



Dave Yost • Auditor of State

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	1
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.....	3
Federal Awards Receipts and Expenditures Schedule.....	5
Notes to the Federal Awards Receipts and Expenditures Schedule	6
Schedule of Findings.....	7

This page intentionally left blank.



Dave Yost • Auditor of State

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

Twinsburg City School District
Summit County
11136 Ravenna Road
Twinsburg, Ohio 44087

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 Twinsburg City School District, Summit 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 February 15, 2011. 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. Therefore, we cannot assure that we have identified all deficiencies, significant deficiencies or material weaknesses. However, as described in the accompanying schedule of findings we identified a certain deficiency in internal control over financial reporting, that we consider a material weakness.

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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and timely corrected. We consider finding 2010-001 described in the accompanying schedule of findings to be a material weakness.

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed an instance of noncompliance or other matters we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings as finding 2010-001.

We also noted certain matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated February 15, 2011.

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

We intend this report solely for the information and use of management, audit committee, Board of Education, and federal awarding agencies and pass-through entities, and others within the District. We intend it for no one other than these specified parties.



Dave Yost
Auditor of State

February 15, 2011



Dave Yost • Auditor of State

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

Twinsburg City School District
Summit County
11136 Ravenna Road
Twinsburg, Ohio 44087

To the Board of Education:

Compliance

We have audited the compliance of Twinsburg City School District, Summit 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 Twinsburg 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 Twinsburg 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 also noted a certain matter not requiring inclusion in this report that we reported to the District's management in a separate letter dated February 15, 2011.

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 Twinsburg City School District as of and for the year ended June 30, 2010, and have issued our report thereon dated February 15, 2011. Our audit was performed to form an opinion 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 provide 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 management, audit committee, Board of Education, and federal awarding agencies and pass-through entities, and others within the District. It is not intended for anyone other than these specified parties.



Dave Yost
Auditor of State

February 15, 2011

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

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

FEDERAL GRANTOR <i>Pass Through Grantor</i>	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed Through Ohio Department of Education</i>						
Child Nutrition Cluster:						
Non-Cash Assistance (Food Distribution):						
National School Lunch Program	N/A	10.555		\$ 139,126		\$ 139,126
Cash Assistance:						
School Breakfast Program	N/A	10.553	\$ 9,439		\$ 9,439	
National School Lunch Program		10.555	309,680		309,680	
Cash Assistance Total			<u>319,119</u>		<u>319,119</u>	
Total Nutrition Cluster			<u>319,119</u>	<u>139,126</u>	<u>319,119</u>	<u>139,126</u>
Total U.S. Department of Agriculture			<u>319,119</u>	<u>139,126</u>	<u>319,119</u>	<u>139,126</u>
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through Ohio Department of Education</i>						
Title I Grants to Local Educational Agencies Cluster:						
Title I Grants to Local Educational Agencies	050070-C1S1-2009	84.010	-		4,294	
Title I Grants to Local Educational Agencies	050070-3M00-2010	84.010	339,039		333,336	
Title I School Improvement Grant	050070-3M00-2010	84.010	60,000		60,000	
ARRA - Title I Grants to Local Educational Agencies	050070-3DK0-2010	84.389	26,171		26,171	
Total Title I Grants to Local Educational Agencies			<u>425,210</u>		<u>423,801</u>	
Special Education Cluster:						
Special Education - Preschool Grants (IDEA Preschool)	050070-3C50-2010	84.173	21,471		21,471	
Special Education Grants to States	050070-6BSD-2009	84.027	38,081		85,975	
Special Education Grants to States	050070-3M20-2010	84.027	531,209		506,650	
ARRA - Special Education Grants to States	050070-3DJ0-2010	84.391	469,590		414,392	
Total Special Education Cluster			<u>1,060,351</u>		<u>1,028,488</u>	
English Language Acquisition Grants	050070-T3S1-2009	84.365			45	
English Language Acquisition Grants	050070-3Y70-2010	84.365	14,651		14,651	
Total English Language Acquisition Grants			<u>14,651</u>		<u>14,696</u>	
Title V Innovative Education	050070-3M10-2010	84.298	1,975		1,814	
Safe and Drug Free Schools and Communities State Grants	050070-3D10-2010	84.186	8,912		8,912	
Educational Technology State Grants	050070-3S20-2010	84.318	1,327		3,036	
Improving Teacher Quality State Grants	050070-TRS1-2009	84.367			1,923	
Improving Teacher Quality State Grants	050070-3Y60-2010	84.367	106,335		108,960	
Total Improving Teacher Quality State Grants			<u>106,335</u>		<u>110,883</u>	
ARRA - Fiscal Stabilization Fund	050070-GRF-2010	84.394	261,343		142,822	
Total U.S. Department of Education			<u>1,880,104</u>		<u>1,734,452</u>	
Total Federal Financial Assistance			<u>\$ 2,199,223</u>	<u>\$ 139,126</u>	<u>\$ 2,053,571</u>	<u>\$ 139,126</u>

The accompanying notes are an integral part of this schedule.

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

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

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the Twinsburg 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 – FOOD DONATION PROGRAM

The District reports commodities consumed on the Schedule at the fair value. The District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

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

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	Yes
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	Yes
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510(a)?	No
(d)(1)(vii)	Major Programs (list):	ARRA - State Fiscal Stabilization Fund - CFDA #84.394 <u>Title I Cluster:</u> Title I Grants to Local Educational Agencies – CFDA #84.010 ARRA - Title I Grants to Local Educational Agencies – CFDA #84.389 ARRA - Title I School Improvement Grant – CFDA #84.010 <u>Special Education:</u> Special Education Grants to States – CFDA #84.027 Special Education Preschool Grants – CFDA #84.173 ARRA - Special Education Grants to States – CFDA #84.391
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

<i>Finding Number</i>	2010-001
-----------------------	----------

NONCOMPLIANCE AND MATERIAL WEAKNESS

Ohio Rev. Code Section 5705.10(A) states all revenue derived from the general levy for current expense within the ten-mill limitation, from any general levy for current expense authorized by vote in excess of the ten-mill limitation, and from sources other than the general property tax, unless its use for a particular purpose is prescribed by law, shall be paid into the general fund. Ohio Rev. Code Section 5705.05 and 1981 Op. Atty Gen. No. 81-035 state revenue derived from a general levy for current expenses should not be used to pay debt charges.

Therefore, transfers from the General Fund to a Debt Service Fund, or other fund, to retire debt are not permissible, unless the government can support that such transfers were made without the use of revenue derived from inside millage. Generally, revenues derived from all other sources in the General Fund may be used to retire debt.

\$2,008,130 of general fund levy property taxes was directly receipted into the Bond Retirement Fund rather than the General Fund in order to accelerate debt repayments. The financial statements and District's financial records were adjusted to reflect this revenue in the General Fund.

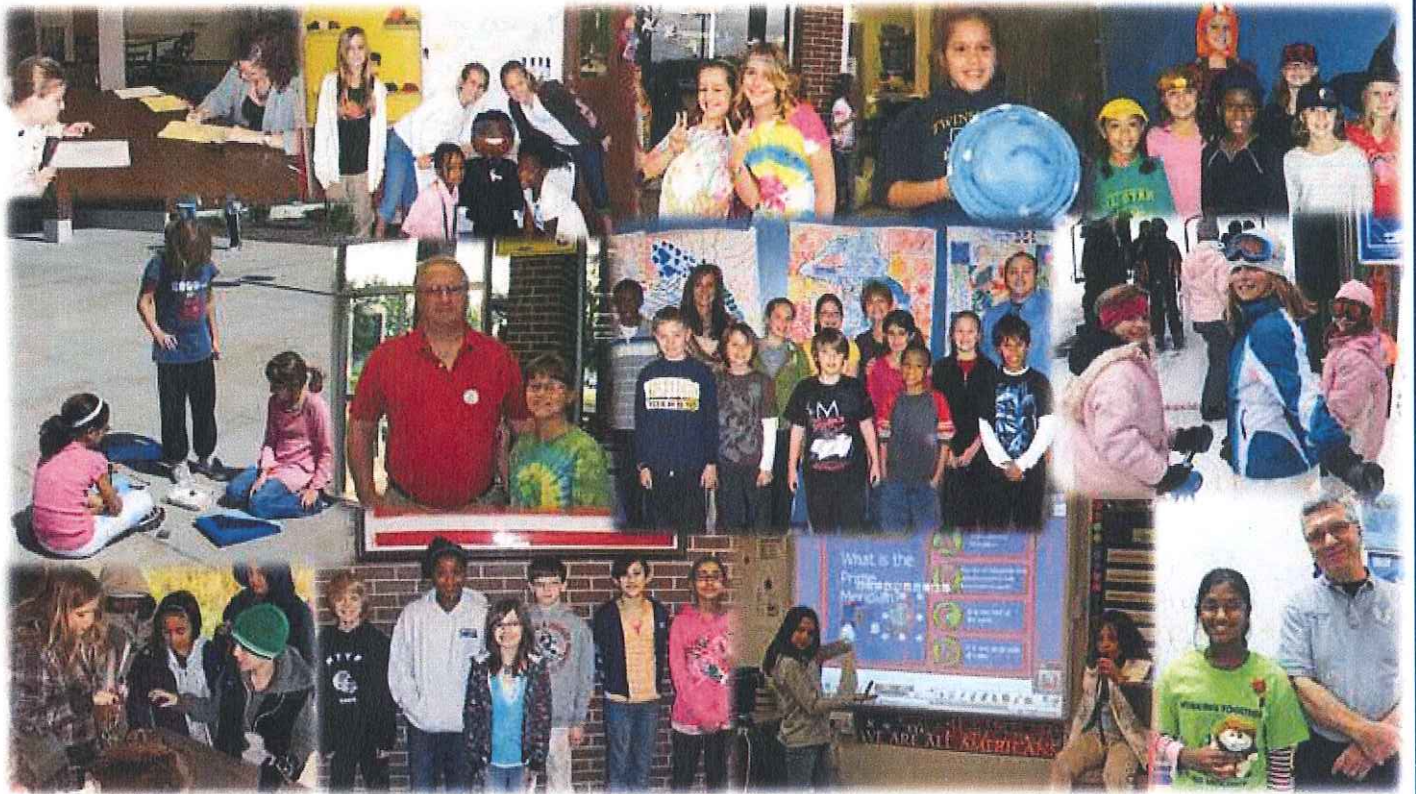
If the District chooses to utilize general fund revenues to subsidize Bond Retirement Fund, such revenue cannot be revenue derived from a general levy. If the District can provide support that such revenues were not revenues derived from inside millage and in accordance with Ohio Rev. Code Section 5705 then a transfer from the General Fund can be made to the Bond Retirement Fund. All transfers from the General Fund require approval by the Board of Education via a Board Resolution in accordance with Ohio Rev. Code Section 5705.14 and 1989 Op. Att'y Gen. No. 89-075.

Official's Response: It was discussed by the Board of Education and it was their intention to transfer funds from the General Fund to pay Debt service. The monthly financial reports showed the additional fund balance in the Debt service fund. However in error, the Board Resolution authorizing the Transfer was made in the subsequent fiscal year Resolution Number 11-062.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None noted.

Twinsburg City School District Twinsburg, Ohio



Comprehensive Annual Financial Report

For The Fiscal Year Ended
June 30, 2010

Twinsburg City School District

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2010

Prepared By:
Martin Aho, Director of Finance/Treasurer and
Treasurer's Office Staff

**Twinsburg City School District
 Comprehensive Annual Financial Report
 For the fiscal year ended June 30, 2010**

Table of Contents

Introductory Section	Page
Letter of Transmittal	v
Public Officials Roster	xiii
Organizational Chart.....	xiv
Certificate of Achievement	xv
 Financial Section	
Independent Accountants’ Report.....	1
Management’s Discussion and Analysis.....	3
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Assets	14
Statement of Activities.....	15
Fund Financial Statements	
Balance Sheet – Governmental Funds	16
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities.....	17
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to Statement of Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP) and Actual – General Fund	20
Statement of Fund Net Assets – Internal Service Fund	21
Statement of Revenue, Expenses and Changes in Fund Net Assets – Internal Service Fund	22
Statement of Fiduciary Net Assets – Fiduciary Fund	23
Statement of Changes in Fiduciary Net Assets – Private Purpose Trust Fund	24
Notes to the Basic Financial Statements	25
Combining Statements and Individual Fund Schedules	
Combining Statements – Nonmajor Governmental Funds:	
Fund Descriptions	51
Combining Balance Sheet – Nonmajor Governmental Funds	56
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds.....	57
Combining Balance Sheet – Nonmajor Special Revenue Funds	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	62
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	66
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds	67

Twinsburg City School District
Comprehensive Annual Financial Report
For the fiscal year ended June 30, 2010

Table of Contents
(Continued)

	Page
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual - Governmental Funds – Major and Nonmajor Funds	
General Fund.....	69
Food Service Fund	72
Uniform School Supplies Fund.....	72
Adult Education Fund	73
Miscellaneous Local Grants Fund.....	73
Public School Support Fund	74
District Managed Student Activity Fund	75
Teacher Development Fund	75
Management Information Systems Fund	76
Data Communications Fund.....	76
Alternative Schools Fund.....	77
Poverty Aid Fund.....	77
Miscellaneous State Grants Fund.....	78
Title VI-B Fund.....	79
State Fiscal Stabilization Fund.....	80
Title II Technology Fund	81
Title I School Improvement Stimulus Fund.....	81
Title III Fund.....	82
Title I Fund	83
Title V Fund.....	84
Drug Free School Grant Fund.....	85
EHA Preschool Grant Fund	85
Improving Teacher Quality Fund.....	86
Miscellaneous Federal Grants Fund.....	86
Bond Retirement Fund	87
Permanent Improvement Fund.....	88
Building Fund	89
Replacement Fund	89
Individual Fund Schedules of Revenues, Expenses and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual – Internal Service and Fiduciary Fund	
Employee Benefits Self Insurance Fund.....	91
Scholarships Private Purpose Trust Fund	92
Statement of Changes in Assets and Liabilities – Agency Fund	93

**Twinsburg City School District
 Comprehensive Annual Financial Report
 For the fiscal year ended June 30, 2010**

Table of Contents
 (Continued)

	Page
Statistical Section	
Table of Contents	S-1
<u>Financial Trends:</u>	
Net Assets by Component – Last Eight Fiscal Years	S-2
Changes in Net Assets of Governmental Activities	
- Last Eight Fiscal Years	S-4
Program Revenues of Governmental Activities by Function	
- Last Eight Fiscal Years	S-8
Fund Balances, Governmental Funds	
- Last Eight Fiscal Years	S-10
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years	S-12
<u>Revenue Capacity:</u>	
Assessed and Estimated Actual Value of Taxable Property	
- Last Ten Collection Years	S-14
Property Tax Rates - Direct and Overlapping Governments	
- Last Ten Collection Years	S-15
Property Tax Levies and Collections - Last Ten Calendar Years	S-16
Principal Taxpayers – Real Estate Tax – 2009 and 2000.....	S-17
Principal Taxpayers – Tangible Personal Property Tax – 2009 and 2003	S-18
Principal Taxpayers – Public Utility Tax – 2009 and 2004	S-19
<u>Debt Capacity:</u>	
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years	S-20
Ratio of Debt to Assessed Value and Debt per Capita - Last Ten Fiscal Years	S-21
Computation of Legal Debt Margin – Last Ten Fiscal Years	S-22
Direct and Overlapping Bonded Debt as of June 30, 2010.....	S-24
<u>Economic and Demographic Information:</u>	
Demographic and Economic Statistics – Last Ten Years	S-25
Principal Employers – Current and Nine Years Ago	S-26
<u>Operating Information:</u>	
School District Employees by Function/Program – Last Seven Fiscal Years	S-27
Operating Statistics – Last Ten Fiscal Years	S-28
Building Statistics – Last Ten Fiscal Years	S-29
Teachers’ Salaries – Last Ten Fiscal Years	S-30

Twinsburg City School District
Comprehensive Annual Financial Report
For the fiscal year ended June 30, 2010

Table of Contents
(Continued)

	Page
Enrollment Statistics – Last Ten Fiscal Years	S-31
Average Number of Students per Teacher – Last Ten Fiscal Years	S-32
Attendance and Graduation Rates – Last Ten Fiscal Years	S-33

INTRODUCTORY SECTION



Twinsburg City School District

11136 Ravenna Road • Twinsburg, Ohio 44087-1022

Phone: (330) 486-2000

Fax: (330) 425-7216

Mr. Stephen Marlow, Superintendent
Mr. Michael Lenzo, Assistant to the Superintendent
Mr. Martin Aho, Treasurer

Mrs. Susan Buckbee, Director of Curriculum/Staff Development
Mrs. Judith Henning, Director of Pupil Personnel

February 15, 2011

To the Citizens and Board of Education of the Twinsburg City School District:

The Comprehensive Annual Financial Report (CAFR) of the Twinsburg City School District, (the School District) for the fiscal year ended June 30, 2010, is hereby submitted. This report, prepared by the Fiscal Office, includes financial statements, supplemental statements, and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the School District for the 2009-2010 fiscal year. This report is presented in compliance with Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments and is representative of the School District's commitment to provide meaningful information to its' stakeholders.

Responsibility for both the accuracy of the data presented, and the completeness and fairness of the presentation, including the disclosures, rests with the School District's management. To the best of our knowledge and belief, the CAFR and enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District.

State law requires the School District's financial statements to be subjected to a biennial examination by the Auditor of State of Ohio (Auditor) or an independent auditor contracted by the Auditor unless an annual Federal Single Audit is required. In addition, the law requires the School District to prepare and file, within 150 days following the close of their fiscal period, a financial statement prepared in accordance with generally accepted accounting principles (GAAP) with the Auditor. The financial statements, at a minimum, should be the basic financial statements of the School District and include the notes to those statements. Although not required by law, management of the School District has decided to prepare this CAFR. A further discussion of the audit can be found later in this letter.

This CAFR, which includes an opinion from the Auditor, conforms to generally accepted accounting principals as set forth by the Government Accounting Standards Board (GASB) and is representative of the School District's commitment to provide meaningful information to the citizens of the Twinsburg City School District.

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

Description of the School District

The School District serves an area of approximately 30 square miles. It is comprised of the City of Twinsburg, Twinsburg Township and portions of the Village of Reminderville and the City of Macedonia. It is located in the Northeast corner of Summit County and is approximately 21 miles southeast of downtown Cleveland and 24 miles northwest of Akron. According to the 2000 Census, the population of the School District was 30,730.

As of October 2010, there were 4,270 students attending the five schools in the School District. They are: Wilcox Primary built in 1960, Bissell Elementary built in 1963, Dodge Intermediate built in 1969, Chamberlin Middle School built in 1958, and Twinsburg High School built in 1999. The School District also owns a central office building built in 1957, a bus garage, a football stadium, and various athletic fields.

There has been a steady growth in student population. The 1992-93 enrollment was 2,431 students. Since then the student population has increased well over 75%. Enrollment projections indicate continued growth over the next ten years. Projections indicate the School District's student population is anticipated to grow in excess of 5,000 students.

Organization of the School District

The Board of Education of the School District is comprised of five members elected at-large by the citizens of the School District. The Board serves as the taxing authority, contracting body, and policy initiator for the operation of the School District. The Board is responsible for the adoption of the tax budget, the annual operating budget and approves all expenditures of the School District. The Board is a body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code, and has only those powers and authority conferred upon it by the law.

The Superintendent is the Chief Executive Officer of the School District and is directly responsible to the Board for all operations within the School District. In January 2005, Stephen Marlow was hired as the School District Superintendent. Mr. Marlow has served the School District as Middle School Principal and Assistant Superintendent prior to accepting the position as Superintendent. Mr. Marlow is a long time resident of the City of Twinsburg.

The Treasurer is the Chief Fiscal Officer of the School District and is responsible directly to the Board for all financial operations, investments, custody of School District funds and assets, and serves as Secretary to the Board. Martin Aho has served in this capacity since July 2002. He has over eighteen years of public sector employment experience. After seven years of service with the Auditor of State's Office, he was an Assistant Treasurer for three years. He has an MBA from the University of Akron. The Treasurer's office employs three additional staff members.

All other School District employees are responsible to the Superintendent and are employed by the Board upon the recommendation of the Superintendent.

The Reporting Entity

The School District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity," as amended by GASB Statement 39, "Determining Whether Certain Organizations are Component Units." In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments and organizations making up the School District (the primary government) and its potential component units.

The School District participates in certain organizations that are defined as jointly governed organizations and public entity risk pools. These organizations include the Cuyahoga Valley Career Center, the Ohio Schools Council, and the Northeast Ohio Network for Educational Technology.

Economic Conditions

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the School District operates.

Local Economy

The City of Twinsburg is an enviable location as part of the metropolitan Cleveland-Akron area. The two entrances to Interstate 480 are in very close proximity to Interstate 271 and Interstate 80 (Ohio Turnpike). The easy access to interstate highways has enabled the growth of an industrial park. Located within this park is a Chrysler stamping plant. This plant is one of the largest employers in Summit County employing approximately 1,100 people. The Twinsburg School District was informed on May 1, 2009, that the Chrysler Stamping Plant located in Twinsburg will be closing March 2010. While the closing was not unexpected in light of the economic difficulties experienced by the US auto industry, the timing of the closing was unforeseen.

Four State-supported and six private colleges and universities are located within a convenient driving distance from Twinsburg. The Twinsburg Public Library has been nationally recognized when compared to similar facilities. The Twinsburg Public Library's top rating was based on fifteen factors as measured by Hennen's American Public Library Rating. In 2006 the Library surpassed the circulation milestone of one million items distributed.

Twinsburg City and Township have experienced strong business growth over the past ten years. The growth is continuing and land is available for this use. A tax incentive program has assisted the growth. The future benefits of such a plan are being realized at this point as most businesses are ending their abatement periods and remaining in the community.

The School District, like the rest of the nation, continues to feel the impact of the current economic meltdown. Property taxes and intergovernmental revenues are closely monitored. The School District considers both of these revenues indicators of the strength or weaknesses of the local economy. In monitoring property tax revenues, the School District takes in account several factors, including tax collections, the values of new construction, foreclosures and reappraisals.

Long-term financial planning

During these uncertain economic times the administration and Board of Education endeavor to hold down expenditures and continue to examine areas to make future resource reallocations. Our goal is to create dynamic curriculum and learning environments that challenge all students' creative, analytical and critical thinking abilities and skills beyond standardized requirements. Our focus on student achievement has garnered Twinsburg School District an Excellent with Distinction rating from the Ohio Department of Education for the third consecutive year.

The litigation now referred to as the "DeRolph Case", began in 1991 ultimately found the State's method of funding school districts to be unconstitutional. Subsequently the Ohio Supreme Court relinquished jurisdiction over the case and directed the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient. The State continues to struggle with satisfying the Supreme Court's ruling.

The Ohio Legislature enacted in 1976, House Bill 920, severely limiting schools in their funding initiatives. This law prohibits school districts from realizing additional revenue from previously voted millage due to reappraisal of property values due to inflation.

House Bill 95 passed in June 2003 and House Bill 66 passed in June 2005 has eliminated the collection of taxes on tangible personal property. Tangible personal property is the machinery, inventory, furniture and fixtures owned by businesses. As the tax on tangible personal property is terminated, the State will provide limited reimbursements to school districts through the foundation program and direct payments. The flow of these revenues will come via a Commercial Activity Tax. Interestingly, revenues that once flowed from local sources will now flow from the State, appearing as if the State has increased funding to education. The net effect is an overall reduction of revenues to the Twinsburg City School District and like many Ohio schools will be forced to seek voter-approved levies more frequently.

In May, 2001 the School District electors approved an emergency tax levy producing \$5 million dollars annually for five years. This emergency levy was recently renewed for ten additional years through collection year 2021. In November 2004, the School District electors approved an emergency levy producing \$4 million. This emergency levy was renewed for ten years through collection year 2020.

Financial policy

The School District is required by Ohio law to complete a five-year financial forecast annually. This School District completed the forecast in October 2010 as required. This document is updated regularly and serves as a financial roadmap for the School District. The forecast is designed to provide the administration, board of education and the public a general indication of a probable future financial position of the School District based on information currently available to the School District. The forecast is a critical planning document for the School District. It is a necessary tool focusing discussion and attention on future financial needs while facilitating management's strategic planning.

Initiatives and Accomplishments

Across the School District a number of major accomplishments have taken place. The following are examples of those initiatives that directly impact teaching and learning.

Instruction

- **Local Report Card**
The School District met 26 out of 26 performance indicators on the 2009-2010 State of Ohio Local Report Card. The School District's performance index score once again exceeded 100, indicating that a large percentage of our students scored in the accelerated and advanced ranges on the Ohio Achievement and Graduation Tests. This year's administration of the Ohio Graduation Test revealed our students passing at high rates in all five areas.
- **Excellent with Distinction**
The School District has earned this designation for the 2009-2010 report card by being "Excellent" and also exceeds value-added goals for two consecutive years. The School District maintained its "Excellent" performance rating for the fifth year in a row and the seventh time in the past nine years. Sustained focus will be given to our student groups to ensure our School District continues to meet federally mandated adequate yearly progress (AYP) for the State Report Card. The School District has met AYP for the 2009-2010 report. The value-added results are above expected growth for the School District.
- **Curriculum**
In the 2009-2010 school year the School District continued professional development to ensure coherent and rigorous implementation of the Graded Courses of Study for all content areas. The School District recently implemented Honors Programs at the middle school for science, social studies and language arts. Curriculum leaders and teachers have continued to work hard on refining curriculum maps and develop quality formative assessments. The adopted curriculum aligns closely with the current Ohio Content Standards. This has required augmentation of our faculty's skills in teaching new content and pedagogy. Professional development will be provided to support teachers' use of the data to improve instruction. Additionally, Professional Learning Communities have been formed to enhance teaching and learning environments.
- **All Day Kindergarten**
Governor Ted Strickland proposed a comprehensive reform of the current funding model to a new Ohio Evidence Based Model (OEBM). An important piece of this reform is All Day Kindergarten. The School District has offered All Day Kindergarten for many years in an effort to ensure all students are reading at grade level or higher.

- Programs
Many programs support student learning such as Power of the Pen, Reading Wall of Fame at Wilcox Primary, Vocal/Orchestra/Band Music Programs, Cub Community Program, Mini-PANDA, Interactive Media Program, and RBC Honor Corps and Leadership Council. In addition many athletic opportunities exist for student athletes. Programs have been designed to facilitate parental involvement in the schools. These include Family Focus Night and Parent Workshops, Grandparent and Veteran Days, and Parent-to-Parent Support Group to name a few.

Plant and Educational Support

- Facilities
All school buildings are in excellent physical condition. A Permanent Improvement levy supports the building maintenance program. Twinsburg High School was opened in January 1999. Attached to it is a Fitness Center operated by the City of Twinsburg's Parks and Recreation Department. When the High School was constructed, an additional "Pod" shell was constructed to allow for future expansion. The School District completed the interior of the L-Pod in time for the start of the 2006-2007 school year. Additionally, the artificial-grass surface installed at our athletic stadium has been positively received by the athletes and community alike.
- Technology
All buildings are wired, networked, and have Internet access. The School District has approximately 1,100 computers for student and staff use. Other technologies that support education are also available. Many classrooms have smart board technologies. All staff and Board of Education members have e-mail access. The School District utilized State and Federal Grant monies to enhance the technology.
- Security
The School District has implemented a School District-wide security plan to protect the students and the staff. All buildings have security equipment and procedures.
- Planning
 - Continuous Improvement Plan – The Board of Education's approved Continuous Improvement Plan was developed with input from various stakeholders of the School District. In addition to the overall plan, each building developed its annual goals within the plan. It also includes a mechanism to monitor and update it annually.
 - Enrollment Projections – In 2004, Fanning, Howey, and Associates, Inc., completed enrollment projections for the School District. Enrollment projections are reviewed and updated as needed and are used to guide the School District's planning.

- Strategic Planning –The School District engaged a Strategic Planning process. The process sought input from all stakeholder groups on issues of concern. These issues were academic excellence, shared financial responsibility, safety, student services and opportunities, communications, and quality fiscal assets. A Vision, a Mission Statement and a set of common Beliefs were developed. Continuing the process, six Goals along with action steps and a time line were produced. The Strategic Plan received Board of Education approval May 7, 2008.

Financial Information

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

Other Information

Auditor of State’s Award

Auditor of State Mary Taylor’s office has presented Twinsburg City School District officials with the “Making Your Tax Dollars Count” award for years 2007-2009. Fewer than five percent of all Ohio government agencies are eligible for this award. Certain criteria must be met to receive the “Making Your Tax Dollars Count” award. Standards are the entity must complete and submit a Comprehensive Annual Financial Report, there must be no findings, or issues, present in their most recent audit report, and there must be no other financial concerns involving the entity.

“I’m pleased to recognize Twinsburg City School District’s commitment to properly account for the tax dollars they spend,” said Taylor. “The community should be proud of their commitment to financial accountability.”

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Twinsburg City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2009. This was the 10th consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Additional Information

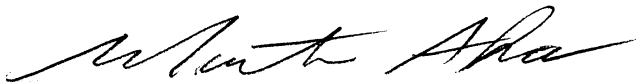
For a more in depth discussion of the financial condition of the Twinsburg City School District, please refer to the Management's Discussion and Analysis and the Notes to the Basic Financial Statements of the Comprehensive Annual Financial Report.

Acknowledgements

I wish to express my deepest appreciation and thanks to the individuals who assisted with the preparation of this Comprehensive Annual Financial Report. Its preparation and publication would not have been possible without the cooperation and efforts of many dedicated individuals. These include the staff in the Treasurer's Department, the administration and the proficient staff in each building. It is with great pride that the Twinsburg City School District presents the 2010 Comprehensive Annual Financial Report to the citizens and taxpayers of the School District.

Finally, we wish to thank the Board of Education where the commitment to excellence begins.

Respectfully Submitted,



Martin Aho, M.B.A.
Treasurer



Stephen Marlow
Superintendent

Twinsburg City School District
Public Officials Roster
For the Fiscal Year Ended June 30, 2010

Board of Education

Mr. Stephen Shebeck	President
Mr. Ron Stuver	Vice President
Mr. David Andrews	Member
Ms. Kate Cain-Criswell	Member
Mr. Paul Crosby	Member

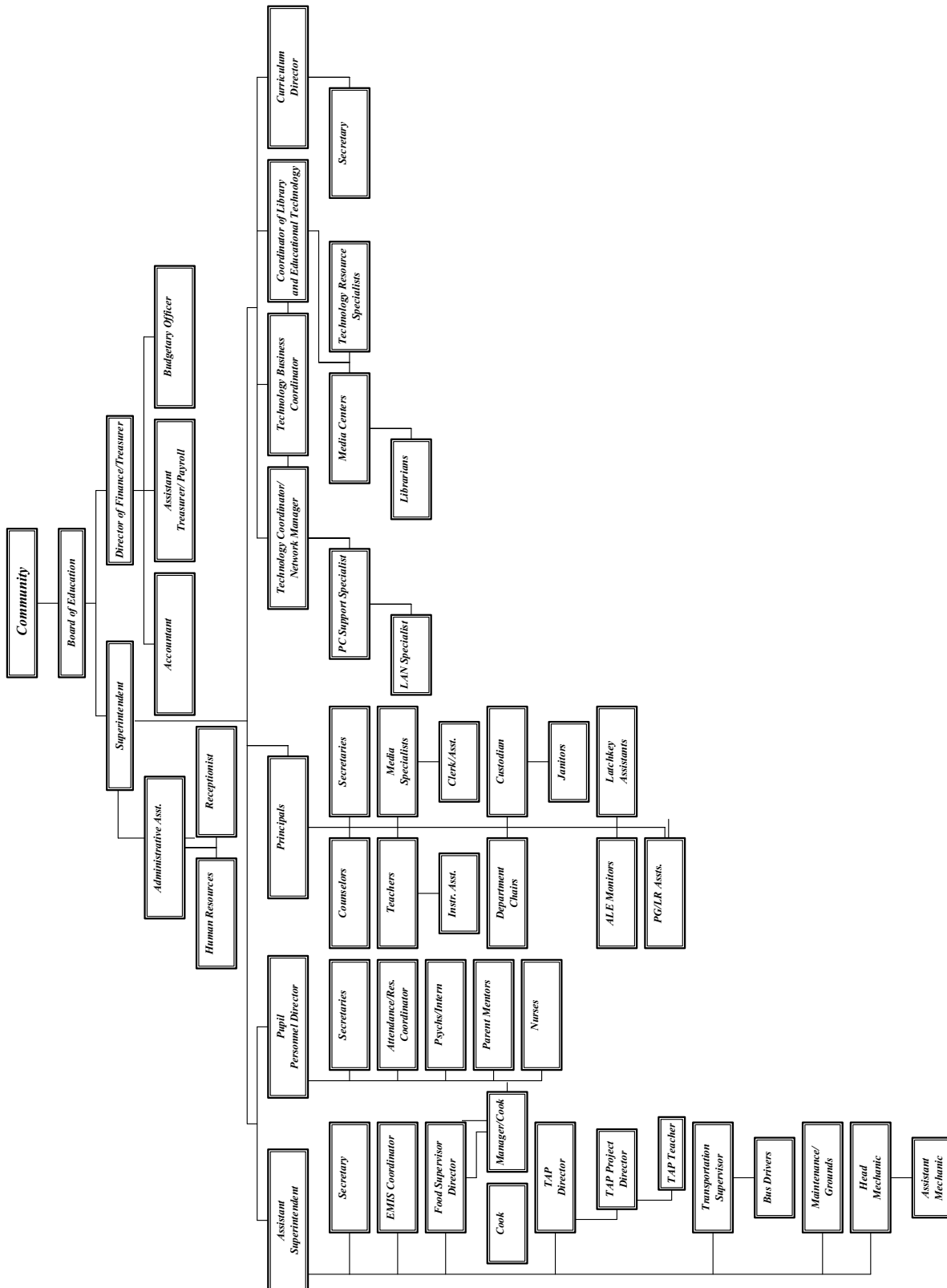
Treasurer

Mr. Martin Aho

Administration

Mr. Stephen Marlow	Superintendent
Mr. Michael Lenzo	Assistant to the Superintendent
Ms. Judy Henning	Director of Pupil Personnel
Ms. Susan Buckbee	Director of Curriculum/Staff Development

**Twinsburg City School District
Organizational Chart**



Certificate of Achievement for Excellence in Financial Reporting

Presented to
Twinsburg 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.

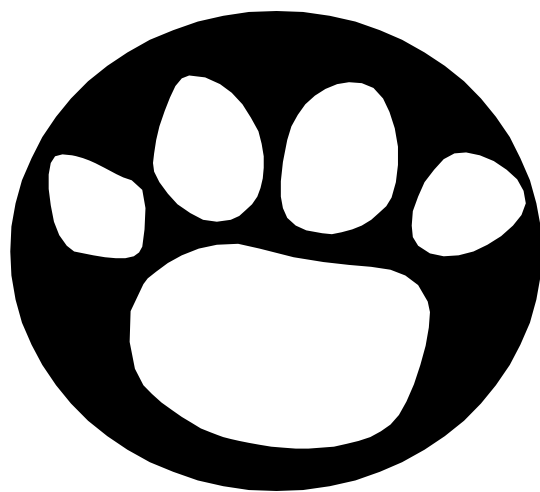


A stylized, handwritten signature in black ink, appearing to be "J. J.", positioned above the title "President".

President

A handwritten signature in black ink, appearing to be "Jeffrey R. Emer", positioned above the title "Executive Director".

Executive Director



FINANCIAL SECTION



Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Twinsburg City School District
Summit County
11136 Ravenna Road
Twinsburg, Ohio 44087

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 Twinsburg City School District, Summit 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 Twinsburg City School District, Summit County, Ohio, as of June 30, 2010, and the respective changes in financial position 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 February 15, 2011, 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.

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 schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements and individual fund schedules are management's responsibility, and were derived from and relate 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.



Dave Yost
Auditor of State

February 15, 2011

Twinsburg City School District

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

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

Financial Highlights

Key financial highlights for 2010 are as follows:

- General revenues accounted for \$43,834,060 in revenue or 90.7% of all revenues. Program specific revenues in the form of charges for services, operating and capital grants, contributions and interest accounted for \$4,516,325 or 9.3% of total revenues of \$48,350,385.
- The School District had \$48,251,017 in expenses related to governmental activities; program revenues offset \$4,516,325 of these expenses. \$43,834,060 of general revenues was available to provide for these programs resulting in an increase in net assets of \$99,368. The main reason for the current year increase in net assets is due to current year revenues exceeding current year expenses.
- Of the total governmental expenses of \$48,251,017, the amount related to instruction amounted to \$25,292,086 or 52.4% of this total.
- The School District had two major governmental funds, the general fund and the bond retirement debt service fund. The general fund's balance decreased \$246,863 from \$28,723,937 as of June 30, 2009 to \$28,477,074 at June 30, 2010. The debt service's fund balance decreased \$256,950 from \$1,812,530 at June 30, 2009 to \$1,555,580 at June 30, 2010.

Using this Annual Financial Report

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

The statement of net assets and statement of activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements present how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other nonmajor funds presented in total in one column.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While these statements contain information about a large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and helps answer the question, "How did we do financially during 2010?"

These statements include all non-fiduciary assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting, takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the statement of net assets and the statement of activities, the School District's activities are considered to be all governmental activities.

Governmental Activities - Most of the School District's programs and services are reported here including instruction, support services, operation of non-instructional services, extracurricular activities and food service operations.

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

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

Twinsburg City School District
 Management's Discussion and Analysis
 For the Fiscal Year Ended June 30, 2010
 Unaudited

The School District as a Whole

Recall that the statement of net assets provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net assets for 2010 compared to 2009.

		Table 1 Net Assets	
		<u>Governmental Activities</u>	
		<u>2010</u>	Restated <u>2009</u>
Assets			
Current and other assets	\$	66,220,849	\$ 59,067,920
Capital assets, net of depreciation		<u>39,994,715</u>	<u>41,759,259</u>
Total assets		<u>106,215,564</u>	<u>100,827,179</u>
Liabilities			
Current and other liabilities		30,646,948	23,285,333
Long-term liabilities:			
Due within one year		2,691,981	2,731,234
Due in more than one year		<u>26,636,855</u>	<u>28,670,200</u>
Total liabilities		<u>59,975,784</u>	<u>54,686,767</u>
Net Assets			
Invested in capital assets, net of debt		14,090,880	14,221,195
Restricted		6,112,893	5,891,737
Unrestricted		<u>26,036,007</u>	<u>26,027,480</u>
Total net assets	\$	<u>46,239,780</u>	\$ <u>46,140,412</u>

Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2010, the School District's assets exceeded liabilities by 46,239,780.

Capital assets, net of related debt reported on the government-wide statements represents a large component of net assets. Capital assets include land, land improvements, buildings and improvements, furniture, fixtures and equipment and vehicles, and are used to provide services to students and are not available for future spending. Although the School District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the School District's net assets, \$6,112,893, represents resources that are subject to external restrictions on how the funds may be used. Of the total restricted net assets, \$1,518,941 is restricted for debt service payments, \$3,313,853 is restricted for capital projects, \$24,711 is restricted for food services, \$14,748 is restricted for school supplies, \$93,677 is restricted for extracurricular activities, \$118,313 is restricted for adult education, \$824,594 is restricted for community services and \$204,056 is restricted for other purposes.

Restricted for other purposes for Twinsburg City School District are net assets restricted for special revenue funds which are used for educational services.

Twinsburg City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

Table 2 shows change in net assets for fiscal year 2010 as compared to 2009:

Table 2
Change in Net Assets

	Governmental Activities	
	2010	Restated 2009
Revenues		
Program revenues:		
Charges for services	\$ 2,076,315	\$ 2,133,421
Operating grants, contributions and interest	2,436,372	1,620,747
Capital grants and contributions	3,638	45,457
General revenues:		
Property taxes	27,807,215	38,095,266
Grants and entitlements	15,735,651	14,938,516
Payments in lieu of taxes	187,451	50,261
Investment earnings	68,720	313,861
Miscellaneous	35,023	43,808
Total revenues	<u>48,350,385</u>	<u>57,241,337</u>
Program Expenses		
Instruction:		
Regular	21,964,455	21,234,913
Special	2,962,910	3,183,358
Vocational	302,980	316,696
Student intervention services	61,741	-
Other	-	51,478
Support services:		
Pupils	2,697,561	3,365,863
Instructional staff	2,620,750	1,044,498
Board of education	339,020	260,220
Administration	3,274,612	3,235,878
Fiscal	1,125,999	1,135,987
Business	97,471	85,888
Operation and maintenance of plant	5,011,765	4,759,477
Pupil transportation	2,885,379	2,800,049
Central	994,783	887,039
Operation on non-instructional services	2,056	-
Operation of food services	1,467,504	1,406,453
Extracurricular activities	1,292,277	1,326,623
Interest and fiscal charges	1,149,754	1,428,004
Total expenses	<u>48,251,017</u>	<u>46,522,424</u>
Increase in net assets	99,368	10,718,913
Net assets beginning of year, restated	<u>46,140,412</u>	<u>35,421,499</u>
Net assets end of year	<u>\$ 46,239,780</u>	<u>\$ 46,140,412</u>

Twinsburg City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

Governmental Activities

Several revenue sources fund our governmental activities with property taxes and State foundation revenues being the largest contributors. Property tax levies generated over \$27 million in 2010. The property tax revenue decreased \$10,028,051 from the prior year primarily due to phase out of the tangible personal property taxes. General revenues from grants and entitlements, such as the school foundation program, generated over \$15.7 million. With the combination of taxes and intergovernmental funding 90.1% of all revenues, the School District monitors both of these revenue sources very closely for fluctuations.

A review of Table 2 reflects that the total cost of instructional services was \$25,292,086 or 52.4% of governmental program expenses. Instructional expenses include activities directly related to the teaching of pupils and the interaction between teacher and pupil. As compared to the prior year, these expenses increased \$505,641, or 2.04%.

Pupil services and instructional staff include the activities involved in assisting staff and the content and process of teaching pupils. These expenses represent \$5,318,311 of the total governmental program expenses, or 11.02%. These expenses increased over the prior year in the amount of \$907,950, or 20.6% due to an increase in instructional staff.

Board of Education, administration, fiscal and business classifications reflect expenses associated with establishing and administering school operation policies, financial operations and activities concerned with purchasing, receiving and maintaining goods and services for the School District. The total cost was \$4,837,102 or 10.0% of governmental program expenses. Expenses of these programs increased \$119,129, or 2.5%, as compared to fiscal year 2009, driven mostly by increases in administration expenses.

Operation and maintenance of plant expenses refer to the care and upkeep of the buildings, grounds, equipment and the safety of the School District's operations. The total cost for the operation and maintenance services was \$5,011,765 or 10.4% of the governmental program expenses.

Pupil transportation expenses are expenses related to the transportation of students to and from school, as well as the service and maintenance of those vehicles. Total transportation cost was \$2,885,379 or 6.0% of the total governmental program expenditures. Expenses for providing this program increased \$85,330, or 3.05% as compared to the prior year.

Overall, expenses for governmental activities increased \$1,728,593 or 3.71% from fiscal year 2009 reported amounts. As seen above, the most significant cause of this increase was due to an increase in instruction costs associated with the activities directly related to the teaching of pupils and the interaction between teacher and pupil and the increases in costs associated with the hiring of additional staff members.

For fiscal year 2010, instruction: other, was broken down into a more specific category and is now being reported as instruction: student intervention services and instruction: other. A comparative analysis will be presented in future years when prior year information is available.

Twinsburg City School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2010

Unaudited

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

Table 3
Governmental Activities

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2010</u>	Restated <u>2009</u>	<u>2010</u>	Restated <u>2009</u>
Program Expenses				
Instruction:				
Regular	\$ 21,964,455	\$ 21,234,913	\$ (21,444,638)	\$ (20,686,321)
Special	2,962,910	3,183,358	(2,116,741)	(2,596,017)
Vocational	302,980	316,696	(302,980)	(316,696)
Adult/continuing	-	-	5,744	8,369
Student intervention services	61,741	-	(24,263)	-
Other	-	51,478	-	4,017
Support services:				
Pupils	2,697,561	3,365,863	(2,113,684)	(2,847,934)
Instructional staff	2,620,750	1,044,498	(2,172,688)	(934,171)
Board of education	339,020	260,220	(222,503)	(260,220)
Administration	3,274,612	3,235,878	(3,128,097)	(3,087,198)
Fiscal	1,125,999	1,135,987	(1,125,999)	(1,135,987)
Business	97,471	85,888	(97,471)	(85,888)
Operation and maintenance of plant	5,011,765	4,759,477	(4,920,099)	(4,631,562)
Pupil transportation	2,885,379	2,800,049	(2,873,408)	(2,747,392)
Central	994,783	887,039	(982,688)	(887,039)
Operation of non-instructional services	2,056	-	7	-
Operation of food services	1,467,504	1,406,453	(162,997)	(80,901)
Extracurricular activities	1,292,277	1,326,623	(902,433)	(1,009,855)
Interest and fiscal charges	1,149,754	1,428,004	(1,149,754)	(1,428,004)
Total	<u>\$ 48,251,017</u>	<u>\$ 46,522,424</u>	<u>\$ (43,734,692)</u>	<u>\$ (42,722,799)</u>

The School District's Funds

The School District's governmental funds are accounted for using the modified accrual basis of accounting. The total revenues for governmental funds were \$48,144,362 and total expenditures were \$48,681,948. Fund balance of the general fund decreased by \$246,863 as compared to the 2009 ending balance. A decrease in property taxes was the main reason for this decrease during the current fiscal year. For the bond retirement debt service fund, which is the only other major fund, fund balance decreased \$256,950, which was primarily due to a decrease in debt service payments as compared to fiscal year 2009.

Twinsburg City School District
 Management's Discussion and Analysis
 For the Fiscal Year Ended June 30, 2010
 Unaudited

Table 4
 Change in Fund Balance

	Fund Balance June 30, 2010	Restated Fund Balance June 30, 2009	Increase (Decrease)
General	\$ 28,477,074	\$ 28,723,937	\$ (246,863)
Bond retirement	1,555,580	1,812,530	(256,950)
Other governmental	<u>4,231,117</u>	<u>4,264,890</u>	<u>(33,773)</u>
Total	<u>\$ 34,263,771</u>	<u>\$ 34,801,357</u>	<u>\$ (537,586)</u>

General Fund

The School District's general fund balance decreased by \$246,863 this was due to several factors. The table that follows assists in illustrating the financial activities and fund balance of the general fund.

Table 5
 General Fund - Change in Revenue

	2010 <u>Amount</u>	2009 <u>Amount</u>	Percent <u>Change</u>
Taxes	\$ 23,920,511	\$ 32,999,861	-27.51%
Intergovernmental	14,270,556	13,537,780	5.41%
Interest	68,432	312,289	-78.09%
Tuition and fees	377,423	395,527	-4.58%
Rent	70,692	91,808	-23.00%
Payment in lieu of taxes	187,451	50,261	272.96%
Miscellaneous	35,022	44,062	-20.52%
Inception of capital lease	-	476,349	0.00%
Total	<u>\$ 38,930,087</u>	<u>\$ 47,907,937</u>	

The property tax revenue decreased \$9,079,350 primarily due to phase out of the tangible personal property taxes. Tuition and fees decreased by \$18,104 due to a decrease in student fees and extracurricular activity fees. Intergovernmental revenues increased by \$732,776 for fiscal year ending June 30, 2010.

Twinsburg City School District
 Management's Discussion and Analysis
 For the Fiscal Year Ended June 30, 2010
 Unaudited

The table that follows assists in illustrating the expenditures of the general fund.

Table 6
 General Fund - Change in Expenditures by Type

<u>Expenditures</u>	<u>2010 Amount</u>	<u>2009 Amount</u>	<u>Percent Change</u>
Instruction	\$ 22,718,164	\$ 22,674,055	0.19%
Support services	15,423,304	14,945,007	3.20%
Extracurricular activities	809,620	832,819	-2.79%
Capital outlay	-	476,349	0.00%
Debt service	225,862	246,431	-8.35%
Total	<u>\$ 39,176,950</u>	<u>\$ 39,174,661</u>	

Expenditures increased \$2,289 over the prior year. This increase is not related to any one particular area.

Bond Retirement Debt Service Fund

The School District's bond retirement debt service fund balance decreased by \$256,950 due to a decrease in debt service expenditures for the fiscal year. The revenues of the fund are property taxes, calculated by the county fiscal officer, and state homestead and rollback money computed as a percentage of the tax due to the fund. The expenditures of the fund include debt principal and interest payments as well as county fiscal officer fees. The remaining fund balance will be used to make upcoming debt payments as they become due.

General Fund Budgeting Highlights

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

During fiscal year 2010, the School District amended its general fund budget as expenditure priorities changed according to student, building and operational needs. Budget revisions are presented to the Board of Education for approval.

For the general fund, the final budget basis revenue estimate was \$44,828,921 which was a \$5,174,896 increase from the original budget estimate of \$39,654,025. This estimate is provided by the County Budget Commission, which changed the estimate based on additional information that became available during the fiscal year. Actual revenue received was \$45,523,536 which was \$694,615 more than final budgeted amounts primarily due to property taxes revenues.

The original expenditure appropriation amount of \$42,305,269 was revised during the fiscal year to a final amount of \$40,124,767. The reduction of \$2,180,502 was necessary with the need to cut operating costs in order to conserve resources to help offset a budget deficit. The actual expenditures fell below the final budgeted expenditure amount by 0.48%.

Twinsburg 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 year 2010, the School District had \$39,994,715 invested in land, land improvements, buildings and improvements, furniture, fixtures and equipment, and vehicles. Table 4 shows fiscal year 2010 balances compared to fiscal year 2009.

Table 7
 Capital Assets, at Fiscal Year End
 (Net of Depreciation)

	<u>Governmental Activities</u>	
	<u>2010</u>	<u>2009</u>
Land	\$ 1,147,310	\$ 1,147,310
Construction in progress	-	7,400
Land improvements	1,191,476	1,400,366
Buildings and improvements	35,422,481	36,866,246
Furniture, fixtures and equipment	1,078,033	1,329,201
Vehicles	<u>1,155,415</u>	<u>1,008,736</u>
Total capital assets	<u>\$ 39,994,715</u>	<u>\$ 41,759,259</u>

The most significant purchases during the year were for four new school buses and a window improvement project. The School District also had an appraisal done during the current fiscal year which changed the classification of several assets and the carrying values and lives of the capital assets of the School District. The total carrying value of capital assets decreased \$1,764,544 due to the recognition of current year depreciation expense. See Note 6 to the basic financial statements for detail on the School District's capital assets.

Debt

At June 30, 2010 the School District had \$26,881,642 in bonds (including unamortized bond premium and bond accretion), notes and capital leases outstanding with \$2,271,049 due within one year. Table 8 summarizes debt outstanding as of June 30:

Table 8
 Outstanding Debt at Fiscal Year End

	Governmental Activities <u>2010</u>	Governmental Activities <u>2009</u>
General obligation bonds	\$ 25,715,097	\$ 27,833,985
Long-term notes	763,000	841,000
Capital leases	<u>403,545</u>	<u>476,349</u>
Total outstanding	<u>\$ 26,881,642</u>	<u>\$ 29,151,334</u>

Twinsburg City School District

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

At June 30, 2010, the School District's overall legal debt margin was \$50,400,188 with an unvoted debt margin of \$836,919. The School District bond rating was unchanged during the year. See Notes 12 and 13 to the basic financial statements for detail on the School District's long-term obligations.

Current Issues Affecting Financial Condition

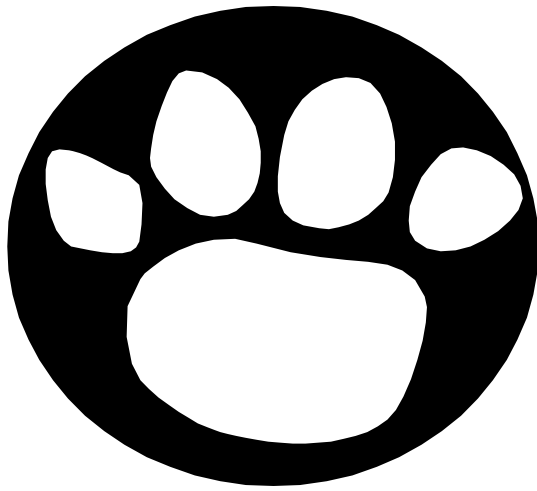
The Board of Education and administration closely monitor its revenues and expenditures in accordance with its financial forecast. The financial future of the School District is not without its challenges. These challenges stem from issues that are at the local and State level. The local challenges will continue to exist, as the School District must rely heavily on property taxes to fund its operations. State level challenges continue to evolve as the State of Ohio determines the outcome of the Ohio Supreme Court case dealing with the unconstitutionality of the State's educational funding system. Although the School District relies heavily on its property taxpayers to support its operations, the community support for the schools is quite strong.

Due to the unsettled issues in the school funding, management is required to plan carefully and prudently to provide the resources to meet student needs over the next several years.

In conclusion, the School District's system of budgeting and internal controls is well regarded. All of the School District's financial abilities will be needed to meet the challenges of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions or need additional financial information, contact Martin Aho, Treasurer, at Twinsburg City School District, 11136 Ravenna Road, Twinsburg OH, 44087-1022.



Twinsburg City School District

Statement of Net Assets

June 30, 2010

	<u>Governmental Activities</u>
<u>Assets:</u>	
Equity in pooled cash and cash equivalents	\$ 37,644,915
Cash and cash equivalents:	
In segregated accounts	125
Receivables:	
Accounts	3,453
Intergovernmental	174,531
Taxes	28,171,668
Accrued interest	125
Inventory held for resale	35,867
Materials and supplies inventory	4,900
Deferred charges	185,265
Capital assets:	
Nondepreciable capital assets	1,147,310
Depreciable capital assets, net	38,847,405
Total capital assets	<u>39,994,715</u>
Total assets	<u>106,215,564</u>
<u>Liabilities:</u>	
Accounts payable	193,727
Contracts payable	259,218
Accrued wages	4,219,049
Intergovernmental payable	1,454,662
Deferred revenue	24,430,508
Undistributed monies	4,350
Accrued interest payable	85,434
Long-term liabilities:	
Due within one year	2,691,981
Due in more than one year	26,636,855
Total liabilities	<u>59,975,784</u>
<u>Net assets:</u>	
Invested in capital assets, net of related debt	14,090,880
Restricted for:	
Capital projects	3,313,853
Debt service	1,518,941
Food services	24,711
School supplies	14,748
Extracurricular activities	93,677
Adult education	118,313
Community services	824,594
Other purposes	204,056
Unrestricted	<u>26,036,007</u>
Total net assets	<u>\$ 46,239,780</u>

See accompanying notes to the basic financial statements.

Twinsburg City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2010

	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Governmental Activities
Governmental Activities:					
Instruction:					
Regular	\$ 21,964,455	\$ 399,344	\$ 120,473	\$ -	\$ (21,444,638)
Special	2,962,910	10,566	835,603	-	(2,116,741)
Vocational	302,980	-	-	-	(302,980)
Adult/continuing	-	5,744	-	-	5,744
Student intervention services	61,741	9,351	28,127	-	(24,263)
Support services:					
Pupils	2,697,561	224,640	359,237	-	(2,113,684)
Instructional staff	2,620,750	-	448,062	-	(2,172,688)
Board of education	339,020	-	116,517	-	(222,503)
Administration	3,274,612	23,254	123,261	-	(3,128,097)
Fiscal	1,125,999	-	-	-	(1,125,999)
Business	97,471	-	-	-	(97,471)
Operation and maintenance of plant	5,011,765	91,666	-	-	(4,920,099)
Pupil transportation	2,885,379	8,333	-	3,638	(2,873,408)
Central	994,783	867	11,228	-	(982,688)
Operation of non-instructional services	2,056	-	2,063	-	7
Operation of food services	1,467,504	912,706	391,801	-	(162,997)
Extracurricular activities	1,292,277	389,844	-	-	(902,433)
Interest and fiscal charges	1,149,754	-	-	-	(1,149,754)
Total governmental activities	\$ 48,251,017	\$ 2,076,315	\$ 2,436,372	\$ 3,638	(43,734,692)

General Revenues:

Property taxes levied for:

General purposes	23,959,198
Debt service	2,241,073
Capital outlay	1,606,944
Grants and entitlements not restricted to specific programs	15,735,651
Payment in lieu of taxes	187,451
Investment earnings	68,720
Miscellaneous	35,023
Total general revenues	43,834,060

Change in net assets 99,368

Net assets beginning of year, restated 46,140,412

Net assets end of year \$ 46,239,780

See accompanying notes to the basic financial statements.

Twinsburg City School District

Balance Sheet

Governmental Funds

June 30, 2010

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 31,177,282	\$ 1,318,057	\$ 4,809,258	\$ 37,304,597
Cash and cash equivalents:				
In segregated accounts	-	-	125	125
Receivables:				
Taxes	24,546,566	1,976,181	1,648,921	28,171,668
Accounts	2,178	-	1,275	3,453
Intergovernmental	-	-	174,531	174,531
Interfund	46,493	-	27,501	73,994
Accrued interest	125	-	-	125
Inventory held for resale	-	-	35,867	35,867
Materials and supplies inventory	-	-	4,900	4,900
Total assets	<u>\$ 55,772,644</u>	<u>\$ 3,294,238</u>	<u>\$ 6,702,378</u>	<u>\$ 65,769,260</u>
<u>Liabilities:</u>				
Accounts payable	\$ 164,459	\$ -	\$ 29,268	\$ 193,727
Contracts payable	-	-	259,218	259,218
Accrued wages	3,905,924	-	313,125	4,219,049
Interfund payable	-	-	73,994	73,994
Intergovernmental payable	1,295,011	-	159,651	1,454,662
Deferred revenue	21,925,826	1,738,658	1,636,005	25,300,489
Undistributed monies	4,350	-	-	4,350
Total liabilities	<u>27,295,570</u>	<u>1,738,658</u>	<u>2,471,261</u>	<u>31,505,489</u>
<u>Fund balances:</u>				
Reserved for encumbrances	418,309	-	361,671	779,980
Reserved for inventory	-	-	35,867	35,867
Unreserved, undesignated, reported in:				
General fund	28,058,765	-	-	28,058,765
Special revenue funds	-	-	974,572	974,572
Debt service fund	-	1,555,580	-	1,555,580
Capital projects funds	-	-	2,859,007	2,859,007
Total fund balances	<u>28,477,074</u>	<u>1,555,580</u>	<u>4,231,117</u>	<u>34,263,771</u>
Total liabilities and fund balances	<u>\$ 55,772,644</u>	<u>\$ 3,294,238</u>	<u>\$ 6,702,378</u>	<u>\$ 65,769,260</u>

See accompanying notes to the basic financial statements.

Twinsburg City School District
Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities
June 30, 2010

Total governmental funds balances		\$ 34,263,771
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		39,994,715
Other long-term assets that are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Property taxes	\$ 705,726	
Intergovernmental	164,255	
Total	<u>869,981</u>	869,981
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		340,318
Deferred charges are included in the governmental activities in the statement of net assets.		185,265
In the statement of activities, interest is accrued on outstanding bonds and notes, whereas in governmental funds, an interest expenditure is reported when due.		(85,434)
Long-term liabilities that are not due and payable in the current period and therefore are not reported in the funds:		
General obligation bonds	\$ (25,715,097)	
Energy conservation bonds	(763,000)	
Compensated absences	(2,447,194)	
Capital leases	(403,545)	
Total	<u>(29,328,836)</u>	(29,328,836)
Net assets of governmental activities		<u>\$ 46,239,780</u>

See accompanying notes to the basic financial statements.

Twinsburg City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2010

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
<u>Revenues:</u>				
Taxes	\$ 23,920,511	\$ 2,240,150	\$ 1,602,811	\$ 27,763,472
Intergovernmental	14,270,556	819,361	2,915,132	18,005,049
Interest	68,432	-	821	69,253
Tuition and fees	377,423	-	350,873	728,296
Extracurricular activities	-	-	341,481	341,481
Gifts and donations	-	-	7,800	7,800
Charges for services	-	-	912,706	912,706
Rent	70,692	-	14,077	84,769
Payment in lieu of taxes	187,451	-	-	187,451
Miscellaneous	35,022	-	9,063	44,085
Total revenues	<u>38,930,087</u>	<u>3,059,511</u>	<u>6,154,764</u>	<u>48,144,362</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	20,293,607	-	331,365	20,624,972
Special	2,107,527	-	796,872	2,904,399
Vocational	313,703	-	-	313,703
Student intervention services	3,327	-	58,414	61,741
Support services:				
Pupils	2,045,705	-	666,458	2,712,163
Instructional staff	1,880,608	-	483,929	2,364,537
Board of education	270,329	-	68,691	339,020
Administration	2,897,087	-	253,321	3,150,408
Fiscal	1,126,088	-	-	1,126,088
Business	96,131	-	-	96,131
Operation and maintenance of plant	3,776,228	-	958,759	4,734,987
Pupil transportation	2,639,415	-	72,511	2,711,926
Central	691,713	-	127,619	819,332
Operation of non-instructional services	-	-	2,056	2,056
Operation of food services	-	-	1,407,658	1,407,658
Extracurricular activities	809,620	-	349,741	1,159,361
Capital outlay	-	-	611,143	611,143
Debt service:				
Principal retirement	150,804	2,230,000	-	2,380,804
Interest and fiscal charges	75,058	1,086,461	-	1,161,519
Total expenditures	<u>39,176,950</u>	<u>3,316,461</u>	<u>6,188,537</u>	<u>48,681,948</u>
Net change in fund balances	(246,863)	(256,950)	(33,773)	(537,586)
Fund balances beginning of year, restated	<u>28,723,937</u>	<u>1,812,530</u>	<u>4,264,890</u>	<u>34,801,357</u>
Fund balances end of year	<u>\$ 28,477,074</u>	<u>\$ 1,555,580</u>	<u>\$ 4,231,117</u>	<u>\$ 34,263,771</u>

See accompanying notes to the basic financial statements.

Twinsburg 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 \$ (537,586)

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 capital assets is allocated over their estimated useful lives as depreciation expense.

In the current period, these amounts are:

Capital asset additions, net	\$ 611,143	
Depreciation expense	<u>(2,368,096)</u>	
Excess of depreciation expense over net capital asset additions		(1,756,953)

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (7,591)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These activities consist of:

Property taxes	\$ 43,743	
Intergovernmental	<u>162,280</u>	
Net change in deferred revenues during the year		206,023

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 2,380,804

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

Increase in compensated absences	\$ (197,094)	
Bond accretion	(403,514)	
Decrease in accrued interest	<u>152,099</u>	
Total reduced expenditures		(448,509)

The amortization of issuance costs and bond premium is reflected as an expense in the statement of activities.

Issuance cost	\$ (29,222)	
Premium	<u>292,402</u>	
Total additional expenses		<u>263,180</u>

Change in net assets of governmental activities \$ 99,368

See accompanying notes to the basic financial statements.

Twinsburg City School District
Statement of Revenues, Expenditures and Changes in Fund Balance-
Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>				
Taxes	\$ 24,715,000	\$ 29,652,240	\$ 30,512,737	\$ 860,497
Intergovernmental	14,212,475	14,270,556	14,270,556	-
Interest	63,099	63,099	68,515	5,416
Tuition and fees	377,000	377,437	377,551	114
Rent	64,000	60,020	70,692	10,672
Payment in lieu of taxes	187,451	187,451	187,451	-
Miscellaneous	35,000	218,118	36,034	(182,084)
Total revenues	<u>39,654,025</u>	<u>44,828,921</u>	<u>45,523,536</u>	<u>694,615</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	20,996,718	20,630,979	20,579,282	51,697
Special	2,615,286	2,304,214	2,294,301	9,913
Vocational	325,471	324,815	321,219	3,596
Student intervention services	3,909	3,568	3,417	151
Support services:				
Pupils	2,771,738	2,202,965	2,196,917	6,048
Instructional staff	1,337,917	1,678,731	1,677,696	1,035
Board of education	403,721	299,148	298,118	1,030
Administration	3,222,884	2,968,581	2,933,967	34,614
Fiscal	1,095,131	1,135,688	1,133,485	2,203
Business	110,862	88,440	86,381	2,059
Operation and maintenance of plant	4,872,785	4,108,922	4,047,251	61,671
Pupil transportation	2,695,823	2,611,496	2,600,104	11,392
Central	858,428	805,045	799,457	5,588
Extracurricular activities	879,196	845,921	845,634	287
Debt service:				
Principal retirement	78,000	78,000	78,000	-
Interest and fiscal charges	37,400	38,254	38,254	-
Total expenditures	<u>42,305,269</u>	<u>40,124,767</u>	<u>39,933,483</u>	<u>191,284</u>
Net change in fund balance	(2,651,244)	4,704,154	5,590,053	885,899
Fund balances at beginning of year , as restated	24,595,874	24,595,874	24,595,874	-
Prior year encumbrances appropriated	543,268	543,268	543,268	-
Fund balances at end of year	<u>\$ 22,487,898</u>	<u>\$ 29,843,296</u>	<u>\$ 30,729,195</u>	<u>\$ 885,899</u>

See accompanying notes to the basic financial statements.

Twinsburg City School District
Statement of Fund Net Assets
Internal Service Fund
June 30, 2010

	<u>Self Insurance</u>
<u>Assets:</u>	
Equity in pooled cash and cash equivalents	<u>\$ 340,318</u>
<u>Net assets:</u>	
Unrestricted	<u>340,318</u>
Total liabilities and net assets	<u>\$ 340,318</u>

See accompanying notes to the basic financial statements.

Twinsburg City School District
Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Fund
For the Fiscal Year Ended June 30, 2010

	Self Insurance
<u>Operating revenues:</u>	
Total operating revenues	\$ -
<u>Operating expenses:</u>	
Total operating expenses	-
Change in net assets	-
Net assets beginning of year	340,318
Net assets end of year	\$ 340,318

See accompanying notes to the basic financial statements.

Twinsburg City School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2010

	Private Purpose Trust	
	Scholarships	Agency
<u>Assets:</u>		
Equity in pooled cash and cash equivalents	\$ 26,361	\$ 217,956
<u>Liabilities:</u>		
Accounts payable	\$ -	\$ 934
Due to students	-	217,022
Total liabilities	\$ -	\$ 217,956
<u>Net assets:</u>		
Held in trust for scholarships	\$ 26,361	

See accompanying notes to the basic financial statements.

Twinsburg City School District
Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Fund
For the Fiscal Year Ended June 30, 2010

	<u>Scholarships</u>
<u>Additions:</u>	
Interest	\$ 58
Gifts and donations	<u>500</u>
Total additions	<u>558</u>
<u>Deductions:</u>	
Payments in accordance with trust agreements	<u>4,500</u>
Change in net assets	(3,942)
Net assets beginning of year, restated	<u>30,303</u>
Net assets end of year	<u><u>\$ 26,361</u></u>

See accompanying notes to the basic financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the School District

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

The School District operates under a locally elected five-member Board form of government and provides educational services as mandated by state and/or federal agencies. The Board controls the School District's five instructional/support facilities staffed by 275 non-certificated employees and 294 certificated (including administrators) teaching and support personnel that provide services to 4,221 students and other community members.

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting entity for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board Statements and Interpretations issued on or before November 30, 1989, to its government wide activities provided they do not conflict with or contradict GASB pronouncements. Following are the more significant of the School District's accounting policies.

B. Reporting Entity

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organizations' governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organizations' resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization.

Component units may also include organizations that are fiscally dependent on the School District in that the School District approves their budget, the issuance of their debt or the levying of their taxes. Based on the above criteria, the School District had no component units at June 30, 2010.

The School District is associated with the Northeast Ohio Network for Educational Technology (NEOnet), the Cuyahoga Valley Career Center, and the Ohio Schools' Council. These organizations are presented in Note 14 to the basic financial statements.

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

C. Basis of Presentation - Fund Accounting

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

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund and other interfund activity of governmental funds are eliminated to avoid "doubling up" revenues and expenses of governmental activities. However, the services provided and used are not eliminated in the process of consolidation.

The statement of net assets presents the financial condition of the governmental activities of the School District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. 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 and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements

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

D. Fund Accounting

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

Governmental Fund Types:

Governmental funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The School District has two major governmental funds:

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

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

Bond Retirement Fund: The bond retirement fund is a debt service fund and is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Proprietary Fund Type

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

Internal Service Fund: The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's only internal service fund accounts for revenue received from other funds and the settlement expenses for medical, surgical, prescription drug, and dental and vision claims of School District employees. As of October 1, 2005 the School District is no longer self-insured. There was no current year activity in this fund. Balances remaining are from prior year activity.

Fiduciary Fund Types

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District's only trust fund is a private purpose trust, which account for scholarships. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's most significant agency fund reports resources that belong to the student bodies of the various schools.

E. Measurement Focus and Basis of Accounting

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

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

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

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

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

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

Revenue - Exchange and Non-exchange Transactions

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

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

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

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2010, but which were levied to finance fiscal year 2011 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

Expenditures/Expenses

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the fund financial statements as intergovernmental revenue and an expenditure of food service operations. In addition, this amount is reported on the statement of activities as an expense with a like amount reported within the "Operating Grants, Contributions and Interest" program revenue account.

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

F. Budgets and Budgetary Accounting

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 appropriations resolution, all of which are prepared on the budgetary basis of accounting. The primary level of budgetary control is at the object level for the general fund and at the fund level for all other funds. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The amounts reported as the original budget revenue in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted revenue amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2010. The amounts reported as the original budgeted expenditure amounts reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted expenditure amounts represent the final appropriation amounts passed by the Board during the year.

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated.

G. Cash and Investments

To improve cash management, all cash received by the School District is pooled in a central bank account. Monies for all funds are maintained in this account or temporarily used to purchase short-term investments. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "Equity in pooled cash and cash equivalents". During the fiscal year, investments were limited to nonnegotiable certificates of deposit, overnight repurchase agreements and interest in Star Ohio, the State Treasurer's Investment Pool. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts, such as repurchase agreements and certificates of deposit, are reported at cost. All investments of the School District had a maturity of two years or less.

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

Under existing Ohio statutes, all investment earnings accrue to the general fund except those specifically related to certain trust funds; required by a grant agreement; or when approved by the Board of Education to be recorded in another fund. The Board of Education has passed a resolution to allow interest to also be recorded in other funds.

For presentation on the basic financial statements, investments of the cash management pool and investments with a maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

H. Interfund Balances

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

I. Inventory

Within the basic financial statements, inventories are presented at cost on a first-in, first-out basis and are expensed when used.

Inventories of the food service special revenue fund consist of donated food, purchased food and supplies held for resale.

J. Restricted Assets

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are imposed by creditors, contributors, grantors, and laws of other governments or by enabling legislation. Restricted assets may include unexpended revenues restricted for the purchase of school buses, and amounts required to be set aside by the School District for the purchase of textbooks or for the acquisition or construction of capital assets. Restricted assets may also include amounts set aside as a reserve or designated for budget stabilization, which is now optional as determined by the School District. The School District spent all restricted assets in accordance with specific restrictions during the fiscal year. See Note 16 for the calculation of the year-end restricted asset balance and the corresponding fund balance reserves.

K. Deferred Charges and Bond Premiums

In governmental fund types, bond premiums and issuance costs are recognized in the current period. On the statement of net assets, bond premiums and issuance costs are deferred and amortized over the term of the bonds using the bonds outstanding method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of bonds payable, whereas issuance costs are recorded as deferred charges.

Twinsburg City School District
 Notes to the Basic Financial Statements
 For the Fiscal Year Ended June 30, 2010

L. Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of five thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized. The School District's policy is not to capitalize interest costs incurred as part of construction.

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

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	5 - 20 years
Buildings and improvements	20 - 50 years
Furniture, fixtures and equipment	3 - 20 years
Vehicles	5 - 10 years

M. Compensated Absences

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 School District will compensate the employees for the benefits through paid time off or some other means.

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

For the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "matured compensated absences payable" in the fund from which the employees who have accumulated leave are paid.

N. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

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

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

O. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments. Net assets restricted for other purposes primarily include amounts generated by individual school buildings to supplement co-curricular and extra-curricular programs.

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

P. Interfund Transactions

Interfund transactions are reported as other financing sources/uses for governmental funds in the fund financial statements. All transfers between governmental funds have been eliminated within the governmental activities column of the statement of net assets.

Q. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the School District, these revenues are charges for services for the self-insurance program. Operating expenses are necessary costs incurred to provide the goods or service that are the primary activity of the fund.

R. Estimates

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

S. Fund Balance Reserves

The School District records reservations for portions of fund balances, which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriations or expenditures. Unreserved fund balance indicates the portion of fund balances that are available for appropriation in future periods. Fund balance reserves are established for encumbrances and inventory.

NOTE 2 - BUDGETARY BASIS OF ACCOUNTING

While the School District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law and described above is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presentation for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

1. Revenues and other sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures and other uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as a reservation of fund balance (GAAP basis).

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

Net Change in Fund Balance	
	<u>General</u>
GAAP Basis	\$ (246,863)
Revenue Accruals	6,593,449
Expenditure Accruals	(298,355)
Encumbrances (Budget Basis)	
Outstanding at year end	<u>(458,178)</u>
Budget Basis	<u>\$ 5,590,053</u>

NOTE 3 - DEPOSITS AND INVESTMENTS

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

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

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

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

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

Interim monies may be invested in the following obligations provided they mature or are redeemable within five years from the date of settlement:

1. United States Treasury bills, notes, bonds, or any other obligations or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or other obligations or securities issued by any federal government agency or instrumentality. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements for a period not to exceed thirty days in securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in item (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes in an amount not to exceed 25% of the interim monies available for investment at any one time and for a period not to exceed one hundred eighty days; and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

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

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

Deposits:

For the fiscal year ended June 30, 2010, the School District did not report “Equity in pooled cash and cash equivalents (restricted)” on the balance sheet. This amount would represent a reserve (see Note 16).

Custodial credit risk is the risk that, in the event of a bank failure, the School District’s deposits may not be returned. According to state law, public depositories must give security for all public funds on deposit in excess of those funds that are insured by the federal deposit insurance corporation (FDIC) or by any other agency or instrumentality of the federal government. These institutions may either specifically collateralize individual accounts in lieu of amounts insured by the FDIC, or may pledge a pool of government securities valued at least 105% of the total value of public monies on deposit at the institution. The School District’s policy is to deposit money with financial institutions that are able to abide by the laws governing insurance and collateral of public funds.

The carrying value of the School District’s deposits totaled \$18,586,172 and the bank balances of the deposits totaled \$18,955,313. Of the bank balance, \$14,750,000 was exposed to custodial credit risk. This amount was uninsured and collateral is held by the Federal Reserve Bank, and not in the School District’s name.

Investments:

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

<u>Investment type</u>	<u>Fair Value</u>	<u>Maturity</u>	<u>Rating</u>
Repurchase agreements	\$ 16,940,000	Daily	AAA ⁽¹⁾
STAROhio	2,363,185	56 ⁽²⁾	AAAm ⁽¹⁾
	<u>\$ 19,303,185</u>		

⁽¹⁾ Standard and Poor's rating

⁽²⁾ Days (Average)

STAROhio is an investment pool managed by the State Treasurer’s Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the Securities Exchange Commission as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio’s share price which is the price the investment could be sold for on June 30, 2010.

All interest is legally required to be placed in the general fund, the food service, public support and auxiliary services special revenue funds, the endowment permanent fund and the scholarships private purpose trust fund. Interest revenue credited to the general fund during fiscal year 2010 amount to \$68,432, which includes \$7,153 assigned from other School District funds.

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

Custodial credit risk for an investment is the risk that in the event of failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The School District's \$16,940,000 investment in repurchase agreements is to be secured by the specific government sponsored securities upon which the repurchase agreements are based. These securities, held by the counterparty and not in the School District's name are a Federal National Mortgage Association (FNMA) bond, a Federal Home Loan Mortgage Corporation (FHLM) bond and a Federal Home Loan Bank (FHLB) bond. These securities must be obligations of or guaranteed by the United States and mature or be redeemable within five years of the date of the related repurchase agreement. The School District's policy is to invest money with financial institutions that are able to abide by the laws governing insurance and collateral of public funds.

Interest rate risk is the possibility that changes in interest rates will adversely affect the fair value of an investment. The School District's investment policy does not address limits on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk is the possibility that an issuer or other counterparty to an investment will not fulfill its obligation. Standard and Poor's has assigned STAROhio an AAAM rating. The School District's investment policy requires certain credit ratings for some investments as allowed by state law.

NOTE 4 - PROPERTY TAX

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located within the School District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35% of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed at 35% of true value and public utility tangible personal property currently is assessed at varying percentages of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. In prior years, tangible personal property was assessed at 25% of true value for capital assets and 23% of true value for inventory. The tangible personal property tax was phased out – the assessment percentage for all property including inventory for 2009 was 0%.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternative payment dates to be established.

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

Twinsburg City School District

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

The School District receives property taxes from Summit County. The County Fiscal Officer periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the county by year-end are available to finance the current fiscal year operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property and public utility taxes, which became measurable as of year-end. Although total property tax collections for the next fiscal year are measurable, only a portion of the amount available as an advance at year-end is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at year-end was \$2,620,740 in the general fund, \$237,523 in the bond retirement debt service fund and \$177,171 in the permanent improvement capital projects fund and is recognized as revenue on the fund financial statements. The School District receives payments in lieu of certain tax payments as a result of negotiated tax abatement agreements. On the accrual basis, collectible delinquent property taxes have been recorded as revenue on the statement of activities.

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

<u>Property Category</u>	<u>2009 Assessed Value</u>	<u>2008 Assessed Value</u>
<u>Real Property</u>		
Residential and agricultural	\$ 587,973,030	\$ 583,328,830
Commercial, industrial and minerals	248,945,910	250,721,040
<u>Tangible Personal Property</u>		
General	800,870	1,637,876
Public utilities	12,965,370	12,279,780
Total	<u>\$ 850,685,180</u>	<u>\$ 847,967,526</u>

NOTE 5 - RECEIVABLES

Receivables at year-end consisted of taxes, accounts (tuition and excess costs), accrued interest and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of state programs, and the current year guarantee of federal funds. Special revenue funds recorded intergovernmental receivables for state and federal grants and reimbursements in the amount of \$174,531.

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

NOTE 6 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2010 was as follows:

<u>Governmental Activities</u>	<u>Balance June 30, 2009</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2010</u>
Capital assets, not being depreciated:				
Land	\$ 1,147,310	\$ -	\$ -	\$ 1,147,310
Construction in progress	<u>7,400</u>	<u>-</u>	<u>(7,400)</u>	<u>-</u>
Total capital assets, not being depreciated	<u>1,154,710</u>	<u>-</u>	<u>(7,400)</u>	<u>1,147,310</u>
Capital assets, being depreciated:				
Land improvements	4,616,614	7,400	-	4,624,014
Buildings and improvements	61,402,378	224,087	-	61,626,465
Furniture, fixtures and equipment	3,808,642	76,413	-	3,885,055
Vehicles	<u>2,300,916</u>	<u>310,643</u>	<u>(198,989)</u>	<u>2,412,570</u>
Total capital assets, being depreciated	<u>72,128,550</u>	<u>618,543</u>	<u>(198,989)</u>	<u>72,548,104</u>
Less: Accumulated depreciation				
Land improvements	(3,216,248)	(216,290)	-	(3,432,538)
Buildings and improvements	(24,536,132)	(1,667,852)	-	(26,203,984)
Furniture, fixtures and equipment	(2,479,441)	(327,581)	-	(2,807,022)
Vehicles	<u>(1,292,180)</u>	<u>(156,373)</u>	<u>191,398</u>	<u>(1,257,155)</u>
Total accumulated depreciation	<u>(31,524,001)</u>	<u>(2,368,096)</u>	<u>191,398</u>	<u>(33,700,699)</u>
Total capital assets being depreciated, net	<u>40,604,549</u>	<u>(1,749,553)</u>	<u>(7,591)</u>	<u>38,847,405</u>
Governmental activities capital assets, net	<u>\$ 41,759,259</u>	<u>\$ (1,749,553)</u>	<u>\$ (14,991)</u>	<u>\$ 39,994,715</u>

Following the close of the fiscal year, an appraisal was conducted on the School District's capital assets. This appraisal resulted in a reclassification of assets and a change in estimate in the amount of \$10,974. The change in estimate is reflected in the current year increases in accumulated depreciation.

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

Depreciation expense was charged to governmental functions as follows:

Instruction:	<u>Amount</u>
Regular	\$ 1,141,331
Special	60,668
Vocational	712
Support services:	
Instructional staff	211,503
Administration	164,732
Operation and maintenance of plant	261,885
Pupil transportation	161,264
Central	173,329
Operation of food services	58,469
Extracurricular activities	134,203
	<u>\$ 2,368,096</u>

NOTE 7 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2010 consisted of the following:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General fund	\$ 46,493	\$ -
Nonmajor governmental funds	<u>27,501</u>	<u>73,994</u>
Totals	<u>\$ 73,994</u>	<u>\$ 73,994</u>

All balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, or (3) payments between funds are made. As of June 30, 2010, all interfund loans outstanding are anticipated to be repaid in fiscal year 2011.

NOTE 8 – ACCOUNTABILITY

As of June 30, 2010, several funds had deficit fund balances. These deficits were caused by the application of GAAP; namely in the reporting of various liabilities attributable to the fiscal year. These deficit balances will be eliminated by anticipated future intergovernmental revenues or other subsidies not recognized and recorded at June 30. The following funds had deficit balances:

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

	<u>Amount</u>
<u>Nonmajor special revenue funds:</u>	
Alternative schools	\$ 7,583
Miscellaneous state grants	5,638
Title VI-B	109,571
Title I school improvement stimulus	16,202
Title I	55,112
EHA preschool grant	4,161
<u>Nonmajor capital projects fund:</u>	
Building	113,878

NOTE 9 - RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. There have been no settlements paid in excess of insurance nor has insurance coverage been significantly reduced in the past three years.

In prior years, the School District established a self-insurance fund (an internal service fund) to account for and finance its employee health benefits plan. Under this program, the self-insurance fund provided coverage for up to an annual maximum of \$1,000,000 for each health benefits claim, capped at \$3,000,000 annually for all claims. The School District purchased commercial insurance for claims in excess of coverage provided by the fund. Settled claims did not exceed this commercial coverage, nor have there been any significant reductions in coverage in any of the past three fiscal years. As of October 1, 2005 the School District is no longer self-insured. They now purchase commercial insurance for all School District employees.

The School District does not report a claims liability in the fund as of June 30, 2010, based on the provisions of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates 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.

The School District has contracted with Stark County Schools Insurance Consortium (SCSIC) to provide medical/surgical, dental, life insurance and accidental death and dismemberment insurance for its employees and their covered dependents. The SCSIC is a shared risk pool comprised of fourteen school districts that provide public education within Stark County. The districts pay monthly contributions that are placed in a common fund from which eligible claims and expenses are paid for employees of participating school districts and their covered dependents. Claims are paid for all participants regardless of claims flow. This plan contains a stop-loss provision of \$300,000 per participant and an aggregate stop-loss provision of \$146,198,738.

Premium contributions are determined annually based on the claims experience of the individual district. Premiums can be increased or decreased by up to 20% of the prior year's contribution. Member districts may become liable for additional contributions to fund the liability of the pool. In the event of termination, all participating school districts' claims would be paid without regard to their individual account balances. The SCSIC Board of Directors has authority to return monies to an exiting school district subsequent to the settlement of all claims and expenditures.

The School District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

NOTE 10 – DEFINED BENEFIT PENSION PLANS

A. School Employee Retirement System

Plan Description - The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund and Health Care Fund) of the system. For fiscal year 2010, 12.78 percent of annual covered salary was the portion used to fund pension and death benefits. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2010, 2009 and 2008 were \$1,026,636, \$713,414 and \$577,504 respectively; 50 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

B. State Teachers Retirement System

Plan Description - The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement plan. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio Web site at www.strsoh.org.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan.

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2010

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 School 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 School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2010, 2009 and 2008 were \$2,692,137, \$2,623,563 and \$2,178,837 respectively; 83 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008. Contributions to the DC and Combined Plans for fiscal year 2010 were \$73,051 made by the School District and \$52,179 made by the plan members.

NOTE 11 – POSTEMPLOYMENT BENEFITS

A. School Employee Retirement System

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

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2010

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For 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 School District's contributions for health care for the fiscal years ended June 30, 2010, 2009 and 2008 were \$136,029, \$453,896 and \$348,436 respectively; 84 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

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 School District's contributions for Medicare Part B for the fiscal years ended June 30, 2010, 2009 and 2008 were \$61,052, \$58,863 and \$41,611 respectively; 50 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

B. State Teachers Retirement System

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

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2010, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2010, 2009 and 2008 were \$207,087, \$201,813 and \$167,603 respectively; 83 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

NOTE 12 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS

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

	Balance <u>July 1</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30</u>	Due within <u>one year</u>
<u>Governmental Long-term Obligations</u>					
<u>General Obligation Bonds</u>					
2002 Various Purpose					
Improvement Refunding, 3.00%, maturing December 1, 2011	\$ 2,265,000	\$ -	\$ (725,000)	\$ 1,540,000	\$ 755,000
2004 School Facilities Refunding					
Bonds, 2.0-5.0%, maturing December 1, 2021	21,809,502	-	(466,023)	21,343,479	378,477
Accretion on Capital Appreciation Bonds	1,613,270	403,514	(1,038,977)	977,807	977,807
Unamortized premium	<u>2,146,213</u>	<u>-</u>	<u>(292,402)</u>	<u>1,853,811</u>	<u>-</u>
Total bonds	<u>27,833,985</u>	<u>403,514</u>	<u>(2,522,402)</u>	<u>25,715,097</u>	<u>2,111,284</u>
 <u>Long-term Notes</u>					
2003 OASBO Energy					
Conservation, 5.00%, maturing December 1, 2017	<u>841,000</u>	<u>-</u>	<u>(78,000)</u>	<u>763,000</u>	<u>81,000</u>
 <u>Other Long-term Obligations</u>					
Capital lease payable	476,349	-	(72,804)	403,545	78,765
Long-term compensated absences	<u>2,250,100</u>	<u>565,325</u>	<u>(368,231)</u>	<u>2,447,194</u>	<u>420,932</u>
Total other long-term obligations	<u>2,726,449</u>	<u>565,325</u>	<u>(441,035)</u>	<u>2,850,739</u>	<u>499,697</u>
Total governmental long-term obligations	<u>\$ 31,401,434</u>	<u>\$ 968,839</u>	<u>\$ (3,041,437)</u>	<u>\$ 29,328,836</u>	<u>\$ 2,691,981</u>

General Obligation Bonds: General obligation bonds are direct obligations of the School District for which its full faith and credit are pledged for repayment. General obligation bonds are to be repaid from voted and unvoted general property taxes. Property tax monies will be received in and the debt will be repaid from the bond retirement debt service fund.

On April 13, 2004, the School District issued \$27.8 million in general obligation bonds which include serial and capital appreciation bonds with interest rates varying between 2.0-5.0% to refund \$27.8 million of outstanding School Improvement Bonds with an average interest rate of 5.8%. The final amount of the 2004 capital appreciation bonds was \$2,124,925. The net proceeds of the refunding bonds were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments of the portion of the bonds refunded. As a result, the bonds are considered to be defeased and the liability is not reported by the School District. As of June 30, 2010, all of the old bonds that were advance refunded were called and subsequently redeemed.

Twinsburg City School District

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

Long-term Note: Long-term notes are direct obligations of the School District for which its full faith and credit are pledged for repayment. Long-term notes are to be repaid from voted and unvoted general property taxes. Property tax monies will be received in and the debt will be repaid from the general fund.

In 2003, the School District issued \$1,251,000 in energy conservation notes, as part of an Ohio Association of School Business Officials (OASBO) financing program, with an interest rate of 5.00% for the purpose of paying the costs of installations, modifications and remodeling of school buildings to conserve energy and improving a related loan agreement.

Compensated absences: Sick leave benefits will be paid from the fund from which the person is paid. In prior years this fund has primarily been the general fund.

Principal and interest requirements to amortize all bonds and notes outstanding at June 30, 2010 are as follows:

Fiscal Year	<u>2003 Various Improvement Refunding</u>		<u>2003 OASBO Note</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 755,000	\$ 44,960	\$ 81,000	\$ 33,875
2012	785,000	15,308	85,000	30,074
2013	-	-	89,000	26,089
2014	-	-	93,000	21,898
2015	-	-	97,000	17,475
2016-2018	-	-	318,000	23,393
Total	<u>\$ 1,540,000</u>	<u>\$ 60,268</u>	<u>\$ 763,000</u>	<u>\$ 152,804</u>

Fiscal Year	<u>2004 School Facilities Refunding Bonds</u>					
	<u>Serial</u>	<u>Principal</u>	<u>Interest</u>	<u>Capital Appreciation</u>		
			<u>Principal</u>	<u>Interest</u>		
2011	-	\$ -	\$ 961,220	\$ 378,479	\$ 1,126,523	Bond maturing in fiscal
2012		1,505,000	930,810	-	-	year 2011 is a capital
2013		1,565,000	861,275	-	-	appreciation bond with an
2014		1,645,000	781,025	-	-	approximate yield of 3.44%
2015		1,725,000	707,556	-	-	
2016-2020		9,895,000	2,195,593	-	-	
2021-2022		4,630,000	198,687	-	-	
Total		<u>\$ 20,965,000</u>	<u>\$ 6,636,166</u>	<u>\$ 378,479</u>	<u>\$ 1,126,523</u>	

NOTE 13 - CAPITALIZED LEASES - LESSEE DISCLOSURE

In 2009, the School District entered into a lease agreement for twenty two copiers. The terms of each agreement provide options to purchase the equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the fund financial statements of governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis.

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

Capital assets acquired by lease have been capitalized as equipment in the amount of \$476,349, which is equal to the present value of the future minimum lease payments on the government-wide financial statements. Principal payments in the current fiscal year totaled \$72,804.

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments at year-end.

Fiscal <u>Year</u>	Lease <u>Payments</u>
2011	\$ 109,608
2012	109,608
2013	109,608
2014	<u>157,243</u>
Total minimum lease payments	486,067
Less: amount representing interest	<u>(82,522)</u>
Total	<u>\$ 403,545</u>

NOTE 14 - JOINTLY GOVERNED ORGANIZATIONS

The Northeast Ohio Network for Educational Technology (NEOnet) is the Computer Service Organization or Information Technology Center (ITC) used by the School District. NEOnet is an association of public school districts in a geographic area determined by the Ohio Department of Education. The Metropolitan Regional Service Council acts as the fiscal agent for the consortium. The purpose of the consortium is to develop and employ a computer system efficiently and effectively for the needs of the member Boards of Education. All school districts in the consortium are required to pay fees, charges and assessments as charged. NEOnet is governed by a board made up of superintendents (or designees) from all of the participating school districts. An elected Executive Board consisting of nine members of the governing board is the managerial body of the consortium and meets on a monthly basis. The School District does not maintain an ongoing financial interest or an ongoing financial responsibility. During fiscal year 2010, the School District contributed \$128,621 to NEOnet. This contribution includes purchases of software and related items as well as payment for services. Financial information can be obtained by contacting the fiscal agent at 420 Washington Avenue, Suite 200, Cuyahoga Falls, Ohio 44221.

Cuyahoga Valley Career Center is a vocational school district which is a separate body politic and corporate, established by the Ohio Revised Code (ORC) to provide vocational and special education needs of the students. The school accepts non-tuition students from the School District as a member school; however, it is considered a separate political subdivision and is not considered to be part of the School District.

The Ohio Schools' Council Association (Council) is a jointly governed organization among 121 school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year.

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

The degree of control exercised by any school district is limited to its representation on the Board. During fiscal year 2010 the School District paid \$393,725 and \$118,082 to the Council in the form of gas purchases and membership fees and insurance, respectively. Financial information can be obtained by contacting David Cottrell, the Executive Directive/Treasurer of the Ohio Schools' Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

NOTE 15 - CONTINGENCIES

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

NOTE 16 - STATUTORY RESERVES

The School District is required by State statute to annually set-aside monies for the purchase of textbooks and other instructional materials, and for capital improvements. The amounts set-aside may be reduced by offset credits, which are monies received and restricted for the same specific purpose. Although the School District had qualifying disbursements during the year that reduced the set-aside amounts below zero, these extra amounts may not be presented as being carried forward to the next fiscal year for the capital maintenance reserve. Amounts not spent by year-end or reduced by offset credits must be held in cash at year-end and carried forward to be used for the same purposes in future years.

During the fiscal year ended June 30, 2010, the reserve activity was as follows:

	Textbook Reserve	Capital Maintenance Reserve	Total
Set-aside cash balance as of June 30, 2009	\$ (135,166)	\$ -	\$ (135,166)
Current year set-aside requirement	723,479	723,479	1,446,958
Qualifying disbursements	<u>(688,214)</u>	<u>(1,492,778)</u>	<u>(2,180,992)</u>
Total	<u>\$ (99,901)</u>	<u>\$ (769,299)</u>	<u>\$ (869,200)</u>
Balance carried forward to future years	<u>\$ (99,901)</u>		<u>\$ (99,901)</u>

NOTE 17 – NEW ACCOUNTING AND REPORTING STANDARDS

In June 2007, the GASB issued Statement No. 51, "Accounting and Reporting for Intangible Assets." This statement establishes accounting and financial reporting requirements for intangible assets to reduce inconsistencies thereby enhancing the comparability of accounting and financial reporting of such assets among state and local governments. The School District has considered the implications of this statement and has determined that it has no impact on the financial statements or note disclosures for the current period.

Twinsburg City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

In June 2008, the GASB issued Statement No. 53, "Accounting and Financial Reporting for Derivative Instruments." This statement enhances the usefulness and comparability of derivative instrument information reported by state and local governments. This Statement provides a comprehensive framework for the measurement, recognition, and disclosure of derivative instrument transactions. The School District has considered the implications of this statement and has determined that it has no impact on the financial statements or note disclosures for the current period.

In December 2009, the GASB issued Statement No. 58, "Accounting and Financial Reporting for Chapter 8 Bankruptcies." This statement establishes accounting and financial reporting guidance for governments that have petitioned for protections from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. The School District has considered the implications of this statement and has determined that it has no impact on the financial statements or note disclosures for the current period.

NOTE 18 – RESTATEMENT OF NET ASSETS/FUND BALANCE

Following the close of the prior fiscal year, the School District changed how an endowment gift of \$10,000 and its related accumulated investment earnings of \$6,572 were being reported. Therefore, the fund balance at June 30, 2009 has been reclassified and is now being reported as a private purpose trust fund.

The following table summarizes these adjustments to fund balances and net assets and shows restated beginning balances:

	<u>General</u>	<u>Bond Retirement</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Fund Balances, June 30, 2009	\$ 28,723,937	\$ 1,812,530	\$ 4,281,462	\$ 34,817,929
Fund reclassification	<u>-</u>	<u>-</u>	<u>(16,572)</u>	<u>(16,572)</u>
Restated Fund Balances, June 30, 2009	<u>\$ 28,723,937</u>	<u>\$ 1,812,530</u>	<u>\$ 4,264,890</u>	<u>\$ 34,801,357</u>
Net Assets, June 30, 2009				\$ 46,156,984
Fund reclassification				<u>(16,572)</u>
Restated Net Assets, June 30, 2009				<u>\$ 46,140,412</u>
Private Purpose Trust - Scholarships Net Assets, June 30, 2009				\$ 13,731
Fund reclassification				<u>16,572</u>
Restated Net Assets, June 30, 2009				<u>\$ 30,303</u>

NOTE 19 – SUBSEQUENT EVENT

The School District received \$2,592,180 from the State of Ohio in the form of Qualified School Construction Bonds (QSCB) following the close of the fiscal year. The QSCB's allow school districts to borrow funds interest free for renovation, repair, construction or land acquisition.

Combining Statements and Individual Fund Schedules

Combining Statements and Individual Fund Schedules

Nonmajor Special Revenue Funds

The special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditure for specified purposes. The title of each special revenue fund is descriptive of the activities accounted for therein. A description of the School District's nonmajor special revenue funds follows:

Food Service

To account for all revenues and expenditures related to the provision of food services, including breakfast and lunch, for the School District students and staff.

Uniform School Supplies

To account for the purchase and sale of school supplies as adopted by the Board of Education for resale to students of the School District.

Adult Education

To account for all revenues and expenditures related to the provision of credit and non-credit classes to the general public.

Miscellaneous Local Grants

To account for funds received from private organizations that are restricted for specific purposes.

Public School Support

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

District Managed Student Activity

To account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund includes athletic programs as well as band, cheerleaders, drama clubs, and other similar types of activities.

Teacher Development

To account for state revenues used to assist teachers in gaining new skills and becoming familiar with new teaching methodologies.

Management Information Systems

To account for state funds provided to assist the School District in implementing a staff, student, and financial reporting system as mandated by the Omnibus Education Reform Act of 1989.

Data Communications

To account for revenues received from the State to be used to install and provide support costs for data communication links to connect any school to the local A-site.

Alternative Schools

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 risk of dropping out of school, those who are habitually taunt or disruptive, or those on probation or on parole from a Department of Youth Services' facility.

Poverty Aid

To account for monies appropriated for poverty based assistance as part of the state foundation system.

Miscellaneous State Grants

To account for monies received from state agencies which are not classified elsewhere.

Title VI-B

To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

State Fiscal Stabilization

To account for federal funds provided to support and restore funding for elementary, secondary, and postsecondary education and, as applicable, early childhood education programs and services.

Title II Technology

To account for federal funds used for professional development and improving student achievement through the use of advanced technology in elementary and secondary schools.

Title I School Improvement Stimulus

To account for federal funds provided to help schools improve the teaching and learning of children failing, or most at risk of failing to meet challenging State academic achievement standards.

Title III

To account for federal funds received to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

Title I

To account for federal funds for services provided to meet special educational needs of educationally deprived children.

Title V

To account for federal funds to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; programs to enhance personal excellence of students and student achievement.

Drug Free School Grant

To account for federal funds for the establishment, operation and improvement programs of drug abuse prevention, early intervention, rehabilitation referral and education in schools.

EHA Preschool Grant

To account for federal funds used for the improvement and expansion of services for handicapped children ages three through five years.

Improving Teacher Quality

To account for monies to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants

To account for federal revenues received through state agencies from the federal government or directly from the federal governments which are not classified elsewhere.

Major Debt Service Fund

The debt service fund is used to account for the accumulation of resources and the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the government is obligated in some manner for the payment. It is also used to account for the accumulation of resources and the payment of general obligation notes payable, as required by Ohio Law.

Nonmajor Capital Projects Funds

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

Permanent Improvement

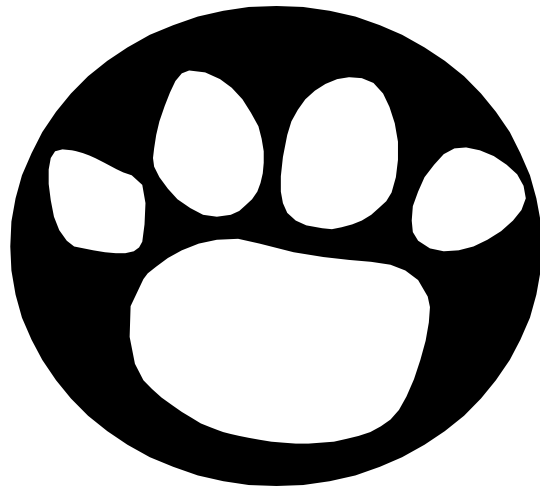
To account for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary and trust funds.

Building

To account for the receipts and expenditures related to all special bond funds in the School District.

Replacement

A fund provided to account for monies used in the rebuilding, restoration or improvement of property which has been totally or partially destroyed due to any cause. Such property may have become unfit for use necessitating its demolition in whole or in part, and may require repair or restoration before it can again be used.



Twinsburg City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Assets:</u>			
Equity in pooled cash and cash equivalents	\$ 1,582,676	\$ 3,226,582	\$ 4,809,258
Cash and cash equivalents:			
In segregated accounts	125	-	125
Receivables:			
Taxes	-	1,648,921	1,648,921
Accounts	1,275	-	1,275
Intergovernmental	174,531	-	174,531
Interfund receivable	-	27,501	27,501
Inventory held for resale	35,867	-	35,867
Materials and supplies inventory	4,900	-	4,900
Total assets	<u>\$ 1,799,374</u>	<u>\$ 4,903,004</u>	<u>\$ 6,702,378</u>
<u>Liabilities:</u>			
Accounts payable	\$ 18,516	\$ 10,752	\$ 29,268
Contracts payable		259,218	259,218
Accrued wages	313,125	-	313,125
Interfund payable	73,994	-	73,994
Intergovernmental payable	159,651	-	159,651
Deferred revenue	164,255	1,471,750	1,636,005
Total liabilities	<u>729,541</u>	<u>1,741,720</u>	<u>2,471,261</u>
<u>Fund balances:</u>			
Reserved for encumbrances	59,394	302,277	361,671
Reserved for inventory	35,867	-	35,867
Unreserved, undesignated, Reported in:			
Special revenue funds	974,572	-	974,572
Capital projects funds	-	2,859,007	2,859,007
Total fund balances	<u>1,069,833</u>	<u>3,161,284</u>	<u>4,231,117</u>
Total liabilities and fund balances	<u>\$ 1,799,374</u>	<u>\$ 4,903,004</u>	<u>\$ 6,702,378</u>

Twinsburg 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 Funds	Total Nonmajor Governmental Funds
<u>Revenues:</u>			
Taxes	\$ -	\$ 1,602,811	\$ 1,602,811
Intergovernmental	2,265,760	649,372	2,915,132
Interest	534	287	821
Tuition and fees	350,873	-	350,873
Extracurricular activities	341,481	-	341,481
Gifts and donations	7,800	-	7,800
Charges for services	912,706	-	912,706
Rent	5,744	8,333	14,077
Miscellaneous	9,063	-	9,063
Total revenues	<u>3,893,961</u>	<u>2,260,803</u>	<u>6,154,764</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	154,214	177,151	331,365
Special	796,872	-	796,872
Student intervention services	58,414	-	58,414
Support services:			
Pupils	666,458	-	666,458
Instructional staff	458,971	24,958	483,929
Board of education	68,691	-	68,691
Administration	214,661	38,660	253,321
Operation and maintenance of plant	25,495	933,264	958,759
Pupil transportation	-	72,511	72,511
Central	7,003	120,616	127,619
Operation of non-instructional services	2,056	-	2,056
Operation of food services	1,407,658	-	1,407,658
Extracurricular activities	349,741	-	349,741
Capital outlay	-	611,143	611,143
Total expenditures	<u>4,210,234</u>	<u>1,978,303</u>	<u>6,188,537</u>
Net change in fund balance	(316,273)	282,500	(33,773)
Fund balances at beginning of year, restated	<u>1,386,106</u>	<u>2,878,784</u>	<u>4,264,890</u>
Fund balances at end of year	<u>\$ 1,069,833</u>	<u>\$ 3,161,284</u>	<u>\$ 4,231,117</u>

Twinsburg City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	Food Service	Uniform School Supplies	Adult Education	Miscellaneous Local Grants	Public School Support
<u>Assets:</u>					
Equity in pooled cash and cash equivalents	\$ 210,005	\$ 14,748	\$ 84,621	\$ 28,292	\$ 919,791
Cash and cash equivalents:					
In segregated accounts	-	-	-	-	-
Receivables:					
Accounts	-	-	-	-	1,275
Intergovernmental	-	-	-	-	-
Inventory held for resale	35,867	-	-	-	-
Materials and supplies inventory	4,900	-	-	-	-
Total assets	<u>\$ 250,772</u>	<u>\$ 14,748</u>	<u>\$ 84,621</u>	<u>\$ 28,292</u>	<u>\$ 921,066</u>
<u>Liabilities:</u>					
Accounts payable	\$ 1,188	\$ -	\$ -	\$ 2,121	\$ 4,143
Accrued wages	100,201	-	-	-	39,400
Interfund payable	-	-	-	-	27,501
Intergovernmental payable	72,226	-	-	-	25,428
Deferred revenue	-	-	-	-	-
Total liabilities	<u>173,615</u>	<u>-</u>	<u>-</u>	<u>2,121</u>	<u>96,472</u>
<u>Fund balances:</u>					
Reserved for encumbrances	27	-	-	1,700	7,719
Reserved for inventory	35,867	-	-	-	-
Unreserved, undesignated, Reported in special revenue funds	41,263	14,748	84,621	24,471	816,875
Total fund balances	<u>77,157</u>	<u>14,748</u>	<u>84,621</u>	<u>26,171</u>	<u>824,594</u>
Total liabilities and fund balances	<u>\$ 250,772</u>	<u>\$ 14,748</u>	<u>\$ 84,621</u>	<u>\$ 28,292</u>	<u>\$ 921,066</u>

District Managed Student Activity	Teacher Development	Management Information Systems	Data Comm- unications	Alternative Schools	Poverty Aid	Miscellaneous State Grants
\$ 93,552	\$ 2,589	\$ 23,663	\$ 1,432	\$ 2	\$ -	\$ -
125	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	607	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 93,677</u>	<u>\$ 2,589</u>	<u>\$ 23,663</u>	<u>\$ 1,432</u>	<u>\$ 609</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	7,585	-	5,638
-	-	-	-	-	-	-
-	-	-	-	607	-	-
-	-	-	-	8,192	-	5,638
3,958	-	-	-	-	-	-
-	-	-	-	-	-	-
89,719	2,589	23,663	1,432	(7,583)	-	(5,638)
<u>93,677</u>	<u>2,589</u>	<u>23,663</u>	<u>1,432</u>	<u>(7,583)</u>	<u>-</u>	<u>(5,638)</u>
<u>\$ 93,677</u>	<u>\$ 2,589</u>	<u>\$ 23,663</u>	<u>\$ 1,432</u>	<u>\$ 609</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

Twinsburg City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	Title VI-B	State Fiscal Stabilization	Title II Technology	Title I School Improvement Stimulus	Title III
<u>Assets:</u>					
Equity in pooled cash and cash equivalents	\$ 79,757	\$ 118,521	\$ -	\$ -	\$ -
Cash and cash equivalents:					
In segregated accounts	-	-	-	-	-
Receivables:					
Accounts	-	-	-	-	-
Intergovernmental	77,783	-	1,709	-	9,184
Inventory held for resale	-	-	-	-	-
Materials and supplies inventory	-	-	-	-	-
Total assets	\$ 157,540	\$ 118,521	\$ 1,709	\$ -	\$ 9,184
<u>Liabilities:</u>					
Accounts payable	\$ 6,049	\$ 5,015	\$ -	\$ -	\$ -
Accrued wages	93,280	-	-	15,970	-
Interfund payable	28,936	-	1,709	-	-
Intergovernmental payable	61,063	-	-	232	-
Deferred revenue	77,783	-	-	-	9,184
Total liabilities	267,111	5,015	1,709	16,202	9,184
<u>Fund balances:</u>					
Reserved for encumbrances	25,731	20,259	-	-	-
Reserved for inventory	-	-	-	-	-
Unreserved, undesignated, Reported in special revenue funds	(135,302)	93,247	-	(16,202)	-
Total fund balances	(109,571)	113,506	-	(16,202)	-
Total liabilities and fund balances	\$ 157,540	\$ 118,521	\$ 1,709	\$ -	\$ 9,184

Title I	Title V	Drug Free School Grant	EHA Preschool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ 5,703	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,582,676
-	-	-	-	-	-	125
-	-	-	-	-	-	1,275
76,681	-	-	-	8,567	-	174,531
-	-	-	-	-	-	35,867
-	-	-	-	-	-	4,900
<u>\$ 82,384</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,567</u>	<u>\$ -</u>	<u>\$ 1,799,374</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,516
60,172	-	-	4,102	-	-	313,125
-	-	-	-	2,625	-	73,994
643	-	-	59	-	-	159,651
76,681	-	-	-	-	-	164,255
<u>137,496</u>	<u>-</u>	<u>-</u>	<u>4,161</u>	<u>2,625</u>	<u>-</u>	<u>729,541</u>
-	-	-	-	-	-	59,394
-	-	-	-	-	-	35,867
(55,112)	-	-	(4,161)	5,942	-	974,572
<u>(55,112)</u>	<u>-</u>	<u>-</u>	<u>(4,161)</u>	<u>5,942</u>	<u>-</u>	<u>1,069,833</u>
<u>\$ 82,384</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,567</u>	<u>\$ -</u>	<u>\$ 1,799,374</u>

Twinsburg 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	Adult Education	Miscellaneous Local Grants	Public School Support
<u>Revenues:</u>					
Intergovernmental	\$ 391,407	\$ -	\$ -	\$ -	\$ -
Interest	395	-	-	-	139
Tuition and fees	-	20,792	-	-	330,081
Extracurricular activities	-	-	-	-	66,653
Gifts and donations	-	-	-	7,800	-
Charges for services	912,706	-	-	-	-
Rent	-	-	5,744	-	-
Miscellaneous	-	-	-	8,742	321
Total revenues	<u>1,304,508</u>	<u>20,792</u>	<u>5,744</u>	<u>16,542</u>	<u>397,194</u>
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	-	18,632	-	20,546	1,360
Special	-	-	-	7,975	4,121
Student intervention services	-	856	-	-	11,254
Support services:					
Pupils	-	-	-	-	298,188
Instructional staff	-	-	-	-	-
Board of education	-	-	-	-	-
Administration	-	-	-	-	28,608
Operation and maintenance of plant	-	-	-	-	23,995
Central	-	-	-	867	-
Operation of non-instructional services	-	56	-	-	-
Operation of food services	1,407,658	-	-	-	-
Extracurricular activities	-	-	-	1,198	60,754
Total expenditures	<u>1,407,658</u>	<u>19,544</u>	<u>-</u>	<u>30,586</u>	<u>428,280</u>
Net change in fund balance	(103,150)	1,248	5,744	(14,044)	(31,086)
Fund balances (deficit) at beginning of year	180,307	13,500	78,877	40,215	855,680
Fund balances (deficit) at end of year	<u>\$ 77,157</u>	<u>\$ 14,748</u>	<u>\$ 84,621</u>	<u>\$ 26,171</u>	<u>\$ 824,594</u>

District Managed Student Activity	Teacher Development	Management Information Systems	Data Comm- unications	Alternative Schools	Poverty Aid	Miscellaneous State Grants
\$ -	\$ -	\$ 7,981	\$ 11,432	\$ 27,520	\$ -	\$ 15,000
-	-	-	-	-	-	-
-	-	-	-	-	-	-
274,828	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>274,828</u>	<u>-</u>	<u>7,981</u>	<u>11,432</u>	<u>27,520</u>	<u>-</u>	<u>15,000</u>
-	-	-	-	-	-	800
-	-	-	-	-	-	-
-	-	-	-	27,520	18,784	-
-	-	-	10,000	-	-	-
-	-	-	-	-	-	23,980
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
287,789	-	-	-	-	-	-
<u>287,789</u>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>27,520</u>	<u>18,784</u>	<u>24,780</u>
(12,961)	-	7,981	1,432	-	(18,784)	(9,780)
106,638	2,589	15,682	-	(7,583)	18,784	4,142
<u>\$ 93,677</u>	<u>\$ 2,589</u>	<u>\$ 23,663</u>	<u>\$ 1,432</u>	<u>\$ (7,583)</u>	<u>\$ -</u>	<u>\$ (5,638)</u>

(Continued)

Twinsburg 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

	Title VI-B	State Fiscal Stabilization	Title II Technology	Title I School Improvement Stimulus	Title III
<u>Revenues:</u>					
Intergovernmental	\$ 960,920	\$ 261,343	\$ 3,036	\$ 60,000	\$ 14,651
Interest	-	-	-	-	-
Tuition and fees	-	-	-	-	-
Extracurricular activities	-	-	-	-	-
Gifts and donations	-	-	-	-	-
Customer services	-	-	-	-	-
Rent	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenues	<u>960,920</u>	<u>261,343</u>	<u>3,036</u>	<u>60,000</u>	<u>14,651</u>
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	-	-	1,988	-	-
Special	441,118	-	-	-	14,696
Student intervention services	-	-	-	-	-
Support services:					
Pupils	336,799	-	-	-	-
Instructional staff	240,666	73,010	1,048	76,202	-
Board of education	-	68,691	-	-	-
Administration	121,077	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-
Central	-	6,136	-	-	-
Operation of non-instructional services	2,000	-	-	-	-
Operation of food services	-	-	-	-	-
Extracurricular activities	-	-	-	-	-
Total expenditures	<u>1,141,660</u>	<u>147,837</u>	<u>3,036</u>	<u>76,202</u>	<u>14,696</u>
Net change in fund balance	(180,740)	113,506	-	(16,202)	(45)
Fund balances (deficit) at beginning of year	71,169	-	-	-	45
Fund balances (deficit) at end of year	<u>\$ (109,571)</u>	<u>\$ 113,506</u>	<u>\$ -</u>	<u>\$ (16,202)</u>	<u>\$ -</u>

Title I	Title V	Drug Free School Grant	EHA Preschool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ 365,210	\$ 1,975	\$ 8,912	\$ 21,471	\$ 114,902	\$ -	\$ 2,265,760
-	-	-	-	-	-	534
-	-	-	-	-	-	350,873
-	-	-	-	-	-	341,481
-	-	-	-	-	-	7,800
-	-	-	-	-	-	912,706
-	-	-	-	-	-	5,744
-	-	-	-	-	-	9,063
<u>365,210</u>	<u>1,975</u>	<u>8,912</u>	<u>21,471</u>	<u>114,902</u>	<u>-</u>	<u>3,893,961</u>
-	-	-	-	110,883	5	154,214
327,148	1,814	-	-	-	-	796,872
-	-	-	-	-	-	58,414
-	-	-	21,471	-	-	666,458
36,653	-	7,412	-	-	-	458,971
-	-	-	-	-	-	68,691
60,815	-	-	4,161	-	-	214,661
-	-	1,500	-	-	-	25,495
-	-	-	-	-	-	7,003
-	-	-	-	-	-	2,056
-	-	-	-	-	-	1,407,658
-	-	-	-	-	-	349,741
<u>424,616</u>	<u>1,814</u>	<u>8,912</u>	<u>25,632</u>	<u>110,883</u>	<u>5</u>	<u>4,210,234</u>
(59,406)	161	-	(4,161)	4,019	(5)	(316,273)
4,294	(161)	-	-	1,923	5	1,386,106
<u>\$ (55,112)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,161)</u>	<u>\$ 5,942</u>	<u>\$ -</u>	<u>\$ 1,069,833</u>

Twinsburg City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2010

	Permanent Improvement	Building	Replacement	Total Nonmajor Capital Projects Funds
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 3,004,225	\$ 145,340	\$ 77,017	\$ 3,226,582
Receivables:				
Taxes	1,648,921	-	-	1,648,921
Interfund receivable	27,501	-	-	27,501
Total assets	<u>\$ 4,680,647</u>	<u>\$ 145,340</u>	<u>\$ 77,017</u>	<u>\$ 4,903,004</u>
<u>Liabilities:</u>				
Accounts payable	\$ 10,752	\$ -	\$ -	\$ 10,752
Contracts payable	-	259,218	-	259,218
Deferred revenue	1,471,750	-	-	1,471,750
Total liabilities	<u>1,482,502</u>	<u>259,218</u>	<u>-</u>	<u>1,741,720</u>
<u>Fund balances:</u>				
Reserved for encumbrances	299,587	2,690	-	302,277
Unreserved, undesignated, Reported in capital projects funds	2,898,558	(116,568)	77,017	2,859,007
Total fund balances	<u>3,198,145</u>	<u>(113,878)</u>	<u>77,017</u>	<u>3,161,284</u>
Total liabilities and fund balances	<u>\$ 4,680,647</u>	<u>\$ 145,340</u>	<u>\$ 77,017</u>	<u>\$ 4,903,004</u>

Twinsburg City School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2010

	Permanent Improvement	Building	Replacement	Total Nonmajor Capital Projects Funds
<u>Revenues:</u>				
Taxes	\$ 1,602,811	\$ -	\$ -	\$ 1,602,811
Intergovernmental	645,923	-	3,449	649,372
Interest	287	-	-	287
Rent	-	-	8,333	8,333
Total revenues	<u>2,249,021</u>	<u>-</u>	<u>11,782</u>	<u>2,260,803</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	177,151	-	-	177,151
Support services:				
Instructional staff	24,958	-	-	24,958
Administration	38,660	-	-	38,660
Operation and maintenance of plant	674,046	259,218	-	933,264
Pupil transportation	-	-	72,511	72,511
Central	120,616	-	-	120,616
Capital outlay	611,143	-	-	611,143
Total expenditures	<u>1,646,574</u>	<u>259,218</u>	<u>72,511</u>	<u>1,978,303</u>
Net change in fund balance	602,447	(259,218)	(60,729)	282,500
Fund balances at beginning of year	2,595,698	145,340	137,746	2,878,784
Fund balances at end of the year	<u>\$ 3,198,145</u>	<u>\$ (113,878)</u>	<u>\$ 77,017</u>	<u>\$ 3,161,284</u>

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

Twinsburg City School District

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

	General Fund		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 29,652,240	\$ 30,512,737	\$ 860,497
Intergovernmental	14,270,556	14,270,556	-
Interest	63,099	68,515	5,416
Tuition and fees	377,437	377,551	114
Rent	60,020	70,692	10,672
Payments in lieu of taxes	187,451	187,451	-
Miscellaneous	218,118	36,034	(182,084)
Total revenues	44,828,921	45,523,536	694,615
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	14,128,435	14,127,937	498
Fringe benefits	5,651,976	5,601,079	50,897
Purchased services	463,970	463,884	86
Materials and supplies	293,185	292,969	216
Capital outlay	2,656	2,656	-
Other	90,757	90,757	-
Total regular	20,630,979	20,579,282	51,697
Special:			
Salaries and wages	1,639,664	1,639,664	-
Fringe benefits	558,765	548,853	9,912
Purchased services	102,856	102,856	-
Materials and supplies	2,929	2,928	1
Total special	2,304,214	2,294,301	9,913
Vocational:			
Salaries and wages	243,228	243,228	-
Fringe benefits	81,587	77,991	3,596
Total vocational	324,815	321,219	3,596
Student intervention services:			
Salaries and wages	3,036	3,036	-
Fringe benefits	532	381	151
Total other	3,568	3,417	151
Total instruction	23,263,576	23,198,219	65,357
Support services:			
Pupils:			
Salaries and wages	1,506,118	1,506,118	-
Fringe benefits	513,714	507,666	6,048
Purchased services	178,531	178,531	-
Materials and supplies	4,602	4,602	-
Total pupils	2,202,965	2,196,917	6,048

(Continued)

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP) and Actual
For the Fiscal Year Ended June 30, 2010

General Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Instructional staff:			
Salaries and wages	1,126,890	1,126,890	-
Fringe benefits	493,882	492,997	885
Purchased services	41,462	41,312	150
Materials and supplies	16,408	16,408	-
Other	89	89	-
Total instructional staff	<u>1,678,731</u>	<u>1,677,696</u>	<u>1,035</u>
Board of education:			
Salaries and wages	14,375	14,375	-
Fringe benefits	14,062	13,032	1,030
Purchased services	199,512	199,512	-
Materials and supplies	1,868	1,868	-
Other	69,331	69,331	-
Total board of education	<u>299,148</u>	<u>298,118</u>	<u>1,030</u>
Administration:			
Salaries and wages	2,004,576	2,004,576	-
Fringe benefits	875,344	841,859	33,485
Purchased services	55,029	54,772	257
Materials and supplies	32,737	31,865	872
Other	895	895	-
Total administration	<u>2,968,581</u>	<u>2,933,967</u>	<u>34,614</u>
Fiscal:			
Salaries and wages	261,416	261,416	-
Fringe benefits	115,091	113,146	1,945
Purchased services	32,390	32,132	258
Materials and supplies	4,371	4,371	-
Other	722,420	722,420	-
Total fiscal	<u>1,135,688</u>	<u>1,133,485</u>	<u>2,203</u>
Business:			
Salaries and wages	26,201	26,201	-
Fringe benefits	12,686	11,542	1,144
Purchased services	2,338	2,287	51
Materials and supplies	47,215	46,351	864
Total business	<u>88,440</u>	<u>86,381</u>	<u>2,059</u>
Operation and maintenance of plant:			
Salaries and wages	1,520,973	1,520,973	-
Fringe benefits	590,576	584,554	6,022
Purchased services	1,789,354	1,733,819	55,535
Materials and supplies	208,019	207,905	114
Total operation and maintenance of plant	<u>4,108,922</u>	<u>4,047,251</u>	<u>61,671</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP) and Actual
For the Fiscal Year Ended June 30, 2010

	General Fund		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Pupil transportation:			
Salaries and wages	1,508,741	1,508,559	182
Fringe benefits	596,423	585,469	10,954
Purchased services	131,677	131,517	160
Materials and supplies	374,655	374,559	96
Total pupil transportation	<u>2,611,496</u>	<u>2,600,104</u>	<u>11,392</u>
Central:			
Salaries and wages	245,197	245,197	-
Fringe benefits	85,972	82,525	3,447
Purchased services	410,465	408,632	1,833
Materials and supplies	63,411	63,103	308
Total central	<u>805,045</u>	<u>799,457</u>	<u>5,588</u>
Total support services	<u>15,899,016</u>	<u>15,773,376</u>	<u>125,640</u>
Extracurricular activities:			
Academic and subject oriented activities:			
Salaries and wages	147,228	147,228	-
Fringe benefits	21,938	21,825	113
Materials and supplies	846	846	-
Other	325	325	-
Total academic and subject oriented activities	<u>170,337</u>	<u>170,224</u>	<u>113</u>
Sports oriented activities:			
Salaries and wages	536,230	536,230	-
Fringe benefits	100,532	100,510	22
Purchased services	17,663	17,663	-
Materials and supplies	21,159	21,007	152
Total sports oriented activities	<u>675,584</u>	<u>675,410</u>	<u>174</u>
Total extracurricular activities	<u>845,921</u>	<u>845,634</u>	<u>287</u>
Debt service:			
Principal retirement	78,000	78,000	-
Interest and fiscal charges	38,254	38,254	-
Total debt service	<u>116,254</u>	<u>116,254</u>	<u>-</u>
Total expenditures	<u>40,124,767</u>	<u>39,933,483</u>	<u>191,284</u>
Net change in fund balance	4,704,154	5,590,053	885,899
Fund balance at beginning of year, as restated	24,595,874	24,595,874	-
Prior year encumbrances appropriated	543,268	543,268	-
Fund balance at end of year	<u>\$ 29,843,296</u>	<u>\$ 30,729,195</u>	<u>\$ 885,899</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Food Service Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 325,900	\$ 325,900	\$ -
Interest	366	395	29
Charges for services	911,387	912,706	1,319
Total revenues	<u>1,237,653</u>	<u>1,239,001</u>	<u>1,348</u>
<u>Expenditures:</u>			
Current:			
Operation of food services	<u>1,296,088</u>	<u>1,264,510</u>	<u>31,578</u>
Net change in fund balance	(58,435)	(25,509)	32,926
Fund balance at beginning of year	234,314	234,314	-
Fund balance at end of year	<u>\$ 175,879</u>	<u>\$ 208,805</u>	<u>\$ 32,926</u>

Uniform School Supplies Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Tuition and fees	\$ 20,753	\$ 20,792	\$ 39
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	18,933	18,632	301
Student intervention services	856	856	-
Operation of non-instructional services	56	56	-
Total expenditures	<u>19,845</u>	<u>19,544</u>	<u>301</u>
Net change in fund balance	908	1,248	340
Fund balance at beginning of year	13,500	13,500	-
Fund balance at end of year	<u>\$ 14,408</u>	<u>\$ 14,748</u>	<u>\$ 340</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Adult Education Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Rent	\$ 5,744	\$ 5,744	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Net change in fund balance	5,744	5,744	-
Fund balance at beginning of year	78,878	78,878	-
Fund balance at end of year	<u>\$ 84,622</u>	<u>\$ 84,622</u>	<u>\$ -</u>

Miscellaneous Local Grants Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Gifts and donations	\$ 10,565	\$ 10,565	\$ -
Miscellaneous	7,467	8,742	1,275
Total revenues	<u>18,032</u>	<u>19,307</u>	<u>1,275</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	21,626	21,625	1
Special	7,975	7,975	-
Support services:			
Central	867	867	-
Extracurricular activities	1,198	1,198	-
Total expenditures	<u>31,666</u>	<u>31,665</u>	<u>1</u>
Net change in fund balance	(13,634)	(12,358)	1,276
Fund balance at beginning of year	35,750	35,750	-
Prior year encumbrances appropriated	1,700	1,700	-
Fund balance at end of year	<u>\$ 23,816</u>	<u>\$ 25,092</u>	<u>\$ 1,276</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Public School Support Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Interest	\$ 129	\$ 139	\$ 10
Tuition and fees	328,534	328,806	272
Extracurricular activities	65,131	66,653	1,522
Miscellaneous	321	321	-
Total revenues	<u>394,115</u>	<u>395,919</u>	<u>1,804</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	1,360	1,360	-
Special	3,275	3,275	-
Student intervention services	11,910	11,254	656
Support services:			
Pupils	275,558	272,254	3,304
Administration	28,247	27,985	262
Operation and maintenance of plant	30,697	29,545	1,152
Extracurricular activities	64,531	62,289	2,242
Total expenditures	<u>415,578</u>	<u>407,962</u>	<u>7,616</u>
Net change in fund balance	(21,463)	(12,043)	9,420
Fund balance at beginning of year	913,868	913,868	-
Prior year encumbrances appropriated	7,243	7,243	-
Fund balance at end of year	<u>\$ 899,648</u>	<u>\$ 909,068</u>	<u>\$ 9,420</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

District Managed Student Activity Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Extracurricular activities	\$ 274,614	\$ 274,828	\$ 214
<u>Expenditures:</u>			
Current:			
Extracurricular activities	291,165	288,859	2,306
Net change in fund balance	(16,551)	(14,031)	2,520
Fund balance at beginning of year	93,445	93,445	-
Prior year encumbrances appropriated	10,180	10,180	-
Fund balance at end of year	<u>\$ 87,074</u>	<u>\$ 89,594</u>	<u>\$ 2,520</u>

Teacher Development Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	2,589	2,589	-
Fund balance at end of year	<u>\$ 2,589</u>	<u>\$ 2,589</u>	<u>\$ -</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Management Information Systems Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 7,981	\$ 7,981	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Net change in fund balance	7,981	7,981	-
Fund balance at beginning of year	15,682	15,682	-
Fund balance at end of year	<u>\$ 23,663</u>	<u>\$ 23,663</u>	<u>\$ -</u>

Data Communications Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 11,432	\$ 11,432	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils	10,000	10,000	-
Net change in fund balance	1,432	1,432	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ 1,432</u>	<u>\$ 1,432</u>	<u>\$ -</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Alternative Schools Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 31,546	\$ 31,546	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Student intervention services	29,533	29,533	-
Net change in fund balance	2,013	2,013	-
Fund balance at beginning of year, as restated	(4,023)	(4,023)	-
Prior year encumbrances appropriated	2,012	2,012	-
Fund balance at end of year	<u>\$ 2</u>	<u>\$ 2</u>	<u>\$ -</u>

Poverty Aid Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Student intervention services	18,785	18,785	-
Net change in fund balance	(18,785)	(18,785)	-
Fund balance at beginning of year	18,785	18,785	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Miscellaneous State Grants Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 37,500	\$ 37,500	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	800	800	-
Support services:			
Instructional staff	23,980	23,980	-
Total expenditures	24,780	24,780	-
Net change in fund balance	12,720	12,720	-
Fund balance at beginning of year, as restated	(18,358)	(18,358)	-
Fund balance at end of year	\$ (5,638)	\$ (5,638)	\$ -

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Title VI-B Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 1,038,880	\$ 1,038,880	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	387,625	386,594	1,031
Support services:			
Pupils	320,550	319,531	1,019
Instructional staff	209,206	208,153	1,053
Administration	119,346	119,346	-
Operation of non-instructional services	2,000	2,000	-
Total expenditures	<u>1,038,727</u>	<u>1,035,624</u>	<u>3,103</u>
Net change in fund balance	153	3,256	3,103
Fund balance at beginning of year	10,586	10,586	-
Prior year encumbrances appropriated	37,308	37,308	-
Fund balance at end of year	<u>\$ 48,047</u>	<u>\$ 51,150</u>	<u>\$ 3,103</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

State Fiscal Stabilization Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 251,396	\$ 261,343	\$ 9,947
<u>Expenditures:</u>			
Current:			
Support services:			
Instructional staff	73,010	73,010	-
Board of education	88,950	88,950	-
Central	6,136	6,136	-
Total expenditures	168,096	168,096	-
Net change in fund balance	83,300	93,247	9,947
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ 83,300	\$ 93,247	\$ 9,947

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Title II Technology Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 1,327	\$ 1,327	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	1,988	1,988	-
Support services:			
Instructional staff	1,048	1,048	-
Total expenditures	<u>3,036</u>	<u>3,036</u>	<u>-</u>
Net change in fund balance	(1,709)	(1,709)	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ (1,709)</u>	<u>\$ (1,709)</u>	<u>\$ -</u>

Title I School Improvement Stimulus Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 60,000	\$ 60,000	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Instructional staff	60,000	60,000	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Title III Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 14,651	\$ 14,651	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	14,696	14,696	-
Net change in fund balance	(45)	(45)	-
Fund balance at beginning of year	45	45	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Title I Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 365,210	\$ 365,210	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	327,148	327,148	-
Support services:			
Instructional staff	36,653	36,653	-
Total expenditures	363,801	363,801	-
Net change in fund balance	1,409	1,409	-
Fund balance at beginning of year	4,294	4,294	-
Fund balance at end of year	\$ 5,703	\$ 5,703	\$ -

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Title V Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 1,975	\$ 1,975	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	1,814	1,814	-
Net change in fund balance	161	161	-
Fund balance at beginning of year, as restated	(161)	(161)	-
Fund balance at end of year	\$ -	\$ -	\$ -

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Drug Free School Grant Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 8,912	\$ 8,912	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Support services:			
Instructional staff	7,412	7,412	-
Operation and maintenance of plant	1,500	1,500	-
Total expenditures	8,912	8,912	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -

EHA Preschool Grant Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 21,471	\$ 21,471	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils	21,471	21,471	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Improving Teacher Quality Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 106,335	\$ 106,335	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	110,883	110,883	-
Net change in fund balance	(4,548)	(4,548)	-
Fund balance at beginning of year	1,074	1,074	-
Prior year encumbrances appropriated	849	849	-
Fund balance at end of year	<u>\$ (2,625)</u>	<u>\$ (2,625)</u>	<u>\$ -</u>

Miscellaneous Federal Grants Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	5	5	-
Net change in fund balance	(5)	(5)	-
Fund balance at beginning of year	5	5	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Bond Retirement Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Taxes	\$ 2,970,911	\$ 2,664,570	\$ (306,341)
Intergovernmental	819,361	819,361	-
Total revenues	<u>3,790,272</u>	<u>3,483,931</u>	<u>(306,341)</u>
<u>Expenditures:</u>			
Debt service:			
Principal retirement	2,230,000	2,230,000	-
Interest and fiscal charges	1,086,461	1,086,461	-
Total expenditures	<u>3,316,461</u>	<u>3,316,461</u>	<u>-</u>
Net change in fund balance	473,811	167,470	(306,341)
Fund balance at beginning of year	1,150,587	1,150,587	-
Fund balance at end of year	<u>\$ 1,624,398</u>	<u>\$ 1,318,057</u>	<u>\$ (306,341)</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Permanent Improvement Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Taxes	\$ 1,533,591	\$ 1,933,853	\$ 400,262
Intergovernmental	645,923	645,923	-
Interest	268	287	19
Total revenues	<u>2,179,782</u>	<u>2,580,063</u>	<u>400,281</u>
<u>Expenditures:</u>			
Current:			
Regular	177,590	177,590	-
Support services:			
Instructional staff	24,958	24,958	-
Administration	76,660	76,660	-
Operation and maintenance of plant	279,212	279,212	-
Pupil transportation	249,459	249,459	-
Central	165,803	164,307	1,496
Capital outlay	988,147	987,548	599
Total expenditures	<u>1,961,829</u>	<u>1,959,734</u>	<u>2,095</u>
Net change in fund balance	217,953	620,329	402,376
Fund balance at beginning of year	1,637,546	1,637,546	-
Prior year encumbrances appropriated	443,961	443,961	-
Fund balance at end of year	<u>\$ 2,299,460</u>	<u>\$ 2,701,836</u>	<u>\$ 402,376</u>

Twinsburg City School District
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Building Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Capital outlay	2,690	2,690	-
Net change in fund balance	(2,690)	(2,690)	-
Fund balance at beginning of year	142,650	142,650	-
Prior year encumbrances appropriated	2,690	2,690	-
Fund balance at end of year	<u>\$ 142,650</u>	<u>\$ 142,650</u>	<u>\$ -</u>

Replacement Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 3,449	\$ 3,449	\$ -
Rent	8,333	8,333	-
Total revenues	11,782	11,782	-
<u>Expenditures:</u>			
Support services:			
Pupil transportation	72,511	72,511	-
Net change in fund balance	(60,729)	(60,729)	-
Fund balance at beginning of year	137,746	137,746	-
Fund balance at end of year	<u>\$ 77,017</u>	<u>\$ 77,017</u>	<u>\$ -</u>

Internal Service Fund

**Individual Fund Schedule of Revenues, Expenses and Changes in
Fund Balance – Budget (Non-GAAP Basis) and Actual
Employee Benefits Self-Insurance Fund**

Fiduciary Funds

**Individual Fund Schedule of Revenues, Expenses and Changes in
Fund Balance – Budget (Non-GAAP Basis) and Actual
Scholarships Private Purpose Trust Fund**

**Statement of Changes in Assets and Liabilities
Student Managed Activity - Agency Fund**

Twinsburg City School District
Schedule of Revenues, Expenses
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Employee Benefits Self Insurance Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenses:</u>			
Total expenses	-	-	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	340,318	340,318	-
Fund balance at end of year	<u>\$ 340,318</u>	<u>\$ 340,318</u>	<u>\$ -</u>

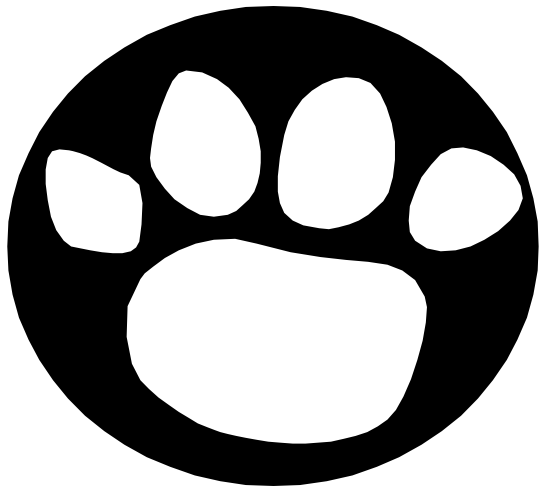
Twinsburg City School District
Schedule of Revenues, Expenses
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2010

Scholarships Private Purpose Trust Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Interest	\$ 56	\$ 58	\$ 2
Gifts and donations	500	500	-
Total revenues	<u>556</u>	<u>558</u>	<u>2</u>
<u>Expenses:</u>			
Current:			
Payments in accordance with trust agreements	<u>4,500</u>	<u>4,500</u>	<u>-</u>
Net change in fund balance	(3,944)	(3,942)	2
Fund balance at beginning of year, restated	29,803	29,803	-
Prior year encumbrances appropriated	<u>500</u>	<u>500</u>	<u>-</u>
Fund balance at end of year	<u>\$ 26,359</u>	<u>\$ 26,361</u>	<u>\$ 2</u>

Twinsburg City School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2010

	Beginning Balance <u>July 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	Ending Balance <u>June 30, 2010</u>
<u>Student Managed Activity</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 187,055	\$ 418,544	\$ 387,643	\$ 217,956
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ 934	\$ -	\$ 934
Due to students	187,055	418,544	388,577	217,022
Total liabilities	<u>\$ 187,055</u>	<u>\$ 419,478</u>	<u>\$ 388,577</u>	<u>\$ 217,956</u>



STATISTICAL SECTION

Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	S2 - S13
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source.	S14 - S19
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S20 - S24
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S25 - S26
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S27 - S33

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School District implemented GASB Statement 34 in fiscal year 2003; schedules presenting government-wide information include information beginning in that fiscal year.

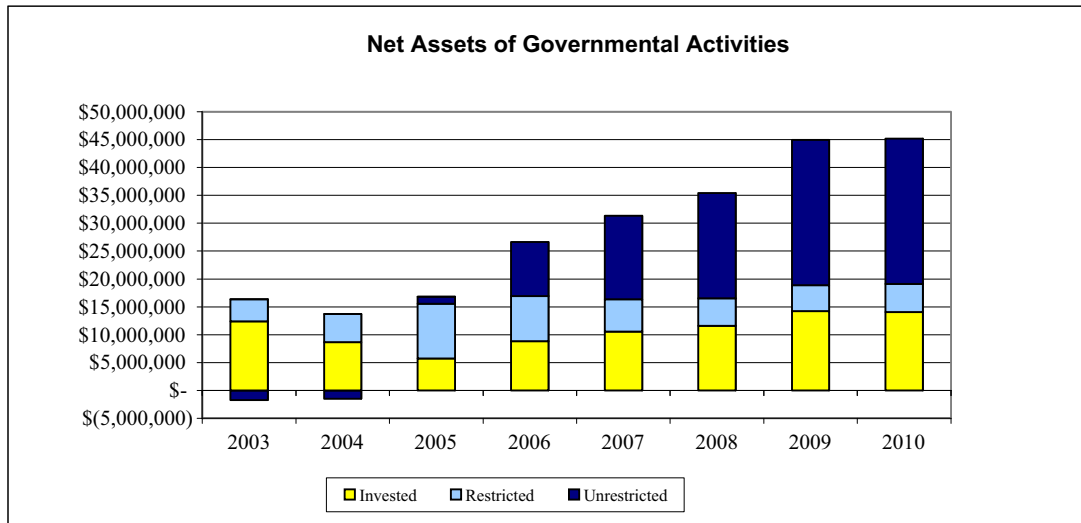
Twinsburg City School District

Net Assets by Component (1)

Last Eight Fiscal Years

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Invested in capital assets, net of related debt	\$ 12,392,903	\$ 8,699,470	\$ 5,739,310	\$ 8,833,951	\$ 10,544,221
Restricted for:					
Capital projects	1,948,924	2,398,200	7,175,574	4,910,255	2,565,410
Debt service	965,032	1,560,760	1,555,934	2,047,762	1,975,458
Permanent fund - scholarships					
Expendable	9,540	9,693	9,065	7,783	7,710
Nonexpendable	10,000	10,000	10,000	10,000	10,000
Food services	-	-	-	-	-
School supplies	-	-	-	-	-
Extracurricular activities	-	-	-	-	-
Adult education	-	-	-	-	-
Community services	-	-	-	-	-
Other purposes	1,063,790	1,036,264	1,094,641	1,116,440	1,248,093
Unrestricted (deficit)	<u>(1,701,288)</u>	<u>(1,455,859)</u>	<u>1,223,847</u>	<u>9,727,433</u>	<u>14,969,270</u>
Total net assets	<u>\$ 14,688,901</u>	<u>\$ 12,258,528</u>	<u>\$ 16,808,371</u>	<u>\$ 26,653,624</u>	<u>\$ 31,320,162</u>

(1) Accrual basis of accounting. Will be reported for the last ten years when there are enough years of information available.



<u>2008</u>	Restated <u>2009</u>	<u>2010</u>
\$ 11,581,201	\$ 14,221,195	\$ 14,090,880
1,843,593	2,913,343	3,313,853
1,704,913	1,622,479	1,518,941
6,886	-	-
10,000	-	-
-	129,238	24,711
-	13,500	14,748
-	106,638	93,677
-	112,569	118,313
-	855,680	824,594
1,386,655	138,290	204,056
18,888,251	26,027,480	26,036,007
<u>\$ 35,421,499</u>	<u>\$ 46,140,412</u>	<u>\$ 46,239,780</u>

Twinsburg City School District

Changes in Net Assets of Governmental Activities (1)

Last Eight Fiscal Years

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Expenses					
Regular instruction	\$ 18,081,544	\$ 17,817,167	\$ 18,889,350	\$ 18,811,120	\$ 19,972,785
Special instruction	2,066,144	2,450,839	2,358,481	2,654,746	2,762,997
Vocational instruction	232,941	229,257	243,860	242,618	254,634
Adult/continuing	1,838	-	-	-	-
Student intervention services	-	-	-	-	-
Other	-	-	-	70,292	68,973
Pupil support	2,068,969	2,692,062	2,817,449	2,872,792	2,920,267
Instructional staff support	1,041,935	993,063	1,098,918	1,014,004	916,284
Board of education	457,425	233,491	336,239	300,089	284,542
Administration	1,891,545	2,554,777	2,498,448	2,590,753	2,746,732
Fiscal	743,385	641,556	847,489	879,079	996,254
Business	91,832	101,566	88,252	82,509	119,632
Operation and maintenance of plant	4,481,000	4,607,766	3,849,243	4,807,732	4,710,038
Pupil transportation	1,368,493	1,811,668	1,735,569	2,066,262	2,102,712
Central	1,126,835	1,005,290	874,937	1,130,148	971,967
Operation of non-instructional services	88,192	64,444	96,340	73,261	76,297
Operation of food services	1,130,591	1,185,271	1,226,028	1,247,386	1,231,117
Extracurricular activities	877,680	999,200	1,022,754	1,054,860	1,050,443
Interest and fiscal charges	2,218,043	4,612,660	1,597,174	1,879,502	2,057,265
Total expenses	\$ 37,968,392	\$ 42,000,077	\$ 39,580,531	\$ 41,777,153	\$ 43,242,939

Program Revenues

Charges for services:					
Regular instruction	\$ 95,380	\$ 30,583	\$ 23,695	\$ 107,032	\$ 243,624
Special instruction	-	-	-	-	11,092
Adult/continuing	525	5,448	2,517	6,050	6,688
Student intervention services instruction	-	-	-	-	-
Other instruction	-	-	-	-	-
Pupil support	231,803	266,380	223,423	197,492	228,765
Administration	-	-	15,236	17,685	12,400
Business	-	-	-	-	30,606
Operation and maintenance of plant	-	-	37,922	17,685	98,670
Pupil transportation	-	-	-	2,966	-
Central	-	-	-	-	-
Operation of food service	827,242	836,247	885,118	975,207	947,394
Extracurricular activities	196,038	247,288	320,195	378,607	313,115
Operating grants and contributions:					
Regular instruction	223,232	268,402	411,902	140,669	134,579
Special instruction	428,509	479,810	664,605	578,743	515,561
Adult/continuing	32,456	704	539	-	-
Student intervention services instruction	-	-	-	-	-
Other instruction	-	-	-	78,123	80,550
Pupil support	50,975	111,754	47,550	194,761	212,196
Instructional staff support	223,074	168,323	73,819	254,449	158,868
Board of education	-	-	-	-	-
Administration	11,868	24,189	1,308	67,379	114,033
Operation and maintenance of plant	3,043	3,069	3,609	-	-
Central	-	-	-	-	-
Operation of non-instructional services	78,359	93,211	81,623	83,876	77,296
Operation of food services	229,287	241,626	257,624	282,268	292,289
Extracurricular activities	7,100	-	5,588	1,463	30,148

<u>2008</u>	Restated <u>2009</u>	<u>2010</u>
\$ 19,390,041	\$ 21,234,913	\$ 21,964,455
2,977,965	3,183,358	2,962,910
292,318	316,696	302,980
-	-	-
-	-	61,741
75,275	51,478	-
3,143,887	3,365,863	2,697,561
1,020,310	1,044,498	2,620,750
211,097	260,220	339,020
3,124,015	3,235,878	3,274,612
890,809	1,135,987	1,125,999
128,518	85,888	97,471
5,228,770	4,759,477	5,011,765
2,609,477	2,800,049	2,885,379
849,936	887,039	994,783
30,219	-	2,056
1,323,671	1,406,453	1,467,504
1,233,531	1,326,623	1,292,277
2,196,339	1,428,004	1,149,754
<u>\$ 44,726,178</u>	<u>\$ 46,522,424</u>	<u>\$ 48,251,017</u>

\$ 46,178	\$ 410,805	\$ 399,344
9,670	7,400	10,566
5,850	8,369	5,744
-	-	9,351
3,064	2,402	-
225,049	259,129	224,640
22,794	26,611	23,254
-	-	-
93,396	125,661	91,666
5,100	7,200	8,333
-	-	867
977,952	972,076	912,706
402,220	313,768	389,844
149,878	137,787	120,473
275,627	579,941	835,603
-	-	-
-	-	28,127
58,765	53,093	-
337,945	258,800	359,237
185,942	110,327	448,062
-	-	116,517
138,530	122,069	123,261
-	2,254	-
-	-	11,228
132	-	2,063
321,291	353,476	391,801
-	3,000	-

(continued)

Twinsburg City School District

Changes in Net Assets of Governmental Activities (1)

Last Eight Fiscal Years

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Capital grants and contributions:					
Regular instruction	-	-	-	2,000	-
Pupil transportation	60,214	19,610	22,119	18,634	-
<i>Total program revenues</i>	<u>\$ 2,699,105</u>	<u>\$ 2,796,644</u>	<u>\$ 3,078,392</u>	<u>\$ 3,405,089</u>	<u>\$ 3,507,874</u>
Net expense	<u>\$ (35,269,287)</u>	<u>\$ (39,203,433)</u>	<u>\$ (36,502,139)</u>	<u>\$ (38,372,064)</u>	<u>\$ (39,735,065)</u>
General revenues					
Property taxes levied for:					
General purposes	\$ 27,949,889	\$ 26,589,045	\$ 28,225,106	\$ 33,982,118	\$ 28,464,999
Debt service	3,656,916	2,724,649	4,571,337	5,652,231	3,800,882
Capital outlay	1,269,752	1,836,802	1,941,794	1,049,659	444,431
Grants and entitlements not restricted to specific programs	5,132,142	5,299,112	5,891,092	6,478,610	10,219,989
Payment in lieu taxes	166,822	118,004	36,233	113,531	77,803
Investment earnings	144,319	107,146	315,863	862,930	1,348,505
Miscellaneous	144,850	98,302	70,557	78,238	44,994
<i>Total general revenues</i>	<u>\$ 38,464,690</u>	<u>\$ 36,773,060</u>	<u>\$ 41,051,982</u>	<u>\$ 48,217,317</u>	<u>\$ 44,401,603</u>
<i>Change in net assets</i>	<u>\$ 3,195,403</u>	<u>\$ (2,430,373)</u>	<u>\$ 4,549,843</u>	<u>\$ 9,845,253</u>	<u>\$ 4,666,538</u>

(1) Accrual basis of accounting. Will be reported for the last ten years when there are enough years of information available.

<u>2008</u>	Restated <u>2009</u>	<u>2010</u>
-	-	-
22,220	45,457	3,638
<u>\$ 3,281,603</u>	<u>\$ 3,799,625</u>	<u>\$ 4,516,325</u>
<u>\$ (41,444,575)</u>	<u>\$ (42,722,799)</u>	<u>\$ (43,734,692)</u>
\$ 27,821,725	\$ 32,990,871	\$ 23,959,198
3,434,754	3,380,229	2,241,073
803,376	1,724,166	1,606,944
12,112,533	14,938,516	15,735,651
97,402	50,261	187,451
1,155,273	313,861	68,720
120,849	43,808	35,023
<u>\$ 45,545,912</u>	<u>\$ 53,441,712</u>	<u>\$ 43,834,060</u>
<u>\$ 4,101,337</u>	<u>\$ 10,718,913</u>	<u>\$ 99,368</u>

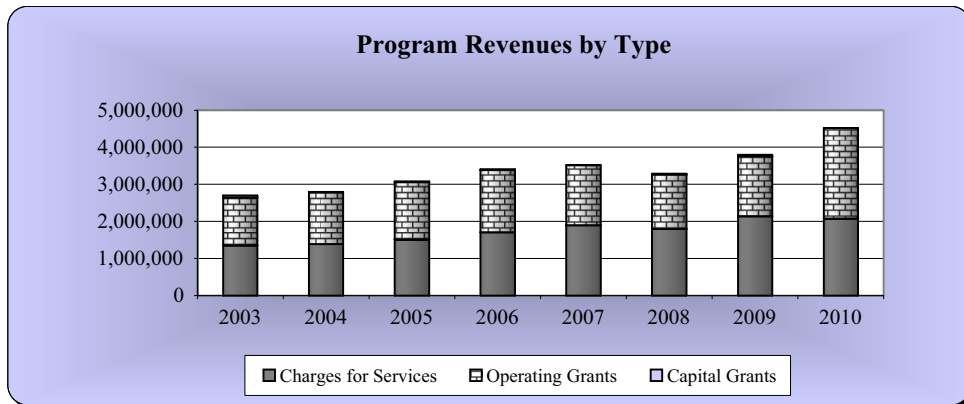
Twinsburg City School District

Program Revenues of Governmental Activities by Function (1)

Last Eight Fiscal Years

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Governmental activities:					
<i>Function</i>					
Regular instruction	\$ 318,612	\$ 298,985	\$ 435,597	\$ 249,701	\$ 378,203
Special instruction	428,509	479,810	664,605	578,743	526,653
Adult/continuing	32,981	6,152	3,056	6,050	6,688
Student intervention	-	-	-	-	-
Other	-	-	-	78,123	80,550
Pupil support	282,778	378,134	270,973	392,253	440,961
Instructional staff support	223,074	168,323	73,819	254,449	158,868
Board of education	-	-	-	-	-
Administration	11,868	24,189	16,544	85,064	126,433
Business	-	-	-	-	30,606
Operation and maintenance of plant	3,043	3,069	41,531	17,685	98,670
Pupil transportation	60,214	19,610	22,119	21,600	-
Central	-	-	-	-	-
Operation of non-instructional services	78,359	93,211	81,623	83,876	77,296
Operation of food service	1,056,529	1,077,873	1,142,742	1,257,475	1,239,683
Extracurricular activities	203,138	247,288	325,783	380,070	343,263
Total program revenues	\$ 2,699,105	\$ 2,796,644	\$ 3,078,392	\$ 3,405,089	\$ 3,507,874

(1) Accrual basis of accounting. Will be reported for the last ten years when there are enough years of information available.



	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$	196,056	\$ 548,592	\$ 519,817
	285,297	587,341	846,169
	5,850	8,369	5,744
	-	-	37,478
	61,829	55,495	-
	562,994	517,929	583,877
	185,942	110,327	448,062
	-	-	116,517
	161,324	148,680	146,515
	-	-	-
	93,396	127,915	91,666
	27,320	52,657	11,971
	-	-	12,095
	132	-	2,063
	1,299,243	1,325,552	1,304,507
	402,220	316,768	389,844
	<u>\$ 3,281,603</u>	<u>\$ 3,799,625</u>	<u>\$ 4,516,325</u>

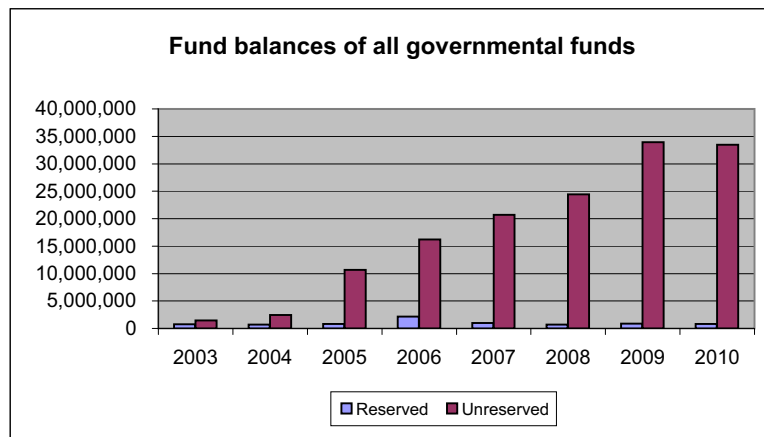
Twinsburg City School District

Fund Balances, Governmental Funds (1)

Last Eight Fiscal Years

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General fund					
Reserved	\$ 424,079	\$ 368,704	\$ 524,590	\$ 826,510	\$ 438,531
Unreserved	<u>(2,057,621)</u>	<u>(2,140,213)</u>	<u>1,243,286</u>	<u>9,426,710</u>	<u>15,371,908</u>
<i>Total general fund</i>	<u>(1,633,542)</u>	<u>(1,771,509)</u>	<u>1,767,876</u>	<u>10,253,220</u>	<u>15,810,439</u>
All other governmental funds					
Reserved	323,822	353,557	286,549	1,353,096	564,043
Unreserved, undesignated, Reported in:					
Special revenue funds	934,145	888,378	940,370	1,022,396	1,194,503
Debt service funds	1,006,843	1,638,808	1,531,064	2,139,079	2,095,350
Capital projects funds	1,583,961	2,046,945	6,924,694	3,607,254	2,041,798
Permanent funds	<u>19,540</u>	<u>19,693</u>	<u>19,065</u>	<u>17,783</u>	<u>17,710</u>
<i>Total all other governmental funds</i>	<u>3,868,311</u>	<u>4,947,381</u>	<u>9,701,742</u>	<u>8,139,608</u>	<u>5,913,404</u>
<i>Total governmental funds</i>	<u>\$ 2,234,769</u>	<u>\$ 3,175,872</u>	<u>\$ 11,469,618</u>	<u>\$ 18,392,828</u>	<u>\$ 21,723,843</u>

(1) Modified accrual basis of accounting. Will be reported for the last ten years when there are enough years of information available.



<u>2008</u>	Restated <u>2009</u>	<u>2010</u>
\$ 363,354	\$ 389,987	\$ 418,309
<u>19,627,307</u>	<u>28,333,950</u>	<u>28,058,765</u>
<u>19,990,661</u>	<u>28,723,937</u>	<u>28,477,074</u>
326,056	481,427	397,538
1,246,070	1,332,610	974,572
1,946,772	1,812,530	1,555,580
1,576,918	2,450,853	2,859,007
<u>16,886</u>	<u>-</u>	<u>-</u>
<u>5,112,702</u>	<u>6,077,420</u>	<u>5,786,697</u>
<u>\$ 25,103,363</u>	<u>\$ 34,801,357</u>	<u>\$ 34,263,771</u>

Twinsburg City School District
Changes in Fund Balances, Governmental Funds (I)
Last Ten Fiscal Years

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Revenues										
Property and other local taxes	\$ 25,812,191	\$ 28,622,414	\$ 32,491,572	\$ 31,096,530	\$ 34,957,711	\$ 40,918,315	\$ 32,913,730	\$ 32,112,894	\$ 38,097,326	\$ 27,763,472
Intergovernmental	5,183,675	6,271,015	6,410,071	6,714,708	7,464,645	8,193,032	11,784,415	13,484,609	16,651,368	18,005,049
Interest	303,569	256,155	147,646	108,457	320,728	874,314	1,366,841	1,166,797	317,097	69,253
Tuition and fees	314,416	377,348	319,907	288,670	302,215	417,627	543,853	384,273	732,800	728,296
Extracurricular activities	170,001	180,725	194,839	247,290	320,196	319,657	312,170	340,407	313,039	341,481
Contributions and donations	15,679	23,369	20,356	8,686	27,634	8,300	14,500	33,542	21,329	7,800
Charges for services	-	-	827,242	836,247	885,119	975,207	947,393	977,951	972,076	912,706
Rentals	22,501	28,149	59,369	49,416	44,669	57,190	105,358	76,148	107,377	84,769
Payment in lieu of taxes	-	-	166,822	118,004	36,233	113,531	77,803	97,402	50,261	187,451
Miscellaneous	123,540	945	92,196	50,270	32,575	42,379	67,034	133,095	52,190	44,085
Total revenues	31,945,572	35,760,120	40,730,020	39,518,278	44,391,725	51,919,552	48,133,097	48,807,118	57,314,863	48,144,362

Expenditures										
Current:										
Instruction:										
Regular	12,488,526	13,573,715	18,111,286	16,826,822	17,346,211	17,894,562	18,821,963	18,117,681	20,129,069	20,624,972
Special	2,424,283	2,411,199	2,055,824	2,454,219	2,241,483	2,633,876	2,729,387	2,980,329	3,149,042	2,904,399
Vocational	259,299	284,297	230,600	229,247	232,772	240,854	250,714	289,376	313,378	313,703
Student intervention services	-	-	-	-	-	-	-	-	-	61,741
Other	-	-	1,838	-	-	70,292	68,973	75,275	51,478	-
Support services:										
Pupil	2,179,979	2,536,467	2,041,733	2,706,200	2,699,572	2,915,820	2,911,298	3,177,159	3,338,524	2,712,163
Instructional staff	879,597	802,519	819,000	777,053	867,334	814,048	715,629	819,080	840,196	2,364,537
Board of education	307,806	283,451	457,425	233,304	336,239	300,089	284,542	211,097	260,220	339,020
Administration	2,381,560	2,376,594	1,726,800	2,422,533	2,250,273	2,424,181	2,561,318	2,947,711	3,005,225	3,150,408
Fiscal	740,602	723,148	730,101	643,321	835,239	876,719	991,253	888,916	1,139,227	1,126,088
Business	178,165	92,647	90,936	101,072	86,201	82,737	118,697	113,089	100,642	96,131
Operation and maintenance of plant	3,737,020	3,752,609	4,354,068	4,482,957	3,621,779	4,651,777	4,487,296	4,996,414	4,523,909	4,734,987
Pupil transportation	1,552,209	1,455,400	1,212,289	1,634,833	1,556,796	1,979,804	1,973,752	2,443,990	2,576,379	2,711,926
Central	405,884	763,603	1,055,057	935,714	784,494	793,281	874,403	750,522	744,582	819,332
Operation of non-instructional services	102,322	164,118	88,192	64,444	96,340	73,261	76,297	30,219	-	2,056
Operation of food services	-	-	1,030,535	1,133,653	1,149,358	1,191,543	1,180,463	1,274,525	1,352,871	1,407,658
Extracurricular activities	983,279	836,974	770,495	888,048	907,041	947,102	940,776	1,122,224	1,201,269	1,159,361
Capital outlay	1,152,299	279,393	589,840	357,360	650,693	2,675,045	1,265,914	655,843	820,729	611,143

(continued)

Twinsburg City School District
Changes in Fund Balances, Governmental Funds (1)
Last Ten Fiscal Years

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Debt service:										
Principal retirement	1,178,333	793,238	1,427,403	1,906,000	2,525,000	3,213,496	2,975,575	2,968,507	3,399,993	2,380,804
Interest and fiscal charges	2,410,542	-	2,223,883	1,257,143	1,535,650	1,462,448	1,573,832	1,565,641	1,129,913	1,161,519
Issuance costs	-	2,213,939	-	413,907	-	-	-	-	-	-
Total expenditures	33,361,705	33,343,311	39,017,305	39,467,830	39,722,475	45,240,935	44,802,082	45,427,598	48,076,646	48,681,948
<i>Excess of revenues over (under) expenditures</i>	<i>(1,416,133)</i>	<i>2,416,809</i>	<i>1,712,715</i>	<i>50,448</i>	<i>4,669,250</i>	<i>6,678,617</i>	<i>3,331,015</i>	<i>3,379,520</i>	<i>9,238,217</i>	<i>(537,586)</i>
Other financing sources (uses)										
Sale of capital assets	1,462	9,900	-	-	-	-	-	-	-	-
Inception of capital lease	-	-	-	-	-	244,593	-	-	476,349	-
General obligation bonds issued	-	-	-	364,729	-	-	-	-	-	-
Proceeds of refunding bonds	-	6,733,542	-	27,809,925	-	-	-	-	-	-
Proceeds of notes	-	339,000	886,271	-	4,000,000	-	-	-	-	-
Premium on debt issuance	-	-	-	4,141,671	-	-	-	-	-	-
Discount on debt issuance	-	-	-	(25,024)	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	(7,164,448)	-	(31,400,646)	-	-	-	-	-	-
Transfers in	-	7,418	-	29,294	6,124	2,600	800,000	1,007	-	-
Transfers out	-	(582,418)	-	(29,294)	(6,124)	(2,600)	(800,000)	(1,007)	-	-
Total other financing sources (uses)	1,462	(657,006)	886,271	890,655	4,000,000	244,593	-	-	476,349	-
Net change in fund balances	\$ (1,414,671)	\$ 1,759,803	\$ 2,598,986	\$ 941,103	\$ 8,669,250	\$ 6,923,210	\$ 3,331,015	\$ 3,379,520	\$ 9,714,566	\$ (537,586)
Debt service as a percentage of noncapital expenditures	11.1%	9.1%	9.5%	9.1%	10.4%	11.0%	10.4%	10.1%	9.6%	7.4%

(1) Modified accrual basis of accounting.

Note: For 2001 - 2002, Governmental Funds includes governmental fund types and expendable trust funds; for 2003 - 2010, Governmental Funds includes general, debt service, special revenue, capital projects and permanent funds.

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

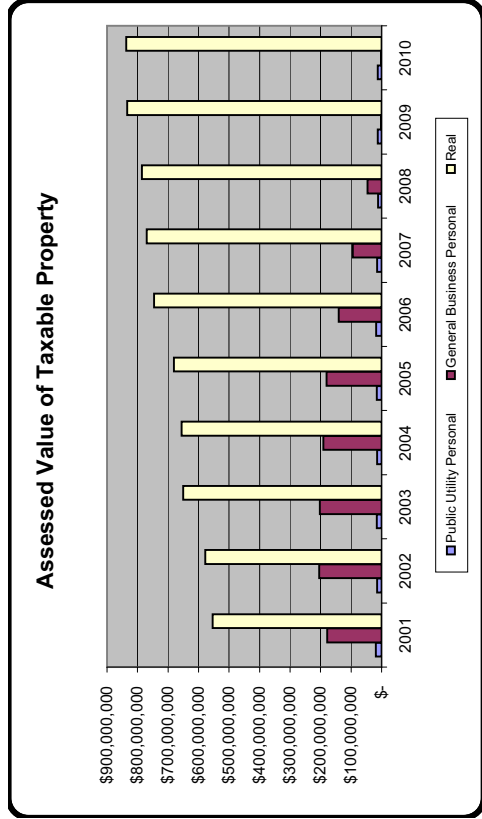
Collection Year	Real Property			Tangible Personal Property			Tangible Personal Property			Total		
	Assessed Value			Public Utility			General Business			Estimated Actual Value		
	Residential/Agricultural	Commercial/Industrial/PU	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	Weighted Average Tax Rate
2001	\$ 380,975,130	\$ 172,665,660	\$ 1,581,830,829	\$ 18,901,470	\$ 21,478,943	\$ 178,844,595	\$ 715,378,380	\$ 751,386,855	\$ 2,318,688,152	32.41%	32.41%	
2002	397,998,420	179,515,110	1,650,038,657	14,926,790	16,962,261	204,899,609	819,598,436	797,339,929	2,486,599,355	32.07%	32.07%	
2003	446,250,770	204,006,680	1,857,878,429	15,280,500	17,364,205	202,151,778	808,607,112	867,689,728	2,683,849,745	32.33%	32.33%	
2004	456,766,720	198,619,190	1,872,531,171	15,165,980	17,234,068	190,605,189	762,420,756	861,157,079	2,652,185,996	32.47%	32.47%	
2005	475,979,920	204,627,250	1,944,591,914	15,270,700	17,353,068	180,390,229	721,560,916	876,268,099	2,683,505,898	32.65%	32.65%	
2006	530,347,920	215,240,090	2,130,251,457	17,352,370	19,718,602	140,072,213	747,051,803	903,012,593	2,897,021,862	31.17%	31.17%	
2007	550,288,570	219,121,380	2,198,314,143	14,401,680	16,365,545	94,310,155	754,481,240	878,121,785	2,969,160,928	29.57%	29.51%	
2008	563,154,630	222,756,950	2,245,461,657	11,546,480	13,121,000	46,565,793	74,505,269	844,023,853	2,333,087,926	36.18%	36.18%	
2009	583,328,830	250,721,040	2,382,999,629	12,279,780	13,954,295	1,637,876	2,620,602	847,967,526	2,399,574,526	35.34%	35.34%	
2010	587,973,030	248,945,910	2,391,196,971	12,965,370	14,733,375	800,870	1,281,392	850,685,180	2,407,211,738	35.34%	35.34%	

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

The assessed value of real property (including public utility real property is 35% of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25% of true value for railroad property to 88% for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25% for machinery and equipment. General business inventory tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75% for 2006, 12.5% for 2007, 6.25% for 2008 and zero for 2009.

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

Source: Summit County Fiscal Officer.



Twinsburg City School District

Property Tax Rates - Direct and Overlapping Governments

Last Ten Collection Years

Collection Year		City, Township, or Village	Twinsburg CSD	Cuyahoga Valley JVSD	Twinsburg Library	County of Summit	Metro Parks	Total
2010	Macedonia City	8.90	60.90	2.00	2.00	12.70	1.46	87.96
	Twinsburg Twp	12.86	60.90	2.00	2.00	12.70	1.46	91.92
	Twinsburg City	1.70	60.90	2.00	2.00	12.70	-	79.30
	Reminderville Village	5.20	60.90	2.00	2.00	12.70	1.46	84.26
2009	Macedonia City	8.90	61.29	2.00	2.00	12.70	1.46	88.35
	Twinsburg Twp	12.86	61.29	2.00	2.00	12.70	1.46	92.31
	Twinsburg City	1.95	61.29	2.00	2.00	12.70	-	79.94
	Reminderville Village	5.20	61.29	2.00	2.00	12.70	1.46	84.65
2008	Macedonia City	8.70	61.45	2.00	1.00	12.80	1.46	87.41
	Twinsburg Twp	12.86	61.45	2.00	1.00	12.80	1.46	91.57
	Twinsburg City	1.93	61.45	2.00	1.00	12.80	-	79.18
	Reminderville Village	5.20	61.45	2.00	1.00	12.80	1.46	83.91
2007	Macedonia City	8.70	58.02	2.00	1.00	13.11	1.46	84.29
	Twinsburg Twp	12.86	58.02	2.00	1.00	13.11	1.46	88.45
	Twinsburg City	1.53	58.02	2.00	1.00	13.11	-	75.66
	Reminderville Village	5.20	58.02	2.00	1.00	13.11	1.46	80.79
2006	Macedonia City	8.70	63.05	2.00	1.00	13.07	-	87.82
	Twinsburg Twp	12.86	63.05	2.00	1.00	13.07	-	91.98
	Twinsburg City	1.82	63.05	2.00	1.00	12.22	-	80.09
	Reminderville Village	5.20	63.05	2.00	1.00	13.07	-	84.32
2005	Macedonia City	8.70	63.33	2.00	1.00	12.22	0.85	88.10
	Twinsburg Twp	12.86	63.33	2.00	1.00	12.22	0.85	92.26
	Twinsburg City	1.82	63.33	2.00	1.00	12.22	-	80.37
	Reminderville Village	5.20	63.33	2.00	1.00	12.22	0.85	84.60
2004	Macedonia City	8.70	58.35	2.00	1.00	12.22	0.85	83.12
	Twinsburg Twp	12.86	58.35	2.00	1.00	12.22	0.85	87.28
	Twinsburg City	2.22	58.35	2.00	1.00	12.22	-	75.79
	Reminderville Village	5.20	58.35	2.00	1.00	12.22	0.85	79.62
2003	Macedonia City	8.70	58.02	2.00	1.00	12.22	0.85	82.79
	Twinsburg Twp	13.61	58.02	2.00	1.00	12.22	-	86.85
	Twinsburg City	1.81	58.02	2.00	1.00	12.22	-	75.05
	Reminderville Village	5.20	58.02	2.00	1.00	12.22	-	78.44
2002	Macedonia City	8.70	59.32	2.00	1.70	12.22	0.85	84.79
	Twinsburg Twp	13.61	59.32	2.00	1.70	12.22	-	88.85
	Twinsburg City	1.35	59.32	2.00	1.70	12.22	-	76.59
	Reminderville Village	5.20	59.32	2.00	1.70	12.22	-	80.44
2001	Macedonia City	8.70	53.17	2.00	1.00	12.22	0.85	77.94
	Twinsburg Twp	13.61	53.17	2.00	1.00	12.22	-	82.00
	Twinsburg City	0.60	53.17	2.00	1.00	12.22	-	68.99
	Reminderville Village	5.20	53.17	2.00	1.00	12.22	-	73.59

Source: Summit County Fiscal Officer.

Note: Data is presented on a collection year basis (not fiscal year) because that is the manner in which the information is maintained by the County Fiscal Officer. Property tax rates are per \$1,000 of assessed valuation.

Twinsburg City School District
Property Tax Levies and Collections (1)
Last Ten Collection Years

<u>Collection Year (2)</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections to Current Tax Levy</u>	<u>Delinquent Tax Collections (3)</u>	<u>Total Tax Collections (4)</u>	<u>Percent of Total Tax Collections to Current Tax Levy</u>
2000	\$ 27,727,775	\$ 26,535,765	95.70%	\$ 864,875	\$ 27,400,640	98.82%
2001	28,987,869	27,609,474	95.24	1,112,101	28,721,575	99.08
2002	34,213,432	32,866,359	96.06	1,524,802	34,391,161	100.52
2003	34,320,816	32,832,242	95.66	1,257,675	34,089,917	99.33
2004	34,714,937	33,193,112	95.62	974,659	34,167,771	98.42
2005	39,597,587	38,230,175	96.55	1,572,222	39,802,397	100.52
2006	38,490,735	37,430,246	97.24	3,271,344	40,701,590	105.74
2007	31,617,656	30,557,630	96.65	1,179,985	31,737,615	100.38
2008	32,311,745	31,000,995	95.94	1,979,376	32,980,371	102.07
2009	30,637,701	29,295,694	95.62	8,656,793	37,952,487	123.88

Source: Summit County Fiscal Officer.

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

(2) The 2010 information cannot be presented because all collections have not been made by June 30, 2010.

(3) The County does not identify delinquent tax collections by tax year.

(4) Total tax collections includes penalty charges and interest on delinquent collections. These amounts cannot be separated because that is the manner in which the information is maintained by the County Fiscal Officer.

Twinsburg City School District

Principal Taxpayers

Real Estate Tax

2009 and 2000 (1)

Name of Taxpayer	2009		
	Assessed Value	Rank	Percent of Real Property Assessed Value
Chrysler Corporation	\$ 11,685,220	1	1.40%
Deer Run Apartments Limited	8,014,420	2	0.96%
Twinsburg Residential Associates	6,881,900	3	0.83%
Aveni Twinsburg I LTD	4,659,670	4	0.56%
GV Rental Properties LLC	3,853,640	5	0.46%
Twinsville Associates	3,662,610	6	0.44%
Pepsi Cola General Bottlers of Ohio Inc.	3,573,570	7	0.43%
Coca Cola Bottling Company	3,247,820	8	0.39%
USF Propco I LLC	3,208,640	9	0.38%
Cleveland Industrial Portfolio LLC	3,179,400	10	0.38%
Totals	<u>\$ 51,966,890</u>		<u>6.23%</u>
Total assessed valuation	<u>\$ 834,049,870</u>		

Name of Taxpayer	2000		
	Assessed Value	Rank	Percent of Real Property Assessed Value
Chrysler Corporation	\$ 11,377,870	1	2.18%
Deer Run Apts. Ltd.	10,012,990	2	1.92%
Twinsville Associates	3,340,430	3	0.64%
Pebble Creek Apts.	3,024,070	4	0.58%
Philip H. Maynard	2,695,960	5	0.52%
General Electric Corp.	2,641,850	6	0.51%
Pepsi Cola General Bottlers	2,411,970	7	0.46%
Trionix Research Labs	2,308,190	8	0.44%
Mid-Continent Telephone Corp	2,211,840	9	0.42%
Concorde Mill Inc.	2,053,910	10	0.39%
Totals	<u>\$ 42,079,080</u>		<u>8.06%</u>
Total assessed valuation	<u>\$ 522,365,440</u>		

Source: Summit County Fiscal Officer.

(1) The amounts presented represent the assessed values upon which 2009 and 2000 collections were based.

Twinsburg City School District

Principal Taxpayers

Tangible Personal Property Tax

2009 and 2003 (1)

<u>Name of Taxpayer</u>	<u>2009 (2)</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percent of Tangible Personal Property Assessed Value</u>
Windstream Western Reserve Inc.	\$ 1,368,220	1	83.54%
New Cingular Wireless PCS Inc.	74,310	2	4.54%
New Par	42,390	3	2.59%
Alltel Ohio Limited	31,970	4	1.95%
T Mobile Central LLC	25,090	5	1.53%
Cleveland Unlimited Inc	18,210	6	1.11%
Sprintcom Inc.	17,370	7	1.06%
Sprint Nextel Corporation	12,940	8	0.79%
TWC Digital Phone LLC	5,730	9	0.35%
Elantic Telecom LLC	3,030	10	0.18%
Totals	\$ 1,599,260		97.64%
Total assessed valuation	\$ 1,637,876		

<u>Name of Taxpayer</u>	<u>2003</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percent of Tangible Personal Property Assessed Value</u>
Daimler Chrysler Corporation	\$ 66,933,840	1	33.11%
Rockwell Automation, Inc.	9,390,380	2	4.65%
Coca Cola Enterprises, Inc.	5,917,270	3	2.93%
Pioneer-Standard Electronics, Inc.	5,802,030	4	2.87%
Alltel Corporation	4,768,210	5	2.36%
Pepsi Cola General Bottlers of Ohio, Inc.	4,347,540	6	2.15%
Reuter Stokes, Inc.	3,388,610	7	1.68%
Atlas Steel Products Co.	3,242,900	8	1.60%
United Stationers Supply Co.	2,753,630	9	1.36%
Quality Synthetic Rubber Company, Inc.	2,404,070	10	1.19%
Totals	\$ 108,948,480		53.90%
Total assessed valuation	\$ 202,151,778		

Source: Summit County Fiscal Officer.

(1) The amounts presented represent the assessed values upon which 2009 and 2003 collections were based. Will be reported for the current year and nine years before when enough information is available.

(2) The School District's total assessed value is an estimate provided by the County Fiscal Officer that is reduced to reflect collections based upon the phase out of personal property. Reduced valuation amounts are not available by individual taxpayers.

Twinsburg City School District

Principal Taxpayers

Public Utilities Tax

2009 and 2004 (1)

<u>Name of Taxpayer</u>	<u>2009</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percent of Public Utility Assessed Value</u>
Ohio Edison	\$ 9,311,920	1	75.83%
East Ohio Gas	1,280,180	2	10.43%
American Transmission	1,258,440	3	10.25%
Cleveland Electric Illuminating	363,070	4	2.96%
Totals	<u>\$ 12,213,610</u>		<u>99.47%</u>
Total assessed valuation	<u>\$ 12,279,780</u>		

<u>Name of Taxpayer</u>	<u>2004</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percent of Public Utility Assessed Value</u>
Ohio Edison	\$ 7,467,250	1	49.24%
Western Reserve Telephone	3,739,360	2	24.66%
American Transmission	1,462,260	3	9.64%
East Ohio Gas	1,000,880	4	6.60%
AT&T Wireless of Cleveland	421,850	5	2.78%
Totals	<u>\$ 14,091,600</u>		<u>92.92%</u>
Total assessed valuation	<u>\$ 15,165,980</u>		

Source: Summit County Fiscal Officer.

(1) The amounts presented represent the assessed values upon which 2009 and 2004 collections were based. Will be reported for the current year and nine years before when enough information is available.

Twinsburg City School District

Ratio of Outstanding Debt By Type

Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Notes Payable	Capital Leases			
2001	\$ 36,970,000	\$ -	\$ 30,642	\$ 37,000,642	6.51%	\$ 1,204.06
2002	35,764,978	339,000	2,403	36,106,381	6.43%	1,174.96
2003	34,339,978	1,225,271	-	35,565,249	6.41%	1,157.35
2004	36,655,125	1,189,000	-	37,844,125	6.41%	1,231.50
2005	34,344,324	5,124,000	-	39,468,324	6.20%	1,284.36
2006	32,510,312	4,057,000	218,097	36,785,409	5.40%	1,197.05
2007	31,099,005	2,988,000	172,653	34,259,658	4.70%	1,114.86
2008	29,722,159	1,916,000	124,993	31,763,152	4.03%	1,033.62
2009	27,833,985	841,000	476,349	29,151,334	n/a	948.63
2010	25,715,097	763,000	403,545	26,881,642	n/a	874.77

Source: School District Financial Records.

Twinsburg City School District

Ratio of Debt to Assessed Value and Debt per Capita

Last Ten Fiscal Years

General Bonded Debt

Fiscal Year	Population (1)	Estimated Actual Value of Taxable Property (2)	General Bonded Debt				Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt per Capita
			General Bonded Debt Outstanding	Resources Available to Pay Principal	Net General Bonded Debt			
2001	30,730 a	\$ 2,318,688,152	\$ 36,970,000	\$ 810,131	\$ 36,159,869	1.56%	\$ 1,176.70	
2002	30,730 a	2,486,599,355	35,764,978	1,152,139	34,612,839	1.39%	1,126.35	
2003	30,730 a	2,683,849,745	34,339,978	1,006,843	33,333,135	1.24%	1,084.71	
2004	30,730 a	2,652,185,996	36,655,125	1,638,808	35,016,317	1.32%	1,139.48	
2005	30,730 a	2,683,505,898	34,344,324	1,531,064	32,813,260	1.22%	1,067.79	
2006	30,730 a	2,897,021,862	32,510,312	2,139,079	30,371,233	1.05%	988.33	
2007	30,730 a	2,969,160,928	31,099,005	2,095,350	29,003,655	0.98%	943.82	
2008	30,730 a	2,333,087,926	29,722,159	1,946,772	27,775,387	1.19%	903.85	
2009	30,730 a	2,399,574,526	27,833,985	1,812,530	26,021,455	1.08%	846.78	
2010	30,730 a	2,407,211,738	25,715,097	1,555,580	24,159,517	1.00%	786.19	

Sources: (1) U.S. Bureau of Census, Census of Population.

(a) 2000 Federal Census

(2) Summit County Fiscal Officer

Twinsburg City School District

Computation of Legal Debt Margin

Last Ten Fiscal Years

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Tax Valuation	<u>\$ 751,386,855</u>	<u>\$ 797,339,929</u>	<u>\$ 867,689,728</u>	<u>\$ 861,157,079</u>	<u>\$ 876,268,099</u>
Debt Limit - 9% of Taxable Valuation (1)	<u>67,624,817</u>	<u>71,760,594</u>	<u>78,092,076</u>	<u>77,504,137</u>	<u>78,864,129</u>
Amount of Debt Applicable to Debt Limit					
General Obligation Bonds	36,970,000	35,764,978	34,339,978	36,655,125	34,344,324
Various Purpose Notes	-	339,000	1,225,271	1,189,000	5,124,000
Less Amount Available in Debt Service	<u>(810,131)</u>	<u>(1,152,139)</u>	<u>(1,006,843)</u>	<u>(1,638,808)</u>	<u>(1,531,064)</u>
Amount of Debt Subject to Limit	<u>36,159,869</u>	<u>34,951,839</u>	<u>34,558,406</u>	<u>36,205,317</u>	<u>37,937,260</u>
Legal Debt Margin	<u>\$ 31,464,948</u>	<u>\$ 36,808,755</u>	<u>\$ 43,533,670</u>	<u>\$ 41,298,820</u>	<u>\$ 40,926,869</u>
Legal Debt Margin as a Percentage of the Debt Limit	46.53%	51.29%	55.75%	53.29%	51.90%
Unvoted Debt Limit - .10% of Taxable Valuation (1)	\$ 751,387	\$ 797,340	\$ 867,690	\$ 861,157	\$ 876,268
Amount of Debt Subject to Limit	-	-	-	-	-
Unvoted Legal Debt Margin	<u>\$ 751,387</u>	<u>\$ 797,340</u>	<u>\$ 867,690</u>	<u>\$ 861,157</u>	<u>\$ 876,268</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%

Source: School District Financial Records.

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

(2) Beginning in fiscal year 2006, HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
<u>\$ 745,588,010</u>	<u>\$ 769,409,950</u>	<u>\$ 785,911,580</u>	<u>\$ 834,049,870</u>	<u>\$ 836,918,940</u>
<u>67,102,921</u>	<u>69,246,896</u>	<u>70,732,042</u>	<u>75,064,488</u>	<u>75,322,705</u>
32,510,312	31,099,005	29,722,159	27,833,985	25,715,097
4,057,000	2,988,000	1,916,000	841,000	763,000
<u>(2,139,079)</u>	<u>(2,095,350)</u>	<u>(1,946,772)</u>	<u>(1,812,530)</u>	<u>(1,555,580)</u>
<u>34,428,233</u>	<u>31,991,655</u>	<u>29,691,387</u>	<u>26,862,455</u>	<u>24,922,517</u>
<u>\$ 32,674,688</u>	<u>\$ 37,255,241</u>	<u>\$ 41,040,655</u>	<u>\$ 48,202,033</u>	<u>\$ 50,400,188</u>
48.69%	53.80%	58.02%	64.21%	66.91%
\$ 745,588	\$ 769,410	\$ 785,912	\$ 834,050	\$ 836,919
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 745,588</u>	<u>\$ 769,410</u>	<u>\$ 785,912</u>	<u>\$ 834,050</u>	<u>\$ 836,919</u>
100.00%	100.00%	100.00%	100.00%	100.00%

Twinsburg City School District
Computation of Direct and Overlapping Bonded Debt
June 30, 2010

Jurisdiction	Net General Tax Supported Debt (1)	Percent Overlapping	Amount Applicable Twinsburg City School District
Direct:			
Twinsburg City School District	\$ 26,478,097	100.00%	\$ 26,478,097
Overlapping:			
City of Twinsburg	11,390,000	100.00%	11,390,000
Twinsburg Township	-	99.99%	-
City of Macedonia	4,064,725	0.91%	36,989
Reminderville Village	1,112,300	91.19%	1,014,306
Twinsburg Library	-	99.99%	-
Metro Transit	485,000	6.99%	33,902
Cuyahoga Valley JVSD (2)	-	13.90%	-
Muskingum Watershed Conservancy District	-	2.27%	-
Summit Metro Park District	-	1.92%	-
Summit County	34,090,000	6.99%	2,382,891
Total overlapping:	51,142,025		14,858,088
Total direct and overlapping debt:	\$ 77,620,122		\$ 41,336,185

Sources: Ohio Municipal Advisory Council.

(1) All debt reported as of December 31, 2009, except for Twinsburg City School District which is reported as of June 30, 2010.

(2) Cuyahoga Valley JVSD; Summit County Valuation ONLY.

Twinsburg City School District

Demographic and Economic Statistics

Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate (3)</u>
2001	30,730	\$ 561,361,309	\$ 18,268	4.3%
2002	30,730	555,172,932	18,066	5.5%
2003	30,730	590,186,763	19,206	5.7%
2004	30,730	636,083,035	20,699	6.1%
2005	30,730	680,701,468	22,151	5.8%
2006	30,730	729,357,509	23,734	4.9%
2007	30,730	788,881,701	25,671	5.3%
2008	30,730	775,594,752	25,239	6.2%
2009	30,730	n/a	n/a	10.5%
2010	30,730	n/a	n/a	10.4%

Sources: (1) U.S. Bureau of Census, Census of Population.

(2) Ohio Department of Taxation.

(3) U.S. Department of Labor.

Twinsburg City School District

Principal Employers

Current Year and Nine Years Ago

Employer	Nature of Business	2010			2001		
		Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment
Daimler Chrysler Corp	Automotive stamping	1,100	1	23.04%	2,800	1	46.89%
Edgepark Surgical/RGH Enterprises	Medical Supplies	750	2	15.71%	-		0.00%
Pepsi-Cola Bottlers	Soft drink bottling	530	3	11.10%	300	5	5.02%
The School District	Education	512	4	10.72%	405	4	6.78%
Rockwell International/Allen Bradley	Programmable controls	472	5	9.88%	580	3	9.71%
CellCo Partnership (Verizon)	Communications provider	364	6	7.62%	-		0.00%
GE Engery	Power Industry	328	7	6.87%	-		0.00%
Windstream	Communications provider	274	8	5.74%	-		0.00%
Twinsburg City	Government	226	9	4.73%	216	8	3.62%
Hitachi Medical	Medical supplies	219	10	4.59%	-		0.00%
Mid-America Packaging	Multi-wall paper packaging	-		0.00%	300	6	5.02%
Cole Vision Corp	Optical products	-		0.00%	670	2	11.22%
Quality Synthetic Rubber Co.	Custom-molded components	-		0.00%	300	7	5.02%
ITW Autosleeve	Plastic containers	-		0.00%	200	9	3.36%
Forest Group	Specialty printing/applied technology	-		0.00%	200	10	3.36%
Total		4,775		100.00%	5,971		100.00%

Source: 2007 Harris Ohio Industrial Directory.

The City of Twinsburg's Comprehensive Plan.

Twinsburg City School District
School District Employees by Function/Program
Last Seven Fiscal Years

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Regular instruction							
Elementary classroom teachers	109	110	117	112	110	110	110
Intermediate classroom teachers	37	37	36	35	35	36	36
High school classroom teachers	55	55	55	60	62	64	67
Special instruction							
Multi handicapped teachers	6	7	12	23	21	21	20
Severe behavior handicapped teachers	5	5	5	5	5	5	5
Developmentally handicapped teachers	4	4	4	4	4	4	4
Specific learning disabled teachers	16	16	14	13	14	12	10
Other	4	5	6	3	4	4	5
Vocational instruction							
High school classroom teachers	3	3	3	3	3	2	2
Pupil support services							
Guidance counselors	10	12	11	11	10	9	9
Librarians	6	6	6	6	6	7	7
Psychologists	4	4	4	4	5	5	5
Speech and language pathologists	5	5	5	4	4	4	5
Aides	1	1	2	2	2	35	40
Computer	5	5	5	0	0	0	0
Other	50	52	63	52	58	26	24
Administrators							
Elementary	2	2	2	2	2	3	2
Intermediate	3	3	3	3	3	3	3
Middle School	2	2	2	2	2	2	2
High school	3	3	3	3	4	4	5
Operation of plant							
Custodians & Maintenance	35	36	38	36	36	37	38
Security	2	2	3	3	2	2	2
Pupil transportation							
Bus drivers	38	37	39	40	45	46	46
Bus aides	2	3	3	3	3	5	5
Maintenance	2	2	3	2	2	3	3
Food service program							
Director	1	1	1	1	1	1	1
Cooks	30	32	33	34	35	35	33
Totals:	<u>440</u>	<u>450</u>	<u>478</u>	<u>466</u>	<u>478</u>	<u>485</u>	<u>489</u>

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee. The count is performed on September 1 of each year.

Information prior to 2004 is not available.

Source: School District records.

Twinsburg City School District

Operating Statistics

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Expenses</u>	<u>Enrollment</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>	<u>Percentage of students receiving free or reduced lunches</u>
2001	n/a	3,710	n/a	n/a	229.9	16.1	10.62%
2002	n/a	3,754	n/a	n/a	230.0	16.3	10.59%
2003	\$ 37,968,392	3,807	\$9,973	n/a	232.7	16.4	11.86%
2004	\$ 42,000,077	3,953	\$10,625	6.53%	226.5	17.5	12.03%
2005	\$ 39,580,531	3,872	\$10,222	-3.79%	226.5	17.1	12.76%
2006	\$ 41,777,153	4,073	\$10,257	0.34%	225.4	18.1	13.55%
2007	\$ 43,242,939	4,181	\$10,343	0.83%	225.8	18.5	12.84%
2008	\$ 44,726,178	4,263	\$10,492	1.44%	234.0	18.2	13.02%
2009	\$ 46,505,852	4,237	\$10,976	4.62%	238.5	17.8	14.55%
2010	\$ 48,251,017	4,221	\$11,431	4.15%	242.5	17.4	16.23%

Source: School District Records, Ohio Department of Education.

Twinsburg City School District

Building Statistics

Last Ten Fiscal Years

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Wilcox Primary										
Constructed in 1960										
Total building square footage	85,350	85,350	85,350	85,350	85,350	85,350	85,350	85,350	85,350	85,350
Enrollment grades Pre K-1	617	595	564	567	594	628	641	641	639	631
Student capacity	1,075	1,075	1,075	1,075	1,075	1,075	1,075	1,075	1,075	1,075
Regular instruction classrooms	43	43	43	43	43	43	43	43	43	43
Regular instruction teachers	28	27	27	27	28	28	28	30	31	31
Special instruction classrooms	7	5	5	5	5	5	5	5	5	5
Special instruction teachers	7	5	5	5	5	5	4	5	5	5
Bissell Elementary										
Constructed in 1963										
Total building square footage	73,684	73,684	73,684	73,684	73,684	73,684	73,684	73,684	73,684	73,684
Enrollment grades 2-3	608	603	598	611	623	581	612	612	662	656
Student capacity	975	975	975	975	975	975	975	975	975	975
Regular instruction classrooms	34	34	34	34	34	34	34	34	34	34
Regular instruction teachers	26	25	28	28	30	31	30	32	32	32
Special instruction classrooms	7	6	6	6	7	7	7	7	7	7
Special instruction teachers	7	6	6	6	7	7	7	7	7	7
Dodge Intermediate School										
Constructed in 1969										
Total building square footage	119,410	119,410	119,410	119,410	119,410	119,410	119,410	119,410	119,410	119,410
Enrollment grades 4-6	899	940	939	951	943	982	977	977	962	954
Student capacity	1,045	1,045	1,045	1,045	1,045	1,045	1,045	1,045	1,045	1,045
Regular instruction classrooms	41	41	41	41	41	41	41	41	41	41
Regular instruction teachers	41	46	47	47	49	47	46	46	47	47
Special instruction classrooms	7	8	8	8	9	9	9	9	9	9
Special instruction teachers	7	8	8	8	9	9	9	9	9	9
RB Chamberlin Middle School										
Constructed in 1958										
Total building square footage	128,994	128,994	128,994	128,994	128,994	128,994	128,994	128,994	128,994	128,994
Enrollment grades 7-8	573	573	603	636	672	667	650	650	686	695
Student capacity	1,032	1,032	1,032	1,032	1,032	1,032	1,032	1,032	1,032	1,032
Regular instruction classrooms	55	55	55	55	55	55	55	55	55	55
Regular instruction teachers	31	33	33	34	34	33	32	35	36	36
Special instruction classrooms	8	9	9	9	9	9	9	9	9	9
Special instruction teachers	8	9	9	9	9	9	7	8	8	8
Twinsburg High School										
Constructed in 1999										
Total building square footage	286,719	286,719	286,719	286,719	286,719	286,719	286,719	286,719	286,719	286,719
Enrollment grades 9-12	999	1,057	1,103	1,119	1,208	1,187	1,305	1,305	1,366	1,358
Student capacity	1,717	1,717	1,717	1,717	1,717	1,717	1,717	1,717	1,717	1,717
Regular instruction classrooms	52	52	52	52	52	64	64	64	64	64
Regular instruction teachers	51	51	51	51	52	56	55	62	62	62
Special instruction classrooms	6	6	7	7	8	8	8	8	8	8
Special instruction teachers	6	6	7	7	8	8	8	8	8	8

Source: School District Records.

Twinsburg City School District

Teachers' Salaries

Last Ten Fiscal Years

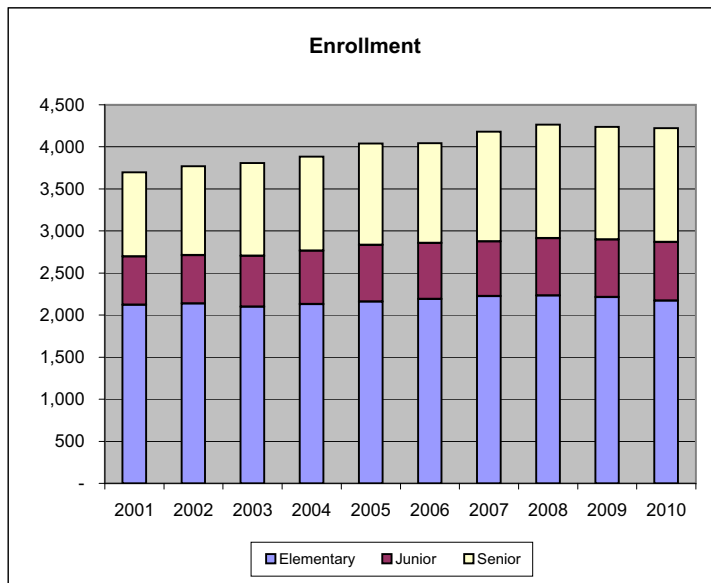
<u>Fiscal Year</u>	<u>Twinsburg City School District Average Salary</u>	<u>Statewide Average Salary</u>
2001	\$ 46,125	\$ 42,995
2002	45,699	43,755
2003	49,291	45,645
2004	50,868	47,659
2005	52,394	49,438
2006	55,576	50,772
2007	57,694	53,536
2008	59,562	53,410
2009	61,962	54,656
2010	64,170	55,958

Source: Ohio Department of Education.

Twinsburg City School District

**Enrollment Statistics
Last Ten Fiscal Years**

Fiscal Year	Elementary Schools	Junior High School	Senior High School	Total
2001	2,124	573	999	3,696
2002	2,138	573	1,057	3,768
2003	2,101	603	1,103	3,807
2004	2,129	636	1,119	3,884
2005	2,160	672	1,208	4,040
2006	2,191	667	1,187	4,045
2007	2,226	650	1,305	4,181
2008	2,233	682	1,348	4,263
2009	2,214	685	1,338	4,237
2010	2,173	695	1,353	4,221



Source: Ohio Department of Education.

Twinsburg City School District
Average Number of Students per Teacher
Last Ten Fiscal Years

Fiscal Year	Twinsburg City School District Average	State Average
2001	19.1	18
2002	18.5	16.9
2003	18.6	16.5
2004	19.5	18.5
2005	20.2	18.5
2006	21.4	18.6
2007	21.7	19.6
2008	21.4	18.6
2009	21.5	n/a
2010	n/a	n/a

Source: Ohio Department of Education.

n/a - information is not available at this time.

Twinsburg City School District

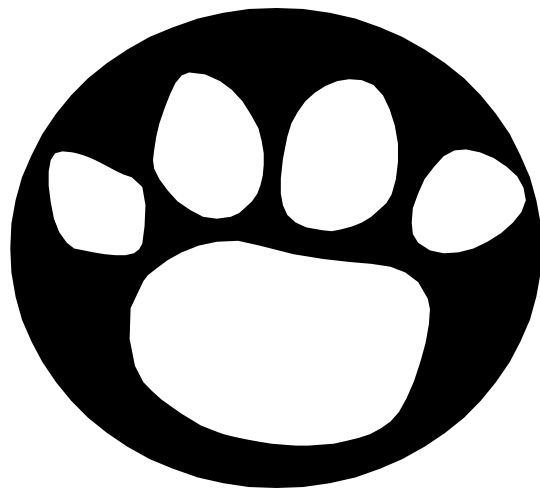
Attendance and Graduation Rates

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Twinsburg City School District Attendance Rate</u>	<u>State Average</u>	<u>Twinsburg City School District Graduation Rate</u>	<u>State Average</u>
2001	95.5%	93.9%	89.5%	81.1%
2002	95.7%	94.3%	93.1%	82.7%
2003	95.8%	94.5%	95.5%	84.3%
2004	96.1%	94.5%	95.9%	85.9%
2005	95.8%	94.3%	95.7%	86.2%
2006	95.8%	94.1%	90.1%	86.1%
2007	96.2%	94.1%	91.5%	86.9%
2008	96.0%	94.2%	99.4%	84.6%
2009	96.4%	94.3%	99.6%	83.0%
2010	96.3%	94.3%	98.6%	n/a

Source: Ohio Department of Education Local Report Cards.

n/a - information is not available at this time.





Dave Yost • Auditor of State

TWINSBURG CITY SCHOOL DISTRICT

SUMMIT 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 22, 2011**