

Single Audit Report

July 1, 1998 through June 30, 1999



NORTHWEST LOCAL SCHOOL DISTRICT STARK COUNTY



*Certified Public Accountants
& Business Consultants*

**Northwest Local School District - Stark County
Single Audit Report - June 30, 1999**

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Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of General Purpose Financial Statements Performed in Accordance with Government Auditing Standards

Board of Education
Northwest Local School District
Canal Fulton, Ohio 44614

We have audited the general purpose financial statements of the Northwest Local School District (the District), as of and for the year ended June 30, 1999 and have issued our report thereon dated December 6, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audit contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Northwest Local School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control over Financial Reporting

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



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However, we noted certain matters involving the internal control over financial reporting that we have reported to management of the District, in a separate letter dated December 6, 1999.

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

Moore Stephens Apple

Akron, Ohio
December 6, 1999

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Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133

Board of Education
Northwest Local School District
Canal Fulton, OH 44614

Compliance

We have audited the compliance of Northwest Local School District with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 1999. Northwest Local School District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Northwest Local School District's management. Our responsibility is to express an opinion on Northwest Local School District's compliance based on our audit.

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

In our opinion, Northwest Local School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 1999.



Internal Control Over Compliance

The management of Northwest Local School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Northwest Local School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the general purpose financial statements of Northwest Local School District, as of and for the year ended June 30, 1999, and have issued our report thereon dated December 6, 1999. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements of Northwest Local School District. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects, in relation to the general purpose financial statements taken as a whole.

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

Moore Stephens Apple

Akron, Ohio
December 6, 1999

Northwest Local School District - Stark County
 Schedule of Expenditure of Federal Awards
 for the Year Ended June 30, 1999

Federal Grantor/Sub Grantor Program Title	CFDA Number	Pass-Through Grantor's Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U.S. Department of Education						
Passed through the State Department of Education						
Title 1 - Education Consolidated Improvement Act of 19981	84.010	049908-C1-S1	\$ 136,354	-	\$ 132,812	\$ -
Total Title 1			136,354	-	132,812	-
Title VI-B - Education Handicapped Childred Act	84.027	049908-6B-SF	109,888	-	109,888	-
Total Title VI-B			109,888	-	109,888	-
Title VI - Education Consolidation Improvement Act	84.298	049908-C2-S1	9,666	-	9,666	-
Total Title VI			9,666	-	9,666	-
Drug Free Schools Grant	84.186	049908-DR-S1	12,256	-	15,714	-
Total Drug Free Schools Grant			12,256	-	15,714	-
Teep Grant	47.076	N/A	18,600	-	10,559	-
Total Teep Grant			18,600	-	10,559	-
Total U.S. Department of Education			286,764	-	278,639	-

Northwest Local School District - Stark County
 Schedule of Expenditure of Federal Awards - Continued
 for the Year Ended June 30, 1999

Federal Grantor/Sub Grantor Program Title	CFDA Number	Pass-Through Grantor's Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. Department of Agriculture</u>						
Passed through the State Department of Education						
Child Nutrition Cluster: Food Distribution Program	10.550	049908	(A) \$ -	\$ 47,242	\$ -	\$ 44,243
National School Lunch Program	10.555	049908	(B) 81,631	-	81,631	-
Total Department of Agriculture			81,631	47,242	81,631	44,243
Total Federal Financial Assistance			\$ 368,395	\$ 47,242	\$ 360,270	\$ 44,243

(A) Valued at fair market value less cost to the School District. Assumed expended on a first-in, first-out basis.

(B) Commingled with state and local funds. Assumed expended on a first-in, first-out basis.

This schedule is prepared on the cash basis of accounting.

Northwest Local School District - Stark County

Schedule of Finding and Questioned Costs

June 30, 1999

Summary of Auditors' Results

Unqualified opinion was issued on the financial statements.

Reportable control weaknesses at the financial statement level - none noted.

There was no material non-compliance at the financial statement level.

Reportable control weaknesses for major federal programs - none noted.

For those items tested, there were no material non-compliance for major federal programs.

Unqualified opinion was issued on major programs compliance.

The audit disclosed no findings under OMB Circular A-133.

The District's major program tested was Title I - CFDA #84.010.

There were no Type A Programs (\$300,000) and the dollar threshold used for Type B programs were all programs other than programs over \$300,000.

The Auditee was low risk.

There were no audit findings or questioned costs for federal awards during the year ended June 30, 1999.

There were no audit findings related to the financial statements which are required to be reported in accordance with Government Auditing Standards for the year ended June 30, 1999.

Northwest Local School District - Stark County

Schedule of Prior Audit Findings

June 30, 1999

The prior audit report of the Northwest Local School District, issued as of June 30, 1998, included no citation and no recommendations.

**NORTHWEST LOCAL SCHOOL DISTRICT
CANAL FULTON, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

ISSUED BY:

**TREASURER'S OFFICE
BEVERLY BEGERT**

**Northwest Local School District - Stark County
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 1999**

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INTRODUCTORY SECTION

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NORTHWEST

On The Warpath To Excellence!

Dennis P. Lambes
Superintendent of Schools

NORTHWEST LOCAL SCHOOLS
308 East Cherry St. • Canal Fulton, OH 44614
(330) 854-6397

Beverly Begert
Treasurer

Board of Education Members
Northwest Local School District

January 4, 2000

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Northwest Local School District for the fiscal year ended June 30, 1999. This is the first Comprehensive Annual Financial Report prepared for the Northwest Local School District. An opinion from the public accounting firm Moore Stephens Apple, Inc. is included in the CAFR. (This is the ninth largest accounting firm in Northeast Ohio). The CAFR confirms to generally accepted accounting principles as applicable to government entities. Responsibility for the accuracy of the data presented, the fairness and completeness of the presentation, including all disclosures, rests with the school district.

The report provides the investors in the Northwest Local School District, its taxpayers, with comprehensive data in a format enabling them to have a clear understanding of the School District's finances. Copies will be available to the major taxpayers, the Chamber of Commerce, The Canal Fulton Public Library, financial rating services, and other interested parties. In addition, the District will submit its CAFR, for the first time, to the Government Finance Offices Association of the United States and Canada for review for their award program of Excellence in Financial Reporting.

FINANCIAL STATEMENT FORMAT

The Comprehensive Annual Financial Report is composed of three (3) distinct sections. The INTRODUCTORY section includes the Table of Contents, letter of Transmittal, list of principal officials, an organizational chart and a map of the district. The FINANCIAL section includes the independent auditor's report, general purpose financial statements and explanatory notes, and combining and individual fund financial statement. The STATISTICAL section includes various tables reflecting economic and social information, financial trends and the fiscal capacity of the School District.

THE SCHOOL DISTRICT

The Northwest Local School District is primarily a residential/commercial community consisting of 32 square miles located in three counties, Stark County, being the largest portion, Summit County being about 25% and a small portion being in Wayne County. The period of 1830 to 1885 brought tremendous growth to Lawrence and West Franklin Townships. The Ohio and Erie Canal was a major boon to the economies of both the villages of Clinton and Canal Fulton, plus substantial deposits of coal were discovered in southern Lawrence Township. The canal allowed easy transportation of coal and farming products to distant markets. Also, Clinton was developing into a major railroad center. As this growth continued, schools were built in each town.

In 1910, the people of Clinton built a new brick structured school to house growing enrollment and in Canal Fulton in 1926 a larger more modern high school was erected. Both of these buildings are being utilized today as elementary buildings housing kindergarten through third grade students. Continued growth resulted in the need for consolidation in order to increase enrollment and provide better educational opportunities

On July 10, 1953 the Stark County Board of Education created Northwest Local School District from the former Canal Fulton Local School District and that part of the former West Franklin Local School District that was transferred to Stark County.

The School District, statutorily, operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code for the purpose of providing educational services authorized by charter and further Mandated by Federal and/or State agencies.

The taxing authority is a five member Board of Education, contracting body and policy maker for the School District. The Board adopts the annual operating budget and approves all expenditures of School District monies.

The superintendent is the chief administrative officer of the School District, responsible for both education and support operations. The treasurer is the chief financial officer of the School District, responsible for maintaining records of all financial matters, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds and investing funds as specified by Ohio law.

Other Board appointed officials include a director of curriculum and special services, a co-curricular director, and building principals.

THE REPORTING ENTITY

The Northwest Local School District Financial Report includes all funds, account groups, agencies, boards, commissions and authorities controlled by or dependent on the executive body--the Board of Education. Parochial school operations are reported as Special Revenue Funds-Auxiliary Services as required by State statute. The District is one of six school districts served by the R. G. Drage Career Education Center.

SERVICES PROVIDED

The School District provides a wide variety of education and support services as mandated by state statute or public desires. These include regular and vocational instruction, special instructional programs for handicapped students, student guidance and health services, as well as extra curricular activities. Enterprise services include uniform supplies and food service operations.

MAJOR INITIATIVES

Current Year Projects. Thanks to community support, the School District was able to pass a 10.2 mill 5 year emergency renewal operating levy on March 19, 1996. This levy generates approximately \$1,500,000 annually. Collections began January 1, 1997 and continue for a period of five years, tax years 1997, 1998, 1999, 2000 and 2001.

The school district, also, passed a 3-mill 5 year permanent improvement renewal levy at the November 3, 1998 election. The proceeds of November 3, 1998 renewal levy will commence in calendar year 2000 and continue through calendar year 2004. The original levy was first passed on May 7, 1974 and has been repeatedly renewed. This levy presently generates approximately \$184,084 annually. These tax dollars maintain the building and ground improvements for the district.

A 7.9 Mill Bond Issue to run for 27 years will be on the March 7, 2000 ballot. This levy is for the purpose of constructing, furnishing and equipping a new high school, including an auditorium, renovating, remodeling, adding to, furnishing, equipping and otherwise improving school facilities and acquiring and improving their sites, and levying a tax to pay debt charges on the bonds and on any notes issued in anticipation of the bonds. The district is experiencing overcrowding at the present time, and continued growth is anticipated as materials received from our political entities indicates a significant number of new family dwellings will be constructed in the next one to three years. In addition, our two elementary buildings are old (built in 1910 and 1926), and are not only costly to maintain but could be potentially unsafe in the near future.

FUTURE PROJECTS

The Northwest Local School District has a number of projects in progress and anticipates that the planning will be completed and implementation will occur in the near future. The district is developing a Continuous Improvement Plan to address student achievement. Emphasis will be placed on mathematics and language arts. A school security and safety plan is in the early stages of development. The education program for gifted and talented students will undergo revision and the testing schedule and materials will be evaluated.

The Board of Education and administration recognize the challenge to exercise good stewardship with the dollars provided by its taxpayers. The Board will continue to embark on the technology plan already in place to provide computer equipment, software and training for Northwest students and teachers. The Board has entered into a lease agreement for computer equipment and materials that guarantees our students will have access to current technology in the future.

The Board plans to continue purchasing one or two buses each year to maintain and update the district's bus fleet.

In addition, the problems of overcrowding and lack of space that we are currently experiencing will be addressed and resolved in the next year or two. The Board has placed a 7.9 mill Bond Issue on the March 7, 2000 ballot that will be for \$21,500,000 to run for 27 years to address these problems.

The debt payment of \$136,970 on December 1, 1999 has freed the district of all debt.

ECONOMIC OUTLOOK

A significant number of residential homes are being built and will continue to be constructed in the next few years within the school district. It is projected that fifty to one hundred new homes may be built within the Village of Clinton. The future developmental plan of the Village of Canal Fulton is projecting a potential growth of approximately one hundred and forty new dwellings. Also, the Village of Canal Fulton is very near the population of five thousand which would reclassify the Village to City status.

Tourism has become a major factor in Canal Fulton's commercial life in the last several years and it appears to have good potential for the further growth of the village. Some of the attractions include the Yankee Peddler Festival, the Olde Canal Days Festival, and the St. Helena Canal Boat rides. The St. Helena is a reproduction of the old canal boats which traveled the Ohio-Erie Canal during the 1800's. Other attractions are Clay's Park, the Canal Fulton Canoe Livery and the Ohio and Erie Canal Towpath Trail which is near completion in this area.

There is potential for future commercial development in the Elmridge Industrial Park in Canal Fulton.

The unemployment rate for Stark County was 3.9 percent for November 1999 which favorably compares to the Ohio rate of 3.9 percent. The rate of unemployment for the United States during the same period was 3.8 percent.

FINANCIAL INFORMATION

Internal Accounting and Budgetary Control - The School District's accounting system is organized on a "fund" basis. Each fund (and account group) is a distinct self-balancing accounting entity. Reports for general governmental operations and expendable trust funds are presented on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Reports of the School District's proprietary operations are presented on the accrual basis whereby revenues are recognized when earned and expenses when incurred.

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

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by the Superintendent and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. In addition to interim financial statements, each administrator and school principal is furnished monthly reports showing the status of the budget accounts for which they are responsible.

As an additional safeguard, employees authorized to handle school funds are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond.

The basis of accounting and the various funds and account groups utilized by Northwest Local Schools are fully described in Note A of the financial statements. Additional information on the School District's budgetary accounting can also be found in Note A to the General Purpose Financial Statements.

GENERAL GOVERNMENTAL FUNCTIONS - The governmental funds encompass the general, debt service, special revenue, and capital projects funds of the School District.

Revenues for the governmental funds totaled \$13,609,685 in fiscal year 1999. General property taxes produced 38.77 percent of total governmental funds revenues. State and Federal support accounted for 55.47 percent of the revenues. The amount of revenue from various sources and a comparison with the previous year is shown in the following tabulation:

<u>Revenues:</u>	<u>FY 1998 Amount</u>	<u>FY 1999 Amount</u>	<u>Percent Of Total</u>	<u>Change</u>	<u>Percent Change</u>
Taxes	\$5,282,247	\$5,276,704	38.77%	(\$5,543)	(.10)%
*Tuition and Fees	2,841	210,672	1.55%	207,831	7,315.42%
Intergovernmental	7,026,167	7,549,477	55.47%	523,310	7.45%
Interest	163,128	191,612	1.41%	28,484	17.46%
Extracurricular	210,108	181,007	1.33%	(29,101)	(16.07)%
Other	53,866	39,592	.29%	(14,274)	(36.05)%
Classroom Materials And Fees	17,670	19,598	.14%	1,928	10.91%
Other Financing Sources	<u>287,779</u>	<u>141,023</u>	<u>1.04%</u>	<u>(146,756)</u>	<u>(51.00)%</u>
Total	\$ 13,043,806	\$ 13,609,685	100.00%	\$ 565,879	4.34%

* Tuition for open enrollment was recorded differently by the State of Ohio Department of Education in fiscal year 1999 than in fiscal year 1998.

Governmental fund expenditures totaling \$13,140,101 summarized by major function, follow:

Expenditures:	<u>1998 Amount</u>	<u>1999 Amount</u>	<u>Percent of Total</u>	<u>Change</u>	<u>Percent Change</u>
Current:					
Instruction	\$7,454,940	\$8,033,705	61.14%	\$ 578,765	7.76%
Support Services:					
Pupil	578,800	656,268	4.99%	77,468	13.38%
Instructional Staff	148,226	157,730	1.20%	9,504	6.41%
Board of Education	62,051	35,140	.27%	(26,911)	(43.37)%
Administration	963,756	1,026,954	7.82%	63,198	6.56%
Fiscal	301,841	308,949	2.35%	7,108	2.35%
Operation & Maintenance	1,093,066	1,181,123	8.99%	88,057	8.05%
Pupil Transportation	785,821	653,790	4.98%	(132,031)	(16.80)%
Central	240,434	261,434	1.99%	21,000	8.73%
Extracurricular Activities	254,099	264,163	2.01%	10,064	3.96%
Community Services	110,235	122,784	.93%	12,549	11.38%
Debt Services:					
Principal & Interest	229,097	143,940	1.10%	(85,157)	(37.17)%
Building Acquisition					
And Construction	20,472	238,021	1.81%	217,549	1062.67%
Other Financing Sources	\$ 59,150	\$ 56,100	.42%	\$ (3,050)	(5.16)%
Total	\$12,301,988	\$13,140,101	100.00%	\$ 838,113	6.81%

All instruction and support services categories increased as a result of the 3% percentage salary increase negotiated in the certified contract and a corresponding 3% base wage increase negotiated in the non-certificated employee contract. Also, \$218,220 was paid to retirees during 1998- 99 in severance pay and bonus payments per negotiated agreements. There were 26 pay periods during FY 1998-99 compared to 25 pay periods in FY 1997-98.

Instruction and support services categories also increased due to increased health insurance premiums of two (2) percent. Community services expenditures were reclassified from Fiduciary Type/Agency Fund to Governmental Fund Type/Special Revenue Fund.

General Fund Balance - The general fund balance concluded fiscal year 1999 with a cash balance of \$3,338,023, an increase of \$165,823 from the June 30, 1998 fund balance of \$3,172,200.

Financial Highlights - Proprietary Funds - Food service, uniform school supplies, rotary and special enterprise are classified as enterprise operations since they resemble those activities found in private industry; management periodically desires to determine the amount of profit/loss resulting from operations that are significantly financed from user fees. Our Food Service Fund had a cash balance of \$157,649.24 for the year ended June 30, 1999 compared to a cash balance of \$140,348.51 for the year ended June 30, 1998. The School District offers Type A lunches and ala carte selections. In addition to the fees charged for school lunches, the district receives funding from the Federal National School Lunch and Commodities Program and the Ohio Department of Educational Child Nutrition Services. The 1998-99 lunch prices were as follows: grades 1-6, \$1.30, grades 7-12, \$1.50, adult, \$2.00. These prices remained the same for FY 1999-00.

Our Uniform School Supplies fund presently consists of only supplies for our Industrial Arts Classes. Receipts for 1998-99 were \$2,629.10 compared to receipts of \$3,085.95 for FY 1997-98.

At the conclusion of 1999, we had no internal service fund carried on the financial records.

Financial Highlights - Fiduciary Funds - Fiduciary Funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and other funds. These include expendable trust and agency funds. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Fixed Assets and Depreciation - General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the proprietary funds are capitalized in the respective fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for the cost of additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date donated. The School District has established a capitalization threshold for fixed assets at \$500. Books, records, movies, and other learning aids kept at the School District Library are also included for reporting purposes. The School District does not possess any infrastructure.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. The School District's policy is not to capitalize interest costs incurred as part of construction.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the proprietary fund types is computed using the straight-line basis over an estimated useful life of five to ten years. The total general fixed assets of June 30, 1999 were \$10,547,786.

Debt Administration - The School District issued a tax anticipation note totaling \$160,000 which will mature in fiscal year 2000. This note has been included as a liability in the capital projects funds. Principal and interest requirements to retire the tax anticipation note outstanding at June 30, 1999 is \$83,900 due December 1, 1999. Long-term obligations of the School District as of June 30, 1999 were Energy Conservation Improvement Bonds. Principal and interest requirements to retire long-term bond obligations outstanding at June 30, 1999 are \$53,050 due December 1, 1999. As of December 1, 1999 the district is free of bond and note debt.

Insurance -

- Property Insurance - The School District maintains comprehensive insurance coverage with private carriers for real property, building contents and vehicles. Vehicle policies include liability coverage for bodily injury and property damage. Real property and contents are 90% coinsured.
- Health Benefits Program - The School District is a member of the Stark County Schools Council (the Council), through which a cooperative Health Benefit Program was created for the benefit of its members. The Health Benefit Program (the Program) is an employee health benefit plan which covers the participating members' employees. The Council acts as a fiscal agent for the cash funds paid into the program by the participating school districts. These funds are pooled together for the purposes of paying health benefit claims of employees and their covered dependents, administrative expenses of the program and premiums for stop-loss insurance coverage. The School District accounts for the premiums paid as expenditures in the general or applicable fund.
- Group Insurance Pool - The Stark County Council of Governments has created a group insurance pool for the purpose of creating a group rating plan for worker's compensation. The group is comprised of the treasurers of the members who have been appointed by the respective governing body of each member.

The intent of the pool is to achieve a reduced rate for the School District by the grouping with other members of the group. The injury claim history of all participating members are used to calculate a common rate for the group. An annual fee is paid to CompManagement, Inc. to administer the group and to manage any injury claims. Premium savings created by the group are prorated to each member entity annually based on its payroll percent of the group.

Investments - The School District's investments are categorized below to give an indication of the level of risk assumed by the entity at year end.

1. Securities held by the entity or its agent in the entity's name (Category 1)
2. Securities held by the counterparty's trust department or agent in the entity's name (Category 2)
3. Securities are held by the counterparty, or by its trust department or agent but not in the entity's name (Category 3)

Statutory provisions require that all securities acquired by the School District be held by the School District treasurer or deposited with a qualified trustee unless the counterparty is a designated depository of the School District for the current period of designation of depositories, in which case the securities may be held in trust by the depository.

The School District has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio) during 1999. STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share prices, which is the price the investment could be sold for on June 30, 1999. This is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form. The total amount of interest earned was \$191,612 for the year ended June 30, 1999, \$189,490 being credited directly to the general fund.

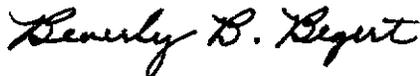
Retirement Plans- Northwest Local School District provides retirement benefits to all certified employees under the State Teachers' Retirement System and to all non-certified employees under the School Employees Retirement System. Both are cost-sharing, multiple-employer plans. The School District's employer contributions to both systems is 14 percent of employee's salaries. The School District's required contributions for pension obligations to STRS for fiscal years ended June 30, 1999 were \$902,316 and the District's required contributions for SERS for fiscal year ended June 30, 1999 were \$227,796. See Note I to the General Purpose Financial Statements for complete details.

Independent Audit - The financial statement of Northwest Local School District have been audited by Moore, Stephens Apple Certified Public Accountants & Business Consultants. The audit has been conducted in accordance with generally accepted auditing standards including a review of internal accounting controls and tests of compliance with Federal and State laws and regulations. The Independent Auditor's Report is included in the financial section of this report.

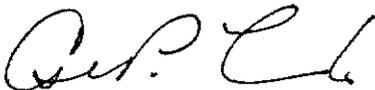
ACKNOWLEDGMENTS - The publication of this report should significantly increase the accountability of the School District to the taxpayers. This accomplishment would not have been possible without the efforts and support of the staff of the Treasurer's Office and various employees and administrators of the School District. The fair presentation of statistical data was made possible by the assistance of staffs of Stark, Summit and Wayne Counties Auditors and other outside agencies.

Finally, sincere appreciation is extended to the Northwest Local Board of Education for it's interest in and support of this project.

Respectfully submitted,



Beverly B. Begert
Treasurer



Dennis P. Lambes
Superintendent

NORTHWEST LOCAL SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 1999

BOARD OF EDUCATION

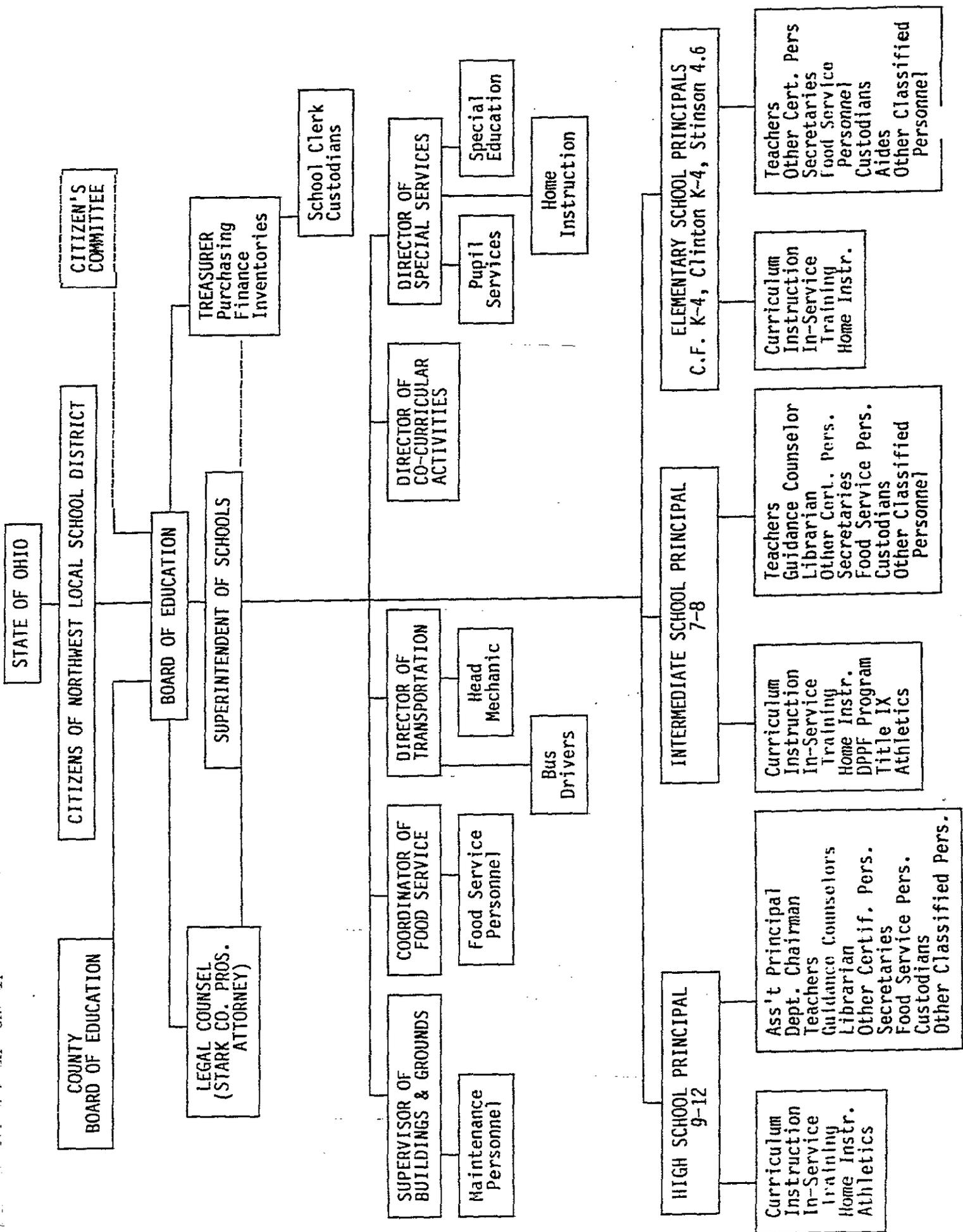
MR. STEVEN C. JONES	PRESIDENT
MRS. JILL WILSON	VICE-PRESIDENT
MR. ROBERT BLOWERS	MEMBER
MRS. SANDRA DREUREY	MEMBER
MR. STEVEN SPRADLING	MEMBER

TREASURER

BEVERLY BEGERT

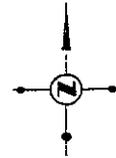
ADMINISTRATION

MR. DENNIS LAMBES	SUPERINTENDENT
MRS. BARBARA LITTLE	DIRECTOR OF CURRICULUM/ SPECIAL SERVICES

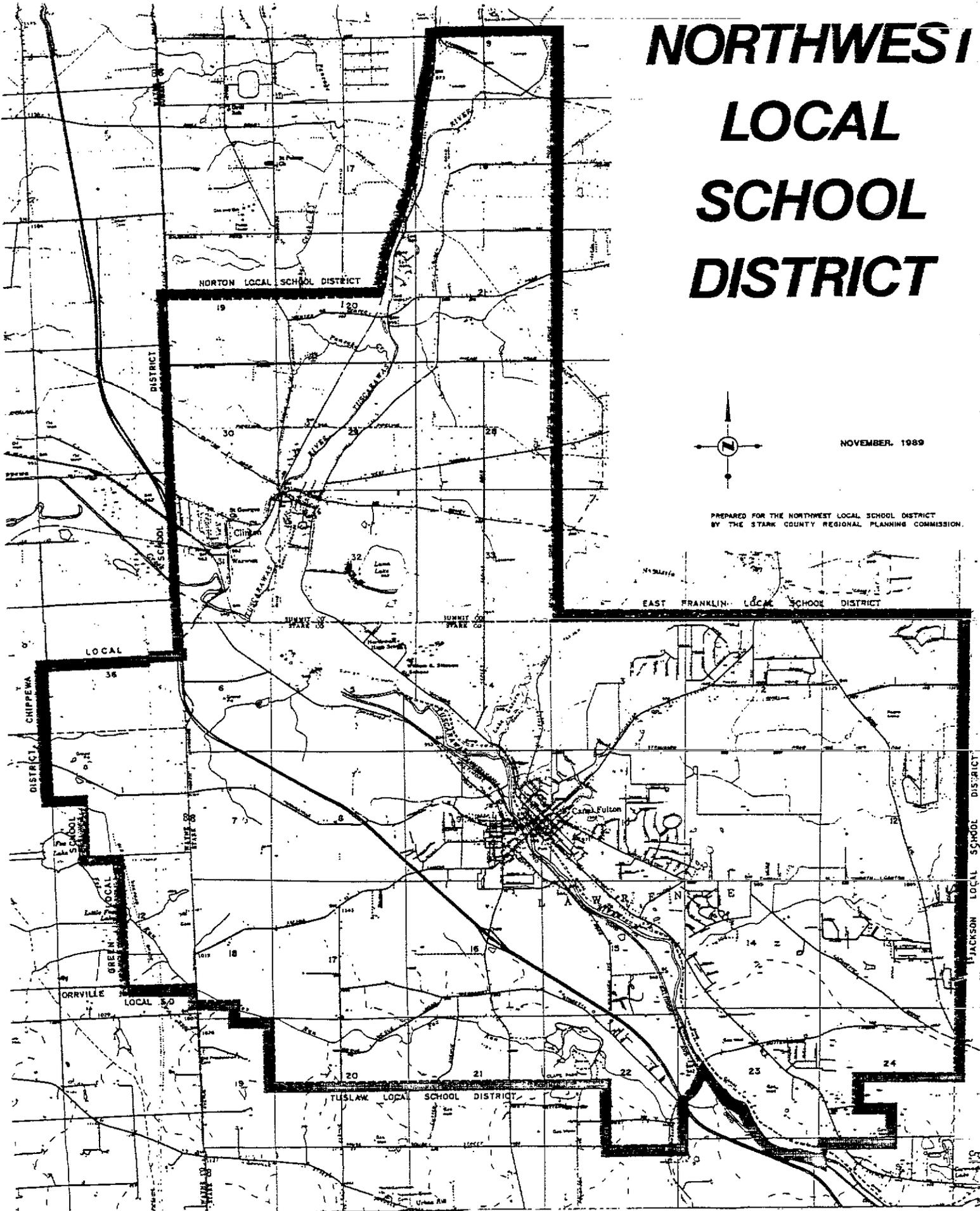


NORTHWEST LOCAL SCHOOL DISTRICT

NOVEMBER, 1989



PREPARED FOR THE NORTHWEST LOCAL SCHOOL DISTRICT
BY THE STARK COUNTY REGIONAL PLANNING COMMISSION.



FINANCIAL SECTION

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STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

Board of Education
Northwest Local School District

We have reviewed the independent auditor's report of the Northwest Local School District, Stark County, prepared by Moore Stephens Apple for the audit period July 1, 1998 through June 30, 1999. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Northwest Local School District is responsible for compliance with these laws and regulations.



JIM PETRO
Auditor of State

March 13, 2000

MOORE STEPHENS APPLE

1540 West Market Street
Akron, Ohio 44313
Telephone: 330/867-7350
Fax: 330/867-8866

Certified Public Accountants

29550 Detroit Road
Cleveland, Ohio 44145
Telephone: 440/871-8288
Fax: 440/871-6452

Report of Independent Auditors

Board of Education
Northwest Local School District
Canal Fulton, Ohio 44614

We have audited the accompanying general purpose financial statements of the Northwest Local School District as of and for the year ended June 30, 1999. These general purpose financial statements are the responsibility of the Northwest Local School District's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Northwest Local School District as of June 30, 1999 and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated December 6, 1999 on our consideration of the Northwest Local School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purpose of additional analysis and are not a required part of the general purpose financial statements of the Northwest Local School District. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

We did not audit the introductory, supplemental and statistical information as listed in the table of contents and therefore express no opinion thereon.

Moore Stephens Apple

Akron, Ohio
December 6, 1999



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Moore Stephens North America, Inc. is a member of Moore Stephens International Limited — members in principal cities throughout the world.

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GENERAL PURPOSE FINANCIAL STATEMENTS

Northwest Local School District
 Combined Balance Sheet - All Fund Types and Account Groups
 June 30, 1999

	Governmental Fund Types			Proprietary Fund Types			Fiduciary Fund Types			Account Groups			Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Agency	Expendable Trust and	General	General	Fixed Assets	Long-Term Obligations	General		
ASSETS AND OTHER DEBITS:														
Assets:														
Equity in Pooled Cash and Investments	\$3,171,962	\$134,552	\$41,960	\$57,805	\$160,315	\$49,521	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,616,115
Receivables														
Taxes	5,664,410	0	41,960	142,124	0	0	0	0	0	0	0	0	0	5,848,494
Accounts	1,500	0	0	0	0	32	0	0	0	0	0	0	0	1,532
Interest	12,853	0	0	202	620	0	0	0	0	0	0	0	0	13,675
Intergovernmental	2,530	0	0	0	10,351	0	0	0	0	0	0	0	0	12,881
Materials and Supplies														
Inventory	20,705	0	0	0	10,942	0	0	0	0	0	0	0	0	31,647
Prepaid Items	3,774	0	0	0	0	0	0	0	0	0	0	0	0	3,774
Restricted Assets:														
Equity in Pooled Cash and Investments	166,063	0	0	0	0	0	0	0	0	0	0	0	0	166,063
Fixed Assets (Net where applicable, of Accumulated Depreciation)	0	0	0	0	18,398	0	10,547,786	0	0	0	0	0	0	10,566,184
Other Debits:														
Amount Available for Debt Service	0	0	0	0	0	0	0	0	0	0	0	0	0	41,960
Amount to be Provided for Retirement of General Long-Term Obligations	0	0	0	0	0	0	0	0	0	0	0	0	0	1,113,123
Total Assets and Other Debits	\$9,043,797	\$134,552	\$83,920	\$200,131	\$280,626	\$49,551	\$10,547,786	\$0	\$0	\$1,113,123	\$1,155,083	\$0	\$0	\$21,415,448

(Continued)

The accompanying notes are an integral part of these statements.

Northwest Local School District
 Combined Balance Sheet - All Fund Types and Account Groups
 June 30, 1999

	Governmental Fund Types		Proprietary Fund Types		Fiduciary Fund Types		Account Groups		Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Agency	Expendable Trust and	General		Long-Term
								Assets		Obligations
Accounts Payable	\$177,233	88,942	\$0	\$3,556	\$0	\$1,816	\$0	\$0	\$191,549	
Accrued Wages and Benefits	1,370,878	20,533	0	0	31,798	0	0	0	1,423,209	
Compensated Absences	34,530	0	0	0	14,932	0	0	1,041,620	1,091,082	
Intergovernmental Payable	221,457	1,163	0	0	15,037	0	0	63,463	301,120	
Due to Others	0	0	0	0	0	46,300	0	0	46,300	
Deferred Revenue	5,456,111	0	41,960	136,670	0	0	0	0	5,634,741	
Note Payable	0	0	0	80,000	0	0	0	0	80,000	
Bonds Payable	0	0	0	0	0	0	0	50,000	50,000	
Total Liabilities	7,260,204	30,638	41,960	220,226	61,767	48,116	0	1,155,083	8,813,004	

(Continued)

The accompanying notes are an integral part of these statements.

Northwest Local School District
 Combined Balance Sheet - All Fund Types and Account Groups
 June 30, 1999

	Governmental Fund Types		Proprietary Fund Types		Fiduciary Fund Types		Account Groups			Totals (Memorandum Only)	
	General	Special	Debt Service	Capital Projects	Enterprise	Agency	Expendable Trust and	General	Fixed		Long-Term Obligations
Fund Equity and Other Credits:											
Investment in											
General Fixed Assets	0	0	0	0	0	0	0	10,547,786	0	0	10,547,786
Retained Earnings-Unreserved	0	0	0	0	138,859	0	0	0	0	0	138,859
Fund Balances											
Reserved for Property Tax	208,299	0	0	5,454	0	0	0	0	0	0	213,753
Reserved for Encumbrances	354,842	37,762	0	36,490	0	701	0	0	0	0	429,795
Reserved for Inventory	20,705	0	0	0	0	0	0	0	0	0	20,705
Reserved for Prepaid Items	3,774	0	0	0	0	0	0	0	0	0	3,774
Reserved for Textbooks and Supplies	3,447	0	0	0	0	0	0	0	0	0	3,447
Reserved for Stabilization	162,616	0	0	0	0	0	0	0	0	0	162,616
Unreserved - Undesignated	1,029,905	66,152	41,960	162,041	0	736	0	0	0	0	1,076,712
Total Fund Equity and Other Credits	1,781,588	103,914	41,960	420,091	138,859	1,437	10,547,786	0	0	0	12,597,447
Total Liabilities, Fund Equity and Other Credits	59,013,797	5134,552	583,920	5200,131	5200,526	549,553	510,547,786	51,155,083	521,415,448		

The accompanying notes are an integral part of these statements.

Northwest Local School District
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 All Governmental Fund Types and Similar Trust Funds
 For the Fiscal Year Ended June 30, 1999

	Governmental Fund Types			Fiduciary	Totals (Memorandum Only)	
	Special	Debt	Capital	Expendable		
	General	Revenue	Service	Trust		
REVENUES:						
Taxes	\$5,111,171	\$0	\$85,880	\$79,653	\$0	\$5,276,704
Tuition and Fees	210,672	0	0	0	0	210,672
Intergovernmental	6,870,562	430,849	0	248,066	0	7,549,477
Interest	189,490	769	0	1,353	0	191,612
Extracurricular Activities	1,132	179,875	0	0	0	181,007
Other	16,421	23,171	0	0	3,000	42,592
Classroom Materials & Fees	19,598	0	0	0	0	19,598
Total Revenues	12,419,046	634,664	85,880	329,072	3,000	13,471,662
EXPENDITURES:						
Current						
Instruction						
Regular	6,335,594	66,057	0	219,098	1,563	6,622,312
Special	909,723	131,091	0	0	0	1,040,814
Vocational	231,571	0	0	0	0	231,571
Other	140,571	0	0	0	0	140,571
Support Services						
Pupil	555,196	101,072	0	0	0	656,268
Instructional Staff	154,258	0	0	3,472	0	157,730
Board of Education	35,122	0	0	18	0	35,140
Administration	1,017,380	9,574	0	0	0	1,026,954
Fiscal	308,248	0	0	701	0	308,949
Operation and Main- tenance of Plant	1,079,031	1,243	0	101,849	0	1,181,123
Pupil Transportation	653,600	0	0	190	0	653,790
Central	131,969	129,465	0	0	0	261,434
Community Services	0	122,784	0	0	0	122,784
Extracurricular Activities	195,541	68,622	0	0	0	264,163
Debt Service						
Principal and Interest Retirement	0	0	143,940	0	0	143,940
Building Acquisition and Construction						
	238,021	0	0	0	0	238,021
Total Expenditures	11,984,825	629,908	143,940	325,328	1,563	13,085,564
Revenues Over (Under) Expenditures	434,221	4,756	(58,060)	3,744	1,437	386,098

(Continued)

The accompanying notes are an integral part of these statements

Northwest Local School District
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 All Governmental Fund Types and Similar Trust Funds
 For the Fiscal Year Ended June 30, 1999

	Governmental Fund Types				Fiduciary	Totals (Memorandum Only)
	General	Special	Debt	Capital	Expendable	
		Revenue	Service	Projects	Trust	
OTHER FINANCING SOURCES (USES):						
Sale of Fixed Assets	305	0	0	0	0	305
Operating Transfers - In	0	0	56,100	0	0	56,100
Operating Transfers - Out	(56,100)	0	0	0	0	(56,100)
Other Sources	0	0	0	84,573	0	84,573
Refund of Prior Year's Expenses	45	0	0	0	0	45
Total Other Financing Sources (Uses)	<u>(55,750)</u>	<u>0</u>	<u>56,100</u>	<u>84,573</u>	<u>0</u>	<u>84,923</u>
Total Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	378,471	4,756	(1,960)	88,317	1,437	471,021
Fund Balances (Deficit) at Beginning of Year	1,399,610	99,158	43,920	(108,414)	0	1,434,274
Increase in Reserve for Inventory	5,507	0	0	0	0	5,507
Fund Balances (Deficit) at End of Year	<u>\$1,783,588</u>	<u>\$103,914</u>	<u>\$41,960</u>	<u>\$ (20,097)</u>	<u>\$1,437</u>	<u>\$1,910,802</u>

The accompanying notes are an integral part of these statements.

Northwest Local School District
Combined Statement of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
All Governmental Fund Types and Similar Trust Funds
For the Fiscal Year Ended June 30, 1999

	General Fund		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
REVENUES:			
Taxes	\$ 5,152,223	\$ 5,152,223	\$ -
Tuition and Fees	210,672	210,672	-
Intergovernmental	6,870,283	6,870,283	-
Interest	185,816	185,816	-
Extracurricular Activities	1,133	1,133	-
Classroom Materials & Fees	19,593	19,593	-
Other	16,120	16,120	-
Total Revenues	<u>12,455,840</u>	<u>12,455,840</u>	<u>-</u>
EXPENDITURES:			
Current			
Instruction			
Regular	6,336,822	6,336,816	6
Special	986,315	986,315	-
Vocational	228,185	228,185	-
Adult Continuing	-	-	-
Other	140,334	140,334	-
Support Services			
Pupil	551,392	551,392	-
Instructional Staff	162,185	162,185	-
Board of Education	43,819	43,819	-
Administration	1,001,328	1,001,328	-
Fiscal	328,921	328,921	-
Operation and Maintenance of Plant	1,104,118	1,104,118	-
Pupil Transportation	791,446	791,446	-
Community Services	135,265	135,265	-
Food Service Operations	-	-	-
Extracurricular Activities	189,969	189,969	-
Capital Outlay	2,968,107	207,797	2,760,310
Debt Service	-	-	-
Principal Retirement and Interest	-	-	-
Total Expenditures	<u>14,968,206</u>	<u>12,207,890</u>	<u>2,760,316</u>
Revenues Over (Under) Expenditures	<u>(2,512,366)</u>	<u>247,950</u>	<u>2,760,316</u>
OTHER FINANCING SOURCES (USES):			
Sale of Fixed Assets	155	155	-
Advances - In	-	-	-
Advances - Out	-	-	-
Refund of Prior Year Expenditures	45	45	-
Refund of Prior Year Receipt	-	-	-
Operating Transfers - In	-	-	-
Operating Transfers - Out	(56,100)	(56,100)	-
Total Other Financing Sources (Uses)	<u>(55,900)</u>	<u>(55,900)</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(2,568,266)</u>	<u>192,050</u>	<u>2,760,316</u>
Fund Balances at Beginning of Year	2,473,863	2,473,863	-
Prior Year Encumbrances	257,019	257,019	-
Fund Balances at End of Year	<u>\$ 162,616</u>	<u>\$ 2,922,932</u>	<u>\$ 2,760,316</u>

The accompanying notes are an integral part of these statements.

Special Revenue Fund			Debt Service Fund		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 85,880	\$ 85,880	\$ -
430,850	430,850	-	-	-	-
769	769	-	-	-	-
181,008	179,876	(1,132)	-	-	-
22,038	23,170	1,132	-	-	-
<u>634,665</u>	<u>634,665</u>	-	<u>85,880</u>	<u>85,880</u>	-
99,454	86,605	12,849	-	-	-
141,881	130,092	11,789	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
100,993	100,993	-	-	-	-
-	-	-	-	-	-
6,813	6,813	-	-	-	-
2,767	2,767	-	-	-	-
1,243	1,243	-	-	-	-
185,522	142,380	43,142	-	-	-
130,560	130,560	-	-	-	-
96,421	76,418	20,003	-	-	-
-	-	-	-	-	-
-	-	-	185,900	143,940	41,960
<u>765,654</u>	<u>677,871</u>	<u>87,783</u>	<u>185,900</u>	<u>143,940</u>	<u>41,960</u>
(130,989)	(43,206)	87,783	(100,020)	(58,060)	41,960
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	56,100	56,100	-
-	-	-	-	-	-
-	-	-	<u>56,100</u>	<u>56,100</u>	-
(130,989)	(43,206)	87,783	(43,920)	(1,960)	41,960
94,175	94,175	-	43,920	43,920	-
36,814	36,814	-	-	-	-
\$ -	\$ 87,783	\$ 87,783	\$ -	\$ 41,960	\$ 41,960

Northwest Local School District
Combined Statement of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
All Governmental Fund Types and Similar Trust Funds
For the Fiscal Year Ended June 30, 1999

	Capital Projects Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ 80,272	\$ 80,272	\$ -
Tuition and Fees	-	-	-
Intergovernmental	248,066	248,066	-
Interest	1,288	1,288	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	<u>329,626</u>	<u>329,626</u>	<u>-</u>
EXPENDITURES:			
Current			
Instruction			
Regular	224,148	223,018	1,130
Special	-	-	-
Vocational	-	-	-
Adult Continuing	-	-	-
Other	-	-	-
Support Services			
Pupil	-	-	-
Instructional Staff	3,472	3,472	-
Board of Education	19	19	-
Administration	-	-	-
Fiscal	700	700	-
Operation and Maintenance of Plant	154,635	135,032	19,603
Pupil Transportation	190	190	-
Community Services	-	-	-
Food Service Operations	-	-	-
Extracurricular Activities	-	-	-
Capital Outlay	-	-	-
Debt Service	-	-	-
Principal Retirement and Interest	-	-	-
Total Expenditures	<u>383,164</u>	<u>362,431</u>	<u>20,733</u>
Revenues Over (Under) Expenditures	<u>(53,538)</u>	<u>(32,805)</u>	<u>20,733</u>
OTHER FINANCING SOURCES (USES):			
Sale of Fixed Assets	-	-	-
Advances - In	-	-	-
Advances - Out	-	-	-
Refund of Prior Year Expenditures	-	-	-
Refund of Prior Year Receipt	-	-	-
Operating Transfers - In	-	-	-
Operating Transfers - Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(53,538)</u>	<u>(32,805)</u>	<u>20,733</u>
Fund Balances at Beginning of Year	49,161	49,161	-
Prior Year Encumbrances	4,377	4,377	-
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 20,733</u>	<u>\$ 20,733</u>

The accompanying notes are an integral part of these statements.

Expendable Trust Fund			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 5,318,375	\$ 5,318,375	\$ -
-	-	-	210,672	210,672	-
-	-	-	7,549,199	7,549,199	-
-	-	-	187,873	187,873	-
-	-	-	182,141	181,009	(1,132)
-	-	-	19,593	19,593	-
3,000	3,000	-	41,158	42,290	1,132
<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>13,509,011</u>	<u>13,509,011</u>	<u>-</u>
3,000	2,264	736	6,663,424	6,648,703	14,721
-	-	-	1,128,196	1,116,407	11,789
-	-	-	228,185	228,185	-
-	-	-	-	-	-
-	-	-	140,334	140,334	-
-	-	-	652,385	652,385	-
-	-	-	165,657	165,657	-
-	-	-	43,838	43,838	-
-	-	-	1,008,141	1,008,141	-
-	-	-	332,388	332,388	-
-	-	-	-	-	-
-	-	-	1,259,996	1,240,393	19,603
-	-	-	791,636	791,636	-
-	-	-	320,787	277,645	43,142
-	-	-	130,560	130,560	-
-	-	-	286,390	266,387	20,003
-	-	-	2,968,107	207,797	2,760,310
-	-	-	185,900	143,940	41,960
<u>3,000</u>	<u>2,264</u>	<u>736</u>	<u>16,305,924</u>	<u>13,394,396</u>	<u>2,911,528</u>
-	736	736	(2,796,913)	114,615	2,911,528
-	-	-	155	155	-
-	-	-	-	-	-
-	-	-	45	45	-
-	-	-	-	-	-
-	-	-	56,100	56,100	-
-	-	-	(56,100)	(56,100)	-
-	-	-	200	200	-
-	-	-	-	-	-
-	736	736	(2,796,713)	114,815	2,911,528
-	-	-	2,661,119	2,661,119	-
-	-	-	298,210	298,210	-
<u>\$ -</u>	<u>\$ 736</u>	<u>\$ 736</u>	<u>\$ 162,616</u>	<u>\$ 3,074,144</u>	<u>\$ 2,911,528</u>

Northwest Local School District
 Combined Statement of Revenues, Expenses, and Changes in
 Retained Earnings - All Proprietary Fund Types
 For the Fiscal Year Ended June 30, 1999

	<u>Enterprise</u>
OPERATING REVENUES:	
Sales	\$365,297
Charges for Services	<u>2,629</u>
Total Operating Revenues	<u>367,926</u>
OPERATING EXPENSES:	
Salaries and Wages	163,166
Fringe Benefits	67,370
Contract Services	8,972
Cost of Sales	237,890
Depreciation	4,272
Maintenance and Repairs	<u>2,592</u>
Total Operating Expenses	<u>484,262</u>
Operating Loss	<u>(116,336)</u>
NON-OPERATING REVENUES:	
Donated Commodities	47,242
Operating Grants	77,633
Interest Income	<u>3,476</u>
Total Non-Operating Revenues	<u>128,351</u>
Net Income	12,015
Retained Earnings at Beginning of Year	<u>126,844</u>
Retained Earnings at End of Year	<u><u>\$138,859</u></u>

The accompanying notes are an integral part of these statements.

**Northwest Local School District
 Combined Statement of Revenues, Expenditures, and Changes
 in Fund Equity - Budget Basis and Actual
 Proprietary Fund Types
 For the Fiscal Year Ended June 30, 1999**

	Enterprise Funds		Variance Favorable (Unfavorable)
	Budget	Actual	
REVENUES			
Food Services	\$ 365,297	\$ 365,297	\$ -
Classroom Materials and Fees	2,629	2,629	-
Total Operating Revenues	<u>367,926</u>	<u>367,926</u>	<u>-</u>
EXPENSES:			
Salaries	166,024	166,024	-
Employees' Benefits	64,182	64,182	-
Purchased Services	9,192	9,192	-
Supplies and Materials	203,068	200,401	2,667
Capital Outlay	157,523	7,402	150,121
Other	-	-	-
Total Operating Expenses	<u>599,989</u>	<u>447,201</u>	<u>152,788</u>
Revenues Over (Under) Expenses	<u>(232,063)</u>	<u>(79,275)</u>	<u>152,788</u>
NON OPERATING REVENUE			
Interest	2,856	2,856	-
Intergovernmental Grants	85,090	85,090	-
Net Excess of Revenues Over/(Under) Expenses	<u>(144,117)</u>	<u>8,671</u>	<u>152,788</u>
Fund Balances at Beginning of Year	128,241	128,241	-
Prior Year Encumbrances	<u>15,876</u>	<u>15,876</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 152,788</u>	<u>\$ 152,788</u>

The accompanying notes are an integral part of these statements.

**Northwest Local School District
 Combined Statement of Cash Flows
 All Proprietary Fund Types
 For the Fiscal Year Ended June 30, 1999**

INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

	<u>Enterprise Funds</u>
Cash flows from operating activities:	
Operating loss	\$ (116,336)
Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities	
Depreciation	4,272
Donated commodities in cost of sales	44,243
Change in assets and liabilities that increase (decrease) cash flow from operations	
Interest receivable	(620)
Intergovernmental receivable	7,456
Material and supplies inventory	9
Accounts payable	(454)
Accrued wages and benefits	260
Intergovernmental payable	3,188
Compensated absences	<u>(3,118)</u>
Net cash used in operating activities	<u>(61,100)</u>
Cash flows from non-capital financing and investing activities:	
Operating grants received	77,633
Purchased fixed assets	(3,810)
Other non-operating revenue	<u>3,476</u>
Net cash provided by non-capital financing and investing activities	<u>77,299</u>
Net increase in cash and cash equivalents	16,199
Cash and cash equivalents - beginning of year	<u>144,116</u>
Cash and cash equivalents - end of year	<u>\$ 160,315</u>
Noncash capital investing and related financing activities:	
Donated commodities received	\$ 47,242

The accompanying notes are an integral part of these statements.

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NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to generally accepted accounting principles (GAAP) for local governmental units prescribed in the statements issued by the Governmental Accounting Standards Board and other recognized authoritative sources.

1. DESCRIPTION OF THE ENTITY

The Northwest Local 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. Northwest Local School District is a local district as defined by Section 3311.03 of the Ohio Revised Code. The School District operates under an elected Board of Education (5 members) and is responsible for the provision of public education to residents of the School District.

Average daily membership (ADM) as of October 1, 1998 was 2,455. The School District employed 127 certified employees and 102 non-certified employees.

The School District's reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity". When applying GASB Statement No. 14, management has considered all potential component units. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the School District's ability to exercise significant oversight responsibility. The most significant manifestation of this ability is financial interdependence. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of the governing authority, the designation of management, the ability to significantly influence operations, and the accountability for fiscal matters.

The second criterion used in evaluating potential component units is the scope of public service. Application of this criteria involves considering whether the activity benefits the School District and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the School District is able to exercise oversight responsibilities. Based upon the application of these criteria, the School District has no component units.

The School District is associated with certain organizations which are defined as Jointly Governed Organizations and Public Entity Risk Pools. These organizations include the Stark/Portage Area Computer Consortium (SPARCC), the Stark County Government's Risk Sharing Pool and The Stark County Government's Workers' Compensation Group Rating Plan.

2. BASIS OF PRESENTATION - FUND ACCOUNTING

The School District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain School District functions or activities.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

2. BASIS OF PRESENTATION - FUND ACCOUNTING - Continued

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

For financial statement presentation purposes, the various funds of the School District are grouped into the following generic fund types under the broad fund categories governmental, proprietary, and fiduciary.

Governmental Fund Types:

Governmental funds are those through which most governmental functions of the School District are financed. The acquisition, use and balances of the School District's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The following are the School District's governmental fund types:

General Fund - This 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.

Special Revenue Funds - These funds are established to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

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

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

Proprietary Fund Types:

Proprietary funds are used to account for the School District's ongoing activities which are similar to those found in the private sector. The following are the School District's proprietary fund types:

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

2. BASIS OF PRESENTATION - FUND ACCOUNTING - Continued

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Fund - This fund accounts for the financing of services provided by one department or agency to another department or agency of the School District on a cost-reimbursement basis.

Fiduciary Fund Types:

Fiduciary Funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and other funds. These include expendable trust and agency funds. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups:

To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the School District, other than those accounted for in the proprietary or trust funds.

General Long-Term Debt Account Group - This account group is established to account for all long-term obligations of the School District except those accounted for in the proprietary or trust funds.

3. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The accounting and reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types and expendable trust funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the combined balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

3. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

The modified accrual basis of accounting is followed for the governmental, expendable trust and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the School District is thirty days after year end. In applying the accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: investment earnings, tuition, grants and entitlements.

The School District reports deferred revenues on its combined balance sheet. Deferred revenues arise in the governmental funds when a potential revenue does not meet with the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 1999 and delinquent property taxes, whose availability is indeterminate, and which are intended to finance fiscal year 2000 operations, have been recorded as deferred revenue as more fully described in Note C.

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 fund liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year, and the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund types. Revenues are recognized when they are earned and become measurable, and expenses are recognized when they are incurred, if measurable. Unbilled service charges receivable are recognized as revenue at year end. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities nonoperating revenue.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

4. BUDGETARY PROCESS

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations 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 legal level of budgetary control is at the object level within each function. Any budgetary modification at this level may only be made by resolution of the Board of Education.

Tax Budget:

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

By no later than January 20, the Board-adopted budget is filed with the Stark County Budget Commission for rate determination.

Estimated Resources:

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered cash balances from the preceding year.

The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final Amended Certificate issued during fiscal year 1999.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

4. BUDGETARY PROCESS - Continued

Appropriations:

By October 1, the annual appropriation resolution must be legally enacted by the Board of Education at the fund, function, and object level of expenditures, which are the legal levels of budgetary control. Prior to the passage of the annual appropriation resolution, the Board may pass a temporary resolution to meet the ordinary expenses of the School District. Appropriations by fund must be within the estimated resources as certified by the County Budget Commission, and the total of expenditures and encumbrances may not exceed the appropriation at any level of control. Any revisions that alter the total of any fund appropriation or alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources. During the year, several supplemental fund appropriations were legally enacted, however, the amount of the increases were not significant. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all amendments and modifications. Formal budgetary integration is employed as a management control device during the year for all funds, consistent with statutory provisions.

Encumbrances:

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are encumbered and recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On the GAAP basis, encumbrances outstanding at year end are reported as a reservation of fund balances for subsequent year expenditures for governmental funds and reported in the notes to the financial statements for proprietary funds.

Lapsing of Appropriations:

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 need not be reappropriated.

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 basis), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements. The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget Basis and Actual - All Governmental Fund Types and Similar Trust Funds and the Combined Statement of Revenues, Expenses and Changes in Fund Equity - Budget Basis and Actual - All Proprietary Fund Types are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget and to demonstrate compliance with state statute. The major differences between the budget basis and the GAAP basis are:

1. Revenues are reported when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

4. BUDGETARY PROCESS - Continued

Budgetary Basis of Accounting: - Continued

2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and as note disclosure for proprietary fund types (GAAP basis).
4. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements by fund type:

**Revenues and Other Financing Sources
Over (Under) Expenditures and Other Financing Uses
Governmental Fund Types and Similar Trust Funds**

	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust
GAAP Basis	\$ 378,471	\$ 4,756	\$ (1,960)	\$ 88,317	\$ 1,437
Net Adjustment for Revenue Accruals	36,794	1	0	554	0
Net Adjustment for Expenditure Accruals	(223,065)	(47,963)	0	(121,676)	(701)
Adjustment for Other Sources	(150)	0	0	0	0
Budget Basis	<u>\$ 192,050</u>	<u>\$ (43,206)</u>	<u>\$ (1,960)</u>	<u>\$ (32,805)</u>	<u>\$ 736</u>

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

4. BUDGETARY PROCESS - *Continued*

Budgetary Basis of Accounting: - Continued

**Net Income (Loss)/Revenue Over (Under)
Expenses, Advances and Operating Transfers
Proprietary Fund Types**

	Enterprise
GAAP Basis	\$ 12,015
Net Adjustment for Revenue Accruals	6,837
Commodities Received	(47,242)
Net Adjustment for Expense Accruals	(11,454)
Commodities Used	44,243
Depreciation	4,272
Budget Basis	\$ 8,671

5. POOLED CASH AND INVESTMENTS

The School District maintains a cash and investment pool used by all funds.

The amounts of this pooled investment are reflected on the Combined Statement of Cash, Investments, and Fund Cash Balances as Cash, Cash Equivalents and/or Other Investments.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash investment pool are considered to be cash equivalents.

Legal Requirements:

Statutes require the classification of moneys held by the School District into three categories.

Category A consists of "active" moneys, those moneys required to be kept in a "cash" or a "near cash" status for immediate use by the School District. Such moneys must be maintained either as cash in the School District treasury or negotiable order of withdrawal (NOW) accounts.

Category B consists of "inactive" moneys, those moneys not required for use within the current two-year period of designation of depositories. Inactive moneys may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category C consists of "interim" moneys, those moneys which are not needed for immediate use, but which will be needed before the end of the current period of depositories. Interim moneys may be invested or deposited in the following securities:

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

5. POOLED CASH AND INVESTMENTS - Continued

Legal Requirements: - Continued

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentally, included but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section 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 for a period not to exceed one hundred eighty days in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time, and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least nationally recognized rating agencies.

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

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.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

5. POOLED CASH AND INVESTMENTS - Continued

Legal Requirements: - Continued

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 or transfer from the custodian.

Deposits:

At year end, the carrying amount of the School District's cash deposits was \$594,524 and the bank balance was \$702,623. Of the bank's balance:

1. \$100,000 was covered by the federal depository insurance.
2. \$602,623 was covered by collateral held by third-party trustees pursuant to Section 135.181 of the Ohio Revised Code in collateralization pools securing all public funds on deposit with specific depository institutions.

Statutory provisions require that collateral pledged for deposits be held in trust by an institution other than the pledging bank.

Investments:

The School District's investments are categorized below to give an indication of the level of risk assumed by the entity at year end.

1. Securities held by the entity or its agent in the entity's name (Category 1).
2. Securities held by the counterparty's trust department or agent in the entity's name (Category 2).
3. Securities are held by the counterparty, or by its trust department or agent but not in the entity's name (Category 3).

Statutory provisions require that all securities acquired by the School District be held by the School District treasurer or deposited with a qualified trustee unless the counterparty is a designated depository of the School District for the current period of designation of depositories, in which case the securities may be held in trust by the depository.

The School District has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio) during 1999. STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share prices, which is the price the investment could be sold for on June 30, 1999. This is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

5. POOLED CASH AND INVESTMENTS - Continued

Investments: - Continued

	Category 1	Category 2	Category 3	Carrying Value	Fair Value
STAROhio				\$3,187,654	\$3,187,654

The classification of cash and cash equivalents and investments on the combined balance sheet is based on criteria set forth in GASB Statement No. 9. A reconciliation between the classifications of cash and investments on the combined balance sheet and the classification per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/ Deposits	Investments
GASB Statement 9	\$ 3,782,178	\$ 0
Investments:		
STAROhio	(3,187,654)	3,187,654
GASB Statement 3	\$ 594,524	\$ 3,187,654

6. INVENTORY

Inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis and are maintained on the district computer system. Inventory in governmental funds consists of expendable supplies held for consumption. The costs of inventory items are recorded as expenditures in the governmental fund types when purchased and as expenses in the proprietary fund types when used. Reported materials and supplies inventory are equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets. Inventory in the enterprise funds consists of purchased food, donated commodities and school supplies held for resale and are expensed when used.

7. FIXED ASSETS AND DEPRECIATION

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the proprietary funds are capitalized in the respective fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for the cost of additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date donated. The School District has established a capitalization threshold for fixed assets at \$500. Books, records, movies, and other learning aids kept at the School District Library are also included for reporting purposes. The School District does not possess any infrastructure.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

7. FIXED ASSETS AND DEPRECIATION - Continued

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. The School District's policy is not to capitalize interest costs incurred as part of construction.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the proprietary fund types is computed using the straight-line basis over an estimated useful life of five to ten years.

8. INTERGOVERNMENTAL REVENUES

For governmental funds, intergovernmental revenue, such as grants awarded on a non-reimbursement basis and entitlements, are recorded as receivables and revenues when measurable and available. Reimbursement-type grants are recorded as receivables and revenues when the related expenditures are incurred. Other than commodities, grants and entitlements received for proprietary fund operating purposes are recognized as non-operating revenues in the accounting period in which they are earned and become measurable. The School District currently participates in several State and Federal programs, categorized as follows:

Entitlements

General Fund

State Foundation Program

Non-Reimbursable Grants

Special Revenue Funds

Title I

Chapter II

Drug Free Schools

Special Education - Title 6B - Handicapped Children

9. PREPAID ITEMS

Payments made to vendors for services that will benefit periods beyond June 30, 1999 are recorded as prepaid items.

10. SHORT-TERM, INTERFUND ASSETS/LIABILITIES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds." Short-term interfund loans are classified as interfund receivables/payables.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

11. COMPENSATED ABSENCES

Employees earn vacation at rates specified by the Union Contractual Agreement based on credited service. Administrative and 260 day employees are entitled to vacation ranging from 10 to 20 days.

All employees are entitled to a sick leave credit equal to one and one-quarter days for each month of service. This sick leave will either be absorbed by time off due to illness or injury or, within certain limitations, be paid to the employee upon retirement. The amount paid to a certified employee upon retirement is limited to twenty-five percent of the value of the first 120 days plus one tenth of the excess of 147 days not to exceed 267 days. The total maximum is 45 days. The amount paid to a classified employee upon retirement is limited to twenty-five percent of the first 120 days of sick leave plus one tenth of the excess of 147 days not to exceed 267 days. The total maximum is 45 days. At June 30, 1999, a current liability of \$34,530, and \$14,932 in the general and enterprise funds, respectively, has been provided for earned but unused sick leave severance.

The School District adopted GASB No. 16, "Accounting for Compensated Absences," effective July 1, 1994. As a result, the School District has recorded an estimated long-term liability of \$1,041,620 for severance pay and sick leave payable at June 30, 1999. The amount has been recorded in the General Long-Term Debt Account Group since the liability will not require the use of current expendable available financial resources.

12. LONG-TERM DEBT

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable, available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

Under Ohio Law, a debt retirement fund must be created and used for the payment of all debt principal and interest. Generally accepted accounting principles require the allocation of the debt liability among the debt service fund and the general long-term debt account group, with principal and interest payments on matured general long-term debt reported in the debt service fund. To comply with GAAP reporting requirements, the School District's debt retirement fund has been split among the appropriate funds and account group. Debt service fund resources used to pay both the principal and interest have also been allocated accordingly.

13. INTERFUND TRANSACTIONS

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

13. INTERFUND TRANSACTIONS - Continued

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

14. FUND EQUITY

The School District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available, spendable resources and, therefore, are not available for expenditure. Undesignated fund balance indicates that portion of fund equity which is available for reappropriation in future periods. Fund equity reserves are established for encumbrances, inventory, prepaid items, taxes, budget stabilization and textbooks and supplies.

15. PROPRIETARY FUND ACCOUNTING

Under the guideline of GASB Statement No. 20, "Accounting and Financial Reporting and Other Governmental Entities that use Proprietary Fund Accounting", the School District has elected not to apply Financial Accounting Standards Board Statements and Interpretations issued after November 30, 1989 to its proprietary activities.

16. 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 could differ from those estimates.

17. TOTAL COLUMNS ON GENERAL PURPOSE FINANCIAL STATEMENTS

Total columns on the general purpose financial statements are captioned (Memorandum Only) to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE B - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES - FUND DEFICITS

Fund balances at June 30, 1999 included the following individual fund deficits:

DEFICIT FUND BALANCES

Special Revenue Funds

Title VI-B	\$ 432
M.I.S. Fund	39
Title 1	9,092
Title VI	28
Permanent Improvement Fund	27,976

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE B - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES - FUND DEFICITS - Continued

The special revenue and permanent improvement deficit fund balances resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, not when accruals occur.

NOTE C - PROPERTY TAX

Real property tax is levied each January 1 on the assessed value listed on the prior September 1 for all real property located in the School District. Assessed values are established by the County Auditor at 35% of current market value. Reappraisal of all property is required every six years with triennial updates. The last update was completed for the tax year 1998 for Stark County and 1998 for Summit County and Wayne County.

Real property taxes become a lien on all non-exempt real property located in the county on January 1. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31 with the remainder payable by June 20 of the following year. Under certain circumstances, State statute permits later payment dates to be established.

The full tax rate applied to real property for tax year 1998 was \$58.80 for Wayne, Summit and Stark Counties per \$1,000 of assessed valuation. After adjustment of the rate for inflationary increases in property values, the effective tax rate was \$32.20 for Wayne, Summit and Stark Counties per \$1,000 of assessed valuation for real property classified as residential/agricultural and \$32.46 for Wayne, Summit and Stark Counties per \$1,000 of assessed valuation for all other real property. Real property owners' tax bills are further reduced by homestead and rollback deductions, when applicable. The amount of these homestead and rollback reductions is reimbursed to the School District by the State of Ohio.

Owners of tangible personal property are required to file a list of such property, including costs, by April 30 of each year. The property is assessed for tax purposes at varying statutory percentages of cost. The tax rate applied to tangible personal property for tax year 1999 was \$58.80 for Wayne, Summit and Stark Counties per \$1,000 of assessed valuation.

STARK COUNTY

Real Property - 1998 Valuation	
Residential/Agricultural	\$136,419,720
Commercial/Industrial	17,399,230
Tangible Personal Property - 1999 Valuation	
General	11,517,907
Public Utilities	13,505,780
Total Valuation	\$178,842,637

The respective County Treasurers collect property tax on behalf of all taxing districts within the county. The respective County Auditors periodically remit to the taxing districts their portions of the taxes collected.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE C - PROPERTY TAX - Continued

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable as of June 30, 1999. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 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 June 30 of \$213,753, is recognized as revenue.

NOTE D - INSURANCE

1. PROPERTY INSURANCE

The School District maintains comprehensive insurance coverage with private carriers for real property, building contents and vehicles. Vehicle policies include liability coverage for bodily injury and property damage. Real property and contents are 90% coinsured.

2. HEALTH BENEFITS PROGRAM

The School District is a member of the Stark County Schools Council (the Council), through which a cooperative Health Benefit Program was created for the benefit of its members. The Health Benefit Program (the Program) is an employee health benefit plan which covers the participating members' employees. The Council acts as a fiscal agent for the cash funds paid into the program by the participating school districts. These funds are pooled together for the purposes of paying health benefit claims of employees and their covered dependents, administrative expenses of the program and premiums for stop-loss insurance coverage. The School District accounts for the premiums paid as expenditures in the general or applicable fund.

3. GROUP INSURANCE POOL

The Stark County Council of Governments has created a group insurance pool for the purpose of creating a group rating plan for workers' compensation. The group is comprised of the treasurers of the members who have been appointed by the respective governing body of each member.

The intent of the pool is to achieve a reduced rate for the School District by the grouping with other members of the group. The injury claim history of all participating members are used to calculate a common rate for the group. An annual fee is paid to Comp Management, Inc. to administer the group and to manage any injury claims. Premium savings created by the group are prorated to each member entity annually based on its payroll percent of the group.

NOTE E - FIXED ASSETS

A summary of the enterprise funds' fixed assets at June 30, 1999 follows:

Furniture and Equipment	\$ 92,779
Less Accumulated Depreciation	(74,381)
Net Fixed Assets	<u>\$ 18,398</u>

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE E - FIXED ASSETS - Continued

A summary of the changes in general fixed assets during fiscal year 1999 follows:

	Balance July 1, 1998	Additions	Deletions	Balance June 30, 1999
Land and Buildings	\$ 4,988,019	\$ 119,199	\$ 0	\$ 5,107,218
Furniture and Equipment	3,792,298	387,241	23,286	4,156,253
Vehicles	1,248,791	75,524	40,000	1,284,315
Total	<u>\$10,029,108</u>	<u>\$ 581,964</u>	<u>\$ 63,286</u>	<u>\$ 10,547,786</u>

NOTE F - LONG-TERM DEBT

Long-term obligations of the School District as of June 30, 1999 were as follows:

	Outstanding July 1, 1998	Additions	Reductions	Outstanding June 30, 1999
SERS Payable	\$ 59,675	\$ 63,463	\$ 59,675	\$ 63,463
Energy Conservative Improvement Bonds, 1991, 6.10%	100,000	0	50,000	50,000
Compensated Absences	917,002	124,618	0	1,041,620
Totals	<u>\$ 1,076,677</u>	<u>\$ 188,081</u>	<u>\$ 109,675</u>	<u>\$ 1,155,083</u>

Principal and interest requirements to retire long-term bond obligations outstanding at June 30, 1999 are as follows:

June 30, 2000	<u>\$ 53,050</u>
	<u>\$ 53,050</u>

NOTE G - LEASING ARRANGEMENTS

The School District leases the following equipment under noncancelable operating leases: copier machines — 48-month and 60-month leases.

The following is a schedule of future minimum rental payments required under the above operating leases as of June 30, 1999:

Year Ending June 30,	Amount
2000	\$ 18,637
2001	2,567

Rental expense amounted to \$30,981 for the year ended June 30, 1999.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE H - NOTES PAYABLE

The School District issued a tax anticipation note totaling \$160,000 which will mature in fiscal year 2000. This note bears interest at a rate of 4.9%. This note has been included as a liability in the capital projects funds.

Principal and interest requirements to retire the tax anticipation notes outstanding at June 30, 1999 is as follows:

June 30, 2000	\$ 83,920
	<u>\$ 83,920</u>

NOTE I - RETIREMENT PLANS

Northwest Local School District provides retirement benefits to all certified employees under the State Teachers' Retirement System and to all noncertified employees under the School Employees Retirement System. Both are cost-sharing, multiple-employer plans.

1. STATE TEACHERS' RETIREMENT SYSTEM (STRS)

The Northwest Local School District contributes to the State Teachers' Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers' Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information for STRS. The report may be obtained by writing to the State Teachers' Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9 percent of their annual covered salary and the Northwest Local School District is required to contribute 14 percent; 14 percent was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by STRS Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998 and 1997 were \$902,316, \$917,330, and \$835,584, respectively; 81 percent has been contributed for fiscal year 1999 and 100 percent for the fiscal years 1998 and 1997. \$166,976, representing the unpaid contribution for fiscal year 1999, is recorded as a liability within the respective funds.

2. SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS)

The Northwest Local School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer public employee retirement system administered by the School Employees Retirement Board. SERS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available financial report that includes financial statements and required supplementary information for SERS. The report may be obtained by writing to the School Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3634.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE I - RETIREMENT PLANS - Continued

2. SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) - Continued

Plan members are required to contribute 9 percent of their annual covered salary and the Northwest Local School District is required to contribute 14 percent; 14 percent was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by SERS's Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The School District's required contributions for the pension obligations to SERS for the fiscal years ended June 30, 1999, 1998 and 1997 were \$227,796, \$212,520, and \$220,002, respectively; 52 percent has been contributed for fiscal year 1999 and 100 percent for the fiscal years 1998 and 1997. \$109,734, representing the unpaid contribution for fiscal year 1999, is recorded as a liability within the respective funds and the general long-term debt account group.

3. POST-EMPLOYMENT BENEFITS

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

For STRS, all benefit recipients are required to pay a portion of health care cost in the form of monthly premiums. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contributions rate, currently 14 percent of covered payroll. The board currently allocates employer contributions equal to two percent of covered payroll to the Health Care Reserve Fund for which payments for health care benefits are paid. For the School District, this amount equaled \$138,749 during the 1998 fiscal year. As of July 1, 1998, eligible benefit recipients totaled 88,718. For the fiscal year ended June 30, 1998, net health care cost paid by STRS were \$192.077 million.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, disability, and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

For the fiscal year, employer contributions to fund health care benefits were 4.98 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 1998, the minimum pay has been established at \$12,400. For the district, the amount to fund health care benefits, including surcharge, equaled \$111,018 during the 1998 fiscal year. The number of participants currently receiving health care benefits is 50,000. For the fiscal year ended June 30, 1998, net health care costs paid by SERS were \$111.9 million.

NORTHWEST LOCAL SCHOOL DISTRICT
STARK COUNTY

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE J - FEDERAL AND STATE GRANTS (Intergovernmental Receipts)

During the year ended June 30, 1999, the School District received grants-in-aid from federal and state sources amounting to \$370,646 and \$7,263,642 respectively, for specific purposes that are subject to review and audit by the grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the School District's management believes such disallowances, if any, would be immaterial.

NOTE K - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The District maintains two enterprise funds, food service and uniform school supplies, which are operated on a sales basis. The table below reflects, in a summarized format, the more significant financial data relating to the enterprise funds of the District for the fiscal year ended June 30, 1999:

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Total</u>
Operating Revenues	\$ 365,297	\$ 2,629	\$ 367,926
Operating Expenses Before			
Depreciation	476,259	3,731	479,990
Depreciation	4,272	0	4,272
Operating loss	(115,234)	(1,102)	(116,336)
Interest Income	3,476	0	3,476
Operating Grants	77,633	0	77,633
Donated Commodities	47,242	0	47,242
Net Non-Operating			
Revenue/Expenses	128,351	0	128,351
Net Income	13,117	(1,102)	12,015
Net Working Capital	117,794	2,667	120,461
Total Assets	197,997	2,629	200,626
Total Equity	136,230	2,629	138,859
Reserve for Encumbrances	15,877	0	15,877

NOTE L - JOINTLY GOVERNED ORGANIZATION

Stark/Portage Area Computer Consortium (SPARCC):

SPARCC is a jointly governed organization created as a regional council of governments made up of public school districts and county boards of education from Stark, Portage, and Carroll Counties. The primary function of SPARCC is to provide data processing services to its member districts with the major emphasis being placed on accounting, inventory control and payroll services. Other areas of service provided by SPARCC include student scheduling, registration, grade reporting, and test scoring. Each member district pays an annual fee for the services provided by SPARCC. SPARCC is governed by a board of directors comprised of each Superintendent within the Consortium. The Stark county Educational Service Center serves as the fiscal agent of the consortium and receives funding from the State Department of Education. Each district has one vote in all matters and each member district's control over budgeting and financing of SPARCC is limited to its voting authority and any representation it may have on the board of directors. The continued existence of SPARCC is not dependent on the District's continued participation and no equity interest exists.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE M – OTHER REQUIRED FUND DISCLOSURES

A. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents set aside to establish a budget stabilization and textbook and material reserve. This reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction.

B. Set-Aside Requirements

State of Ohio House Bill 412 requires the District to set aside a portion of the general operating resources for future use. For the fiscal year ended June 30, 1999, the following table discloses the required set-asides.

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>	<u>Totals</u>
Set-aside Cash Balance as of June 30, 1998	\$ 0	\$ 0	\$ 62,897	\$ 62,897
Current Year Set-aside Requirement	199,438	199,438	99,719	498,595
Current Year Offsets	0	(177,756)	0	(177,756)
Qualifying Disbursements	195,991	21,682	0	217,673
Total	<u>\$ 3,447</u>	<u>\$ 0</u>	<u>\$ 162,616</u>	
Cash Balance Carried Forward to FY 2000	<u>\$ 3,447</u>	<u>\$ 0</u>	<u>\$ 162,616</u>	166,063
Total Restricted Assets				<u>\$ 166,063</u>

NOTE N - STATE SCHOOL FUNDING DECISIONS

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring a certain portions of the Ohio school founding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's legislature to design a plan to remedy the perceived defects in the systems. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to the School District. During the fiscal year ended June 30, 1999, the School District received \$6,134,272 of school foundation support for its general fund.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

June 30, 1999

NOTE N - STATE SCHOOL FUNDING DECISIONS - Continued

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State legislature in an attempt to address the issues identified by the court. The Court of Common Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. As of the date of these financial statements, the Ohio Supreme Court has not rendered an opinion on this issue. The decision of the Court of Common Pleas in Perry County has been stayed by the Ohio Supreme Court, and, as such, school districts are still operating under the laws that the Common Pleas Court declared unconstitutional.

As of the date of these financial statements, the School District is unable to determine what effect, if any, this ongoing litigation will have on its future State funding under this program and on its financial position.

SUPPLEMENTAL INFORMATION

SUPPLEMENTAL INFORMATION (unaudited)

June 30, 1999

Year 2000

The year 2000 issue is the result of shortcomings in many electronic data processing systems and other equipment that may adversely affect the government's operations as early as fiscal 1999.

The District has completed an inventory of computer systems and other equipment necessary to conducting District operations and has identified such systems as being financial reporting, payroll and employee benefits, and educational statistics reporting (through the State's Education Management and Information Systems (EMIS)).

The District utilizes an external service organization for its financial reporting, payroll and employee benefit systems. The external service organization is responsible for remediating these systems. The external service organization reports that it has assessed, remediated, tested and validated these systems and is year 2000 compliant.

Stark and Summit Counties collect property taxes for distribution to the District. Stark and Summit Counties are responsible for remediating the tax collection system.

The District uses the State of Ohio Uniform School Accounting Systems software for its financial reporting and the State of Ohio Uniform Staff Payroll Systems software for its payroll and employee benefits. The State is responsible for remediating these systems.

The State of Ohio distributes a substantial sum of money to the District in the form of "Foundation" and federal and state grant payments. Further, the State processes a significant amount of financial and non-financial information about the District through EMIS. The State is responsible for remediating these systems.

The District has hired an employee who is in the process of validating and testing their internal systems and has indicated that they will be Year 2000 compliant.

Because of the unprecedented nature of the Year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure the District is or will be Year 2000 ready, that the District's remediation efforts will be successful in whole or in part, or that parties with whom the District does business will be year 2000 ready.

**COMBINING, INDIVIDUAL FUND AND ACCOUNT GROUP
FINANCIAL STATEMENTS AND SCHEDULES**

General Fund:

This 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.

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
General Fund
For the Fiscal Year Ended June 30, 1999

	General Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ 5,152,223	\$ 5,152,223	\$ -
Tuition and Fees	210,672	210,672	-
Intergovernmental	6,870,283	6,870,283	-
Interest	185,816	185,816	-
Extracurricular Activities	1,133	1,133	-
Classroom Materials & Fees	19,593	19,593	-
Other	16,120	16,120	-
Total Revenues	12,455,840	12,455,840	-
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	4,728,714	4,728,714	-
Fringe Benefits	1,145,017	1,145,017	-
Contract Services	82,782	82,782	-
Supplies	198,924	198,918	6
Capital Outlay - New	179,048	179,048	-
Capital Outlay - Replacement	2,337	2,337	-
Total Regular Instruction	6,336,822	6,336,816	6
Special Instruction			
Salaries and Wages	496,344	496,344	-
Fringe Benefits	119,906	119,906	-
Contract Services	364,911	364,911	-
Supplies	4,449	4,449	-
Capital Outlay	705	705	-
Total Special Instruction	986,315	986,315	-
Vocational Instruction			
Salaries and Wages	182,428	182,428	-
Fringe Benefits	39,660	39,660	-
Contract Services	1,979	1,979	-
Supplies	3,278	3,278	-
Capital Outlay	840	840	-
Total Vocational Instruction	228,185	228,185	-
Other Instruction			
Contract Services	6,401	6,401	-
Supplies	133,933	133,933	-
Total Other Instruction	140,334	140,334	-
Total Instruction	7,691,656	7,691,650	6

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
General Fund
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Support Services			
Pupil			
Salaries and Wages	382,942	382,942	-
Fringe Benefits	125,452	125,452	-
Contract Services	22,694	22,694	-
Supplies	18,163	18,163	-
Other	2,141	2,141	-
Total Pupil	<u>551,392</u>	<u>551,392</u>	-
Instructional Staff			
Salaries and Wages	77,027	77,027	-
Fringe Benefits	19,039	19,039	-
Contract Services	17,272	17,272	-
Supplies	43,525	43,525	-
Other	209	209	-
New Capital Outlay	5,112	5,112	-
Total Instructional Staff	<u>162,185</u>	<u>162,185</u>	-
Board of Education			
Salaries and Wages	6,560	6,560	-
Fringe Benefits	(120)	(120)	-
Contract Services	23,899	23,899	-
Supplies	298	298	-
Other	13,182	13,182	-
Total Board of Education	<u>43,819</u>	<u>43,819</u>	-
Administration			
Salaries and Wages	752,103	752,103	-
Fringe Benefits	193,243	193,243	-
Contract Services	34,729	34,729	-
Supplies	14,713	14,713	-
Other	3,998	3,998	-
Capital Outlay - New	1,459	1,459	-
Capital Outlay - Replacement	1,083	1,083	-
Total Administration	<u>1,001,328</u>	<u>1,001,328</u>	-
Fiscal			
Salaries and Wages	150,874	150,874	-
Fringe Benefits	36,345	36,345	-
Contract Services	4,789	4,789	-
Supplies	3,992	3,992	-
Other	117,296	117,296	-
Capital Outlay - New	140	140	-
Capital Outlay - Replacement	15,485	15,485	-
Total Fiscal	<u>328,921</u>	<u>328,921</u>	-

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
General Fund
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating and Maintenance of Plant			
Salaries and Wages	398,754	398,754	-
Fringe Benefits	110,043	110,043	-
Contract Services	501,665	501,665	-
Supplies	45,304	45,304	-
Capital Outlay - New	29,329	29,329	-
Capital Outlay - Replacement	19,023	19,023	-
Total Operating and Maintenance of Plant	<u>1,104,118</u>	<u>1,104,118</u>	-
Pupil Transportation			
Salaries and Wages	401,372	401,372	-
Fringe Benefits	111,585	111,585	-
Contract Services	15,938	15,938	-
Supplies	94,618	94,618	-
Other	12,226	12,226	-
Capital Outlay - Replacement	155,707	155,707	-
Total Pupil Transportation	<u>791,446</u>	<u>791,446</u>	-
Community Services			
Salaries and Wages	135,265	135,265	-
Total Community Services	<u>135,265</u>	<u>135,265</u>	-
Extracurricular Activities			
Academic and Subject Oriented Activities			
Salaries and Wages	25,252	25,252	-
Fringe Benefits	122	122	-
Total Academic and Subject Oriented Activities	<u>25,374</u>	<u>25,374</u>	-
Sports Oriented			
Salaries and Wages	135,846	135,846	-
Fringe Benefits	24,006	24,006	-
Contract Services	4,492	4,492	-
Capital Outlay - New	251	251	-
Total Sports Oriented	<u>164,595</u>	<u>164,595</u>	-
Total Extracurricular Activities	<u>189,969</u>	<u>189,969</u>	-
Capital Outlay			
Site Acquisition Services			
Capital Outlay - New	2,901,663	141,353	2,760,310
Total Site Acquisition Services	<u>2,901,663</u>	<u>141,353</u>	<u>2,760,310</u>
Building Acquisition & Construction Services			
Purchased Services	66,444	66,444	-
Total Building Acquisitions & Constr.	<u>66,444</u>	<u>66,444</u>	-
Total Capital Outlay	<u>2,968,107</u>	<u>207,797</u>	<u>2,760,310</u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
General Fund
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Total Expenditures	<u>14,968,206</u>	<u>12,207,890</u>	<u>2,760,316</u>
Excess of Revenues over (under) Expenditures	<u>(2,512,366)</u>	<u>247,950</u>	<u>2,760,316</u>
Other Financing Sources (Uses):			
Sale of Assets	155	155	-
Refund of Prior Year Expenditures	45	45	-
Operating Transfers - Out	<u>(56,100)</u>	<u>(56,100)</u>	<u>-</u>
Total Other Sources (Uses)	<u>(55,900)</u>	<u>(55,900)</u>	<u>-</u>
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	<u>(2,568,266)</u>	<u>192,050</u>	<u>2,760,316</u>
Fund Balance at Beginning of Year	2,473,863	2,473,863	-
Prior Year Encumbrance Appropriated	<u>257,019</u>	<u>257,019</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 162,616</u>	<u>\$ 2,922,932</u>	<u>\$ 2,760,316</u>

Special Revenue Funds:

Special Revenue Funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the School District's Special Revenue Funds follows:

Public School Support Fund - This fund is used to account for local revenue sources, other than taxes or expendable trusts (i.e. profits from vending machines, library fees, etc.), that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases.

District Management Activities - This fund is used to account for those student activity programs which have student participation in the activity but do not have student management of the programs, such as athletics, band cheerleaders, etc.

Auxiliary Services - This fund is used to account for monies which provide services and materials to pupils attending non-public schools within the school district.

Teacher Development - This fund is used to account for receipts and expenditures necessary for providing assistance to local schools for the development of in-service programs.

M.I.S. Grant - This fund is provided for hardware and software development, or other costs associated with the requirements of the management information system.

Textbook / Instructional Grant - This fund is used to account for receipts and expenditures necessary for providing assistance to local school districts for textbooks and instructional supplies.

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

Special Revenue Funds: - Continued

Title I - This fund accounts for Federal revenues which provide financial assistance to State and Local educational agencies to meet the special needs of educationally deprived children

Title VI - This fund accounts for Federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, and staff training and developments.

Drug Free School - This fund was established to provide Federal revenues to local educational agencies and consortia of these agencies to establish, operate and improve local program of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

Foreign Language - This fund was established to provide revenues to local educational agencies to enhance foreign language education for students.

Northwest Local School District
Combining Balance Sheet - All Special Revenue Funds
June 30, 1999

	Public School Support	District Managed Activities	Auxiliary Services	Teacher Development	M. I. S. Grant	Textbook/ Instruction Grant
ASSETS:						
Equity in Pooled Cash and Investments	\$48,665	\$25,229	\$7,734	\$13,568	\$0	\$18,565
Total Assets	\$48,665	\$25,229	\$7,734	\$13,568	\$0	\$18,565
LIABILITIES:						
Accounts Payable	\$3,378	\$3,596	\$285	\$0	\$0	\$932
Accrued Wages and Benefits	0	0	0	0	0	0
Intergovernmental Payable	0	5	278	12	39	0
Total Liabilities	3,378	3,601	563	12	39	932
Fund Equity:						
Fund Balances						
Reserved for Encumbrances	9,548	1,649	7,449	2,119	0	16,997
Unreserved - Undesignated (Deficit)	35,739	19,979	(278)	11,437	(39)	636
Total Fund Equity	45,287	21,628	7,171	13,556	(39)	17,633
Total Liabilities and Fund Equity	\$48,665	\$25,229	\$7,734	\$13,568	\$0	\$18,565

Northwest Local School District
Combining Balance Sheet - All Special Revenue Funds
June 30, 1999

	Title VI-B	Title I	Title VI	Drug Free Grant	Foreign Language	Total
ASSETS:						
Equity in Pooled Cash and Investments	\$0	\$11,788	\$0	\$0	\$9,003	\$134,552
Total Assets	\$0	\$11,788	\$0	\$0	\$9,003	\$134,552
LIABILITIES:						
Accounts Payable	\$0	\$0	\$0	\$0	\$751	\$8,942
Accrued Wages and Benefits	0	20,533	0	0	0	20,533
Intergovernmental Payable	432	347	28	0	22	1,163
Total Liabilities	432	20,880	28	0	773	30,638
Fund Equity:						
Fund Balances						
Reserved for Encumbrances	0	0	0	0	0	37,762
Unreserved - Undesignated (Deficit)	(432)	(9,092)	(28)	0	8,230	66,152
Total Fund Equity	(432)	(9,092)	(28)	0	8,230	103,914
Total Liabilities and Fund Equity	\$0	\$11,788	\$0	\$0	\$9,003	\$134,552

Northwest Local School District
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Public School Support	District Managed Activities	Auxiliary Services	Teacher Development	M. I. S. Grant	Textbook/ Instruction Grant
REVENUE:						
Intergovernmental	\$0	\$0	\$91,119	\$10,907	\$6,813	\$35,246
Interest	0	0	769	0	0	0
Extracurricular Activities	106,290	73,585	0	0	0	0
Other	22,038	1,133	0	0	0	0
Total Revenues	<u>128,328</u>	<u>74,718</u>	<u>91,888</u>	<u>10,907</u>	<u>6,813</u>	<u>35,246</u>
EXPENDITURES:						
Current						
Instruction						
Regular	0	0	0	3,840	0	42,035
Special	0	0	0	0	0	0
Support Services						
Pupil	0	0	0	0	0	0
Administration	0	0	0	0	6,808	0
Operation and Maintenance of Plant						
Central	129,180	0	285	0	0	0
Community Services	0	0	96,703	1,256	0	0
Extracurricular Activities	0	68,622	0	0	0	0
Total Expenditures	<u>129,180</u>	<u>68,622</u>	<u>96,988</u>	<u>5,096</u>	<u>6,808</u>	<u>42,035</u>
Revenues Over (Under)						
Expenditures	(852)	6,096	(5,100)	5,811	5	(6,789)
Fund Balances (Deficit) at						
Beginning of Year						
	<u>46,139</u>	<u>15,532</u>	<u>12,271</u>	<u>7,745</u>	<u>(44)</u>	<u>24,422</u>
Fund Balances (Deficit)						
at End of Year						
	<u>\$45,287</u>	<u>\$21,628</u>	<u>\$7,171</u>	<u>\$13,556</u>	<u>\$(-39)</u>	<u>\$17,633</u>

Northwest Local School District
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Title VI-B	Title I	Title VI	Drug Free Grant	Foreign Language	Total
REVENUE:						
Intergovernmental	\$109,888	\$136,354	\$9,666	\$12,256	\$18,600	\$430,849
Interest	0	0	0	0	0	769
Extracurricular Activities	0	0	0	0	0	179,875
Other	0	0	0	0	0	23,171
Total Revenues	<u>109,888</u>	<u>136,354</u>	<u>9,666</u>	<u>12,256</u>	<u>18,600</u>	<u>634,664</u>
EXPENDITURES:						
Current						
Instruction						
Regular	0	0	0	8,850	11,332	66,057
Special	0	121,958	9,133	0	0	131,091
Support Services						
Pupil	95,452	0	0	5,620	0	101,072
Administration	1,385	1,381	0	0	0	9,574
Operation and Maintenance of Plant						
Central	0	0	0	1,243	0	1,243
Community Services	13,130	10,875	820	0	0	122,784
Extracurricular Activities	0	0	0	0	0	68,622
Total Expenditures	<u>109,867</u>	<u>134,214</u>	<u>9,953</u>	<u>15,713</u>	<u>11,332</u>	<u>629,908</u>
Revenues Over (Under) Expenditures	<u>(79)</u>	<u>2,140</u>	<u>(287)</u>	<u>(3,457)</u>	<u>7,268</u>	<u>4,756</u>
Fund Balances (Deficit) at Beginning of Year						
	<u>(353)</u>	<u>(11,232)</u>	<u>259</u>	<u>3,457</u>	<u>962</u>	<u>99,158</u>
Fund Balances (Deficit) at End of Year						
	<u>\$(432)</u>	<u>\$(9,092)</u>	<u>\$(28)</u>	<u>\$0</u>	<u>\$8,230</u>	<u>\$103,914</u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Public School Support
For the Fiscal Year Ended June 30, 1999

	Public School Support		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	-	-	-
Interest	-	-	-
Extracurricular Activities	106,290	106,290	-
Classroom Materials & Fees	-	-	-
Other	22,038	22,038	-
Total Revenues	128,328	128,328	-
EXPENDITURES:			
Current			
Instruction			
Community Services			
Salaries and Wages	247	-	247
Fringe Benefits	-	-	-
Contract Services	49,741	37,120	12,621
Supplies	67,057	50,637	16,420
Other	27,501	26,363	1,138
Capital Outlay - New	30,038	25,572	4,466
Capital Outlay - Replacement	1,338	889	449
Total Community Services	175,922	140,581	35,341
Total Expenditures	175,922	140,581	35,341
Excess of Revenues over (under) Expenditures	(47,594)	(12,253)	35,341
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	(47,594)	(12,253)	35,341
Fund Balance at Beginning of Year	40,479	40,479	-
Prior Year Encumbrance Appropriated	7,115	7,115	-
Fund Balance at End of Year	\$ -	\$ 35,341	\$ 35,341

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
District Managed Activities
For the Fiscal Year Ended June 30, 1999

	District Managed Activity		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	-	-	-
Interest	-	-	-
Extracurricular Activities	74,718	73,586	(1,132)
Classroom Materials & Fees	-	-	-
Other	-	1,132	1,132
Total Revenues	<u>74,718</u>	<u>74,718</u>	<u>-</u>
EXPENDITURES:			
Current			
Sports Oriented			
Salaries and Wages	3,862	1,862	2,000
Fringe Benefits	-	-	-
Contract Services	16,187	14,082	2,105
Supplies	21,019	8,571	12,448
Other	32,422	30,867	1,555
Capital Outlay - New	17,520	16,355	1,165
Capital Outlay - Replacement	5,411	4,681	730
Total Sports Oriented	<u>96,421</u>	<u>76,418</u>	<u>20,003</u>
Total Extracurricular Activities	<u>96,421</u>	<u>76,418</u>	<u>20,003</u>
Total Expenditures	<u>96,421</u>	<u>76,418</u>	<u>20,003</u>
Excess of Revenues over (under) Expenditures	<u>(21,703)</u>	<u>(1,700)</u>	<u>20,003</u>
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	<u>(21,703)</u>	<u>(1,700)</u>	<u>20,003</u>
Fund Balance at Beginning of Year	19,220	19,220	-
Prior Year Encumbrance Appropriated	2,483	2,483	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 20,003</u>	<u>\$ 20,003</u>

Northwest Local School District
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balances - Budget Basis and Actual
 Auxiliary Services
 For the Fiscal Year Ended June 30, 1999

	Auxiliary Services		Variance
	Revised Budget	Actual	Favorable (Unfavorable)
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	91,120	91,120	-
Interest	769	769	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	91,889	91,889	-
EXPENDITURES:			
Current			
Food Services			
Salaries and Wages	72,856	72,856	-
Fringe Benefits	12,347	12,347	-
Contract Services	1,286	1,286	-
Supplies	18,025	18,025	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Food Services	104,514	104,514	-
Total Expenditures	104,514	104,514	-
Excess of Revenues over (under) Expenditures	(12,625)	(12,625)	-
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	(12,625)	(12,625)	-
Fund Balance at Beginning of Year	12,486	12,486	-
Prior Year Encumbrance Appropriated	139	139	-
Fund Balance at End of Year	\$ -	\$ -	\$ -

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Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Teacher Development
For the Fiscal Year Ended June 30, 1999

	Teacher Development		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	10,907	10,907	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	<u>10,907</u>	<u>10,907</u>	<u>-</u>
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	4,554	2,041	2,513
Fringe Benefits	1,003	29	974
Contract Services	1,651	1,425	226
Supplies	592	657	(65)
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	<u>7,800</u>	<u>4,152</u>	<u>3,648</u>
Total Instruction	<u>7,800</u>	<u>4,152</u>	<u>3,648</u>
Community Services			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	9,601	1,800	7,801
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Community Services'	<u>9,601</u>	<u>1,800</u>	<u>7,801</u>
Food Services			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	1,255	1,255	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Food Services	<u>1,255</u>	<u>1,255</u>	<u>-</u>
Total Expenditures	<u>18,656</u>	<u>7,207</u>	<u>11,449</u>
Excess of Revenues over (under) Expenditures	<u>(7,749)</u>	<u>3,700</u>	<u>11,449</u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Teacher Development
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	(7,749)	3,700	11,449
Fund Balance at Beginning of Year	7,099	7,099	-
Prior Year Encumbrance Appropriated	650	650	-
Fund Balance at End of Year	\$ -	\$ 11,449	\$ 11,449

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
M.I.S. Grant
For the Fiscal Year Ended June 30, 1999

	M.I.S. Grant		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	6,813	6,813	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	6,813	6,813	-
EXPENDITURES:			
Current			
Administration			
Salaries and Wages	6,813	6,813	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Administration	6,813	6,813	-
Total Expenditures	6,813	6,813	-
Excess of Revenues over (under) Expenditures	-	-	-
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	-	-	-
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrance Appropriated	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Textbook / Instruction Grant
For the Fiscal Year Ended June 30, 1999

	Textbook / Instruction Grant		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	35,246	35,246	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	35,246	35,246	-
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	63,241	62,605	636
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	63,241	62,605	636
Total Instruction	63,241	62,605	636
Total Expenditures	63,241	62,605	636
Excess of Revenues over (under) Expenditures	(27,995)	(27,359)	636
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	(27,995)	(27,359)	636
Fund Balance at Beginning of Year	2,057	2,057	-
Prior Year Encumbrance Appropriated	25,938	25,938	-
Fund Balance at End of Year	\$ -	\$ 636	\$ 636

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Title VI-B
For the Fiscal Year Ended June 30, 1999

	Title VI-B		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	109,888	109,888	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	109,888	109,888	-
EXPENDITURES:			
Current			
Support Services			
Pupil			
Salaries and Wages	68,401	68,401	-
Fringe Benefits	17,479	17,479	-
Contract Services	360	360	-
Supplies	5,427	5,427	-
Other	3,706	3,706	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Pupil	95,373	95,373	-
Fiscal			
Salaries and Wages	1,117	1,117	-
Fringe Benefits	267	267	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Fiscal	1,384	1,384	-
Food Services			
Salaries and Wages	5,881	5,881	-
Fringe Benefits	878	878	-
Contract Services	5,405	5,405	-
Supplies	967	967	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Food Services	13,131	13,131	-
Total Expenditures	109,888	109,888	-
Excess of Revenues over (under) Expenditures	-	-	-

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Title VI-B
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	-	-	-
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrance Appropriated	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Title I
For the Fiscal Year Ended June 30, 1999

	Title I		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	136,354	136,354	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	136,354	136,354	-
EXPENDITURES:			
Current			
Instruction			
Special Instruction			
Salaries and Wages	106,684	94,895	11,789
Fringe Benefits	25,345	25,345	-
Contract Services	350	350	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Special Instruction	132,379	120,590	11,789
Total Instruction	132,379	120,590	11,789
Support Services			
Fiscal			
Salaries and Wages	1,118	1,118	-
Fringe Benefits	265	265	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Fiscal	1,383	1,383	-
Food Services			
Salaries and Wages	6,260	6,260	-
Fringe Benefits	936	936	-
Contract Services	3,643	3,643	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Food Services	10,839	10,839	-
Total Expenditures	144,601	132,812	11,789

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Title I
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess of Revenues over (Under) Expenditures	(8,247)	3,542	11,789
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	(8,247)	3,542	11,789
Fund Balance at Beginning of Year	8,247	8,247	-
Prior Year Encumbrance Appropriated	-	-	-
Fund Balance at End of Year	\$ -	\$ 11,789	\$ 11,789

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Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Title VI
For the Fiscal Year Ended June 30, 1999

	Title VI		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	9,666	9,666	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	<u>9,666</u>	<u>9,666</u>	<u>-</u>
EXPENDITURES:			
Current			
Instruction			
Special Instruction			
Salaries and Wages	4,811	4,811	-
Fringe Benefits	799	799	-
Contract Services	-	-	-
Supplies	3,124	3,124	-
Other	768	768	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Special Instruction	<u>9,502</u>	<u>9,502</u>	<u>-</u>
Total Instruction	<u>9,502</u>	<u>9,502</u>	<u>-</u>
Support Services			
Food Services			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	820	820	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Food Services	<u>820</u>	<u>820</u>	<u>-</u>
Total Expenditures	<u>10,322</u>	<u>10,322</u>	<u>-</u>
Excess of Revenues over (under) Expenditures	<u>(656)</u>	<u>(656)</u>	<u>-</u>
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	<u>(656)</u>	<u>(656)</u>	<u>-</u>
Fund Balance at Beginning of Year	287	287	-
Prior Year Encumbrance Appropriated	<u>369</u>	<u>369</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Drug Free Grant
For the Fiscal Year Ended June 30, 1999

	Drug Free Grant		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	12,256	12,256	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	12,256	12,256	-
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	127	127	-
Supplies	8,724	8,724	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	8,851	8,851	-
Total Instruction	8,851	8,851	-
Support Services			
Pupil			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	5,620	5,620	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Pupil	5,620	5,620	-
Operating and Maintenance of Plant			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Capital Outlay - New	1,243	1,243	-
Capital Outlay - Replacement	-	-	-
Total Operating and Maintenance of Plant	1,243	1,243	-
Total Expenditures	15,714	15,714	-

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Drug Free Grant
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess of Revenues over (under) Expenditures	(3,458)	(3,458)	-
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	(3,458)	(3,458)	-
Fund Balance at Beginning of Year	3,338	3,338	-
Prior Year Encumbrance Appropriated	120	120	-
Fund Balance at End of Year	\$ -	\$ -	\$ -

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Foreign Language
For the Fiscal Year Ended June 30, 1999

	Foreign Language		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	18,600	18,600	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	<u>18,600</u>	<u>18,600</u>	<u>-</u>
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	11,820	7,550	4,270
Fringe Benefits	2,742	2,012	730
Contract Services	3,750	1,296	2,454
Supplies	1,250	139	1,111
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	<u>19,562</u>	<u>10,997</u>	<u>8,565</u>
Total Instruction	<u>19,562</u>	<u>10,997</u>	<u>8,565</u>
Support Services			
Total Expenditures	<u>19,562</u>	<u>10,997</u>	<u>8,565</u>
Excess of Revenues over (under) Expenditures	<u>(962)</u>	<u>7,603</u>	<u>8,565</u>
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	<u>(962)</u>	<u>7,603</u>	<u>8,565</u>
Fund Balance at Beginning of Year	962	962	-
Prior Year Encumbrance Appropriated	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 8,565</u>	<u>\$ 8,565</u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	All Special Revenue Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	430,850	430,850	-
Interest	769	769	-
Extracurricular Activities	181,008	179,876	(1,132)
Classroom Materials & Fees	-	-	-
Other	22,038	23,170	1,132
Total Revenues	634,665	634,665	-
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	16,374	9,591	6,783
Fringe Benefits	3,745	2,041	1,704
Contract Services	5,528	2,848	2,680
Supplies	73,807	72,125	1,682
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	99,454	86,605	12,849
Special Instruction			
Salaries and Wages	111,495	99,706	11,789
Fringe Benefits	26,144	26,144	-
Contract Services	350	350	-
Supplies	3,124	3,124	-
Other	768	768	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Special Instruction	141,881	130,092	11,789
Total Instruction	241,335	216,697	24,638
Support Services			
Pupil			
Salaries and Wages	68,401	68,401	-
Fringe Benefits	17,479	17,479	-
Contract Services	5,980	5,980	-
Supplies	5,427	5,427	-
Other	3,706	3,706	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Pupil	100,993	100,993	-

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Administration			
Salaries and Wages	6,813	6,813	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Administration	6,813	6,813	-
Fiscal			
Salaries and Wages	2,235	2,235	-
Fringe Benefits	532	532	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Fiscal	2,767	2,767	-
Operating and Maintenance of Plant			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Capital Outlay - New	1,243	1,243	-
Capital Outlay - Replacement	-	-	-
Total Operating and Maintenance of Plant	1,243	1,243	-
Community Services			
Salaries and Wages	247	-	247
Fringe Benefits	-	-	-
Contract Services	49,741	37,120	12,621
Supplies	67,057	50,637	16,420
Other	37,102	28,163	8,939
Capital Outlay - New	30,038	25,572	4,466
Capital Outlay - Replacement	1,338	889	449
Total Community Services	185,523	142,381	43,142
Food Services			
Salaries and Wages	84,997	84,997	-
Fringe Benefits	14,161	14,161	-
Contract Services	11,589	11,589	-
Supplies	19,812	19,812	-
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Food Services	130,559	130,559	-

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Extracurricular Activities			
Sports Oriented			
Salaries and Wages	3,862	1,862	2,000
Fringe Benefits	-	-	-
Contract Services	16,187	14,082	2,105
Supplies	21,019	8,571	12,448
Other	32,422	30,867	1,555
Capital Outlay - New	17,520	16,355	1,165
Capital Outlay - Replacement	5,411	4,681	730
Total Sports Oriented	<u>96,421</u>	<u>76,418</u>	<u>20,003</u>
Total Extracurricular Activities	<u>96,421</u>	<u>76,418</u>	<u>20,003</u>
Total Expenditures	<u>765,654</u>	<u>677,871</u>	<u>87,783</u>
Excess of Revenues over (under) Expenditures	<u>(130,989)</u>	<u>(43,206)</u>	<u>87,783</u>
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	<u>(130,989)</u>	<u>(43,206)</u>	<u>87,783</u>
Fund Balance at Beginning of Year	94,175	94,175	-
Prior Year Encumbrance Appropriated	<u>36,814</u>	<u>36,814</u>	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 87,783</u>	<u>\$ 87,783</u>

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Capital Projects Funds:

Capital Projects funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities. A description of the School District's Capital Projects Funds are follows:

Permanent Improvement - This fund was established to account for all transactions related to the acquiring, constructing, or improving of permanent improvements.

School Net - This fund was established to account for wiring for computers to all classrooms in the State.

Tech Equity - A fund to account for technology equity funding to low-wealth school districts.

Northwest Local School District
Combining Balance Sheet - All Capital Projects Funds
June 30, 1999

	Permanent Improvement	School Net	Tech Equity	Total
ASSETS:				
Equity in Pooled Cash and Investments	\$49,343	\$6,240	\$2,222	\$57,805
Receivables				
Taxes	142,124	0	0	142,124
Interest	202	0	0	202
Total Assets	<u>\$191,669</u>	<u>\$6,240</u>	<u>\$2,222</u>	<u>\$200,131</u>
LIABILITIES:				
Accounts Payable	\$2,975	\$0	\$583	\$3,558
Deferred Revenue	136,670	0	0	136,670
Notes Payable	80,000	0	0	80,000
Total Liabilities	<u>219,645</u>	<u>0</u>	<u>583</u>	<u>220,228</u>
Fund Equity:				
Fund Balances				
Reserved for Property Taxes	5,454	0	0	5,454
Reserved for Encumbrances	30,103	5,328	1,059	36,490
Unreserved - Undesignated	(63,533)	912	580	(62,041)
Total Fund Equity	<u>(27,976)</u>	<u>6,240</u>	<u>1,639</u>	<u>(20,097)</u>
Total Liabilities and Fund Equity	<u>\$191,669</u>	<u>\$6,240</u>	<u>\$2,222</u>	<u>\$200,131</u>

Northwest Local School District
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
All Capital Projects Funds
For the Fiscal Year Ended June 30, 1999

	Permanent Improvement	School Nat	Tech Equity	Total
REVENUE:				
Taxes	\$79,653	\$0	\$0	\$79,653
Interest	1,353	0	0	1,353
Intergovernmental	17,646	218,486	11,934	248,066
Total Revenues	<u>98,652</u>	<u>218,486</u>	<u>11,934</u>	<u>329,072</u>
EXPENDITURES:				
Current				
Instruction				
Regular	340	207,997	10,761	219,098
Support Services				
Instructional Staff	0	3,472	0	3,472
Board of Education	18	0	0	18
Fiscal	701	0	0	701
Operation and Maintenance				
of Plant	80,383	9,998	11,468	101,849
Pupil Transportation	190	0	0	190
Total Expenditures	<u>81,632</u>	<u>221,467</u>	<u>22,229</u>	<u>325,328</u>
Revenues Over (Under)				
Expenditures	17,020	(2,981)	(10,295)	3,744
OTHER FINANCING SOURCES:				
Other Sources	84,573	0	0	84,573
Total Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>101,593</u>	<u>(2,981)</u>	<u>(10,295)</u>	<u>88,317</u>
Fund Balances (Deficit) at Beginning of Year	<u>(129,569)</u>	<u>9,221</u>	<u>11,934</u>	<u>(108,414)</u>
Fund Balances (Deficit) at End of Year	<u><u>\$(27,976)</u></u>	<u><u>\$6,240</u></u>	<u><u>\$1,639</u></u>	<u><u>\$(20,097)</u></u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Permanent Improvement
For the Fiscal Year Ended June 30, 1999

	Permanent Improvement		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ 80,272	\$ 80,272	\$ -
Tuition and Fees	-	-	-
Intergovernmental	17,646	17,646	-
Interest	1,288	1,288	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	99,206	99,206	-
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	340	340	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	340	340	-
Total Instruction	340	340	-
Board of Education			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	19	19	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Board of Education	19	19	-
Fiscal			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	700	700	-
Capital Outlay - Replacement	-	-	-
Total Fiscal	700	700	-

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Permanent Improvement
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating and Maintenance of Plant			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	42,737	23,497	19,240
Supplies	-	-	-
Capital Outlay - New	43,996	43,996	-
Capital Outlay - Replacement	43,606	43,606	-
Total Operating and Maintenance of Plant	<u>130,339</u>	<u>111,099</u>	<u>19,240</u>
Pupil Transportation			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	190	190	-
Capital Outlay - Replacement	-	-	-
Total Pupil Transportation	<u>190</u>	<u>190</u>	<u>-</u>
Total Expenditures	<u>131,588</u>	<u>112,348</u>	<u>19,240</u>
Excess of Revenues over (under) Expenditures	<u>(32,382)</u>	<u>(13,142)</u>	<u>19,240</u>
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	<u>(32,382)</u>	<u>(13,142)</u>	<u>19,240</u>
Fund Balance at Beginning of Year	28,480	28,480	-
Prior Year Encumbrance Appropriated	3,902	3,902	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 19,240</u>	<u>\$ 19,240</u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
School Net
For the Fiscal Year Ended June 30, 1999

	School Net		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	218,486	218,486	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	<u>218,486</u>	<u>218,486</u>	<u>-</u>
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	325	325	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	6,300	6,300	-
Other	206,206	205,293	913
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	<u>212,831</u>	<u>211,918</u>	<u>913</u>
Total Instruction	<u>212,831</u>	<u>211,918</u>	<u>913</u>
Support Services			
Instructional Staff			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	3,472	3,472	-
Capital Outlay - Replacement	-	-	-
Total Instructional Staff	<u>3,472</u>	<u>3,472</u>	<u>-</u>
Operating and Maintenance of Plant			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	11,405	11,405	-
Supplies	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Operating and Maintenance of Plant	<u>11,405</u>	<u>11,405</u>	<u>-</u>
Total Expenditures	<u>227,708</u>	<u>226,795</u>	<u>913</u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
School Net
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess of Revenues over (under) Expenditures	(9,222)	(8,309)	913
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	(9,222)	(8,309)	913
Fund Balance at Beginning of Year	8,747	8,747	-
Prior Year Encumbrance Appropriated	475	475	-
Fund Balance at End of Year	\$ -	\$ 913	\$ 913

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Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Tech Equity
For the Fiscal Year Ended June 30, 1999

	Tech Equity		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	11,934	11,934	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	<u>11,934</u>	<u>11,934</u>	<u>-</u>
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	200	-	200
Supplies	1,589	1,589	-
Other	9,189	9,172	17
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	<u>10,978</u>	<u>10,761</u>	<u>217</u>
Total Instruction	<u>10,978</u>	<u>10,761</u>	<u>217</u>
Support Services			
Operating and Maintenance of Plant			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	12,890	12,527	363
Supplies	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Operating and Maintenance of Plant	<u>12,890</u>	<u>12,527</u>	<u>363</u>
Total Expenditures	<u>23,868</u>	<u>23,288</u>	<u>580</u>
Excess of Revenues over (under) Expenditures	<u>(11,934)</u>	<u>(11,354)</u>	<u>580</u>
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	<u>(11,934)</u>	<u>(11,354)</u>	<u>580</u>
Fund Balance at Beginning of Year	11,934	11,934	-
Prior Year Encumbrance Appropriated	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 580</u>	<u>\$ 580</u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
All Capital Projects Funds
For the Fiscal Year Ended June 30, 1999

	Capital Projects Summary		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$ 80,272	\$ 80,272	\$ -
Tuition and Fees	-	-	-
Intergovernmental	248,066	248,066	-
Interest	1,288	1,288	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	-	-	-
Total Revenues	329,626	329,626	-
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	325	325	-
Fringe Benefits	-	-	-
Contract Services	200	-	200
Supplies	7,889	7,889	-
Other	215,395	214,465	930
Capital Outlay - New	340	340	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	224,149	223,019	1,130
Total Instruction	224,149	223,019	1,130
Support Services			
Instructional Staff			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	3,472	3,472	-
Capital Outlay - Replacement	-	-	-
Total Instructional Staff	3,472	3,472	-
Board of Education			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	19	19	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Board of Education	19	19	-

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
All Capital Projects Funds
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Fiscal			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	700	700	-
Capital Outlay - Replacement	-	-	-
Total Fiscal	700	700	-
Operating and Maintenance of Plant			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	67,032	47,429	19,603
Supplies	-	-	-
Capital Outlay - New	43,996	43,996	-
Capital Outlay - Replacement	43,606	43,606	-
Total Operating and Maintenance of Plant	154,634	135,031	19,603
Pupil Transportation			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	-	-	-
Other	-	-	-
Capital Outlay - New	190	190	-
Capital Outlay - Replacement	-	-	-
Total Pupil Transportation	190	190	-
Total Expenditures	383,164	362,431	20,733
Excess of Revenues over (under) Expenditures	(53,538)	(32,805)	20,733
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	(53,538)	(32,805)	20,733
Fund Balance at Beginning of Year	49,161	49,161	-
Prior Year Encumbrance Appropriated	4,377	4,377	-
Fund Balance at End of Year	\$ -	\$ 20,733	\$ 20,733

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Enterprise Funds:

Enterprise funds are set up to account for the acquisition and operation of governmental facilities and services that are entirely or predominately self-supporting from user charges. The School District operates the following Enterprise types:

Food Service - This fund accounts for the provision of food service for the School District.

Uniform School Supplies - This fund accounts for the purchase and sale of school supplies as adopted by the Board of Education for use in the vocational programs of the School District. Profit derived from such sales is to be used for school purposes or activities in connection with the school.

Northwest Local School District
Combining Balance Sheet - All Enterprise Funds
June 30, 1999

	<u>Food</u> <u>Service</u>	<u>Uniform</u> <u>School Supplies</u>	<u>Total</u>
ASSETS:			
Equity in Pooled Cash and Investments	\$157,648	\$2,667	\$160,315
Receivables			
Interest	620	0	620
Intergovernmental	10,351	0	10,351
Materials and Supplies			
Inventory	10,942	0	10,942
Fixed Assets (Net where applicable, of Accumulated Depreciation)	<u>18,398</u>	<u>0</u>	<u>18,398</u>
 Total Assets	 <u>\$197,959</u>	 <u>\$2,667</u>	 <u>\$200,626</u>
LIABILITIES:			
Accrued Wages and Benefits	\$31,798	\$0	\$31,798
Compensated Absences	14,932	0	14,932
Intergovernmental Payable	<u>15,037</u>	<u>0</u>	<u>15,037</u>
 Total Liabilities	 <u>61,767</u>	 <u>0</u>	 <u>61,767</u>
Fund Equity:			
Retained Earnings - Unreserved	<u>136,192</u>	<u>2,667</u>	<u>138,859</u>
 Total Fund Equity	 <u>136,192</u>	 <u>2,667</u>	 <u>138,859</u>
 Total Liabilities and Fund Equity	 <u>\$197,959</u>	 <u>\$2,667</u>	 <u>\$200,626</u>

Northwest Local School District
Combining Statement of Revenues, Expenses, and Changes in
Retained Earnings - All Enterprise Funds
For the Fiscal Year Ended June 30, 1999

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Total</u>
OPERATING REVENUES:			
Sales	\$365,297	90	\$365,297
Charges for Services	<u>0</u>	<u>2,629</u>	<u>2,629</u>
Total Operating Revenues	<u>365,297</u>	<u>2,629</u>	<u>367,926</u>
OPERATING EXPENSES:			
Salaries and Wages	163,166	0	163,166
Fringe Benefits	67,370	0	67,370
Contract Services	8,972	0	8,972
Cost of Sales	234,159	3,731	237,890
Depreciation	4,272	0	4,272
Materials and Supplies Expense	<u>2,592</u>	<u>0</u>	<u>2,592</u>
Total Operating Expenses	<u>480,531</u>	<u>3,731</u>	<u>484,262</u>
Operating Loss	<u>(115,234)</u>	<u>(1,102)</u>	<u>(116,336)</u>
NON-OPERATING REVENUES:			
Donated Commodities	47,242	0	47,242
Operating Grants	77,633	0	77,633
Interest Income	<u>3,476</u>	<u>0</u>	<u>3,476</u>
Total Non-Operating Revenues	<u>128,351</u>	<u>0</u>	<u>128,351</u>
Net Income (Loss)	13,117	(1,102)	12,015
Retained Earnings at Beginning of Year	<u>123,075</u>	<u>3,769</u>	<u>126,844</u>
Retained Earnings at End of Year	<u>\$136,192</u>	<u>\$2,667</u>	<u>\$138,859</u>

**Northwest Local School District
Combining Statement of Cash Flows
All Enterprise Funds
For the Fiscal Year Ended June 30, 1999**

INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Total Enterprise Funds</u>
Cash flows from operating activities:			
Operating loss	\$ (115,234)	\$ (1,102)	\$ (116,336)
Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities			
Depreciation	4,272	-	4,272
Donated commodities in cost of sales	44,243	-	44,243
Change in assets and liabilities that increase (decrease) cash flow from operations			
Interest receivable	(620)	-	(620)
Intergovernmental receivable	7,456	-	7,456
Material and supplies inventory	9	-	9
Accounts payable	(454)	-	(454)
Accrued wages and benefits	260	-	260
Intergovernmental payable	3,188	-	3,188
Compensated absences	(3,118)	-	(3,118)
Net cash used in operating activities	<u>(59,998)</u>	<u>(1,102)</u>	<u>(61,100)</u>
Cash flows from non-capital financing and investing activities:			
Operating grants received	77,633	-	77,633
Purchased fixed assets	(3,810)	-	(3,810)
Other non-operating revenue	3,476	-	3,476
Net cash provided by non-capital financing and investing activities	<u>77,299</u>	<u>-</u>	<u>77,299</u>
Net increase(decrease) in cash and cash equivalents	17,301	(1,102)	16,199
Cash and cash equivalents - beginning of year	<u>140,347</u>	<u>3,769</u>	<u>144,116</u>
Cash and cash equivalents - end of year	<u>\$ 157,648</u>	<u>\$ 2,667</u>	<u>160,315</u>
Noncash capital investing and related financing activities:			
Donated commodities received	\$ 47,242	\$ -	\$ 47,242

Fiduciary Funds:

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The following are the School District's Fiduciary Funds Types:

Expendable Trust Fund:

Special Trust Fund - This fund accounts for assets held by the School district in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

Agency Fund:

Student Managed Activity Fund - This fund accounts for those student activity programs which have student participation in the activity and have students involved in the management of the program.

Northwest Local School District
Combining Balance Sheet
All Expendable Trust and Agency Funds
June 30, 1999

	Special Trust Fund	Agency Total	Total
	<u> </u>	<u> </u>	<u> </u>
ASSETS:			
Equity in Pooled Cash and Investments	\$1,794	\$47,727	\$49,521
Receivables Accounts	<u>0</u>	<u>32</u>	<u>32</u>
Total Assets	<u><u>\$1,794</u></u>	<u><u>\$47,759</u></u>	<u><u>\$49,553</u></u>
LIABILITIES:			
Accounts Payable	\$357	\$1,459	\$1,816
Due to Others	<u>0</u>	<u>46,300</u>	<u>46,300</u>
Total Liabilities	<u><u>357</u></u>	<u><u>47,759</u></u>	<u><u>48,116</u></u>
Fund Equity:			
Fund Balances			
Reserved for Encumbrances	701	0	701
Unreserved - Undesignated	<u>736</u>	<u>0</u>	<u>736</u>
Total Fund Equity	<u><u>1,437</u></u>	<u><u>0</u></u>	<u><u>1,437</u></u>
Total Liabilities and Fund Equity	<u><u>\$1,794</u></u>	<u><u>\$47,759</u></u>	<u><u>\$49,553</u></u>

Northwest Local School District
Schedule of Revenues, Expenditures, and Changes
in Fund Balances - Budget Basis and Actual
Special Trust Fund
For the Fiscal Year Ended June 30, 1999

	Trust Fund		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Tuition and Fees	-	-	-
Intergovernmental	-	-	-
Interest	-	-	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Other	3,000	3,000	-
Total Revenues	3,000	3,000	-
EXPENDITURES:			
Current			
Instruction			
Regular Instruction			
Salaries and Wages	-	-	-
Fringe Benefits	-	-	-
Contract Services	-	-	-
Supplies	3,000	2,264	736
Other	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Replacement	-	-	-
Total Regular Instruction	3,000	2,264	736
Total Instruction	3,000	2,264	736
Total Expenditures	3,000	2,264	736
Excess of Revenues over (under) Expenditures	-	736	736
Excess of Revenues and Other Financing Sources over (under) expenditures and other Financing Uses	-	736	736
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrance Appropriated	-	-	-
Fund Balance at End of Year	\$ -	\$ 736	\$ 736

Northwest Local School District
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Fiscal year Ended June 30, 1999

	Beginning Balance 6/30/98	Additions	Deductions	Ending Balance 6/30/99
STUDENT MANAGED ACTIVITY:				
ASSETS:				
Equity in Pooled Cash and Investments	\$ 50,484	\$ -	\$ 2,757	\$ 47,727
Receivables Accounts	1,380	-	1,348	32
Total Assets	\$ 51,864	\$ -	\$ 4,105	\$ 47,759
LIABILITIES:				
Accounts Payable	\$ 528	\$ 931	\$ -	\$ 1,459
Due to Others	51,336	-	5,036	46,300
Total Liabilities	\$ 51,864	\$ 931	\$ 5,036	\$ 47,759

General Fixed Assets Account Group:

This group of accounts is used to account for all land and improvements, buildings, equipment and vehicles not used in the operation of the Proprietary funds.

Northwest Local School District
Schedule of Changes in General Fixed Assets
By Source
June 30, 1999

General Fixed Assets:

Land and Buildings	\$ 5,107,218
Furniture and Equipment	4,156,253
Vehicles	<u>1,284,315</u>
Total General Fixed Assets	<u>\$ 10,547,786</u>

Investments in General Fixed Assets From Acquisitions since 1998

General Fund	\$ 379,558
Grants	3,264
Capital Projects Funds	199,142
Acquisitions Prior to 6/30/98	<u>9,965,822</u>
Total Investment in General Fixed Assets	<u>\$ 10,547,786</u>

Northwest Local School District
Schedule of Changes in General Fixed Assets
By Function
June 30, 1999

Function	General Fixed Assets 6/30/98	Increases	Decreases	General Fixed Assets 6/30/99
Instruction	\$ 7,051,644	\$ 350,241	\$ 13,055	\$ 7,388,830
Support Services:				
Operation and Maintenance of Plant Services	1,413,448	37,912	10,231	1,441,129
Pupil Transportation	1,225,851	52,024	40,000	1,237,875
Extra Curricular Activities	194,417	21,256	-	215,673
Building Acquisition and Construction	143,748	120,531	-	264,279
Total General Fixed Assets	\$ 10,029,108	\$ 581,964	\$ 63,286	\$ 10,547,786

**Northwest Local School District
Schedule of General Fixed Assets
By Function and Type
As of June 30, 1999**

Function	Land and Buildings	Furniture and Equipment	Vehicles	Total
Instruction	\$ 3,448,250	\$ 3,940,580	\$ -	\$ 7,388,830
Support Services:				
Operation and Maintenance of Plant Services	1,394,689	-	46,440	\$ 1,441,129
Pupil Transportation	-	-	1,237,875	\$ 1,237,875
Extracurricular Activities	-	215,673	-	\$ 215,673
Building Acquisition and Construction	<u>264,279</u>	<u>-</u>	<u>-</u>	<u>\$ 264,279</u>
Total General Fixed Assets	<u>\$ 5,107,218</u>	<u>\$ 4,156,253</u>	<u>\$ 1,284,315</u>	<u>\$ 10,547,786</u>

STATISTICAL SECTION

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Northwest Local School District
General Fund Expenditures by Function
and Other Financing Uses
Last Ten Years (1)
unaudited

	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990
	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal
Current:										
Instruction:										
Regular	\$6,335,594	\$6,128,057	\$6,887,820	\$6,688,411	\$5,360,782	\$5,080,973	\$4,495,087	\$4,572,519	\$4,448,732	\$4,269,266
Special	909,723	797,592	N/A*	N/A*	655,415	582,776	482,256	436,197	409,564	389,648
Vocational	231,571	193,629	N/A*	N/A*	236,874	213,536	182,152	202,480	191,780	178,439
Other	140,571	71,210	N/A*	N/A*	70,388	4,559	567	1,116	2,079	5,047
Support Services:										
Pupil	555,198	495,078	420,216	434,428	398,817	321,612	316,110	334,591	335,300	318,827
Instructional	154,258	148,226	141,286	184,748	185,548	105,499	99,119	103,537	101,324	101,821
Board of Education	35,122	62,033	46,228	59,167	61,457	43,058	58,468	45,070	37,485	52,955
School Administration	1,017,380	957,217	883,675	907,455	841,618	849,890	801,604	831,961	785,177	713,567
Fiscal	308,248	298,360	260,333	284,833	262,393	222,266	190,567	193,164	182,841	180,366
Operation and										
Maintenance of Plant	1,078,031	941,572	892,303	866,326	845,093	783,413	719,404	792,311	748,916	734,363
Pupil Transportation	653,600	782,085	697,746	661,383	671,441	599,893	440,636	485,000	546,354	500,238
Support Services - Central	131,969	92,098	85,286	57,837	21,187	78,491	47,535	45,077	31,025	23,398
Extracurricular Activities	195,541	173,006	185,755	182,001	172,506	166,807	148,405	137,923	145,214	154,185
Debt Service										
Principal and Interest Retirement	0	0	0	0	0	0	0	0	0	0
Site Acquisition	0	0	125,870	0	0	0	0	0	0	0
Building Acquisition										
and Construction	238,021	20,472	0	0	0	0	0	0	0	0
Advances Out	0	0	0	0	0	0	1,318	15,000	11,830	2,518
Transfers Out	56,100	59,150	61,849	0	0	83,689	74,400	7,644	4,888	84,852
Transfers Debt Service	0	0	0	0	0	0	0	0	0	0
Non-Programmed Services	0	0	0	0	0	0	0	0	0	0
TOTAL EXPENDITURES	\$12,040,925	\$11,219,785	\$10,688,167	\$10,206,589	\$9,783,519	\$9,136,442	\$8,057,528	\$8,203,590	\$7,983,310	\$7,709,310

Source: School District Financial Records

(1) 1993, 1992, 1991, 1990 are reported on cash basis, all other years on GAAP basis.

* This information not available, expenditures are included in regular instruction.

Northwest Local School District
 General Fund Revenues by Sources
 and Other Financing Sources
 Last Ten Years (1)
 unaudited

	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990
	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal
Taxes	\$5,111,171	\$5,099,615	\$4,818,584	\$4,633,855	\$4,557,096	\$4,513,683	\$3,067,356	\$2,414,335	\$2,848,473	\$2,887,217
Tuition and Fees	210,672	2,841	17,761	15,738	21,342	10,768	5,824	2,642	3,953	4,539
Intergovernmental	6,870,562	6,597,794	6,025,608	5,687,850	5,253,045	4,705,037	4,684,816	4,610,094	4,701,548	4,663,267
Interest	188,490	157,122	132,368	109,179	94,624	47,385	38,371	37,942	71,781	97,089
Extracurricular Activities	1,132	878	880	902	1,061	878	1,056	4,626	844	879
Other	16,421	34,993	26,218	20,181	18,593	3,578	23,277	83,196	108,545	1,454
Classroom Materials & Fees	19,598	17,690	N/A*	N/A*	N/A*	15,498	14,790	15,513	15,562	14,082
Other Financial Sources	305	144,543	77,331	77,121	78,021	3,657	1,222	17,754	12,322	735
Sale of Notes	0	0	0	0	0	0	850,000	1,033,000	0	0
TOTAL REVENUES	\$12,419,351	\$12,055,456	\$11,098,750	\$10,544,826	\$10,023,782	\$9,300,484	\$8,686,712	\$8,219,102	\$7,763,028	\$7,669,262

Source: School District Financial Records

(1) 1993, 1992, 1991, 1990 are reported on cash basis, all other years on GAAP basis.

* This information not available.

Northwest Local School District
 Property Tax Levies and Collections
 Real Estate Taxes
 Last Ten Years
 Stark County Only
 unaudited

Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection as a % of Current Levy
1999	4,030,831	160,750	4,191,581	3,931,436	97.53%	83,661	4,015,097	99.61%
1998	4,086,295	152,017	4,238,312	4,001,038	97.91%	85,075	4,086,113	100.00%
1997	3,831,388	347,028	4,178,416	3,798,663	99.15%	81,419	3,880,082	101.27%
1996	3,829,705	345,144	4,174,849	3,742,271	97.72%	94,922	3,837,193	100.20%
1995	3,741,411	287,549	4,028,960	3,618,557	96.72%	91,568	3,170,125	99.16%
1994	3,652,994	271,789	3,924,783	3,518,461	98.04%	68,362	3,649,823	99.91%
1993	3,608,023	199,527	3,807,550	3,535,256	97.98%	41,176	3,576,432	99.12%
1992	2,459,339	171,192	2,630,531	2,387,379	97.07%	32,423	2,419,802	98.39%
1991	2,369,041	142,034	2,511,075	2,311,229	97.56%	41,920	2,353,149	99.33%
1990	2,397,519	132,842	2,530,361	2,309,643	96.33%	32,657	2,342,300	97.70%

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

Northwest Local School District
Property Tax Levies and Collections
Real Estate Taxes
Last Ten Calendar Years
Summit County Only
unaudited

Year	Current Levy			Delinquent Levy			Total Levy			Percent of Current Levy Collected		Delinquent Collection		Total Collection		Total Collection as a % of Current Levy
	Levy	Levy	Levy	Levy	Levy	Levy	Levy	Levy	Levy	Collection	Collection	Collection	Collection	Collection	Collection	
1999	1,125,855	49,076	1,174,930	1,099,622	97.67%	39,575	1,139,197	101.19%								
1998	1,149,159	44,665	1,193,824	1,119,619	97.43%	25,075	1,144,694	99.61%								
1997	1,181,332	39,199	1,220,531	1,135,899	96.15%	24,610	1,160,509	98.24%								
1996	1,047,009	27,593	1,074,602	1,022,620	97.67%	18,886	1,041,506	99.47%								
1995	1,081,504	33,976	1,115,480	1,062,126	98.21%	28,284	1,090,410	100.82%								
1994	1,177,795	40,081	1,217,876	1,152,450	97.85%	26,089	1,178,539	100.00%								
1993	1,072,444	102,329	1,174,773	1,049,762	97.89%	19,770	1,069,532	99.73%								
1992	761,985	87,410	849,395	740,216	97.14%	24,175	764,391	100.32%								
1991	784,732	74,694	859,426	763,406	97.28%	12,880	776,286	98.92%								
1990	789,720	129,264	918,984	776,052	98.27%	75,593	851,645	107.84%								

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

Northwest Local School District
Property Tax Levies and Collections
Real Estate Taxes
Last Ten Calendar Years
Wayne County Only
(Unaudited)

Collection Year	Billed	Collected	Delinquent
1999	58,056	57,350	706
1998	55,878	50,690	5,188
1997	55,196	50,873	4,323
1996	60,270	55,972	4,298
1995	56,282	50,814	5,468
1994	55,546	53,169	2,377
1993	54,141	52,104	2,037
1992	44,691	43,489	1,202
1991	39,479	34,117	5,362
1990	37,141	33,903	3,238

Source: Wayne County Auditor

Northwest Local School District
 Property Tax Levies and Collections
 Tangible Personal Property Taxes
 Last Ten Years
 Stark County Only
 unaudited

Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection as a % of Current Levy
1999	508,823	19,684	528,507	508,224	99.88%	15,902	524,126	103.01%
1998	504,842	30,291	535,133	501,770	99.39%	21,554	523,324	103.66%
1997	487,135	27,429	514,564	482,674	99.08%	20,516	503,190	103.30%
1996	455,878	104,044	559,922	402,059	88.19%	100,266	502,325	110.10%
1995	558,546	18,779	577,325	355,561	63.66%	9,370	364,931	65.34%
1994	398,528	49,682	448,210	397,968	99.86%	36,213	434,181	108.95%
1993	324,265	18,175	342,440	318,177	98.12%	10,609	328,786	101.39%
1992	264,398	25,656	290,054	261,953	99.08%	18,586	280,539	106.10%
1991	268,990	20,467	289,457	255,153	94.86%	11,715	266,868	99.21%
1990	280,130	10,512	290,642	274,426	97.96%	4,425	278,851	90.64%

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

Northwest Local School District
 Property Tax Levies and Collections
 Tangible Personal Property Tax
 Last Ten Calendar Years
 Summit County Only

unaudited

Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of		Delinquent Collection	Total Collection	Total Collection as a % of Current Levy
					Current Levy Collected	Current Levy			
1999	142,680	5,896	148,525	142,689	100.01%	4,922	147,611	103.46%	
1998	140,887	4,326	145,213	140,579	99.78%	3,355	143,934	102.16%	
1997	137,409	13,473	150,882	137,276	99.90%	12,972	150,248	109.34%	
1996	129,827	2,232	132,059	119,222	91.83%	819	120,041	92.40%	
1995	89,530	3,749	93,279	89,530	100.00%	3,320	92,850	103.71%	
1994	79,017	443	79,460	78,277	99.06%	35	78,312	99.11%	
1993	76,359	386	76,745	76,359	100.00%	0	76,359	100.00%	
1992	62,172	302	62,474	62,172	100.00%	0	62,172	100.00%	
1991	66,646	119	66,765	66,362	99.57%	119	66,481	99.75%	
1990	41,788	620	42,408	41,754	99.92%	620	42,374	101.40%	

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

Northwest Local School District
 Property Tax Levies and Collections
 Tangible Personal Property Taxes
 Last Ten Calendar Years
 Wayne County Only
 (Unaudited)

Collection Year	Billed	Collected	Delinquent
-----	-----	-----	-----
1999	27,860	27,859	1
1998	15,591	15,591	0
1997	23,963	23,963	0
1996	42,869	40,917	1,952
1995	3,773	3,773	0
1994	18,965	18,965	0
1993	29,350	26,321	3,028
1992	23,030	23,030	0
1991	20,139	20,139	0
1990	21,527	21,737	0

Source: Wayne County Auditor

Northwest Local School District
 Assessed and Estimated Actual Value of Taxable Property
 District Total - Stark, Summit and Wayne Counties Combined
 Last Ten Years
 Unaudited

	Agricultural and Residential Real Estate	Other Real Estate	Public Utility Personal	Tangible Personal	Total Assessed Value
1999	136,276,160	17,397,610	13,505,780	12,008,492	179,188,042
1998	131,753,100	15,529,350	12,676,980	11,660,537	171,619,967
1997	113,964,390	14,583,560	12,289,730	11,235,558	152,093,238
1996	106,182,330	13,634,880	14,901,820	10,228,610	144,947,640
1995	103,083,850	13,953,830	15,031,570	11,687,521	143,756,771
1994	90,691,410	12,474,930	15,547,940	8,435,058	127,149,338
1993	85,435,960	12,332,760	14,791,550	7,170,416	119,730,686
1992	83,931,420	11,982,390	14,673,570	7,303,221	117,890,601
1991	75,192,710	12,125,770	13,917,900	7,510,270	108,746,650
1990	70,994,650	12,310,320	15,139,580	7,093,668	105,538,218

Source: Summit, Stark and Wayne County Auditors -
 Data is presented on a calendar year basis, as that is
 the manner in which the information is maintained
 by the County Auditors.

(1) Real Estate is assessed at 35 percent of actual value. Public Utility
 personal is assessed at 88 percent of actual value. Tangible personal
 is assessed at 25 percent.

Northwest Local School District
Assessed and Estimated Actual Value of Taxable Property
Stark County
Last Ten Years
Unaudited

Year	Agricultural And Residential Real Estate	Other Real Estate	Public Utility Personal	Tangible Personal	Total Assessed Value	Estimated Actual Value	Ratio
1999	109,977,030	13,821,100	7,612,270	9,151,500	140,561,900	398,965,250	35.23%
1998	105,811,640	12,789,610	7,228,280	8,795,160	134,624,690	382,255,309	35.22%
1997	88,787,210	11,964,090	7,064,880	8,427,946	116,244,126	329,600,914	35.27%
1996	86,387,580	11,453,620	8,678,630	7,914,540	114,434,370	321,066,525	35.64%
1995	83,844,440	11,740,570	8,245,550	9,646,731	113,477,291	321,056,896	35.34%
1994	71,725,850	10,242,700	8,335,550	6,653,218	96,957,318	270,280,945	35.87%
1993	68,745,830	10,128,210	8,363,800	5,395,424	92,633,264	256,440,414	36.12%
1992	67,626,270	9,806,630	8,209,980	5,554,574	91,197,454	251,930,126	36.20%
1991	59,156,600	10,028,660	7,698,310	5,639,196	82,522,766	227,306,162	36.70%
1990	57,148,750	10,630,160	7,206,740	5,823,337	80,808,987	222,641,138	36.30%

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

(1) Real Estate is assessed at 35 percent of actual value. Public Utility personal is assessed at 88 percent of actual value. Tangible personal is assessed at 25 percent.

Northwest Local School District
 Assessed and Estimated Actual Value of Taxable Property
 Summit County
 Last Ten Years
 Unaudited

Year	Agricultural And Residential Real Estate	Other Real Estate	Public Utility Personal	Tangible Personal	Total Assessed Value	Estimated Actual Value	Ratio
1999	25,501,950	3,481,550	5,329,420	2,565,022	36,877,942	98,399,508	37.48%
1998	25,179,990	2,644,730	4,967,870	2,430,777	35,223,367	94,190,178	37.40%
1997	24,370,480	2,599,000	4,776,640	2,374,252	34,120,372	91,329,305	37.36%
1996	19,088,230	2,135,750	5,640,550	2,238,250	29,102,780	75,233,493	38.68%
1995	18,532,910	2,167,750	6,448,870	1,546,280	28,695,810	71,778,733	39.98%
1994	18,338,350	2,186,720	6,720,890	1,317,880	28,563,840	70,635,467	40.44%
1993	16,143,960	2,161,940	5,900,880	1,270,532	25,477,312	63,285,579	40.26%
1992	15,761,400	2,133,150	5,960,160	1,305,237	25,159,947	62,107,588	40.51%
1991	15,448,590	2,097,110	5,797,120	1,391,984	24,734,804	61,083,188	40.49%
1990	13,233,630	1,680,160	7,562,040	862,171	23,338,001	53,252,051	43.83%

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

(1) Real Estate is assessed at 35 percent of actual value. Public Utility personal is assessed at 88 percent of actual value. Tangible personal is assessed at 25 percent.

Northwest Local School District
 Assessed and Estimated Actual Value of Taxable Property
 Wayne County
 Last Ten Years
 Unaudited

Year	Agricultural And Residential Real Estate	Other Real Estate	Public Utility Personal	Tangible Personal	Total Assessed Value	Estimated Actual Value	Ratio
1999	797,180	94,960	564,090	291,970	1,748,200	N/A *	N/A *
1998	761,470	95,010	480,830	434,600	1,771,910	N/A *	N/A *
1997	826,700	20,470	448,210	433,360	1,728,740	N/A *	N/A *
1996	706,520	45,510	582,640	75,820	1,410,490	N/A *	N/A *
1995	706,500	45,510	337,150	494,510	1,583,670	N/A *	N/A *
1994	627,210	45,510	491,500	463,960	1,628,180	N/A *	N/A *
1993	546,170	42,610	526,870	504,460	1,620,110	N/A *	N/A *
1992	543,750	42,610	503,430	443,410	1,533,200	N/A *	N/A *
1991	587,520	N/A	422,470	479,090	1,489,080	N/A *	N/A *
1990	612,270	N/A	370,800	408,160	1,391,230	N/A *	N/A *

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

(1) Real Estate is assessed at 35 percent of actual value. Public Utility personal is assessed at 88 percent of actual value. Tangible personal is assessed at 25 percent.

* Not Available from auditor

Northwest Local School District
Property Tax Rates - Direct and Overlapping Governments
Stark County
Last Ten Years
unaudited

Collection Year	Stark County & agencies	Lawrence Township	Canal Fulton Village	Northwest LSD	Stark JVSD	Total Millage
1999*	10.10	13.30		55.60	3.30	82.30
**	10.10	0.60	4.50	55.60	3.30	74.10
1998*	10.10	13.30		57.40	3.50	84.30
**	10.10	0.60	4.50	57.40	3.50	76.10
1997*	9.80	13.30		57.80	3.50	84.40
**	9.80	0.60	4.50	57.80	3.50	76.20
1996*	10.30	13.30		57.60	2.00	83.20
**	10.30	0.60	4.50	57.60	2.00	75.00
1995*	8.40	13.30		57.90	2.00	81.60
**	8.40	0.60	4.50	57.90	2.00	73.40
1994*	9.40	13.30		59.90	3.20	85.80
**	9.40	0.60	4.50	59.90	3.20	77.60
1993*	9.40	13.30		60.10	3.20	86.00
**	9.40	0.60	4.50	60.10	3.20	77.80
1992*	9.40	13.30		47.60	3.20	73.50
**	9.40	0.60	4.50	47.60	3.20	65.30
1991*	9.40	13.30		47.70	3.20	73.60
**	9.40	0.60	4.50	47.70	3.20	65.40
1990*	8.00	13.30		48.10	3.20	72.60
**	8.00	0.60	6.00	48.10	3.20	65.90

* = Lawrence Township
**= Canal Fulton Village

Northwest Local School District
Property Tax Rates - Direct and Overlapping Governments
Summit County
Last Ten Years
unaudited

Collection Year	Summit County & agencies	Franklin Twp Clinton Village	Northwest LSD	Stark Area JVSD	Total Millage
1999*	12.27	14.65	55.60	3.30	85.82
**	12.27	12.59	55.60	3.30	83.76
1998*	11.65	14.65	57.40	3.50	87.20
**	11.65	12.59	57.40	3.50	85.14
1997*	11.39	14.65	57.80	3.50	87.34
**	11.39	11.09	57.80	3.50	83.78
1996*	13.99	14.65	57.60	2.00	88.24
**	13.99	11.09	57.60	2.00	84.68
1995*	14.16	15.65	57.90	2.00	89.71
**	14.16	7.09	57.90	2.00	81.15
1994*	12.31	15.65	59.90	3.20	91.06
**	12.31	7.09	59.90	3.20	82.50
1993*	12.59	15.65	60.10	3.20	91.54
**	12.59	7.09	60.10	3.20	82.98
1992*	12.59	15.65	47.60	3.20	79.04
**	12.59	7.09	47.60	3.20	70.48
1991*	12.59	12.95	47.70	3.20	76.44
**	12.59	7.09	47.70	3.20	70.58
1990*	12.34	10.45	48.10	3.20	74.09
**	12.34	7.09	48.10	3.20	70.73

* = Franklin Township
**= Clinton Village

Northwest Local School District
Property Tax Rates - Direct and Overlapping Governments
Wayne County
Last Ten Years
unaudited

Collection Year	Wayne County & agencies	*BaughmanTwp **Chippewa Twp	Northwest LSD	Stark Area JVSD	Total Millage
1999*	10.35	4.40	55.60	3.30	73.65
**	10.35	6.70	55.60	3.30	75.95
1998*	10.35	4.40	57.40	3.50	75.65
**	10.35	6.70	57.40	3.50	77.95
1997*	10.35	4.40	57.80	3.50	76.05
**	10.35	6.70	57.80	3.50	78.35
1996*	10.35	4.40	57.60	2.00	74.35
**	10.35	6.70	57.60	2.00	76.65
1995*	10.35	4.40	57.90	2.00	74.65
**	10.35	6.70	57.90	2.00	76.95
1994*	9.35	4.40	59.90	3.20	76.85
**	9.35	6.70	59.90	3.20	79.15
1993*	8.35	4.40	60.10	3.20	76.05
**	8.35	6.70	60.10	3.20	78.35
1992*	8.45	4.40	47.60	3.20	63.65
**	8.45	6.70	47.60	3.20	63.95
1991*	8.35	4.40	47.70	3.20	63.65
**	8.35	6.70	47.70	3.20	63.95
1990*	7.75	4.40	48.10	3.20	63.45
**	7.75	5.20	48.10	3.20	64.25

* = Baughman Township

**= Chippewa Township

Northwest Local School District
 Computation of Legal Debt Margin
 June 30, 1999
 (unaudited)

Assessed Valuation (1998/1999)	\$ 178,842,637
	<u>=====</u>
Voted Debt Limit - 9% of Assessed Value (1)	\$ 16,095,837
Amount of Debt Applicable to Debt Limit: Net Bonded Debt	0
Voted Debt Margin	\$ 16,095,837
	<u>=====</u>
Unvoted Debt Limit -.10% of Assessed Value (1)	\$ 178,842
Amount of Debt Applicable	0
Unvoted Debt Margin	\$ 178,842
	<u>=====</u>

Source: County Auditors and School District Financial Records.

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

Northwest Local School District
Ratio of Annual Debt Service Expenditures For
General Obligation Notes to Total General Fund Expenditures and H.B. 264 Bonds
Last Ten Years
(Unaudited)

Year	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures (Percentage)
1999	143,940	11,984,825	1.20%
1998	229,097	11,160,635	2.05%
1997	239,255	10,626,318	2.25%
1996	245,416	10,206,589	2.41%
1995	154,271	9,783,519	1.58%
1994	395,637	9,052,773	4.37%
1993	1,018,243	7,981,910	12.76%
1992	1,137,467	8,180,946	13.90%
1991	681,653	7,966,791	8.56%
1990	217,575	7,621,940	2.85%

Source: School District Financial Records

Northwest Local School District
Property Value and Construction
Stark County
Last Ten Years
(Unaudited)

Year	Property Value (1)	Commercial Construction Value (2)	Residential/Agricultural Construction Value (2)	Industrial Construction Value (2)
1999	13,377,543	2,494,850	2,101,960	85,330
1998	8,946,257	445,850	2,390,010	295,330
1997	4,423,257	160,590	1,387,550	0
1996	4,835,400	454,840	1,237,550	0
1995	6,177,400	224,460	1,937,630	0
1994	5,831,543	149,190	1,891,850	0
1993	6,065,829	152,670	1,970,370	0
1992	2,942,400	54,710	860,260	114,870
1991	3,349,429	173,710	998,590	0
1990	3,347,486	195,390	976,230	0

(1) Represents estimated value of real estate.

(2) Construction values added during the year.

Northwest Local School District
Property Value and Construction
Summit County
Last Ten Years
(Unaudited)

Year	Property Value (1)	Commercial Construction Value (2)	Residential/ Agricultural Construction Value (2)	Industrial Construction Value (2)
1999	\$ 2,451,286	\$15,030	\$824,520	\$ 18,400
1998	2,784,286	27,900	367,470	579,130
1997	2,729,657	21,620	910,060	23,700
1996	1,950,800	35,550	641,930	5,300
1995	1,594,943	9,550	548,680	0
1994	1,618,514	19,660	546,820	0
1993	1,962,629	7,110	631,430	48,380
1992	1,039,371	1,940	361,840	0
1991	1,337,514	6,830	457,620	3,680
1990	1,103,514	25,050	218,560	142,620

- (1) Represents estimated value of real estate.
- (2) Construction values added during the year.

Northwest Local School District
Property Value and Construction
Wayne County
Last Ten Years
(Unaudited)

Year	Property Value (1)	Commercial Construction Value (2)	Residential/ Agricultural Construction Value (2)	Industrial Construction Value (2)
1999	\$ 299,768	\$ 0	\$ 33,570	\$ 0
1998	299,768	0	3,460	41,910
1997	296,509	0	14,670	0
1996	263,210	0	0	0
1995	259,703	0	81,420	0
1994	235,452	0	0	0
1993	206,073	0	0	0
1992	205,226	0	0	0
1991	205,632	0	0	0
1990	214,294	0	960	0

(1) Represents estimated value of real estate.

(2) Construction values added during the year.

Northwest Local School District
Principal Taxpayer
Real Estate
Stark County
1999 Collection Year
(Unaudited)

Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Schalmo Properties, Inc	\$3,624,210	13.03%
NLP Acquisition Limited Partnership	1,053,750	3.79%
Rolinda Co. Ltd.	1,039,220	3.74%
Advancillaries Inc.	648,420	2.33%
John O Clay Exploration Inc.	582,330	2.09%
A.R. Lockhart	521,690	1.87%
Galen M. Oakes	499,980	1.80%
Dale B. & Clara C. Rohr	456,280	1.64%
Thomas P. & Priscilla Rohr	449,520	1.62%
Kroger Co.	418,360	1.50%
 Total	 \$9,293,760	 33.41%

Source: Stark County Auditor

(1) Assessed Values represent the portion which is applicable to the School District for the 1999 collection year.

**Northwest Local School District
Principal Taxpayer
Tangible Personal Property Tax
Stark County
1999 Collection Year
(Unaudited)**

Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Mascotech Inc.	\$1,498,690	17.04%
Meritor Heavy Vehicle Suspension	993,845	11.30%
Advancillaires, Inc.	820,510	9.33%
Lindsay Concrete Products Co.	774,460	8.81%
Fulton Ford, Inc.	475,350	5.40%
Ewing Chevrolet, Inc.	350,010	3.98%
Valley Systems of Ohio, Inc.	291,010	3.31%
Massillon Cable TV, Inc	260,612	2.96%
Akron Extruder, Inc.	220,030	2.50%
Bolognue Management Co, Inc.	178,300	2.03%
Total	\$5,862,817	66.66%

Source: Stark County Auditor

(1) Assessed Values represent the portion which is applicable to the School District for 1999 collection year.

Northwest Local School District
 Enrollment Statistics
 Last Ten Years
 (Unaudited)

Year	General Fund Expenditures	Average Daily Membership	Per Pupil Cost
1999	\$11,893,579	2,496	\$4,765
1998	10,953,928	2,455	4,462
1997	10,691,044	2,402	4,451
1996	10,231,116	2,410	4,245
1995	10,054,962	2,397	4,195
1993	8,689,251	2,331	3,728
1992	8,269,327	2,346	3,525
1991	8,052,872	2,303	3,497
1990	7,783,675	2,310	3,370

Source: School District Financial Records

Northwest Local School District
 Teacher Education and Experience
 June 30, 1999
 (Unaudited)

Degree	Number of Teachers	Percent of Total
Bachelor's Degree	18.5	14.0%
150 Hours	39.7	29.9%
Master's Degree	14	10.6%
Master's + 15	60.4	45.5%
Total	132.60	100.00%

Years of Experience	Number of Teachers	Percent of Total
0 - 5	22.50	17.0%
6 - 14	24.00	18.1%
15 and over	86.10	64.9%
Total	132.60	100.0%

Source: School District Personnel Records



STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

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NORTHWEST LOCAL SCHOOL DISTRICT
STARK 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.

By: Susan Babbitt

Date: MARCH 23, 2000