(\$1,934,205)	(\$22,179,004)

Source: District Treasurer's Office

Note: District did not implement GASB 34 prior to 2002.

Toledo Public School District

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$104,775,512	\$99,468,836	\$89,303,614	\$93,183,415	\$91,408,483
1,196,205	1,196,598	1,099,423	1,151,977	1,062,637
11,621,405	12,429,284	11,056,591	11,305,429	8,089,438
4,380,783	4,410,854	3,984,819	4,034,149	5,586,245
197,630,604	183,776,457	181,133,225	193,207,018	233,261,864
8,437,563	11,334,119	9,683,086	4,587,198	2,590,626
102,585	162,244	406,184	102,225	263,545
<u>\$328,144,657</u>	<u>\$312,778,392</u>	<u>\$296,666,942</u>	<u>\$307,571,411</u>	<u>\$342,262,838</u>
<u>(\$47,972,048)</u>	<u>\$64,072,519</u>	<u>(\$20,730,701)</u>	<u>(\$3,499,479)</u>	<u>\$14,007,322</u>
<u>(\$47,972,048)</u>	<u>\$64,072,519</u>	<u>(\$20,730,701)</u>	<u>(\$3,499,479)</u>	<u>\$14,007,322</u>

Toledo Public School District

*Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2001	2002	2003	2004
General Fund				
Reserved	\$16,359,040	\$18,424,529	\$17,895,690	\$14,681,804
Unreserved	(1,573,496)	461,475	(20,506,000)	(24,015,732)
<i>Total General Fund</i>	<u>14,785,544</u>	<u>18,886,004</u>	<u>(2,610,310)</u>	<u>(9,333,928)</u>
All Other Governmental Funds				
Reserved	4,575,060	4,903,699	22,401,780	24,704,088
Unreserved, Undesignated in:				
Special Revenue Funds	6,439,338	4,872,343	(2,482,855)	(3,246,820)
Debt Service Fund	0	0	0	7,145,076
Capital Projects Funds	1,237,199	2,461,875	67,880,801	147,612,524
Permanent Fund	0	341,106	345,762	328,848
<i>Total All Other Governmental Funds</i>	<u>12,251,597</u>	<u>12,579,023</u>	<u>88,145,488</u>	<u>176,543,716</u>
<i>Total Governmental Funds</i>	<u><u>\$27,037,141</u></u>	<u><u>\$31,465,027</u></u>	<u><u>\$85,535,178</u></u>	<u><u>\$167,209,788</u></u>

Source: District Treasurer's Office

Toledo Public School District

2005	2006	2007	2008	2009	2010
\$16,147,477	\$8,391,654	\$13,272,327	\$13,719,985	\$13,008,918	\$12,554,700
(28,005,685)	(20,963,268)	(7,561,390)	1,776	(17,195,736)	(25,259,943)
(11,858,208)	(12,571,614)	5,710,937	13,721,761	(4,186,818)	(12,705,243)
61,721,921	11,261,152	58,835,147	69,496,216	38,678,072	79,947,256
(1,804,134)	(1,438,040)	3,671,750	(1,834,973)	7,135,876	10,188,786
4,438,435	7,129,305	10,450,742	13,863,182	10,920,852	4,797,338
88,974,476	77,119,622	51,056,444	9,668,289	67,224,903	70,492,242
313,819	328,736	341,333	350,204	341,588	326,522
153,644,517	94,400,775	124,355,416	91,542,918	124,301,291	165,752,144
<u>\$141,786,309</u>	<u>\$81,829,161</u>	<u>\$130,066,353</u>	<u>\$105,264,679</u>	<u>\$120,114,473</u>	<u>\$153,046,901</u>

Toledo Public School District

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2001	2002	2003	2004
Revenues:				
Taxes	\$101,583,346	\$112,167,580	\$111,319,491	\$116,690,772
Tuition	787,750	1,566,401	2,680,188	5,197,293
Transportation Fees	298,867	349,851	440,793	469,959
Food Services	0	2,335,035	2,438,348	2,355,774
Investment Earnings	3,381,986	2,334,619	2,049,381	2,078,065
Extracurricular Activities	1,377,956	1,600,512	1,577,542	1,546,319
Class Materials and Fees	271,571	461,879	454,013	400,782
Intermediate Sources	152,107	79,106	52,690	35,239
Intergovernmental - State	196,388,112	200,931,402	218,580,096	243,734,658
Intergovernmental - Federal	32,470,513	37,922,340	34,184,344	44,480,898
All Other Revenue	2,612,668	2,559,583	3,340,754	3,479,842
Total Revenue	<u>339,324,876</u>	<u>362,308,308</u>	<u>377,117,640</u>	<u>420,469,601</u>
Expenditures:				
Current:				
Instruction	171,205,309	193,056,559	218,665,625	224,080,604
Supporting Services	116,764,832	129,346,979	139,042,662	136,780,343
Non-Instructional Services	12,328,547	25,028,179	26,550,266	27,486,263
Extracurricular Activities	4,518,128	4,926,855	5,237,784	5,149,254
Capital Outlay	3,085,717	5,551,521	9,126,013	37,290,845
Debt Service:				
Principal Retirement	2,694,798	93,000	93,000	8,393,000
Interest and Fiscal Charges	372,531	55,765	419,324	5,769,497
Total Expenditures	<u>310,969,862</u>	<u>358,058,858</u>	<u>399,134,674</u>	<u>444,949,806</u>
Excess (Deficiency) of Revenues Over Expenditures	28,355,014	4,249,450	(22,017,034)	(24,480,205)
Other Financing Sources (Uses):				
Sale of Capital Assets	12,700	1,180	0	0
General Obligation Bonds Issued	0	0	72,500,000	103,600,000
Premium on Issuance of General Obligation Bonds	0	0	1,627,778	2,554,815
New Capital Leases	0	0	1,953,851	0
Transfers In	1,405,649	3,831,716	4,694,436	3,684,025
Transfers Out	(2,936,548)	(4,831,716)	(4,694,436)	(3,684,025)
Total Other Financing Sources (Uses)	<u>(1,518,199)</u>	<u>(998,820)</u>	<u>76,081,629</u>	<u>106,154,815</u>
Net Change in Fund Balance	<u>\$26,836,815</u>	<u>\$3,250,630</u>	<u>\$54,064,595</u>	<u>\$81,674,610</u>
Debt Service as a Percentage of Noncapital Expenditures	1.00%	0.04%	0.13%	3.28%

Source: District Treasurer's Office

Toledo Public School District

2005	2006	2007	2008	2009	2010
\$119,358,742	\$118,721,351	\$120,520,408	\$114,312,225	\$105,699,938	\$101,918,154
3,266,058	3,447,124	3,708,191	4,130,667	2,889,694	1,882,544
502,116	561,991	783,273	764,427	809,245	789,969
2,061,867	1,975,570	1,869,705	1,791,657	1,664,852	1,402,139
5,955,187	8,344,735	11,340,272	9,779,617	4,916,848	2,458,103
1,592,106	1,519,804	1,298,006	1,236,132	1,096,809	1,114,890
412,727	378,202	390,068	331,134	309,764	328,486
20,932	0	30,000	60,000	20,000	0
282,962,791	298,841,914	325,177,344	295,700,158	295,597,310	288,513,123
48,193,022	42,192,049	50,008,540	38,934,570	54,073,343	80,117,268
10,673,605	8,309,077	14,795,783	13,948,465	16,274,444	11,481,474
<u>474,999,153</u>	<u>484,291,817</u>	<u>529,921,590</u>	<u>480,989,052</u>	<u>483,352,247</u>	<u>490,006,150</u>
229,062,862	224,652,834	223,368,191	226,968,624	252,993,864	251,020,566
144,862,597	142,938,752	132,585,876	141,432,307	143,794,427	138,912,335
27,795,462	23,196,032	26,451,093	24,870,693	23,917,955	25,184,615
5,166,323	6,326,677	4,064,556	4,871,994	5,282,257	5,289,492
77,944,609	136,541,555	84,731,327	97,176,358	64,251,427	20,583,735
8,293,000	3,240,506	3,265,000	3,330,000	3,415,000	7,835,000
7,297,779	7,357,013	7,119,129	7,047,876	7,229,513	8,361,259
<u>500,422,632</u>	<u>544,253,369</u>	<u>481,585,172</u>	<u>505,697,852</u>	<u>500,884,443</u>	<u>457,187,002</u>
(25,423,479)	(59,961,552)	48,336,418	(24,708,800)	(17,532,196)	32,819,148
0	4,404	30,142	46,765	0	113,280
0	0	0	0	31,999,995	0
0	0	0	0	381,995	0
0	0	0	0	0	0
3,186,555	3,556,661	11,650,611	7,277,303	10,417,146	8,429,486
<u>(3,186,555)</u>	<u>(3,556,661)</u>	<u>(11,779,979)</u>	<u>(7,416,942)</u>	<u>(10,417,146)</u>	<u>(8,429,486)</u>
<u>0</u>	<u>4,404</u>	<u>(99,226)</u>	<u>(92,874)</u>	<u>32,381,990</u>	<u>113,280</u>
<u>(\$25,423,479)</u>	<u>(\$59,957,148)</u>	<u>\$48,237,192</u>	<u>(\$24,801,674)</u>	<u>\$14,849,794</u>	<u>\$32,932,428</u>

3.38%

2.24%

2.94%

2.45%

2.51%

3.90%

Toledo Public School District

*Assessed Valuations and Estimated True Values of Taxable Property
(amounts in thousands)
Last Ten Calendar Years*

Tax year	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Real Property					
Assessed	1,875,031	2,320,805	2,305,922	2,314,937	2,658,992
Actual	5,357,231	6,630,871	6,588,349	6,614,106	7,597,120
Public Utility					
Assessed	223,891	225,416	166,114	177,375	152,422
Actual	223,891	225,416	166,114	177,375	152,422
Tangible Personal Property					
Assessed	367,785	366,623	373,954	345,046	322,160
Actual	1,471,140	1,466,492	1,495,816	1,380,184	1,288,640
Total					
Assessed	2,466,707	2,912,844	2,845,990	2,837,358	3,133,574
Actual	7,052,262	8,322,779	8,250,279	8,171,665	9,038,182
Assessed Value as a					
Percentage of Actual Value	34.98%	35.00%	34.50%	34.72%	34.67%
Total Direct Tax Rate					
	\$57.80	\$63.00	\$63.00	\$68.00	\$67.60

Source: Lucas County Auditor

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

Toledo Public School District

2005	2006	2007	2008	2009
2,693,299	2,675,627	3,025,038	2,980,687	2,973,109
7,695,140	7,644,649	8,642,966	8,516,249	8,494,597
144,678	136,918	137,134	138,071	97,072
144,678	136,918	137,134	138,071	97,072
295,642	281,399	210,923	153,551	15,315
1,182,568	1,125,596	1,687,384	2,456,816	245,040
3,133,619	3,093,944	3,373,095	3,272,309	3,085,496
9,022,386	8,907,163	10,467,484	11,111,136	8,836,709
34.73%	34.74%	32.22%	29.45%	34.92%
\$67.35	\$67.35	\$67.10	\$66.90	\$67.70

Toledo Public School District

*Property Tax Rates of Direct and Overlapping Governments
(per \$1,000 of assessed value)
Last Ten Calendar Years*

	2000	2001	2002	2003	2004
Direct District Rates					
General Fund	55.30	60.50	60.50	60.50	60.30
Permanent Improvement Fund	2.50	2.50	2.50	3.00	3.00
Bond Retirement Fund	0.00	0.00	0.00	4.50	4.30
Total	<u>57.80</u>	<u>63.00</u>	<u>63.00</u>	<u>68.00</u>	<u>67.60</u>
Overlapping Rates					
Townships:					
Harding	3.30	3.30	4.30	3.60	3.30
Spencer	6.00	6.00	6.00	6.00	6.00
Municipalities:					
City of Toledo	4.40	4.40	4.40	4.40	4.40
Village of Ottawa Hills	4.10	4.10	4.10	4.10	4.10
Lucas County	17.35	17.80	17.45	17.45	18.30
Total	<u>92.95</u>	<u>98.60</u>	<u>99.25</u>	<u>103.55</u>	<u>103.70</u>

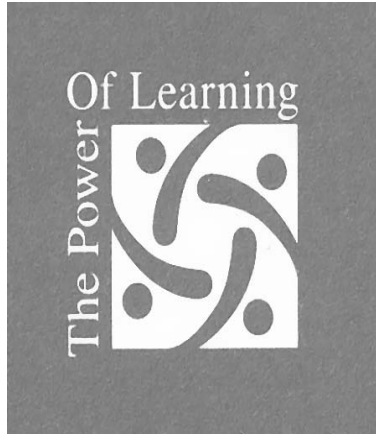
Ohio Revised Code Sections 5705.02 and 5705.07 require a vote of the people for any millage exceeding the "unvoted" or "inside" millage.

Source:

Lucas County Auditor's Office
Lucas County Treasurer's Office

Toledo Public School District

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
60.05	60.05	59.80	59.80	60.60
3.00	3.00	3.00	3.00	3.00
4.30	4.30	4.30	4.10	4.10
<u>67.35</u>	<u>67.35</u>	<u>67.10</u>	<u>66.90</u>	<u>67.70</u>
3.00	3.00	3.00	4.80	4.80
6.00	6.00	6.00	8.00	8.00
4.40	4.40	4.40	4.40	4.40
4.10	4.10	4.10	4.10	4.10
18.00	18.00	18.00	18.17	18.17
<u>102.85</u>	<u>102.85</u>	<u>102.60</u>	<u>106.37</u>	<u>107.17</u>



Toledo Public School District

*Principal Taxpayers
Tangible Personal Property Tax
(amounts in thousands)
Current Year and Nine Years Ago*

		Calendar Year 2009		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Ohio Bell Telephone Company	Telephone Transmission	\$2,985	1	19.49%
MCI Metro Access Transmission	Telephone Transmission	1,146	2	7.48%
New Par	Realty	570	3	3.72%
Buckeye Cablevision, Inc.	Cable Transmission	297	4	1.94%
Ameritech Advanced Data	Telephone Transmission	210	5	1.37%
New Cingular Wireless PCS LLC	Telephone Transmission	162	6	1.06%
Sprint Spectrum L P	Telephone Transmission	105	7	0.69%
Ohio Telephone and Telegraph	Telephone Transmission	82	8	0.54%
T Mobile Central LLC	Telephone Transmission	77	9	0.50%
Level 3 Communications LLC	Telephone Transmission	64	10	0.42%
Subtotal		5,698		37.21%
All Others		9,617		62.79%
Total		<u>\$15,315</u>		<u>100.00%</u>

		Calendar Year 2000		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Chrysler Corporation	Automotive/Manufacturing	\$37,520	1	10.20%
General Mills	Food Processor	23,047	2	6.27%
Blade Communications	Communication	10,378	3	2.82%
Libbey, Inc.	Glass Manufacturing	9,387	4	2.55%
Seaway Foodtown	Food Processor	6,868	5	1.87%
Americsource Corp	Telephone Transmission	5,287	6	1.44%
Textile Leather Corporation	Vinyl Manufacturing	5,178	7	1.41%
Health Care & Retirement	Retirement Services	4,447	8	1.21%
Libbey Owens Ford	Glass Manufacturing	4,377	9	1.19%
Johnson Controls	Automotive/Manufacturing	4,255	10	1.16%
Subtotal		110,744		30.12%
All Others		257,041		69.88%
Total		<u>\$367,785</u>		<u>100.00%</u>

Source: Lucas County Auditor - Land and Buildings
Based on valuation of property in 2009 and 2000

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

Toledo Public School District

Principal Taxpayers

Real Estate Tax

(amounts in thousands)

Current Year and Nine Years Ago

Name of Taxpayer	Nature of Business	Calendar Year 2009		
		Assessed Value	Rank	Percent of Total Assessed Value
St. Vincent Medical Center	Hospital	\$13,054	1	0.44%
One Seagate LLC	Realty	12,951	2	0.44%
Toledo Hospital/Promedica	Hospital	7,826	3	0.26%
Empirian	Realty	7,772	4	0.26%
Centro NP Miracle Mile LLC	Realty	6,959	5	0.23%
ERT Southland LLC	Realty	5,791	6	0.19%
University Residences at Westwood LLC	Realty	5,558	7	0.19%
Airport Square Investment	Realty	5,110	8	0.17%
Toledo Office Investment	Realty	3,850	9	0.13%
Toledo Edison	Electric Distribution	3,831	10	0.13%
Subtotal		72,702		2.44%
All Others		2,900,407		97.56%
Total		<u>\$2,973,109</u>		<u>100.00%</u>

Name of Taxpayer	Nature of Business	Calendar Year 2000		
		Assessed Value	Rank	Percent of Total Assessed Value
Toledo Edison	Electric Distribution	\$123,043	1	6.56%
Ohio Bell Telephone	Telephone Distribution	54,910	2	2.93%
Columbia Gas of Ohio	Natural Gas Distribution	50,064	3	2.67%
St. Vincent Medical Center	Hospital	20,514	4	1.09%
S-S-C Company	Business Services	7,985	5	0.43%
Medical College of Ohio	Teaching Hospital	7,184	6	0.38%
A.E.R.C.	Recycling	6,866	7	0.37%
Toledo Hospital	Hospital	5,522	8	0.29%
Dana Corporation	Automotive/Manufacturing	4,855	9	0.26%
Consolidate Rail	Railroad Distribution	4,721	10	0.25%
Subtotal		285,664		15.23%
All Others		1,589,367		84.77%
Total		<u>\$1,875,031</u>		<u>100.00%</u>

Source: Lucas County Auditor - Land and Buildings
Based on valuation of property in 2009 and 2000

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

Toledo Public School District

*Principal Taxpayers
Public Utilities Tangible Personal Property Tax
(amounts in thousands)
Current Year and Nine Years Ago*

		Calendar Year 2009		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Toledo Edison	Electricity Distribution	\$64,648	1	66.60%
Columbia Gas	Natural Gas Distribution	19,191	2	19.77%
American Transmission Systems Inc	Electricity Distribution	11,290	3	11.63%
	Subtotal	95,129		98.00%
	All Others	1,943		2.00%
	Total	\$97,072		100.00%
		Calendar Year 2000		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Toledo Edison	Electric Distribution	\$112,281	1	50.15%
Ohio Bell	Telephone	51,636	2	23.06%
Columbia Gas	Natural Gas Distribution	50,910	3	22.74%
	Subtotal	214,827		95.95%
	All Others	9,064		4.05%
	Total	\$223,891		100.00%

Source: Lucas County Auditor - Land and Buildings
Based on valuation of property in 2009 and 2000

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

Toledo Public School District

*Property Tax Levies and Collections
(amounts in thousands)
Last Ten Years*

Collection Year	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Total Tax Levy (1)	\$103,423	\$120,443	\$119,636	\$129,385
Collections within the Fiscal Year of the Levy				
Current Tax Collections (2)	99,727	116,838	115,839	122,349
Percent of Levy Collected	96.43%	97.01%	96.83%	94.56%
Delinquent Tax Collections (3)	<u>3,893</u>	<u>4,688</u>	<u>5,598</u>	<u>6,778</u>
Total Tax Collections	103,620	121,526	121,437	129,127
Percent of Total Tax Collections To Tax Levy	100.19%	100.90%	101.51%	99.80%
Accumulated Outstanding Delinquent Taxes (4)	10,835	14,173	15,570	16,946
Percentage of Accumulated				
Delinquent Taxes to Total Tax Levy	10.48%	11.77%	13.01%	13.10%

- (1) Taxes levied and collected are presented on a cash basis.
- (2) State reimbursements of rollback and homestead exemptions are included;
- (3) The County does not identify delinquent tax collections by tax year.
- (4) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.

Source: Lucas County Auditor's Office
Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

Toledo Public School District

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$127,874	\$126,939	\$120,463	\$121,796	\$125,132	\$117,731
125,522	124,222	117,366	116,283	117,843	99,431
98.16%	97.86%	97.43%	95.47%	94.17%	84.46%
<u>6,563</u>	<u>6,183</u>	<u>7,589</u>	<u>11,023</u>	<u>8,449</u>	<u>8,215</u>
132,085	130,405	124,955	127,306	126,292	107,646
103.29%	102.73%	103.73%	104.52%	100.93%	91.43%
19,187	21,979	24,532	14,411	21,234	20,721
15.00%	17.31%	20.36%	11.83%	16.97%	17.60%

Toledo Public School District

*Ratio of Outstanding Debt By Type
Last Ten Years*

	2001	2002	2003	2004
Governmental Activities (1)				
EPA Long-Term Note Payable	\$412,506	\$319,506	\$226,506	\$133,506
General Obligation Bonds Payable	0	0	74,127,778	171,679,762
Capital Leases	2,888,215	1,606,436	2,040,666	828,655
Total Primary Government	<u>\$3,300,721</u>	<u>\$1,925,942</u>	<u>\$76,394,950</u>	<u>\$172,641,923</u>
Population (2)				
City of Toledo	313,619	313,619	313,619	313,619
Outstanding Debt Per Capita	\$11	\$6	\$244	\$550
Income				
Personal (in thousands)	9,354,314	9,535,272	9,654,447	9,964,616
Percentage of Personal Income	0.04%	0.02%	0.79%	1.73%

Sources:

(1) District Treasurer's Office

(2) US Bureau of Census of Population

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

N/A = Not available

Toledo Public School District

2005	2006	2007	2008	2009	2010
\$40,506	\$0	\$0	\$0	\$0	\$0
163,339,963	160,000,164	156,595,365	153,125,566	181,939,114	173,950,672
421,765	221,896	0	0	0	0
<u>\$163,802,234</u>	<u>\$160,222,060</u>	<u>\$156,595,365</u>	<u>\$153,125,566</u>	<u>\$181,939,114</u>	<u>\$173,950,672</u>
313,619	313,619	313,619	313,619	313,619	313,619
\$522	\$511	\$499	\$488	\$580	\$555
9,856,732	9,917,574	10,135,852	10,298,307	N/A	N/A
1.66%	1.62%	1.54%	1.49%	N/A	N/A

Toledo Public School District

*Ratios of General Bonded Debt Outstanding
(amounts in thousands)
Last Ten Years*

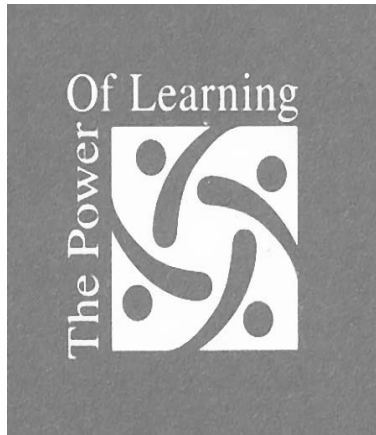
Year	2001	2002	2003	2004
Population (1)	313,619	313,619	313,619	313,619
Assessed Value (2)	\$2,912,844	\$2,845,990	\$2,837,358	\$3,133,574
General Bonded Debt (3)				
General Obligation Bonds	\$0	\$0	\$74,128	\$171,680
Resources Available to Pay Principal (4)	\$94	\$95	\$6,929	\$7,611
Net General Bonded Debt	(\$94)	(\$95)	\$67,199	\$164,069
Ratio of Net Bonded Debt to Assessed Actual Value	0.00%	0.00%	2.37%	5.24%
Net Bonded Debt per Capita	\$0	\$0	\$214	\$523

Source:

- (1) U.S. Bureau of Census of Population
- (2) Lucas County Auditor
- (3) Includes all general obligation bonded debt supported by property taxes
- (4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

Toledo Public School District

2005	2006	2007	2008	2009	2010
313,619	313,619	313,619	313,619	313,619	313,619
\$3,133,619	\$3,093,946	\$3,373,095	\$3,272,309	\$3,085,497	\$2,776,709
\$163,340	\$160,000	\$156,595	\$153,126	\$181,939	\$173,951
\$5,070	\$7,669	\$11,268	\$13,863	\$11,526	\$5,293
\$158,270	\$152,331	\$145,327	\$139,263	\$170,413	\$168,658
5.05%	4.92%	4.31%	4.26%	5.52%	6.07%
\$505	\$486	\$463	\$444	\$543	\$538



Toledo Public School District

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
(amounts in thousands)
June 30, 2010*

Jurisdiction	Gross Debt Outstanding	Percentage Applicable to Toledo Public School District	Amount Applicable to Toledo Public School District
Direct:			
Toledo Public School District	\$173,951	100.00%	\$173,951
Overlapping:			
Lucas County	136,916	34.39%	47,085
City of Toledo	151,513	71.10%	107,726
		Subtotal	154,811
		Total	\$328,762

Source: Lucas County Auditor

Percentages determined by dividing each overlapping subdivisions' assessed valuation within the City by the subdivisions' total assessed valuation.

Toledo Public School District

*Debt Limitations
(amounts in thousands)
Last Ten Years*

	2000	2001	2002	2003
Net Assessed Valuation	\$2,466,707	\$2,912,844	\$2,845,990	\$2,837,358
Overall Direct Debt Limitation				
Legal Debt Limitation (%) (1)	9.00%	9.00%	9.00%	9.00%
Legal Debt Limitation (\$) (1)	222,004	262,156	256,139	255,362
Applicable District Debt Outstanding	1,486	413	320	145,227
Less: Applicable Debt Service Fund Amounts (2)	(88)	(96)	(96)	(6,926)
Net Indebtedness Subject to Limitation	<u>1,398</u>	<u>317</u>	<u>224</u>	<u>138,301</u>
Overall Legal Debt Margin	<u>\$220,606</u>	<u>\$261,839</u>	<u>\$255,915</u>	<u>\$117,061</u>
Unvoted Direct Debt Limitation				
Legal Debt Limitation (%) (1)	0.10%	0.10%	0.10%	0.10%
Legal Debt Limitation (\$) (1)	2,467	2,913	2,846	2,837
Applicable District Debt Outstanding	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Legal Debt Margin	<u>\$2,467</u>	<u>\$2,913</u>	<u>\$2,846</u>	<u>\$2,837</u>
Energy Conservation Bond Limitation				
Legal Debt Limitation (%) (1)	0.90%	0.90%	0.90%	0.90%
Legal Debt Limitation (\$) (1)	22,200	26,216	25,614	25,536
Authorized by the Board	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Energy Conservation Bond Legal Debt Margin	<u>\$22,200</u>	<u>\$26,216</u>	<u>\$25,614</u>	<u>\$25,536</u>

(1) Ohio Bond Law sets a limit of 9% for overall debt, 1/10 of 1% for unvoted debt, and 9/10 of 1% for energy conservation debt.

(2) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

Toledo Public School District

2004	2005	2006	2007	2008	2009
\$3,133,574	\$3,133,619	\$3,093,944	\$3,373,095	\$3,272,309	\$3,085,496
9.00%	9.00%	9.00%	9.00%	9.00%	9.00%
282,022	282,026	278,455	303,579	294,508	277,695
167,934	159,600	156,400	153,135	149,805	178,389
(7,612)	(5,070)	(7,669)	(11,268)	(13,863)	(11,526)
<u>160,322</u>	<u>154,530</u>	<u>148,731</u>	<u>141,867</u>	<u>135,942</u>	<u>166,863</u>
<u>\$121,700</u>	<u>\$127,496</u>	<u>\$129,724</u>	<u>\$161,712</u>	<u>\$158,566</u>	<u>\$110,832</u>
0.10%	0.10%	0.10%	0.10%	0.10%	0.10%
3,134	3,134	3,094	3,373	3,272	3,085
0	0	0	0	0	0
<u>\$3,134</u>	<u>\$3,134</u>	<u>\$3,094</u>	<u>\$3,373</u>	<u>\$3,272</u>	<u>\$3,085</u>
0.90%	0.90%	0.90%	0.90%	0.90%	0.90%
28,202	28,203	27,845	30,358	29,451	27,769
0	0	0	0	0	0
<u>\$28,202</u>	<u>\$28,203</u>	<u>\$27,845</u>	<u>\$30,358</u>	<u>\$29,451</u>	<u>\$27,769</u>

Toledo Public School District

Demographic and Economic Statistics Last Ten Years

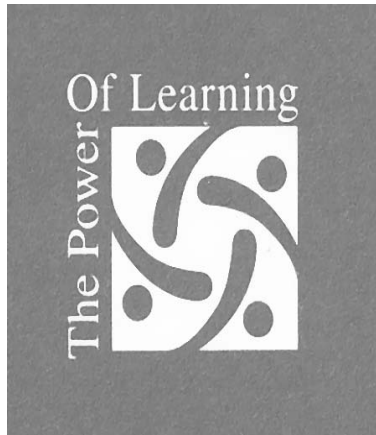
Calendar Year	2000	2001	2002	2003
Population (1)				
City of Toledo	325,767	313,619	313,619	313,619
Lucas County	455,054	455,054	455,054	455,054
Income (2) (a)				
Total Personal (in thousands)	9,430,629	9,354,314	9,535,272	9,654,447
Per Capita	28,949	29,827	30,404	30,784
Unemployment Rate (3)				
Federal	3.8%	4.8%	5.8%	6.0%
State	3.7%	4.3%	5.7%	6.1%
Lucas County	4.9%	5.0%	6.9%	7.8%
Fiscal Year	2001	2002	2003	2004
School Enrollment (4)				
Elementary School (K-5 & K-6 configuration)	22,049	21,043	20,038	19,230
Middle School (6-8 & 7-8 configuration)	5,408	5,562	5,525	5,324
High School (9-12)	9,533	9,733	9,701	9,485
Special (5)	325	361	340	277
Total	<u>37,315</u>	<u>36,699</u>	<u>35,604</u>	<u>34,316</u>

Sources:

- (1) US Bureau of Census of Population
- (2) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available by County (2009 not available),
Total Personal Income is a calculation
- (3) State Department of Labor Statistics
- (4) District Treasurer's Office
- (5) For FY 2009 Special includes four Magnet Schools (2 K-8 & 2 K-9) and an Alternative Learning School

Toledo Public School District

2004	2005	2006	2007	2008	2009
313,619	313,619	313,619	313,619	313,619	313,619
455,054	437,901	437,901	437,901	437,901	437,901
9,964,616	9,856,732	9,917,574	10,135,852	10,298,307	N/A
31,773	31,429	31,623	32,319	32,837	N/A
5.5%	5.0%	4.6%	4.6%	5.8%	9.3%
6.0%	5.9%	5.5%	5.6%	6.6%	10.2%
7.4%	6.9%	6.3%	6.7%	8.3%	12.2%
2005	2006	2007	2008	2009	2010
18,275	16,668	13,305	13,100	13,197	13,321
4,886	4,498	6,717	6,297	4,312	3,856
9,452	9,092	8,685	8,269	7,079	6,809
385	38	352	583	1,204	1,209
<u>32,998</u>	<u>30,296</u>	<u>29,059</u>	<u>28,249</u>	<u>25,792</u>	<u>25,195</u>



Toledo Public School District

Principal Employers Current Year and Nine Years Ago

Employer	Nature of Business	Fiscal Year 2010		
		Number of Employees	Rank	Percentage of Total Employment
ProMedica Health Systems	Medical Facilities	9,945	1	11.87%
Mercy Health Partners	Hospital	6,625	2	7.91%
The University of Toledo - Main Campus	Education	5,046	3	6.02%
Toledo Public Schools	Education	4,318	4	5.16%
Lucas County	Government	3,876	5	4.63%
The University of Toledo - Health Science	Hospital	3,547	6	4.23%
City of Toledo	Government	2,650	7	3.16%
Kroger, Inc.	Retail Grocery	2,640	8	3.15%
The State of Ohio	Government	2,249	9	2.68%
Wal-Mart	Retail	2,218	10	2.65%
Total		43,114		51.46%
Total Employment within the District		40,649		48.54%
		83,763		100.00%

Employer	Nature of Business	2001		
		Number of Employees	Rank	Percentage of Total Employment
ProMedica Health Systems	Medical Facilities	12,000	1	13.14%
Mercy Health Partners	Hospital	7,377	2	8.08%
Daimler-Chrysler	Automotive/Manufacturing	5,400	3	5.91%
Toledo Public Schools	Education	5,398	4	5.91%
The University of Toledo	Education	5,000	5	5.48%
Foodtown, Inc.	Retail Grocery	4,300	6	4.71%
Lucas County	Government	4,144	7	4.54%
General Motors - Power Train	Automotive/Manufacturing	4,092	8	4.48%
Sauder Woodworking Co.	Furniture/Cabinets	3,600	9	3.94%
Medical College of Ohio	Hospital	3,500	10	3.83%
Total		54,811		60.02%
Total Employment within the District		36,512		39.98%
		91,323		100.00%

Sources:

Source: Toledo Chamber of Commerce and Ohio Department of Job and Family Services

Toledo Public School District

*School District Employees by Type
Last Ten Years*

	2001	2002	2003	2004	2005
Supervisory					
Instructional Administrators	43	50	51	49	44
Noninstructional Administrators	60	64	66	61	71
Principals	60	62	60	61	66
Assistant Principals	49	52	55	55	46
Instruction					
Classroom Teachers					
Elementary	1,590	1,594	1,569	1,456	1,405
Middle	374	379	395	354	365
High	593	623	674	618	659
Other	143	163	164	152	141
Student Services					
Guidance Counselors	67	70	72	71	71
Psychologists	24	25	25	24	26
Other Professionals (noninstructional)	32	31	36	35	36
Support Services					
Clerical/Secretaries	352	362	358	347	333
Tutors/Aides	436	427	434	414	370
Food Service	230	231	267	265	253
Maintenance/Grounds	406	384	367	349	354
Transportation	228	234	241	206	205
<i>Total Employees</i>	<u>4,687</u>	<u>4,751</u>	<u>4,834</u>	<u>4,517</u>	<u>4,445</u>

Source: District Treasurer's Office

Toledo Public School District

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
40	38	44	45	49
67	63	62	59	68
60	56	51	55	61
45	42	51	39	45
1,253	1,188	1,057	1,051	1,249
340	262	299	324	378
638	597	655	540	614
151	156	169	143	175
68	64	67	60	68
25	24	23	28	27
36	34	31	19	38
312	297	311	271	319
373	345	358	324	376
233	219	243	222	253
333	326	346	304	366
205	202	212	194	232
<u>4,179</u>	<u>3,913</u>	<u>3,979</u>	<u>3,678</u>	<u>4,318</u>

Toledo Public School District

*Operating Indicators - Cost per Pupil
Last Ten Years*

Fiscal Year	2001	2002	2003	2004	2005
Enrollment	37,315	36,699	35,604	34,316	32,998
Modified Accrual Basis					
Operating Expenditures	310,969,862	358,058,858	399,134,674	444,949,806	500,422,632
Cost per Pupil	8,334	9,757	11,210	12,966	15,165
Percentage of Change	1.9%	17.1%	14.9%	15.7%	17.0%
Accrual Basis					
Expenses	N/A	\$381,777,471	394,074,964	419,110,468	445,822,877
Cost per Pupil	N/A	10,403	11,068	12,213	13,511
Percentage of Change	N/A	N/A	6.4%	10.3%	10.6%
Teaching Staff	2,706	2,809	3,099	3,348	3,276
Pupil to Teacher Ratio					
Toledo	13.9	13.1	13.5	14.1	18.3
State Average	18.0	16.9	16.9	18.5	18.5

Source: District Treasurer's Office and Ohio Department of Education

N/A = Not available

Toledo Public School District

2006	2007	2008	2009	2010
30,296	29,059	28,249	25,792	25,195
544,253,369	481,585,172	505,697,852	500,884,443	457,187,002
17,965	16,573	17,901	19,420	18,146
18.5%	(7.75%)	8.02%	8.48%	(6.56%)
464,821,441	361,514,105	434,628,708	436,247,908	416,809,918
15,343	12,441	15,386	16,914	16,543
13.6%	(18.91%)	23.67%	9.93%	(2.19%)
2,368	2,248	2,201	2,058	2,116
18.6	19.5	18.0	18.0	N/A
18.5	18.5	18.6	18.6	N/A

Toledo Public School District

*Operating Indicators by Function
Last Ten Years*

	2001	2002	2003	2004
Governmental Activities				
Instruction				
Regular	N/A	31,809	29,757	28,540
Special	N/A	4,890	5,847	5,809
Support Services				
Pupils				
Enrollment	37,315	36,699	35,604	34,349
Graduates	N/A	942	1,079	1,041
Percent of Students with Disabilities	N/A	15.37%	15.90%	16.60%
Percent of Students with English as Second Language	N/A	1.50%	0.60%	0.30%
Administration				
School Attendance Rate	N/A	90.90%	93.30%	93.10%
Fiscal Services				
Purchase Orders Processed	27,346	27,867	29,352	26,053
Checks Issued (non payroll)	26,702	29,195	30,585	29,349
Operation and Maintenance of Plant				
District Square Footage Maintained	6,318,863	6,318,863	6,318,863	6,318,863
District Square Acreage Maintained	145	145	145	145
Pupil Transportation				
Average Daily Students Transported	8,023	8,515	8,385	7,756
Average Daily Bus Fleet Miles	5,803	6,374	6,253	11,043
Number of Buses	155	170	174	178
Operation of Noninstructional Services				
Food Service				
Students Meals Served Daily	16,432	15,886	15,285	14,368
Free/Reduced Price Meals Daily	13,933	13,595	13,186	12,550
Extracurricular Activities				
High School Varsity Teams	111	110	110	114

Source: District Treasurer's Office

N/A = Not available

Toledo Public School District

2005	2006	2007	2008	2009	2010
27,529	24,953	23,767	22,995	21,020	20,358
5,456	5,343	5,292	5,254	4,771	4,837
32,985	30,296	29,059	28,249	25,792	25,195
1,171	1,348	1,519	1,284	1,267	1,303
17.40%	18.30%	17.90%	18.60%	18.50%	19.20%
0.50%	0.30%	0.50%	1.80%	1.40%	1.50%
93.20%	93.20%	92.30%	95.20%	94.90%	94.90%
25,745	25,218	23,753	23,998	23,998	20,917
26,321	26,058	26,369	26,306	26,825	27,187
6,634,127	6,271,055	5,533,138	5,449,806	5,588,049	5,588,049
152	144	127	125	128	128
8,642	9,229	11,182	10,323	11,114	13,269
11,598	10,348	10,711	10,892	10,392	10,125
167	171	172	162	166	160
13,523	12,667	12,833	14,290	14,643	15,089
11,944	11,181	11,247	12,977	13,400	13,206
115	115	115	115	115	115

Toledo Public School District

*Operating Indicators - Teacher Base Salaries
Last Ten Years*

Fiscal Year	2001	2002	2003	2004	2005
Minimum Salary	\$31,447	32,697	32,697	32,697	32,697
Maximum Salary	\$63,670	65,520	65,520	65,520	65,520
District Average Salary	\$40,345	43,374	45,544	45,949	48,274
County Average Salary	\$42,203	44,955	46,224	41,964	51,376
State Average Salary	\$42,892	44,266	45,515	47,495	49,436

Source: District Treasurer's Office and Ohio Department of Education

*Operating Indicators - Teacher by Education
Last Ten Years*

Fiscal Year	2001	2002	2003	2004	2005
Bachelor's Degree	1,592	1,614	1,844	1,785	1,635
Master's Degree	1,102	1,181	1,240	1,550	1,624
Doctorate	12	14	15	13	17
Total	2,706	2,809	3,099	3,348	3,276

Source: District Treasurer's Office

Toledo Public School District

2006	2007	2008	2009	2010
32,697	32,697	32,697	34,351	35,313
65,520	65,520	65,520	68,836	70,763
49,862	50,294	50,083	52,735	54,568
53,411	54,696	56,228	59,210	61,490
50,771	53,534	53,410	54,656	55,958

2006	2007	2008	2009	2010
1,101	1,033	1,010	933	945
1,254	1,202	1,180	1,115	1,161
13	13	11	10	10
2,368	2,248	2,201	2,058	2,116

Toledo Public School District

Capital Asset Statistics by Building Last Ten Years

	2001	2002	2003	2004
School Buildings				
High Schools				
Number of Buildings	7	7	7	7
Square Footage	1,977,346	1,977,346	1,977,346	1,977,346
Enrollment	5,408	9,733	9,701	9,485
Junior High Schools *				
Number of Buildings	7	7	7	7
Square Footage	725,903	725,903	725,903	725,903
Enrollment	5,258	5,562	5,525	5,324
Middle Schools *				
Number of Buildings	0	0	0	0
Square Footage	0	0	0	0
Enrollment	0	0	0	0
Elementary Schools				
Number of Buildings	44	44	44	44
Square Footage	2,581,410	2,581,410	2,581,410	2,581,410
Enrollment	22,049	21,043	20,038	19,230
Special Schools				
Number of Buildings	14	14	14	14
Square Footage	823,914	823,914	823,914	823,914
Enrollment	325	361	340	277
All Other				
Central Administration Building				
Square Footage	79,354	79,354	79,354	79,354
Transportation Building				
Square Footage	10,950	10,950	10,950	10,950
Maintenance Building				
Square Footage	119,986	119,986	119,986	119,986

Source: District Treasurer's Office

N/A = Not available

* Restructuring program began in 2006, completed in 2008.

Toledo Public School District

2005	2006	2007	2008	2009	2010
7	7	7	7	7	7
1,977,346	1,977,346	1,793,255	1,943,186	1,947,738	1,947,738
9,452	9,092	8,685	8,272	7,079	6,809
7	7	6	0	0	0
725,903	725,903	634,563	0	0	0
4,886	4,498	5,353	0	0	0
0	1	2	7	7	7
0	83,299	179,743	652,097	622,321	622,321
0	521	1,206	4,346	4,312	3,856
44	44	37	37	37	37
2,581,410	2,376,163	2,327,553	2,290,095	2,453,562	2,453,562
18,275	16,668	15,468	12,860	13,196	13,321
14	11	8	8	8	8
823,914	582,790	372,463	358,143	358,143	358,143
385	313	359	2,770	1,204	1,209
79,354	79,354	79,354	79,354	79,354	79,354
10,950	10,950	10,950	10,950	10,950	10,950
119,986	119,986	115,981	115,981	115,981	115,981

Toledo Public School District

*Capital Asset Statistics by Function
Last Ten Years*

	2001	2002	2003	2004
Governmental Activities				
Instruction				
Land and Improvements	\$14,828,911	\$17,186,218	\$17,186,218	\$17,930,709
Buildings and Improvements	126,568,438	97,370,855	97,370,855	98,807,735
Machinery and Equipment	42,311,014	622,000	767,167	820,189
Vehicles	1,134,200	71,449	265,561	265,561
Construction In Progress	7,233,211	0	2,848,748	12,191,262
Administration				
Land and Improvements	1,466,581	565,488	565,488	565,488
Buildings and Improvements	8,147,213	4,228,050	4,228,050	4,228,050
Machinery and Equipment	8,483,047	823,437	2,025,156	2,348,835
Vehicles	641,272	0	0	0
Operations and Maintenance of Plant				
Land and Improvements	150,953	411,952	411,952	411,953
Buildings and Improvements	478,701	1,502,625	1,502,625	1,502,625
Machinery and Equipment	971,447	300,599	467,244	1,398,411
Vehicles	739,696	1,335,755	1,512,200	1,530,343
Transportation Services				
Land and Improvements	60,122	584,422	584,422	584,422
Buildings and Improvements	273,370	207,077	207,077	207,077
Machinery and Equipment	356,726	42,700	42,700	42,700
Vehicles	7,409,076	6,107,356	7,456,491	7,552,128
Non-Instructional Activities				
Land and Improvements	0	127,175	127,175	127,175
Buildings and Improvements	0	4,046,820	4,046,820	4,046,820
Machinery and Equipment	0	1,170,600	1,267,426	1,316,505
Extracurricular Activities				
Land and Improvements	0	0	0	0
Buildings and Improvements	0	0	0	0
Machinery and Equipment	0	0	0	0

Source: District Treasurer's Office

Toledo Public School District

2005	2006	2007	2008	2009	2010
\$21,401,277	\$21,237,747	\$21,206,948	\$21,221,762	\$20,918,762	\$20,918,761
98,448,522	124,467,992	180,471,518	303,328,623	392,702,165	452,882,180
1,080,631	1,422,417	1,679,106	2,026,764	2,226,144	2,772,922
372,411	372,411	372,412	372,412	421,335	421,335
45,957,833	84,155,459	151,589,221	96,291,759	75,436,367	41,441,727
565,488	207,367	207,367	207,367	207,367	207,367
4,228,050	1,028,140	4,001,663	8,943,955	16,073,559	9,609,275
3,705,058	3,690,836	3,849,683	4,043,960	4,181,127	4,382,103
0	0	0	0	0	28,631
411,953	411,953	411,952	411,952	411,952	411,952
1,502,625	1,502,625	1,502,625	1,502,625	1,502,625	1,502,625
1,731,391	2,212,966	2,316,700	2,391,276	2,017,143	2,031,520
1,530,343	1,575,448	1,643,155	1,789,849	1,790,269	1,816,428
584,422	584,422	584,422	584,422	584,422	584,422
207,077	207,077	207,077	207,077	207,077	207,077
42,700	42,700	42,700	42,700	54,943	54,943
7,552,128	7,552,128	7,912,620	8,053,881	8,551,578	8,710,085
127,175	127,175	127,175	127,175	127,175	127,175
4,046,820	3,199,962	4,046,820	4,046,820	4,046,820	4,046,820
1,316,505	1,261,155	1,251,855	1,168,102	1,176,061	1,069,348
0	140,221	140,221	140,221	140,221	140,221
0	4,046,768	3,199,910	3,199,910	3,199,910	3,199,910
5,204	284,226	284,226	284,226	284,226	284,226

Toledo Public School District

Educational and Operating Statistics Last Ten Years

	2001	2002	2003	2004	2005
ACT Scores (Average)					
Toledo	19.0	19.3	19.2	18.8	18.7
Ohio	21.4	21.4	21.4	21.4	21.1
National	21.0	20.8	20.8	20.9	20.6
SAT Scores (Average)					
Toledo					
Verbal	540	521	528	519	526
Mathematical	541	505	517	529	515
Ohio					
Verbal	534	534	536	540	539
Mathematical	539	539	541	540	543
National					
Verbal	506	504	507	508	508
Mathematical	514	514	519	510	520
Cost per Student (ODE)					
Toledo	7,860	8,726	9,980	10,279	10,604
Ohio (Average)	7,591	8,073	8,441	8,768	9,048
Attendance Rate					
Toledo	N/A	90.90%	93.30%	93.10%	93.20%
Ohio (Average)	94.70%	95.00%	94.90%	95.30%	95.20%
Graduation Rate					
Toledo	N/A	65.60%	70.40%	70.40%	80.20%
Ohio (Average)	81.20%	82.80%	83.90%	84.30%	85.90%

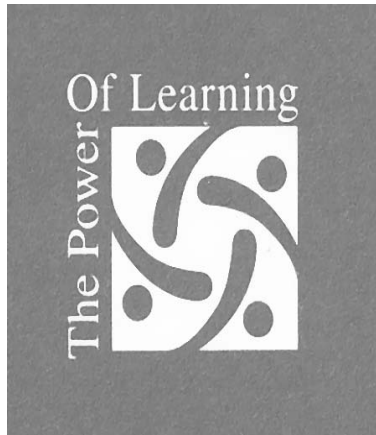
Source:

District's Student Records and Ohio Department of Education

N/A = Not available

Toledo Public School District

2006	2007	2008	2009	2010
18.7	18.5	N/A	N/A	N/A
21.5	21.6	21.6	21.7	21.4
21.1	21.2	21.2	21.3	20.9
519	N/A	N/A	522	N/A
519	N/A	N/A	529	N/A
535	536	534	537	538
544	542	544	546	548
503	502	502	501	501
581	515	515	515	516
11,202	11,209	10,770	12,008	13,544
9,356	9,586	9,939	10,184	10,512
93.20%	92.30%	95.20%	94.90%	N/A
94.10%	94.10%	94.20%	94.30%	94.30%
90.40%	87.60%	N/A	N/A	N/A
86.20%	86.90%	N/A	84.60%	84.60%





Dave Yost • Auditor of State

TOLEDO CITY SCHOOL DISTRICT

LUCAS 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
MARCH 3, 2011