

Western Brown Local School District

Brown County

Single Audit

July 1 , 1998 Through June 30, 1999

Fiscal Year Audited Under GAGAS: 1999

WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY

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Western Brown Local School District
Brown County

Schedule of Federal Awards Expenditures
For the Year Ended June 30, 1999

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
United States Department of Agriculture						
<i>Passed through Ohio Department of Education</i>						
<i>Nutrition Cluster:</i>						
Food Distribution Program	NA	10.550	0	41,463	0	40,874
National School Lunch Program	04-PU 99	10.555	217,813	0	217,813	0
Total United States Department of Agriculture - Nutrition Cluster			217,813	41,463	217,813	40,874
United States Department of Education						
<i>Passed through Ohio Department of Education</i>						
<i>Appalachian Vocational & Other Educational</i>						
Title 1 Grants to Local Educational Agency	C1-S1 99	84.010	327,120	0	307,000	0
Title VI-B Special Education Grants to States	6B-SF 98	84.027	119,832	0	116,426	0
Safe and Drug Free Schools and Communities	DR-SP 99	84.186	22,777	0	13,894	0
Goals 2000 State and Local Educational Systems	G2-S1 97	84.276	0	0	2,560	0
Inovative Education Program Strategy	C2-S1 98	84.298	11,674	0	17,373	0
Total United States Department of Education			481,403	0	457,253	0
Total Federal Financial Assistance			\$699,216	\$41,463	\$675,066	\$40,874

NA - State pass through entity number could not be located by the District.

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A - - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of federal awards expenditures is a summary of the activity of the District's federal award programs. The schedule has been prepared on the cash basis of accounting.

NOTE B - - FOOD DISTRIBUTIONS

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. Monies are commingled with State grants. It is assumed federal monies are expended first. At June 30, 1999, the District had no significant food commodities in inventory.

MICHAEL A. BALESTRA, CPA, INC.
CERTIFIED PUBLIC ACCOUNTANTS
300 EAST SECOND STREET, P.O. BOX 687
PIKETON, OHIO 45661

TELEPHONE (740) 289-4131
FAX (740) 289-3639

Member American Institute of Certified Public Accountants

Ohio Society of Certified Public Accountants

Report on compliance and on internal control over financial reporting based on an audit of financial statements performed in accordance with *Government Auditing Standards*

Members of the Board
Western Brown Local School District
211 South High Street
Mt. Orab, Ohio 45154

We have audited the general-purpose financial statements of the Western Brown Local School District, Brown County, as of and for the year ended June 30, 1999, and have issued our report thereon dated October 22, 1999. 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.

Compliance

As part of obtaining reasonable assurance about whether Western Brown Local School District's general-purpose 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. However, we noted other immaterial instances of noncompliance that we have reported to the management of the District in a separate letter dated October 22, 1999.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Western Brown 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 control 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. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to the management of the District in a separate letter dated October 22, 1999.

Members of the Board
Western Brown Local School District
Mt. Orab, Ohio 45154
Page 2

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

Michael A. Balestra, CPA, Inc.
Michael A. Balestra, CPA, Inc.

October 22, 1999

MICHAEL A. BALESTRA, CPA, INC.
CERTIFIED PUBLIC ACCOUNTANTS
300 EAST SECOND STREET, P.O. BOX 687
PIKETON, OHIO 45661

TELEPHONE (740) 289-4131
FAX (740) 289-3639

Member American Institute of Certified Public Accountants

Ohio Society of Certified Public Accountants

Report on compliance with requirements applicable to each major program and internal control over compliance in accordance with OMB circular A-133

Members of the Board
Western Brown Local School District
211 South High Street
Mt. Orab, Ohio 45154

Compliance

We have audited the compliance of the Western Brown 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 its major federal program for the year ended June 30, 1999. Western Brown Local School District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of Western Brown Local School District's management. Our responsibility is to express an opinion on Western Brown 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 Western Brown 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 Western Brown Local School District's compliance with those requirements.

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

Internal Control Over Compliance

The management of Western Brown 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 Western Brown 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. However, we noted other matters involving the internal control over federal compliance that do not require inclusion in this report, that we have reported to the management of the District in a separate letter dated October 22, 1999.

Schedule of Expenditures of Federal Awards

We have audited the general-purpose financial statements of Western Brown Local School District as of and for the year ended June 30, 1999, and have issued our report thereon dated October 22, 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. 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 for the information of the audit committee, management, members of the Board, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Michael A. Balestra, CPA, Inc.
Michael A. Balestra, CPA, Inc.

October 22, 1999

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133 SECTION .505**

**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY
JUNE 30, 1999**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under section .510?	No
(d)(1)(vii)	Major Programs (list):	Nutrition Cluster: Food Distribution Program CFDA #10.550 and National School Lunch Program, CFDA #10.555
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133 SECTION .505**

**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY
JUNE 30, 1999**

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

Finding Number	None
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3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

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



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

WESTERN BROWN LOCAL SCHOOL DISTRICT

BROWN 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: JAN 18 2000



WESTERN BROWN

LOCAL SCHOOL DISTRICT

MT. ORAB, OHIO



"STRIVING FOR EXCELLENCE"

***FOR THE FISCAL YEAR
ENDED JUNE 30, 1999***

INTRODUCTORY SECTION

WESTERN BROWN LOCAL SCHOOL DISTRICT

MT. ORAB, OHIO

*COMPREHENSIVE ANNUAL
FINANCIAL REPORT*

FOR THE FISCAL YEAR ENDED JUNE 30, 1999

Issued by:
Treasurer's Office

Denny Dunlap, Treasurer

WESTERN BROWN LOCAL SCHOOL DISTRICT

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

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WESTERN BROWN SCHOOLS

211 S. High Street
P.O. Box 455

FAX: # (937) 444-4303

Mt. Orab, Ohio 45154
(937) 444-2044

October 22, 1999

BOARD OF EDUCATION

James W. Herrmann
President

Anna M. Robinson
Vice-President

Gene Butts

William H. Neal

Bruce S. Wallace

Denny Dunlap, CPA
Treasurer

Michael Wells
Superintendent

Eva M. Lanter
Secretary

Jeffrey Royalty
Administrative Assistant

Kendra Byrd
Special Education
Coordinator

William Brandenburg
Buildings and Grounds

Joe Howser
Transportation Supervisor

To the Citizens and
Board of Education of the
Western Brown Local School District

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of the Western Brown Local School District (the "School District") for the fiscal year ended June 30, 1999. This Comprehensive Annual Financial Report contains financial statements, supplemental statements and statistical information, providing complete and full disclosure of all material financial aspects of the School District for the 1999 fiscal year.

The School District is responsible for the accuracy, completeness, and fairness of the data presented. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District. We have included all disclosures necessary to enable the reader to gain an understanding of the School District's financial activities. This report is prepared in conformity with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources.

The Comprehensive Annual Financial Report is divided into three sections:

The Introductory Section includes a table of contents, this transmittal letter, a list of principal officials, the School District's organization chart, the School District's consultants and advisors, the GFOA and ASBO certificates the School District received for the June 30, 1998 CAFR, and the School District's strategic plan.

The **Financial Section** includes the general purpose financial statements, notes to the combined financial statements, and the combining, individual fund and account group financial statements and schedules, as well as an independent accountants' report on the financial statements.

The **Statistical Section** includes selective financial, economic and demographic information, generally presented on a multi-year basis for comparative purposes.

This report includes all funds and account groups of the School District. The School District provides a full range of traditional and non-traditional educational programs, services and facilities. These include elementary and secondary curriculum offerings at general, college preparatory and vocational levels; a broad range of co-curricular and extracurricular activities; special education programs and facilities.

FORM OF GOVERNMENT AND REPORTING ENTITY

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

The Current Board members, their terms and years on the Board as of June 30, 1999, are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Mr. Gene Butts	Jan. 1998 - Dec. 2001	5 - 1/2
Mr. Jim Herrmann	Jan. 1996 - Dec. 1999	7 - 1/2
Mr. William Neal	Jan. 1996 - Dec. 1999	7 - 1/2
Mrs. Anna Robinson	Jan. 1996 - Dec. 1999	7 - 1/2
Mr. Bruce Wallace	Jan. 1998 - Dec. 2001	14 - 1/3

The Superintendent is the chief executive officer of the School District and is responsible directly to the Board for all operations, except financial operations, of the School District. Mr. Michael E. Wells was initially appointed Superintendent August 1, 1994. His contract was renewed on February 18, 1999, for a period of three years.

The Treasurer is the chief financial officer of the School District and is directly responsible to the Board for all financial operations, investments, and the custody of all School District funds and assets. The Treasurer also serves as Secretary to the Board. Mr. Denny Dunlap was initially appointed Treasurer effective March 12, 1991, and his current contract will expire on December 31, 2000.

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

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

The Village of Mt. Orab, the Village of Hamersville, Alumni Associations and Parent Teacher Organizations perform activities within the School District's boundaries for the benefit of its residents, but are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District.

ECONOMIC CONDITION AND OUTLOOK

The Western Brown Local School District is located in the Northwest corner of Brown County, approximately 35 miles east of Cincinnati. The School District is within a rural setting and has two population centers: Mt. Orab and Hamersville. The once small, isolated farming communities are a natural attraction to those moving away from the city. Mt. Orab is just off the four-lane Appalachian Highway on U.S. 68, a 40-minute drive from Cincinnati and a 20-minute drive to Eastgate Mall. Hamersville is next to the Clermont County line and has access to Cincinnati by S.R. 125.

The economic conditions of the communities are excellent and the outlook is even better due to people moving from the Cincinnati area to our communities. Residential development continues to keep pace with people moving into the communities. Developers from the Cincinnati area are purchasing large acres of land and developing these sites with homes in the price range of \$90,000-\$200,000.

THE SCHOOL DISTRICT AND ITS FACILITIES

The School District served 3,312 students during the 1999 fiscal year. School District facilities include one senior high school (9-12), and two buildings that serve grades K-8, one at Mt. Orab and one at Hamersville. The Western Brown High School was constructed in 1957 with additions in 1971, 1984, and 1992; Hamersville Elementary School was constructed in 1922, with additions in 1940, 1957, 1960, and 1965; and Mt. Orab Elementary School was constructed in 1971 with an addition in 1988.

Since 1992, the School District has secured thirty-two modular classrooms to accommodate the student population growth and to keep our student/teacher ratio 20.1 to 1.

On June 2, 1997, the School District received confirmation from the Ohio Department of Education, School Finance, announcing that the School District became eligible for a construction project with State school building assistance funding.

On November 4, 1997, the residents of Western Brown approved a bond issue for the local share of the construction project. A new high school and a new K-8 in Hamersville will be built, and additions and renovations will be done to the Mt. Orab elementary school and current high school. The current high school will be converted to a 5-8 middle school for Mt. Orab students.

The following is a representation of the estimated costs for the new construction.

New Western Brown High School (Grades 9-12)	\$23,793,776
New Hamersville School (Grades K-8)	15,961,402
Mt. Orab Middle School (Additions & Renovations)	7,455,560
Mt. Orab Elementary (Additions & Renovations)	<u>6,394,915</u>
Estimated Total Project Budget	<u>\$53,605,653</u>
State Share	\$46,441,053
Local Share	<u>7,164,600</u>
Total	<u>\$53,605,653</u>

EMPLOYEE RELATIONS

The School District currently employs 274 full-time and part-time employees. Since 1990, the School District's enrollment has increased from 2,678 to the current enrollment of 3,312. It is expected that the School District's enrollment will continue to increase.

There are two labor organizations representing School District employees.

The School District teachers, educational specialist, and counselors are represented by the Western Brown Education Association (WBEA). A one year agreement on language and wages and benefits was ratified on August 20, 1998. The agreement expired on June 30, 1999. The Board and WBEA have entered into a three year agreement on language and a two year agreement on wages and benefits. The Board and WBEA have agreed on a 3% base wage increase for the 1999-2000 school year and a 4 ½% base wage increase for the 2000-2001 school year.

Classified employees are represented by the Western Brown School Employees Organization (WBSEO). A one year agreement on language and wages and benefits was ratified on August 25, 1998. The agreement expired on June 30, 1999. The Board and WBSEO have agreed on a 3% base wage increase for the 1999-2000 school year and a 4 ½% base wage increase for the 2000-2001 school year.

The School District's administrators, supervisors and office personnel are not organized. Administrators typically receive the same benefits extended to WBEA. Supervisors and office personnel typically receive the same benefits extended to WBSEO.

MAJOR INITIATIVES

As we reflect upon the 1998-99 school year, we are amazed at the expanse of emotion contained within the past year. The beginning of each school year is filled with positive expectations, and the past year was no different. With the addition of new programs, the continued efforts to improve existing academic programming, and the much-anticipated movement of our dirt for our building project, we felt the year would have a dramatic impact on our communities, students, and staff. Even though we did not meet all our goals and expectations, the school year was a positive experience for all.

As always, our School District's top priority was to provide our students with the best possible educational opportunities. To accomplish this goal, we expected our staff to meet the needs of each and every student on a daily basis. Throughout the past year, our staff worked diligently in aligning the curriculum to make it more compatible with State and local expectations and to ensure student success. To measure this success, the School District continued to test all students in grades one through eight with either the state proficiency tests (grades 4,6,& 8) or off-grade proficiency tests (grades 1,2,3,5, & 7). As has been the case in past years, results from the tests show improvement in some grade levels in the various test areas.

The School District was especially pleased with our 12th and 8th grade performances on the state mandated tests. Of the 164 12th grade students who were awarded diplomas at graduation, 53 (more than 30%) passed all parts of the 12th grade proficiency test and were eligible to receive \$500 in scholarship money from the State toward higher education expenses. Thirteen more 12th grade students could receive their diplomas by meeting graduation requirements over the summer or in the future.

The State of Ohio permits 8th grade students to take the 9th grade proficiency test, and last year our 8th grade students increased their passage rates compared to previous years. Results for the other grade levels were not quite as favorable as for the 12th grade and 8th grade, but improvements were noted on various tests within each grade level.

Two new programs implemented last year and expected to have immediate and long-lasting positive effects on our students were the Early Identification Program for kindergarten students and the Accelerated Reader program for all students. The Early Identification Program worked with those kindergarten students whose test results indicated a need for intervention in the areas of visual perception, fine motor skills, and basic concepts. This program involved a large core of volunteers including students, parents, grandparents, teachers, and other School District residents who wanted to help our young students get a good start in school.

The Accelerated Reader Program was received with great enthusiasm by students and staff. It was so successful during the year that the program was extended into the summer for both enrichment and intervention activities. Accelerated Reader opportunities were increased by including the Brown County Library as a partner, and response was tremendous.

The School District office and building personnel implemented School District and building web sites to reach out to anyone who might be interested in the Western Brown Local School District. These web sites, although in their infancy, contain much information about the School District and permit another outlet for communication to and from the School District and buildings. Another outgrowth of the Strategic Plan, the web sites provide information about each building.

The high school athletic department began an Athletic Hall of Fame last year, and it was well received. As our Strategic Plan calls for more involvement with and recognition for former graduates, this new program, along with the Academic Hall of Fame, helped address and place more emphasis on the connection with alumni. The School District offers a wide range of athletic opportunities for our students. While not always successful last year in terms of wins and losses, our athletic teams were very successful last year in representing our schools very well and in teaching important skills and behaviors.

As the year progressed, we continued to plan for the building project. We held the Ground Breaking Ceremony for the project on Sunday, June 6, 1999, at the new high school site. Even though it was one of the hottest days of the year, the event was well attended by a very enthusiastic audience. Numerous State and local officials attended the ground breaking, and everyone had a wonderful time celebrating the School District's future. During the first two weeks of June, contractors moved in and began clearing the site for the new high school and the new Hamersville Elementary School. As the summer continued, more site work was completed at both sites and for the additions for Mt. Orab Middle School and Mt. Orab Elementary School. And though it is still more than two years until completion of the project, everyone was excited to see work commence on the building project.

As the School District plans for the future with its new buildings, we are aware that the hopes and aspirations of its youth depend a great deal on the school staff and the programs we provide. It is our hope that every child in the School District will reach his/her potential and continue to evaluate all school offerings and make every effort to provide our students with the best possible academic and extracurricular opportunities. Our students' future will depend upon the cooperative efforts of our school staff, their parents, and all other stakeholders in the Western Brown Local School District. The responsibility is formidable, but we can accomplish all our goals if we choose to do so.

The "Year 2000 Issue" (Y2K) arises because most computer software programs allocate two digits to the data field for "year" on the assumption that the first two digits will be "19". Such programs will thus interpret the 2000 as the year 1900, the year 2001 as 1901, etc., absent reprogramming. Y2K affects both computer hardware (i.e., the embedded logic of computer chips) and computer software, and could impact both the ability to enter data into the computer programs and the ability of such programs to correctly process data. Y2K affects the computer applications of the Western Brown Local School District and of the School District's vendors, services, investment providers and bond trustees.

The School District has assessed the impact of Y2K on its computer applications. The School District has determined that certain computer applications are mission-critical, certain are critical, and certain are supportive. Mission-critical computer applications are those for which there are no reliable manual alternatives, and for which failure to be in Y2K compliance would prevent the School District from fulfilling its financial obligations. Critical computer applications are those for which there are manual alternatives, but the School District would unlikely to be able to fully or efficiently perform the functions manually, because of volume of manual activity that would be required. Supportive computer applications are those for which there are manual alternatives and the School District expects to be able to perform such functions manually, if necessary.

The School District has three mission-critical or critical computer applications and to date the School District has received test results from outside consultants regarding all of these applications and remediated all of these applications. The School District considers remediation, in this context, to mean either the successful conversion of an existing computer application or the replacement of an existing application with a new application. Because of the unprecedented nature of Year 2000 issues, its effects and the success of related remediation efforts will not be fully determinable until Year 2000 and thereafter. Management cannot assure that the School District is or will be Year 2000 ready, that the School District's remediation efforts will be successful in whole or in part.

The School District has been soliciting information from other entities whose Year 2000 compliance could affect the School District regarding the status of their assessment, testing and remediation of their computer applications. Of the entities that have responded to date, all expect to achieve compliance in a manner that will not have a materially negative effect on the School District's operations. The School District does not have full and complete information, however, from these outside entities regarding the status of implementing Y2K compliance. Any failure by some or all of these entities to be in Y2K compliance may have a material negative impact on the School District's operations or financial status.

The primary revenue stream supporting the bonds is property taxes. Brown County is responsible for collecting and administering those taxes. The paying agent is National Bank & Trust. Currently, there is nothing available from the County addressing their Year 2000 issues. The paying agent has documentation supporting Year 2000 issues. The School District is not responsible for Year 2000 issues in these two areas.

FINANCIAL INFORMATION

The School District's accounting system is organized on a "fund" basis. Each fund and account group is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). GAAP, which is more fully described in the notes to the financial statements, provides for a modified accrual basis of accounting for the general fund, special revenue funds, debt service fund, capital projects funds, expendable trust fund and agency fund and full accrual for the enterprise funds.

Internal Controls

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

Federal and State Assistance

As a recipient of Federal and State assistance, the School District is responsible for insuring that an adequate internal control structure is in place to insure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the School District.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established by function and object of expenditure within an individual fund. The School District maintains an encumbrance accounting system as a technique of accomplishing budgetary control. Unencumbered appropriation balances are verified prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year end are carried forward to succeeding years and are not re-appropriated.

General Fund

The following represents the amount of revenues by source and expenditures by function for the General Fund for fiscal year ended June 30, 1999, with increases and (decreases) from the fiscal year ended June 30, 1998.

<u>Revenue by Source</u>	<u>1998</u>	<u>1999</u>	<u>Percent of Total</u>	<u>Difference From 1998</u>	<u>Percent of Change</u>
Property Taxes	\$2,505,341	\$2,676,733	18.12 %	\$171,392	6.84 %
Intergovernmental	10,496,777	11,890,250	80.50	1,393,473	13.28
Interest	120,536	137,286	0.93	16,750	13.90
Tuition and Fees	10,445	4,921	0.03	(5,524)	(52.89)
Rent	102	104	0	2	1.96
Gifts and Donations	0	200	0	200	100.00
Miscellaneous	103,429	61,545	0.42	(41,884)	(40.50)
Total Revenues	<u>\$13,236,630</u>	<u>\$14,771,039</u>	<u>100.00 %</u>	<u>\$1,534,409</u>	<u>11.59 %</u>

<u>Expenditure by Function</u>	<u>1998</u>	<u>1999</u>	<u>Percent of Total</u>	<u>Difference From 1998</u>	<u>Percent of Change</u>
Instruction:					
Regular	\$6,509,669	\$6,851,067	50.09 %	\$341,398	5.24 %
Special	868,074	1,334,628	9.76	466,554	53.75
Vocational	225,227	238,702	1.75	13,475	5.98
Other	53,207	74,237	0.54	21,030	39.52
Support Services:					
Pupils	432,310	512,232	3.75	79,922	18.49
Instructional Staff	509,715	533,525	3.90	23,810	4.67
Board of Education	20,193	19,871	0.15	(322)	(1.59)
Administration	1,196,434	1,242,069	9.08	45,635	3.81
Fiscal	306,272	296,071	2.16	(10,201)	(3.33)
Operation and					
Maintenance of Plant	1,065,847	1,061,173	7.76	(4,674)	(0.44)
Pupil Transportation	1,003,721	1,116,704	8.17	112,983	11.26
Central	18,470	26,581	0.19	8,111	43.91
Extracurricular Activities	161,368	169,541	1.24	8,173	5.06
Capital Outlay	54,898	175,425	1.28	120,527	219.55
Debt Service	18,867	24,225	0.18	5,358	28.40
Total Expenditures	<u>\$12,444,272</u>	<u>\$13,676,051</u>	<u>100.00 %</u>	<u>\$1,231,779</u>	<u>9.90 %</u>

Significant activity in the major funds of each major Governmental Fund type is highlighted below.

General Fund

The School District completed the fiscal year ended June 30, 1999, with a positive fund balance of \$798,644.

Tuition and fees decreased by 52.89% due to a decrease of enrollment in special education students whose tuition was paid by other school districts.

Gifts and donations increased by 100% due to private individual donations received during the fiscal year.

Miscellaneous revenues decreased by 40.5% primarily because the School District did not receive a substantial refund from the Bureau of Workers' Compensation for fiscal year 1999 as it did in fiscal year 1998.

Special instruction expenditures increased by 53.75% due to a change in State funding and an increase in excess costs charged by the Brown County Educational Service Center.

Other instruction expenditures increased by 39.52% due to the availability of the post-secondary option.

Central support services increased by 43.91% due to an increase in charges for networking provided by the computer consortium.

Capital outlay increased by 219.55% due to capital expenditures being made from the general fund rather than the permanent improvement capital projects fund.

Special Revenue Funds

Special Revenue Funds account for funds that derive revenue primarily from grants and entitlements restricted by law to expenditures for specific purposes.

Fund balances increased by \$91,189. The increase was attributed to the addition of the Drug Free Grant and the Telecommunications Act Grant, both of which received Federal funding, and an increase in property taxes received into the Classroom Facility Maintenance Fund.

Capital Project Funds

Capital Project Funds are used for the purchase of equipment and the financing of major improvement projects. The School District's Capital Projects Funds are the Permanent Improvement Fund, Western Brown Project Construction Fund, SchoolNet Fund, Technology Equity Fund and the Video Distance Learning Fund.

The School District experienced an overall \$5,532,658 increase in the Capital Projects fund balance due to the establishment of the Video Distance Learning Fund and the receipt of school facilities monies, for construction, in the Western Brown Project Construction Fund.

Significant activity in each Proprietary Fund is highlighted below.

Enterprise Funds

The School District's two Enterprise Funds are the Food Services Fund and the Uniform School Supplies Fund. These operations combined for a net income of \$21,228. Of this amount, the Food Services Fund was responsible for a \$22,841 net income and the Uniform School Supplies Fund had a net loss of \$1,613.

The net loss in the Uniform School Supplies Fund was due to the purchase of supplies during fiscal year 1999 that were intended for fiscal year 2000. These supplies will be sold to the students during fiscal year 2000, thereby eliminating the deficit. The general fund is responsible for any part of the deficit not eliminated.

Debt Administration

The School District had six debt issues outstanding at June 30, 1999. The first issue is a \$136,000 short-term school improvement tax anticipation note issue for purchasing modulars and classroom equipment. The note was issued on August 5, 1998, at an interest rate of 4.35%, with final payment on August 4, 1999. The principal outstanding at June 30, 1999, is \$136,000.

The second issue is a \$7,164,600 general obligation bond issue for acquiring land, constructing new classroom facilities, and making renovations to existing classrooms. The bonds were issued June 15, 1998, at an interest rate of 5.01%, with the final payment on December 1, 2020. The principal outstanding at June 30, 1999, is \$6,880,000. The School District received an "AA-" bond rating from Standard and Poor's Rating Service on these School Improvement Bonds.

The third issue is a \$115,000 general obligation bond issue to purchase school buses. The bonds were issued September 15, 1997, at an interest rate of 5.70%, with the final payment on September 15, 2002. The principal outstanding at June 30, 1999, is \$92,000.

The fourth issue is a \$79,200 general obligation bond issue to purchase school buses. The bonds were issued March 29, 1995, at an interest rate of 5.72%, with the final payment on April 1, 2000. The principal outstanding at June 30, 1999, is \$26,400.

The fifth issue is for \$225,400 in Energy Conservation Notes issued for renovations made under the House Bill 264 program. The notes were issued on June 15, 1993, at an interest rate of 3.33%, with the final payment on June 15, 2003. The principal outstanding at June 30, 1999, is \$89,522.

The sixth issue is a \$202,000 general obligation bond issue for renovations made under the House Bill 264 program. The bonds were issued on May 30, 1995, at an interest rate of 5.70%, with the final payment on June 1, 2005. The principal outstanding at June 30, 1999, is \$122,000.

The ratio of general bonded debt to assessed valuation and the amount of bonded debt per capita are considered good indicators of the School District's debt position. The School District's debt position as of June 30, 1999, was as follows:

Overall Legal Debt Margin	\$5,833,452
Unvoted Legal Debt Margin	\$138,672
Percentage of Assessed Value	0.05%
General Bonded Debt Per Capita	\$569.97

Cash Management

The School District operates a cash management program designed to provide safety, liquidity and yield in that order. Funds are invested in the Ohio State Treasurer's Investment Pool (Star Ohio). The amount of interest income in fiscal year 1999 for all School District funds was \$494,780. A more detailed description of the School District's investment functions are described in Note 5 to the financial statements.

Risk Management

The School District maintains protection for its assets and employees through a comprehensive insurance program. Insurance policies for vehicle fleet liability, general liability, property loss and boiler and machinery coverage are purchased from insurance companies licensed to do business in the State of Ohio. The maximum deductible amount for these coverages is \$1,000 per loss.

For fiscal year 1999, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 20). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

The School District participates in the Brown County Schools Benefits Consortium (the Consortium), a public entity shared risk pool (Note 19) consisting of seven districts. The School District is responsible for providing a current listing of enrolled employees and for providing timely pro-rata payments of premiums to the Consortium for employee health coverage and benefits. The Consortium is responsible for the management and operations of the program. Upon termination from the Consortium, for any reason, the terminated member assumes and is responsible for the payment of any delinquent contributions and all claims of its employees from the date of termination, regardless of the date such claims were incurred.

OTHER INFORMATION

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. Michael A. Balestra, CPA, Inc. conducted the School District's audit for fiscal year 1999. The Auditor's report on the School District's general purpose financial statements, combining and individual fund and account group financial statements and schedules is included in the financial section of this comprehensive annual financial report.

GFOA CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting (Certificate of Achievement) to the Western Brown Local School District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 1998. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement for excellence in financial reporting, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The Western Brown Local School District believes our current report conforms to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ASBO CERTIFICATE

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 1998 to the Western Brown Local School District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 1998, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after extensive review of the report by an expert panel of certified public accountants and practicing school business officials. The Western Brown Local School District believes our current report conforms to the ASBO's principles and standards and we are submitting it to ABSO to determine its eligibility for an award.

ACKNOWLEDGMENTS

A note of sincere appreciation is extended to the many conscientious people who have contributed their time and effort to the preparation of this report. A special thank you is also extended to the Auditor of State's Local Government Services Division for all their efforts and contributions in the preparation of this Comprehensive Annual Financial Report.

The support and commitment to excellence by the Western Brown Board of Education was vital to the successful preparation and issuance of this report.

Respectfully submitted,



Michael Wells
Superintendent



Denny Dunlap, CPA
Treasurer

**WESTERN BROWN LOCAL SCHOOL DISTRICT
PRINCIPAL OFFICIALS
AS OF JUNE 30, 1999**

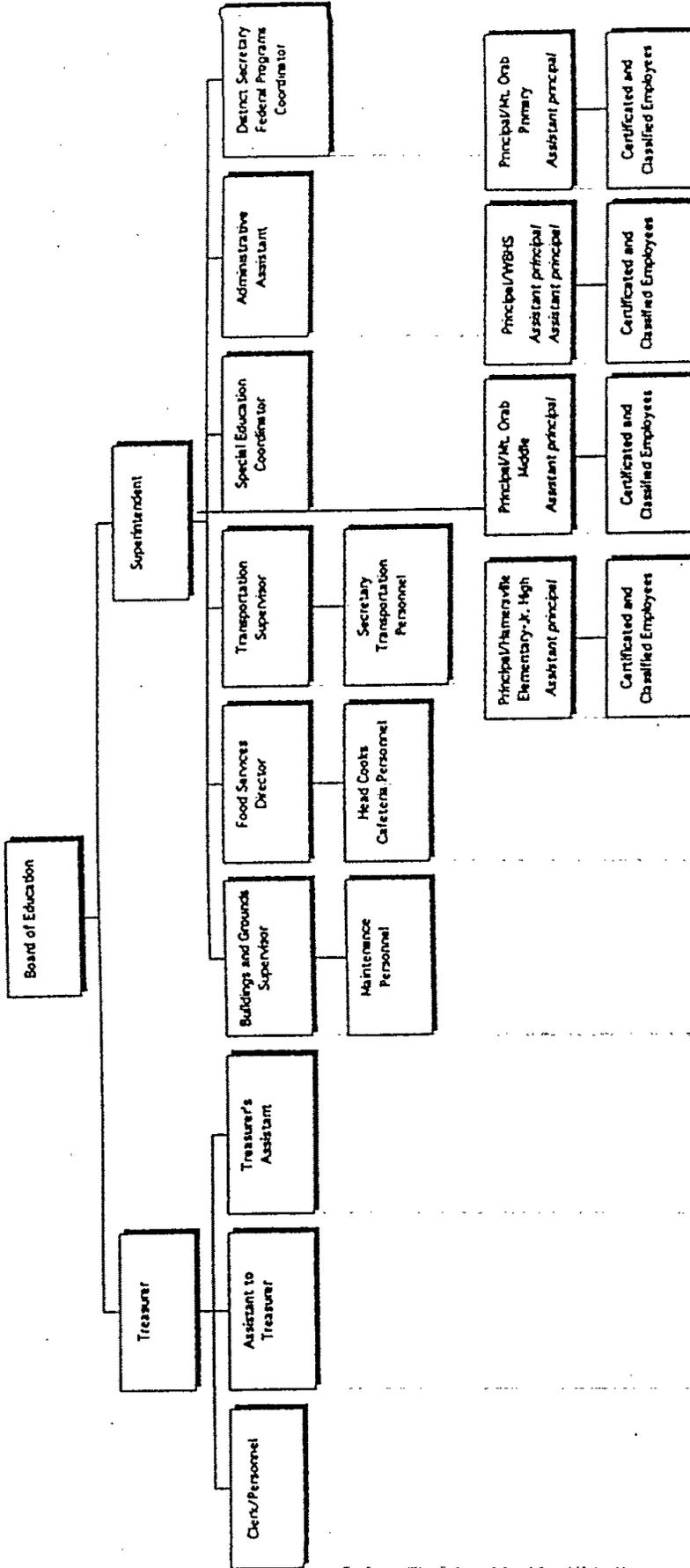
ELECTED OFFICIALS

President, Board of Education Jim Herrmann
Vice President, Board of Education Anna Robinson
Board Member Gene Butts
Board Member William Neal
Board Member Bruce Wallace

ADMINISTRATIVE OFFICIALS

Superintendent Michael Wells
Treasurer Denny Dunlap
Administrative Assistant Jeff Royalty
Special Education Coordinator Kendra Byrd
Maintenance Supervisor Bill Brandenburg
Transportation Supervisor Joe Howser

Western Brown Local School District Organizational Chart



*Western Brown Local School District
Consultants and Advisors
June 30, 1999*

Architects

Steed Hammond Paul
82 Williams Avenue
Hamilton, OH 45011

Bond Counsel

Peck, Shaffer & Williams LLP
Suite 900
201 East Fifth Street
Cincinnati, OH 45202

Independent Auditor

Michael A. Balestra, CPA, Inc.
300 East Second Street
P.O. Box 687
Pikeeton, OH 45661

CAFR Preparation Consultants

Jim Petro, Auditor of State
Local Government Services Division
88 East Broad Street
Columbus, OH 45215

**Worker Compensation/
Unemployment**

Gates McDonald
P.O. Box 1360
Columbus, OH 43216-1360

Investment Advisor

Seasongood & Mayer
300 Mercantile Library Bldg.
414 Walnut Street
Cincinnati, OH 45202-3910

Legal Counsel

Ennis, Roberts & Fischer
121 West Ninth Street
Cincinnati, OH 45202

Whalen & Compton
565 Wolfledges Parkway
P.O. Box 2020
Akron, OH 44309-2020

Official Depositories

National Bank & Trust
452 West Main Street
Mt. Orab, OH 45154

State Treasury Asset Reserve of Ohio
1228 Euclid Avenue
Cleveland, OH 44115

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Western Brown Local School District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1998

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Cary Brubaker
President

Jeffrey L. Eaves
Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

WESTERN BROWN LOCAL SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 1998

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

Blair A. Hamilton
President

Don A. Hagen
Executive Director

Western Brown Local Schools

Strategic Plan

Adopted by the Western Brown Board of Education
June 24th, 1998

Beliefs

- Every person has worth and value.
- Education is a shared responsibility of faculty, staff, community, administration, students and family.
- A safe, trusting, creative and disciplined environment is vital for teaching and learning.
- A strong democracy depends on well educated citizens.
- Learning is a life long process.

Mission Statement

In partnership with family and community, the Western Brown Local School District will graduate outstanding citizens capable of confidently adapting and competing in the ever-changing global society, by guaranteeing that a quality staff delivers a rigorous and relevant education in a safe, creative, and disciplined atmosphere.

Strategic Parameters

1. We will always make decisions that are in the best interests of our students.
2. Site-based decisions will always be consistent with the strategic plan.
3. Priority will always be given to the K-12 instructional program as defined by approved course of study.
4. No new program will be accepted unless:
 - it is consistent with the strategic plan;
 - benefits clearly exceed costs; and
 - provisions are made for staff development and program evaluation.

No program or service will be retained unless benefits justify costs and it contributes to the mission.

5. We will not condone any behavior which diminishes the dignity or self worth of any student, staff or community member.

Objectives

- By 2003, increase the graduation rate from 64% to 95%.
- By 2003, all students will demonstrate competency as measured by the district assessment program, including proficiency tests.
- By 2003, to have 100% of our graduates enrolled in post high school study or engaged in a vocation of their choice within six months after graduation.

FINANCIAL SECTION



STATE OF OHIO
OFFICE OF THE AUDITOR

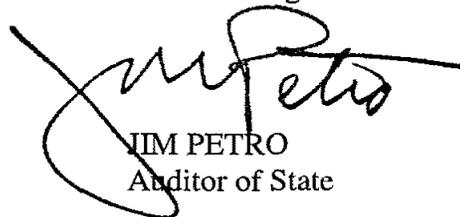
JIM PETRO, AUDITOR OF STATE

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
Western Brown Local School District
Mt. Orab, Ohio

We have reviewed the Independent Auditor's Report of the Western Brown Local School District, Brown County, prepared by Michael A. Balestra, CPA, Inc., for the audit period July 1, 1998 to 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 Western Brown Local School District is responsible for compliance with these laws and regulations.



JIM PETRO
Auditor of State

January 7, 2000

MICHAEL A. BALESTRA, CPA, INC.
CERTIFIED PUBLIC ACCOUNTANTS
300 EAST SECOND STREET, P.O. BOX 687
PIKETON, OHIO 45661

TELEPHONE (740) 289-4131
FAX (740) 289-3639

Member American Institute of Certified Public Accountants

Ohio Society of Certified Public Accountants

Independent Auditors' Report

Western Brown Local School District
211 South High Street
Mt. Orab, Ohio 45154

We have audited the accompanying general-purpose financial statements of the Western Brown Local School District, Brown County, as of and for the year ended June 30, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the Western Brown 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 financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe 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 Western Brown Local School District, as of June 30, 1999, and the results of its operations and cash flows of its proprietary fund type 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 October 22, 1999 on our consideration of the Western Brown 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 performed for the purpose of forming an opinion on the general-purpose financial statements of Western Brown Local School District, Brown County, taken as a whole. The combining and individual fund and account group financial statements and the schedules as listed in the table on contents are presented for purpose of additional analysis, and are not a required part of the general-purpose financial statements. 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.

The introductory and statistical sections as listed in the table of contents is also presented for purposes of additional analysis and is not a required part of the general-purpose financial statements of the District. Such additional information has not been subjected to the auditing procedures applied in the audit of the general-purpose financial statements, and accordingly, we express no opinion on them.

Michael A. Balestra, CPA, Inc.
Michael A. Balestra, CPA, Inc.

October 22, 1999

GENERAL PURPOSE FINANCIAL STATEMENTS

The following general purpose financial statements, along with the notes to the general purpose financial statements, present an overview of the School District's financial position at June 30, 1999, and the results of operations and cash flows of its proprietary funds for the year then ended.

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

	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<u>Assets and Other Debits:</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$1,717,026	\$326,001	\$360,325	\$11,731,569
Cash and Cash Equivalents With Fiscal Agents	0	0	5,000	0
Receivables:				
Taxes	2,759,942	64,179	605,125	0
Accounts	3,104	433	0	0
Intergovernmental	0	9,016	0	0
Accrued Interest	915	0	0	0
Due From Other Funds	2,676	0	0	0
Prepaid Items	7,789	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	290,785	0	0	0
Fixed Assets (Net, where applicable, of Accumulated Depreciation)	0	0	0	0
<u>Other Debits:</u>				
Amount Available in Debt Service for the Retirement of General Obligations	0	0	0	0
Amount to be Provided from General Government Resources	0	0	0	0
Total Assets and Other Debits	<u>\$4,782,237</u>	<u>\$399,629</u>	<u>\$970,450</u>	<u>\$11,731,569</u>

<i>Proprietary Fund Type</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		<i>Totals (Memorandum Only)</i>
		<i>General Fixed Assets</i>	<i>General Long-Term Obligations</i>	
Enterprise	Trust and Agency			
\$103,878	\$63,175	\$0	\$0	\$14,301,974
0	0	0	0	5,000
0	0	0	0	3,429,246
108	0	0	0	3,645
36,503	0	0	0	45,519
0	0	0	0	915
0	0	0	0	2,676
0	0	0	0	7,789
27,614	0	0	0	27,614
3,771	0	0	0	3,771
0	0	0	0	290,785
38,262	0	14,807,699	0	14,845,961
0	0	0	473,360	473,360
0	0	0	7,994,287	7,994,287
<u>\$210,136</u>	<u>\$63,175</u>	<u>\$14,807,699</u>	<u>\$8,467,647</u>	<u>\$41,432,542</u>

(continued)

Western Brown Local School District
Combined Balance Sheet
All Fund Types and Account Groups
June 30, 1999
(Continued)

Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
<u>Liabilities.</u>				
<u>Fund Equity and Other Credits:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$12,749	\$8,235	\$0	\$1,358
Contracts Payable	0	0	0	61,099
Accrued Wages and Benefits	1,244,776	55,631	0	0
Compensated Absences Payable	57,393	0	0	0
Due To Other Funds	0	2,676	0	0
Intergovernmental Payable	248,382	2,893	0	0
Deferred Revenue	2,278,936	52,154	492,090	0
Undistributed Monies	0	0	0	0
Matured Interest Payable	0	0	5,000	0
Accrued Interest Payable	5,357	0	0	0
Notes Payable	136,000	0	0	0
Capital Leases Payable	0	0	0	0
General Obligation Bonds Payable	0	0	0	0
Energy Conservation Bonds Payable	0	0	0	0
Energy Conservation Notes Payable	0	0	0	0
School Bus Acquisition Bonds Payable	0	0	0	0
Total Liabilities	3,983,593	121,589	497,090	62,457
<u>Fund Equity and Other Credits:</u>				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Retained Earnings:				
Unreserved	0	0	0	0
Fund Balance:				
Reserved for Encumbrances	157,126	61,098	0	3,969,467
Reserved for Budget Stabilization	177,225	0	0	0
Reserved for Property Taxes	481,006	12,025	113,035	0
Reserved for School Bus Purchases	113,560	0	0	0
Unreserved:				
Undesignated (Deficit)	(130,273)	204,917	360,325	7,699,645
Total Fund Equity and Other Credits	798,644	278,040	473,360	11,669,112
Total Liabilities, Fund Equity and Other Credits	\$4,782,237	\$399,629	\$970,450	\$11,731,569

See accompanying notes to the general purpose financial statements

<i>Proprietary Fund Type</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		<i>Totals (Memorandum Only)</i>
		<i>General Fixed Assets</i>	<i>General Long-Term Obligations</i>	
Enterprise	Trust and Agency			
\$666	\$0	\$0	\$0	\$23,008
0	0	0	0	61,099
41,819	0	0	0	1,342,226
13,256	0	0	1,130,765	1,201,414
0	0	0	0	2,676
33,501	0	0	95,016	379,792
21,965	0	0	0	2,845,145
0	58,169	0	0	58,169
0	0	0	0	5,000
0	0	0	0	5,357
0	0	0	0	136,000
0	0	0	31,944	31,944
0	0	0	6,880,000	6,880,000
0	0	0	122,000	122,000
0	0	0	89,522	89,522
0	0	0	118,400	118,400
<u>111,207</u>	<u>58,169</u>	<u>0</u>	<u>8,467,647</u>	<u>13,301,752</u>
0	0	14,807,699	0	14,807,699
18,877	0	0	0	18,877
80,052	0	0	0	80,052
0	0	0	0	4,187,691
0	0	0	0	177,225
0	0	0	0	606,066
0	0	0	0	113,560
0	5,006	0	0	8,139,620
<u>98,929</u>	<u>5,006</u>	<u>14,807,699</u>	<u>0</u>	<u>28,130,790</u>
<u>\$210,136</u>	<u>\$63,175</u>	<u>\$14,807,699</u>	<u>\$8,467,647</u>	<u>\$41,432,542</u>

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

	Governmental Fund Types			Fiduciary	Totals
	General	Special Revenue	Debt Service	Expendable Trust	(Memorandum Only)
Revenues:					
Property Taxes	\$2,676,733	\$66,917	\$629,032	\$0	\$3,372,682
Intergovernmental	11,890,250	583,132	63,437	8,267,596	20,804,415
Interest	137,286	0	0	354,139	491,425
Tuition and Fees	4,921	0	0	0	4,921
Rent	104	0	0	0	104
Extracurricular Activities	0	118,572	0	0	118,572
Gifts and Donations	200	23,168	0	0	25,511
Miscellaneous	61,545	8,904	0	0	70,449
Total Revenues	14,771,039	800,693	692,469	8,621,735	24,888,079
Expenditures:					
Current:					
Instruction:					
Regular	6,851,067	135,813	0	0	6,986,880
Special	1,334,628	302,397	0	0	1,637,025
Vocational	238,702	0	0	0	238,702
Other	74,237	0	0	0	74,237
Support Services:					
Pupils	512,232	99,717	0	0	613,454
Instructional Staff	533,525	31,545	0	0	565,070
Board of Education	19,871	0	0	0	19,871
Administration	1,242,069	80,052	0	0	1,322,121
Fiscal	296,071	2,167	18,330	0	316,568
Operation and Maintenance of Plant	1,061,173	0	0	0	1,061,173
Pupil Transportation	1,116,704	1,536	0	0	1,118,240
Central	26,581	0	0	0	26,581
Non-Instructional Services	0	2,110	0	0	2,110
Extracurricular Activities	169,541	54,667	0	0	224,208
Capital Outlay	175,425	0	0	3,089,077	3,264,502
Debt Service:					
Principal Retirement	16,262	0	378,067	0	394,329
Interest and Fiscal Charges	7,963	0	354,822	0	362,785
Total Expenditures	13,676,051	710,004	751,219	3,089,077	18,227,856
Excess of Revenues Over (Under) Expenditures	1,094,988	90,689	(58,750)	5,532,658	6,660,223
Other Financing Sources (Uses):					
Operating Transfers In	0	500	117,109	0	117,609
Operating Transfers Out	(142,609)	0	0	0	(142,609)
Total Other Financing Sources (Uses)	(142,609)	500	117,109	0	(25,000)
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	952,379	91,189	58,359	5,532,658	6,635,223
Fund Balances (Deficit) at Beginning of Year	(153,735)	186,851	415,001	6,136,454	6,588,939
Fund Balances at End of Year	\$798,644	\$278,040	\$473,360	\$11,669,112	\$13,224,162

See accompanying notes to the general purpose financial statements

*Western Brown Local School District
Combined Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget (Non - GAAP Basis) and Actual
All Governmental Fund Types and Expendable Trust Fund
For the Fiscal Year Ended June 30, 1999*

	General Fund			Special Revenue Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Property Taxes	\$2,562,867	\$2,581,007	\$18,140	\$63,022	\$64,524	\$1,502
Intergovernmental	11,851,345	11,890,250	38,905	606,536	608,777	2,241
Interest	128,000	136,395	8,395	0	0	0
Tuition and Fees	4,600	3,971	(629)	0	0	0
Rent	0	104	104	0	0	0
Extracurricular Activities	0	0	0	112,570	118,703	6,133
Gifts and Donations	6,000	200	(5,800)	16,975	23,167	6,192
Miscellaneous	21,000	26,538	5,538	7,500	9,322	1,822
Total Revenues	14,573,812	14,638,465	64,653	806,603	824,493	17,890
Expenditures:						
Current:						
Instruction:						
Regular	6,895,829	6,843,856	51,973	203,874	192,962	10,912
Special	1,330,705	1,318,048	12,657	308,750	307,924	826
Vocational	246,555	239,881	6,674	0	0	0
Other	78,003	74,993	3,010	0	0	0
Support Services:						
Pupils	565,095	510,709	54,386	99,063	98,766	297
Instructional Staff	536,582	534,221	2,361	35,018	31,545	3,473
Board of Education	25,841	19,994	5,847	0	0	0
Administration	1,321,162	1,303,571	17,591	83,524	82,007	1,517
Fiscal	328,553	298,913	29,640	4,249	2,165	2,084
Operation and Maintenance of Plant	1,125,363	1,078,357	47,006	0	0	0
Pupil Transportation	1,083,754	1,079,784	3,970	180	150	30
Central	26,707	26,581	126	0	0	0
Non-Instructional Services	0	0	0	2,310	2,110	200
Extracurricular Activities	180,749	169,543	11,206	61,812	58,238	3,574
Capital Outlay	192,080	184,465	7,615	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	13,936,978	13,682,916	254,062	798,780	775,867	22,913
Excess of Revenues Over (Under) Expenditures	636,834	955,549	318,715	7,823	48,626	40,803
Other Financing Sources (Uses):						
Proceeds from Sale of Notes	136,000	136,000	0	0	0	0
Refund of Prior Year Expenditures	0	31,107	31,107	0	0	0
Advances In	172,500	185,066	12,566	67,566	75,066	7,500
Advances Out	(185,636)	(185,066)	570	(75,066)	(75,066)	0
Operating Transfers In	0	0	0	500	500	0
Operating Transfers Out	(142,639)	(142,609)	30	0	0	0
Other	0	0	0	6,000	6,000	0
Total Other Financing Sources (Uses)	(19,775)	24,498	44,273	(1,000)	6,500	7,500
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	617,059	980,047	362,988	6,823	55,126	48,303
Fund Balances at Beginning of Year	636,991	636,991	0	189,461	189,461	0
Prior Year Encumbrances Appropriated	222,016	222,016	0	12,555	12,555	0
Fund Balances at End of Year	\$1,476,066	\$1,839,054	\$362,988	\$208,839	\$257,142	\$48,303

See accompanying notes to the general purpose financial statements

Debt Service Fund			Capital Projects Funds			Expendable Trust Fund		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$607,279	\$606,538	(\$741)	\$0	\$0	\$0	\$0	\$0	\$0
62,000	63,437	1,437	7,511,680	8,267,596	755,916	0	0	0
0	0	0	306,497	354,139	47,642	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	2,050	2,143	93
0	0	0	0	0	0	0	0	0
<u>669,279</u>	<u>669,975</u>	<u>696</u>	<u>7,818,177</u>	<u>8,621,735</u>	<u>803,558</u>	<u>2,050</u>	<u>2,143</u>	<u>93</u>
0	0	0	201,508	194,119	7,389	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	3,441	1,505	1,936
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
19,289	18,330	959	18,700	14,967	3,733	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	16,307	15,751	556	0	0	0
0	0	0	165,412	165,412	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	6,831,428	6,694,981	136,447	1,032	0	1,032
378,067	378,067	0	0	0	0	0	0	0
354,830	354,822	8	0	0	0	0	0	0
<u>752,186</u>	<u>751,219</u>	<u>967</u>	<u>7,233,355</u>	<u>7,085,230</u>	<u>148,125</u>	<u>4,473</u>	<u>1,505</u>	<u>2,968</u>
<u>(82,907)</u>	<u>(81,244)</u>	<u>1,663</u>	<u>584,822</u>	<u>1,536,505</u>	<u>951,683</u>	<u>(2,423)</u>	<u>638</u>	<u>3,061</u>
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
117,109	117,109	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
<u>117,109</u>	<u>117,109</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
34,202	35,865	1,663	584,822	1,536,505	951,683	(2,423)	638	3,061
321,060	321,060	0	6,113,910	6,113,910	0	4,368	4,368	0
3,400	3,400	0	49,366	49,366	0	0	0	0
<u>\$358,662</u>	<u>\$360,325</u>	<u>\$1,663</u>	<u>\$6,748,098</u>	<u>\$7,699,781</u>	<u>\$951,683</u>	<u>\$1,945</u>	<u>\$5,006</u>	<u>\$3,061</u>

*Western Brown Local School District
 Combined Statement of Revenues,
 Expenses and Changes in Fund Equity
 Proprietary Fund Type
 For the Fiscal Year Ended June 30, 1999*

	Enterprise
<u>Operating Revenues:</u>	
Sales	\$582,493
Other Operating Revenues	32,974
Total Operating Revenues	615,467
<u>Operating Expenses:</u>	
Salaries	268,146
Fringe Benefits	99,716
Purchased Services	7,304
Materials and Supplies	93,396
Cost of Sales	449,148
Depreciation	9,635
Total Operating Expenses	927,345
Operating Loss	(311,878)
<u>Non-Operating Revenues:</u>	
Interest	3,355
Federal Donated Commodities	38,542
Federal and State Subsidies	266,209
Total Non-Operating Revenues	308,106
Net Loss Before Operating Transfers	(3,772)
Operating Transfers In	25,000
Net Income	21,228
Retained Earnings at Beginning of Year	58,824
Retained Earnings at End of Year	80,052
Contributed Capital at Beginning of Year	14,012
Capital Contributed From Other Funds	4,865
Contributed Capital at End of Year	18,877
Total Fund Equity at End of Year	\$98,929

See accompanying notes to the general purpose financial statements

*Western Brown Local School District
 Combined Statement of Revenues, Expenses and
 Changes in Fund Equity - Budget (Non - GAAP Basis) and Actual
 Proprietary Fund Type
 For the Fiscal Year Ended June 30, 1999*

	Enterprise Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$488,143	\$493,924	\$5,781
Interest	0	3,355	3,355
Other Revenues	106,969	121,591	14,622
Federal and State Subsidies	239,494	229,706	(9,788)
Total Revenues	834,606	848,576	13,970
<u>Expenses:</u>			
Salaries	255,769	255,668	101
Fringe Benefits	130,169	128,204	1,965
Purchased Services	9,013	7,304	1,709
Materials and Supplies	516,663	515,971	692
Total Expenses	911,614	907,147	4,467
Excess of Revenues Over (Under) Expenses	(77,008)	(58,571)	18,437
Advances In	100,000	110,000	10,000
Advances Out	(110,000)	(110,000)	0
Operating Transfers In	25,000	25,000	0
Excess of Revenues Over (Under) Expenses, Advances and Operating Transfers	(62,008)	(33,571)	28,437
Fund Equity at Beginning of Year	123,554	123,554	0
Prior Year Encumbrances Appropriated	6,876	6,876	0
Fund Equity at End of Year	\$68,422	\$96,859	\$28,437

See accompanying notes to the general purpose financial statements

**Western Brown Local School District
Combined Statement of Cash Flows
Proprietary Fund Type
For the Fiscal Year Ended June 30, 1999**

	Enterprise
<i>Increase (Decrease) in Cash and Cash Equivalents:</i>	
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Customers	\$582,493
Cash Received from Other Operating Revenues	33,022
Cash Payments to Suppliers for Goods and Services	(516,256)
Cash Payments to Employees for Services	(255,668)
Cash Payments for Employee Benefits	(128,204)
	(284,613)
<u>Cash Flows from Noncapital Financing Activities:</u>	
Short-Term Loans from Other Funds	110,000
Repayment of Short-Term Loans	(110,000)
Operating Transfers In From Other Funds	25,000
Federal and State Subsidies Received	229,706
	254,706
<u>Cash Flows from Investing Activities:</u>	
Interest and Dividends	3,355
	3,355
Net Decrease in Cash and Cash Equivalents	(26,552)
Cash and Cash Equivalents at Beginning of Year	130,430
	\$103,878
<u>Reconciliation of Operating Loss to Net Cash Used for Operating Activities:</u>	
Operating Loss	(\$311,878)
<u>Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities:</u>	
Depreciation	9,635
Donated Commodities Used During Year	38,542
Changes in Assets and Liabilities:	
Decrease in Accounts Receivable	49
Decrease in Inventory Held for Resale	1,699
Increase in Materials and Supplies Inventory	(1,860)
Decrease in Accounts Payable	(4,791)
Decrease in Accrued Wages and Benefits	(7,337)
Decrease in Compensated Absences Payable	(7,849)
Decrease in Intergovernmental Payable	(823)
	27,265
Net Cash Used for Operating Activities	(\$284,613)

Non-Cash Transactions: During the fiscal year, the general fund purchased assets in the amount of \$4,865 for the food services enterprise fund.

See accompanying notes to the general purpose financial statements

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Western Brown 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.

The School District operates under a locally elected Board of Education (five members) and is responsible for the education of the residents of the School District. The Board controls the School District's three instructional support facilities staffed by 102 non-certificated, 165 teaching and 11 administrative employees providing education to 3,312 students.

The School District serves an area of approximately 141 square miles. It is located in Brown County, and includes the Village of Mt. Orab, the Village of Hamersville and portions of surrounding townships.

Reporting Entity

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

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

The Village of Mt. Orab, the Village of Hamersville, Alumni Associations and Parent Teacher Organizations perform activities within the School District's boundaries for the benefit of its residents but are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District.

The School District is associated with two jointly governed organizations, one public entity shared risk pool and one insurance purchasing pool. These organizations are the South Central Ohio Computer Association (SCOCA), Hopewell Special Education Regional Resource Center (Hopewell), Brown County Schools Benefits Consortium, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. These organizations are presented in Notes 18, 19 and 20 to the general purpose financial statements.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. 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.

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 restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities not recorded in the funds because they do not directly affect net available expendable 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 the proprietary or trust funds) are accounted for through governmental funds. The following are the School District's governmental fund types:

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

Special Revenue Funds - Special revenue funds are used 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.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

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

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

Proprietary Fund Type:

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 is the School District's proprietary fund type:

Enterprise Funds - Enterprise funds are used to account for School District activities that are financed and operated in a manner similar to private business enterprises where the intent is that the 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 it has been 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.

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/or 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 Obligations 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.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

B. Measurement Focus and Basis of Accounting

The accounting and financial 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 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.

All enterprise 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. Enterprise funds' 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 sixty days after fiscal year end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, grants, interest, tuition, and student fees.

The School District reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In the subsequent period, 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 indeterminable and which are intended to finance fiscal year 2000 operations, have been recorded as deferred revenue.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are recorded when the related fund liability is incurred, if measurable. Principal and interest on general long-term obligations 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 enterprise funds. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred. There were no unbilled service charges receivable 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 revenue. Unused donated commodities are reported as deferred revenue.

C. 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 Telecommunications Act Grant Special Revenue Fund was not budgeted because the School District did not anticipate any cash activity for fiscal year 1999 and there was none. The primary level of budgetary control is at the object level within each fund and function. Any budgetary modifications 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 Brown County Budget Commission for rate determination.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

Estimated Resources:

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the 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.

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is 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 measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, 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 totals 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 do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, several supplemental appropriations were legally enacted; however, none of these amendments were significant.

The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds, other than agency funds, consistent with statutory provisions.

Encumbrances:

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are 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 fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds and reported in the notes to the financial statements for proprietary funds.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

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 are not reappropriated.

D. Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds, including the proprietary funds, are maintained in this pool. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the balance sheet. The School District utilizes a financial institution to service bonded debt as principal and interest payments come due. The balance in this account is presented on the combined balance sheet as "Cash and Cash Equivalents with Fiscal Agents" and represents deposits.

During fiscal year 1999, the School District's investments were limited to certificates of deposit and funds invested in the State Treasury Assets Reserve of Ohio (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on June 30, 1999. Nonparticipating investment contracts such as nonnegotiable certificates of deposit are reported at cost.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 1999 amounted to \$137,286, which includes \$67,319 assigned from other School District funds. The capital projects funds and the enterprise funds also received interest revenue of \$354,139 and \$3,355, respectively.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents.

E. Inventory

Inventories of proprietary funds are stated at the lower of cost or market. Cost is determined on a first-in, first-out basis. Inventories of proprietary funds consist of donated food, purchased food, non-food supplies, and school supplies held for resale and are expensed when used.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 1999, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

G. Interfund Assets/Liabilities

Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "due from other funds" or "due to other funds" on the balance sheet.

H. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs 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 additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of five hundred dollars. The School District does not have any infrastructure.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets. Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the proprietary fund type is computed using the straight-line method over an estimated useful life of ten to twenty years.

I. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as entitlements and grants awarded on a non-reimbursement basis, 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 for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

The School District currently participates in several State and Federal programs, categorized as follows:

Entitlements

General Fund

State Foundation Program
State Property Tax Relief
School Bus Purchase Reimbursement

Special Revenue Fund

Disadvantaged Pupil Impact Aid

Non-Reimbursable Grants

Special Revenue Funds

Teacher Development
Educational Management Information Systems
Miscellaneous State Grants
Title VI-B
Title I
Title VI
Drug Free Grant
Goals 2000

Capital Projects Funds

Permanent Improvement
SchoolNet
Technology Equity

Reimbursable Grants

General Fund

Driver Education

Special Revenue Fund

Telecommunications Act Grant

Proprietary Funds

National School Lunch Program
Government Donated Commodities

Grants and entitlements received in governmental funds amounted to 83.6 % of governmental fund revenue during the 1999 fiscal year.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

J. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service. Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated unused sick leave for employees with at least 15 years of current service for all positions (including certified and classified staff).

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using available expendable resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

K. Accrued Liabilities and Long-term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, compensated absences, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current available expendable financial resources. Payments made more than sixty days after year end are considered not to have used current available financial resources. Bonds, long-term notes, and capital leases are reported as a liability of the general long-term obligations account group until due.

Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.

L. Interfund Transactions

Quasi-external transactions are accounted for as revenues and 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.

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

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

M. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute for fiscal year 1999. However, these amounts will be available for appropriation in fiscal year 2000. The reserve for budget stabilization represents money required to be set-aside by statute to protect against cyclical changes in revenues and expenditures.

N. Contributed Capital

Contributed capital represents resources from other funds, other governments, and private sources provided to proprietary funds that is not subject to repayment. These assets are recorded at their fair market value on the date donated. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at year end.

Because the School District did not prepare financial statements in accordance with generally accepted accounting principles prior to fiscal year 1995, the exact amount of contributed capital cannot be determined. Consequently, only those amounts that have been specifically identified have been classified as contributed capital in the accompanying combined financial statements. All other fund equity amounts pertaining to proprietary funds have been classified as retained earnings.

O. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets include unexpended revenues restricted for the purchase of buses, and amounts required by statute to be set-aside by the School District to create a reserve for budget stabilization. See Note 22 for the calculation of the year-end restricted asset balance and the corresponding fund balance reserves.

P. Estimates

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

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES(Continued)

Q. Total Columns on General Purpose Financial Statements

Total columns on the general purpose financial statements are captioned "Totals-(Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations 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 3 - FUND DEFICITS

The Disadvantaged Pupil Impact Aid, Title VI-B, Title I, and Goals 2000 Special Revenue Funds had deficit fund balances at June 30, 1999, of \$170, \$1,577, \$16,038 and \$80, respectively. The deficits in these funds are due to adjustments for accrued liabilities which generate expenditures/expenses that are greater than those recognized on a cash basis. The General Fund is liable for the deficits and provides operating transfers when cash is required, not when accruals occur.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/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 disclosures in the proprietary fund types (GAAP basis).
4. Proceeds from and principal payments on short-term note obligations are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING (Continued)

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

Excess of Revenues and Other Financing Sources
Over Expenditures and Other Financing Uses
Governmental Fund Types and Expendable Trust Fund

	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust
GAAP Basis	\$952,379	\$91,189	\$58,359	\$5,532,658	\$638
Adjustments:					
Revenue Accruals	(101,467)	20,784	(22,494)	0	0
Expenditure Accruals	161,619	2,996	0	35,635	0
Debt Proceeds	136,000	0	0	0	0
Encumbrances	(168,484)	(68,859)	0	(4,031,788)	0
Non-Budgeted Fund	0	9,016	0	0	0
Budget Basis	<u>\$980,047</u>	<u>\$55,126</u>	<u>\$35,865</u>	<u>\$1,536,505</u>	<u>\$638</u>

Net Income/Excess of Revenues Over
(Under) Expenses, Advances and Operating Transfers
Proprietary Fund Type

	Enterprise
GAAP Basis	\$21,228
Adjustments:	
Revenue Accruals	(36,455)
Expense Accruals	(20,960)
Depreciation	9,635
Encumbrances	<u>(7,019)</u>
Budget Basis	<u>(\$33,571)</u>

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 5 - DEPOSITS AND INVESTMENTS

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

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

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

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

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.

Interim monies may be deposited or invested in the following securities:

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by the federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above 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;

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 5 - DEPOSITS AND INVESTMENTS (Continued)

5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) 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 and eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time; and
8. Under limited circumstances, debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. 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.

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 qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements".

Deposits: At fiscal year-end, the carrying amount of the School District's deposits was \$6,088,743 and the bank balance was \$6,260,068. Of the bank balance, \$207,985 was covered by federal depository insurance and \$6,052,083 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging financial institution's trust department in the School District's name and all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the School District to a successful claim by the Federal Deposit Insurance Corporation.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 5 - DEPOSITS AND INVESTMENTS (Continued)

Investments: The School District's investments are required to be categorized to give an indication of the level of risk assumed by the School District at fiscal year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name. The School District's investments in STAR Ohio, an investment pool operated by the Ohio State Treasurer, are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

	Fair Value
STAR Ohio	\$8,509,016

The classification of cash and cash equivalents, and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities that use Proprietary Fund Accounting."

A reconciliation between the classifications of cash and cash equivalents and investments on the combined financial statements and the classification of deposits and investments presented above per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$14,597,759	\$0
Investments:		
STAR Ohio	(8,509,016)	8,509,016
GASB Statement No. 3	\$6,088,743	\$8,509,016

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real, public utility and tangible personal property located in the School District. Property tax revenue received during calendar 1999 for real and public utility property taxes represents collections of calendar 1998 taxes. Property tax payments received during calendar 1999 for tangible personal property (other than public utility property) is for calendar 1999 taxes.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 6 - PROPERTY TAXES (Continued)

1999 real property taxes are levied after April 1, 1999, on the assessed value as of January 1, 1999, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at thirty-five percent of true value. 1999 public utility property taxes became a lien December 31, 1998, are levied after April 1, 1999 and are collected in 2000 with real property taxes.

1999 tangible personal property taxes are levied after April 1, 1998, on the value as of December 31, 1998. Collections are made in 1999. Tangible personal property assessments are twenty-five percent of true value.

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. Under certain circumstances, State statute permits alternate payment dates to be established.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

The assessed values upon which fiscal year 1999 taxes were collected are:

	1998 Second- Half Collections		1999 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$109,251,850	80.11%	\$112,223,030	80.93%
Public Utility	49,580	.04%	55,430	.04%
Tangible Personal Property	27,076,990	19.85%	26,393,670	19.03%
Total Assessed Value	<u>\$136,378,420</u>	<u>100.00%</u>	<u>138,672,130</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$25.20		\$25.20	

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 7 - RECEIVABLES

Receivables at June 30, 1999, consisted of property taxes, accounts (sales, extracurricular activity, tuition, and student fees), interest, intergovernmental grants and interfund receivables. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. Student fees are also considered collectible in full due to the withholding of diplomas and grade cards. A summary of the principal items of intergovernmental receivables follows:

	<u>Amounts</u>
Special Revenue Fund:	
Telecommunications Act Grant	\$9,016
Enterprise Fund:	
Food Services	36,503
Total Intergovernmental Receivables	<u>\$45,519</u>

NOTE 8 - FIXED ASSETS

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

Furniture and Equipment	\$239,113
Less Accumulated Depreciation	(200,851)
Net Fixed Assets	<u>\$38,262</u>

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

<u>Asset Category</u>	<u>Balance at June 30, 1998</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 1999</u>
Land	\$2,489,521	\$114,417	\$0	\$2,603,938
Buildings	6,457,366	103,713	0	6,561,079
Furniture and Equipment	3,603,893	300,046	0	3,903,939
Vehicles	1,703,743	0	0	1,703,743
Construction in Progress	0	35,000	0	35,000
Totals	<u>\$14,254,523</u>	<u>\$553,176</u>	<u>\$0</u>	<u>\$14,807,699</u>

NOTE 9 - RISK MANAGEMENT

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 1999, the School District contracted with Nationwide Insurance Company for general liability insurance with a \$2,000,000 single occurrence limit and a \$5,000,000 aggregate. Property is protected by the Indiana Insurance Company and holds a \$1,000 deductible. The School District's vehicles are covered by the Indiana Insurance Company under a business policy and hold a \$500 deductible for comprehensive and collision with a \$1,000,000 limit on any accident. Vehicles are also covered under the commercial umbrella policy. Settled claims have not exceeded this commercial coverage in any of the past twelve years. There have been no significant reductions in insurance coverage from last year.

B. Workers' Compensation

For fiscal year 1999, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 20). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

C. Employee Medical Benefits

The School District participates in the Brown County Schools Benefits Consortium (the Consortium), a public entity shared risk pool (Note 19) consisting of seven districts. The School District is responsible for providing a current listing of enrolled employees and for providing timely pro-rata payments of premiums to the Consortium for employee health coverage and benefits. The Consortium is responsible for the management and operations of the program. Upon termination from the Consortium, for any reason, the terminated member assumes and is responsible for the payment of any delinquent contributions and all claims of its employees from the date of termination, regardless of the date such claims were incurred.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 10 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 45 N. Fourth Street, Columbus, Ohio 43215-3634.

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 1999, 7.7 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 1998, 9.02 percent was used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$113,643, \$189,123 and \$165,164, respectively; 30.86 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. \$78,573 representing the unpaid contribution for fiscal year 1999, is recorded as a liability within the respective funds and the general long-term obligations account group.

B. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371.

For the fiscal year ended June 30, 1999, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. For fiscal year 1998, the portion used to fund pension obligations was 10.5 percent. Contribution rates are established by STRS, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$327,084 \$689,491 and \$688,953, respectively; 77.59 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. \$73,308 represents the unpaid contribution for fiscal year 1999 and is recorded as a liability within the respective funds.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 11 - POSTEMPLOYMENT BENEFITS

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 1999, the STRS Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund, an increase from 3.5 percent for fiscal year 1998. For the School District, this amount equaled \$436,112 for fiscal year 1999.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 1998, (the latest information available) the balance in the Fund was \$2,156 million. For the year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000 and STRS had 91,999 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to disability and survivor benefit recipients. 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.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 1999, employer contributions to fund health care benefits were 6.30 percent of covered payroll, an increase from 4.98 percent for fiscal year 1998. 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 1999, the minimum pay was established at \$12,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 1999 fiscal year equaled \$117,975.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 125 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 1998 (the latest information available), were \$111,900,575 and the target level was \$139.9 million. At June 30, 1998, SERS had net assets available for payment of health care benefits of \$160.3 million. SERS has approximately 50,000 participants currently receiving health care benefits.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 12 - EMPLOYEE BENEFITS

A. Compensated Absences

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

Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month for a total of 15 days of sick leave for each year under contract. Sick leave may be accumulated up to a maximum of 215 days for teachers, administrators, and classified personnel. Upon retirement, payment is made for one-half of administrators' unlimited accumulated, but unused sick leave credit and one-fourth of teachers' unlimited accumulated, but unused sick leave credit.

B. Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Coresource. The School District has elected to provide employee medical/surgical benefits through the Brown County Schools Benefits Consortium in which Stoner and Associates is the administrator. Dental insurance is provided by the School District to all employees through Coresource and vision insurance is provided by Vision Service Plan.

NOTE 13 - CAPITALIZED LEASES - LESSEE DISCLOSURE

In prior years, the School District had entered into capitalized leases for the acquisition of reproduction equipment. The terms of each agreement provide options to purchase the equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the General Purpose Financial Statements for the governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis.

General fixed assets acquired by lease have been capitalized in the general fixed assets account group in the amount of \$75,800 which is equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the general long-term obligations account group. Principal payments in fiscal year 1999 totaled \$16,262.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 13 - CAPITALIZED LEASES - LESSEE DISCLOSURE (Continued)

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments as of June 30, 1999.

<u>Fiscal Year Ending June 30,</u>	<u>General Long - Term Obligations</u>
2000	\$14,747
2001	13,373
2002	6,315
Total Minimum Lease Payments	34,435
Less: Amount Representing Interest	(2,491)
Present Value of Minimum Lease Payments	\$31,944

NOTE 14 - SHORT - TERM OBLIGATIONS

A summary of the short-term note transactions for the year ended June 30, 1999 follows:

	Balance June 30, 1998	Additions	Deletions	Balance June 30, 1999
School Improvement Tax Anticipation Note - 4.35%	\$0	\$136,000	\$0	\$136,000

The tax anticipation note is reported as a current liability in the general fund. The note was issued on August 5, 1998, and will mature on August 4, 1999. The note was issued for the purpose of purchasing modulars and classroom equipment. The note proceeds were received in the general fund. The note will be paid from property tax revenue received in the general fund.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 15 - LONG-TERM OBLIGATIONS

The change in the School District's long-term obligations during the fiscal year 1999 were as follows:

	Principal Outstanding 6/30/98	Additions	Deductions	Principal Outstanding 6/30/99
General Obligation Debt				
School Improvement Bonds 1998 5.01%	\$7,164,600	\$0	\$284,600	\$6,880,000
School Bus Acquisition Bonds 1997 5.70%	115,000	0	23,000	92,000
School Bus Acquisition Bonds 1995 5.72%	52,800	0	26,400	26,400
Energy Conservation Notes 1993 3.33%	113,589	0	24,067	89,522
Energy Conservation Bonds 1995 5.70 %	142,000	0	20,000	122,000
Total General Obligation Debt	7,587,989	0	378,067	7,209,922
Compensated Absences	1,252,410	0	121,645	1,130,765
Pension Obligation	90,297	95,016	90,297	95,016
Capital Leases	48,206	0	16,262	31,944
Total General Long-Term Obligations	\$8,978,902	\$95,016	\$606,271	\$8,467,647

School Improvement Bonds 1998

On June 15, 1998, the School District issued \$7,164,600 in voted general obligation bonds for the purpose of acquiring land, constructing new classroom facilities, and making renovations to existing classrooms. These bonds are being paid from property tax revenues received in the Debt Service Fund. The bond issue satisfies the local match required to receive state assistance for the construction project. The Ohio Department of Education, School Finance, announced that the School District was eligible for state school building assistance funding on June 2, 1997. The estimated funding to be received from the State of Ohio is \$46,441,053.

School Bus Acquisition Bonds 1997

On September 15, 1997, the School District issued \$115,000 in unvoted general obligation bonds for the purpose of acquiring buses for transportation of students to and from school, and other functions authorized by the Board of Education. These bonds are being paid from general fund operating monies transferred to the debt service fund.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 15 - LONG-TERM OBLIGATIONS (Continued)

School Bus Acquisition Bonds 1995

On April 1, 1995, the School District issued \$132,000 in unvoted general obligation bonds for the purpose of acquiring buses for the use in the transportation of students to and from school and other functions authorized by the Board of Education. These bonds are being paid from General Fund operating monies transferred to the Debt Service Fund.

Energy Conservation Notes

On June 15, 1993, the School District issued \$225,400 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The notes were issued for a ten year period with final maturity during fiscal year 2003. The debt will be retired from the Debt Service Fund. It is anticipated that the savings over ten years will offset the costs.

Energy Conservation Bonds

On May 10, 1995, the School District issued \$202,000 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The bonds were issued for a ten year period with final maturity during fiscal year 2005. The debt will be retired from the Debt Service Fund. It is anticipated that the savings over ten years will offset the costs.

All general obligation debt is supported by the full faith and credit of the School District. Compensated absences and the pension obligation will be paid from the fund from which the employees' salaries are paid. Capital lease obligations will be paid from the General Fund.

The School District's overall legal debt margin was \$5,833,452 with an unvoted debt margin of \$138,672 at June 30, 1999.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 15 - LONG-TERM OBLIGATIONS (Continued)

Principal and interest requirements to retire general obligation debt outstanding at June 30, 1999 are as follows:

<u>School Improvement Bonds 1998</u>			
<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000	\$120,000	\$334,260	\$454,260
2001	130,000	329,195	459,195
2002	145,000	323,521	468,521
2003	155,000	317,258	472,258
2004	165,000	310,496	475,496
2005-2009	1,100,000	1,421,465	2,521,465
2010-2014	1,595,000	1,107,228	2,702,228
2015-2019	2,300,000	601,992	2,901,992
2020-2021	1,170,000	59,250	1,229,250
Total	<u>\$6,880,000</u>	<u>\$4,804,665</u>	<u>\$11,684,665</u>

<u>School Bus Acquisition Bonds 1997</u>			
<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000	\$23,000	\$4,588	\$27,588
2001	23,000	3,278	26,278
2002	23,000	1,966	24,966
2003	23,000	657	23,657
Total	<u>\$92,000</u>	<u>\$10,489</u>	<u>\$102,489</u>

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 15 - LONG-TERM OBLIGATIONS (Continued)

School Bus Acquisition Bonds 1995

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000	<u>\$26,400</u>	<u>\$1,133</u>	<u>\$27,533</u>

Energy Conservation Notes 1993

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000	\$23,574	\$6,426	\$30,000
2001	24,596	5,404	30,000
2002	26,183	3,817	30,000
2003	<u>15,199</u>	<u>1,904</u>	<u>17,103</u>
Total	<u>\$89,552</u>	<u>\$17,551</u>	<u>\$ 107,103</u>

Energy Conservation Bonds 1995

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000	\$20,000	\$6,669	\$26,669
2001	20,000	5,529	25,529
2002	20,000	4,389	24,389
2003	20,000	3,249	23,249
2004	20,000	2,109	22,109
2005	<u>22,000</u>	<u>969</u>	<u>22,969</u>
Total	<u>\$122,000</u>	<u>\$22,914</u>	<u>\$144,914</u>

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 16 - DUE FROM/TO OTHER FUNDS

Due from/due to other funds amounts at June 30, 1999, were as follows:

	Due From Other Funds	Due To Other Funds
General Fund	\$2,676	\$0
Special Revenue Fund:		
Other Grant	0	2,676
	\$2,676	\$2,676

NOTE 17 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains two enterprise funds to account for the operations of food service and uniform school supplies. The table below reflects, in a summarized format, the more significant financial data relating to the enterprise funds of the School District as of and for the fiscal year ended June 30, 1999.

	Food Services	Uniform School Supplies	Total Enterprise Funds
Operating Revenues	\$526,898	\$88,569	\$615,467
Depreciation Expense	(9,635)	0	(9,635)
Operating Loss	(310,265)	(1,613)	(311,878)
Interest Revenue	3,355	0	3,355
Donated Commodities	38,542	0	38,542
Federal and State Subsidies	266,209	0	266,209
Operating Transfers	25,000	0	25,000
Net Income (Loss)	22,841	(1,613)	21,228
Net Working Capital	(340)	74,263	73,923
Contributed Capital Additions	4,865	0	4,865
Total Assets	135,207	74,929	210,136
Long - Term Liabilities	13,256	0	13,256
Total Fund Equity	24,666	74,263	98,929
Encumbrances Outstanding at June 30, 1999	(4,414)	(2,605)	(7,019)

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 18 - JOINTLY GOVERNED ORGANIZATIONS

The School District is a participant in the South Central Ohio Computer Association (SCOCA), which is a computer consortium. SCOCA is an association of public school districts within the boundaries of Adams, Brown, Highland, Pike, Ross, Scioto, Vinton and Lawrence Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The governing board of SCOCA consists of two representatives from each of the eight participating counties, two representatives of the school treasurers, plus a representative of the fiscal agent. The School District paid SCOCA \$6,438 for service provided during the fiscal year. Financial information can be obtained from the fiscal agent, the Pike County Joint Vocational School, P.O. Box 577, 175 Beaver Creek Rd., Piketon, Ohio, 45661.

The Hopewell Special Education Regional Resource Center (Hopewell) is a jointly governed organization created by the Ohio Department of Education at the request of the participating school districts to offer direct and related services to low incidence handicapped students of the region. Seventeen local, city, and exempted village school districts receive services from Hopewell. Hopewell is operated under regulations and policies established by the Ohio Department of Education, and its own governing board. The governing board is made up of superintendents from the seventeen school districts, plus a representative from the county board of education, a representative from the board of mental retardation and developmental disabilities, two joint vocational school superintendents and five parents of handicapped children living in the region. The Clinton-Fayette-Highland Educational Service District acts as fiscal agent. Hopewell receives funding from the contracts with each of the member school districts and Federal and State grants. To obtain financial information write to Hopewell at the Clinton-Fayette-Highland Educational Service District, 62 Laurel Dr., Wilmington, Ohio 45177.

NOTE 19 - PUBLIC ENTITY SHARED RISK POOL

The Brown County Schools Benefits Consortium, a public entity shared risk pool currently operates to provide health insurance coverage to enrolled employees of the consortium members and to eligible dependents of those enrolled employees. Six Brown County school districts (Eastern Brown, Fayetteville, Georgetown, Ripley Union Lewis Huntington, Southern Hills Joint Vocational and Western Brown Schools) have entered into an agreement with the Brown County Educational Service Center to form the Brown County Schools Benefits Consortium. The overall objectives of the consortium are to formulate and administer a program of health insurance for the benefit of the consortium members' employees and their dependents, to obtain lower costs for health coverage, and to secure cost control by implementing a program of comprehensive loss control. The School District pays premiums based on what the consortium estimates will cover the costs of all claims for which the consortium is obligated. If the School District's claims exceed its premiums, there is no individual supplemental assessment; on the other hand, if the School District's claims are low, it will not receive a refund. The consortium views its activities in the aggregate, rather than on an individual entity basis. To obtain financial information write to the Brown County Educational Service Center at 325 West State St., Georgetown, Ohio 45121.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 20 - INSURANCE PURCHASING POOL

The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of Directors consisting of the President, the President-Elect and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

NOTE 21 - SCHOOL FUNDING

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding 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 system. 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 \$11,502,983 of school foundation support for its general fund.

In addition, the Court declared the classroom facilities program unconstitutional, because, in the Court's opinion, the program had not been sufficiently funded by the State. The classroom facilities program provided money to build schools and furnish classrooms. As of June 30, 1999, the School District had received a total of \$8,205,738 under this program.

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 this report, 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 these programs and on its financial operations.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 22 - SET-ASIDE CALCULATIONS

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

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

A. TEXTBOOKS AND INSTRUCTIONAL MATERIALS

Set-aside balance carried forward from the prior year		\$0
Current year set-aside requirement	\$198,840	
Qualifying expenditures made during the year	(153,947)	
Amount of offsets for the year	(44,893)	
Total		0
Balance of set-aside to be carried forward to next year		\$0

B. CAPITAL IMPROVEMENTS

Set-aside balance carried forward from the prior year		\$0
Current year set-aside requirement	\$198,840	
Qualifying expenditures made during the year	(198,840)	
Amount of offsets for the year	0	
Total		0
Balance of set-aside to be carried forward to next year		\$0

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 22 - SET-ASIDE CALCULATIONS (Continued)

C. BUDGET STABILIZATION

Set-aside balance carried forward from the prior year (Workers' Compensation refund)	\$77,805
Current year set-aside requirement	99,420
Balance of set-aside to be carried forward to next year	\$177,225

D. SCHOOL BUS PURCHASES

Balance carried forward from the prior year	\$83,337
Current year amount received	\$89,523
Qualifying expenditures made during the year	(59,300)
Total	30,223
Balance to be carried forward to next year	\$113,560

Amounts of offsets and qualifying disbursements presented in the table were limited to those necessary to reduce the year-end balance to zero. Although the School District may have had additional offsets and qualifying disbursements during the year, these extra amounts may not be used to reduce the set-aside requirements of future years, and are therefore not presented.

NOTE 23 - CONSTRUCTION COMMITMENTS

The School District has entered into a contract for the design of two new buildings, as well as advice and planning for renovations to existing buildings in the School District. Although the School District plans to enter into various contracts for the construction and acquisition of capital assets, at June 30, 1999, the only outstanding construction commitments are:

Contractor	Contract Amount	Amount Expended	Balance At 6/30/99
Steed Hammond Paul	\$3,532,000	(\$1,717,920)	\$1,814,080
Ruscilli Construction Company	2,488,388	(361,507)	2,126,881
George Igel Construction Company	2,647,701	0	2,647,701
Total	\$8,668,089	(\$2,079,427)	\$6,588,662

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 24 - YEAR 2000 ISSUE

The "Year 2000 Issue" (Y2K) arises because most computer software programs allocate two digits to the data field for "year" on the assumption that the first two digits will be "19". Such programs will thus interpret the 2000 as the year 1900, the year 2001 as 1901, etc., absence reprogramming. Y2K affects both computer hardware (i.e., the embedded logic of computer chips) and computer software, and could impact both the ability to enter data into the computer programs and the ability of such programs to correctly process data. Y2K affects the computer applications of the Western Brown Local School District and of the School District's vendors, services, investment providers and bond trustees.

The School District has assessed the impact of Y2K on its computer applications. The School District has determined that certain computer applications are mission-critical, certain are critical, and certain are supportive. Mission-critical computer applications are those for which there are no reliable manual alternatives, and for which failure to be in Y2K compliance would prevent the School District from fulfilling its financial obligations. Critical computer applications are those for which there are manual alternatives, but the School District would unlikely to be able to fully or efficiently perform the functions manually, because of volume of manual activity that would be required. Supportive computer applications are those for which there are manual alternatives and the School District expect to be able to perform such functions manually, if necessary.

The School District has three mission-critical or critical computer applications and to date the School District has received test results from outside consultants regarding all of these applications and remediated all of these applications. The School District considers remediation, in this context, to mean either the successful conversion of an existing computer application or the replacement of an existing application with a new application. Because of the unprecedented nature of Year 2000 issues, its effects and the success of related remediation efforts will not be fully determinable until Year 2000 and thereafter. Management cannot assure that the School District is or will be Year 2000 ready, that the School District's remediation efforts will be successful in whole or in part.

The School District has been soliciting information from other entities whose Year 2000 compliance could affect the School District regarding the status of their assessment, testing and remediation of their computer applications. Of the entities that have responded to date, all expect to achieve compliance in a manner that will not have a materially negative effect on the School District's operations. The School District does not have full and complete information, however, from these outside entities regarding the status of implementing Y2K compliance. Any failure by some or all of these entities to be in Y2K compliance may have a material negative impact on the School District's operations or financial status.

The primary revenue stream supporting the bonds is property taxes. Brown County is responsible for collecting and administering those taxes. The paying agent is National Bank & Trust. Currently, there is nothing available from the County addressing their Year 2000 issues. The paying agent has documentation supporting Year 2000 issues. The School District is not responsible for Year 2000 issues in these two areas.

Western Brown Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 25 - CONTINGENCIES

Grants:

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 1999.

Litigation:

The School District is party to legal proceedings. The School District's management is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the School District.

NOTE 26 - SUBSEQUENT EVENT

On August 4, 1999, the School District retired the \$136,000 short term tax anticipation note that was outstanding at June 30, 1999.

COMBINING, INDIVIDUAL FUND
AND ACCOUNT GROUP FINANCIAL
STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund is used to account for government resources not accounted for in any other 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 the State of Ohio.

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$2,562,867	\$2,581,007	\$18,140
Intergovernmental	11,851,345	11,890,250	38,905
Interest	128,000	136,395	8,395
Tuition and Fees	4,600	3,971	(629)
Rent	0	104	104
Gifts and Donations	6,000	200	(5,800)
Miscellaneous	21,000	26,538	5,538
Total Revenues	14,573,812	14,638,465	64,653
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	4,988,269	4,969,489	18,780
Fringe Benefits	1,406,907	1,406,501	406
Purchased Services	119,959	94,931	25,028
Materials and Supplies	340,987	334,857	6,130
Capital Outlay - New	33,207	31,928	1,279
Capital Outlay - Replacement	6,500	6,150	350
Total Regular	6,895,829	6,843,856	51,973 *
Special:			
Salaries and Wages	566,085	565,769	316
Fringe Benefits	215,086	214,737	349
Purchased Services	541,251	529,303	11,948
Materials and Supplies	8,283	8,239	44
Total Special	1,330,705	1,318,048	12,657
Vocational:			
Salaries and Wages	192,559	189,379	3,180
Fringe Benefits	39,628	39,451	177
Purchased Services	7,091	6,193	898
Materials and Supplies	7,277	4,858	2,419
Total Vocational	246,555	239,881	6,674
Other:			
Purchased Services	78,003	74,993	3,010
Total Other	78,003	74,993	3,010
Total Instruction	8,551,092	8,476,778	74,314

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Support Services:			
Pupils:			
Salaries and Wages	\$366,661	\$335,815	\$30,846
Fringe Benefits	84,331	84,278	53
Purchased Services	103,303	80,660	22,643
Materials and Supplies	10,800	9,956	844
Total Pupils	565,095	510,709	54,386
Instructional Staff:			
Salaries and Wages	374,989	374,896	93
Fringe Benefits	121,809	121,746	63
Purchased Services	500	0	500
Materials and Supplies	37,484	35,981	1,503
Other	1,800	1,598	202
Total Instructional Staff	536,582	534,221	2,361
Board of Education:			
Salaries and Wages	10,000	8,000	2,000
Fringe Benefits	887	248	639
Purchased Services	7,729	5,337	2,392
Materials and Supplies	125	125	0
Other	7,100	6,284	816
Total Board of Education	25,841	19,994	5,847
Administration:			
Salaries and Wages	762,226	760,283	1,943
Fringe Benefits	230,858	227,530	3,328
Purchased Services	187,720	176,974	10,746
Materials and Supplies	19,322	18,948	374
Capital Outlay - New	14,998	14,692	306
Capital Outlay - Replacement	3,500	3,273	227
Other	102,538	101,871	667
Total Administration	1,321,162	1,303,571	17,591
Fiscal:			
Salaries and Wages	143,788	126,078	17,710
Fringe Benefits	50,977	47,461	3,516
Purchased Services	14,763	13,153	1,610
Materials and Supplies	6,000	5,638	362
Other	113,025	106,583	6,442
Total Fiscal	328,553	298,913	29,640

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operation and Maintenance of Plant:			
Salaries and Wages	\$471,839	\$471,722	\$117
Fringe Benefits	169,471	168,629	842
Purchased Services	352,932	333,461	19,471
Materials and Supplies	115,821	89,609	26,212
Capital Outlay - New	14,600	14,548	52
Other	700	388	312
Total Operation and Maintenance of Plant	1,125,363	1,078,357	47,006
Pupil Transportation:			
Salaries and Wages	542,580	541,973	607
Fringe Benefits	248,115	246,332	1,783
Purchased Services	105,542	105,099	443
Materials and Supplies	187,217	186,330	887
Other	300	50	250
Total Pupil Transportation	1,083,754	1,079,784	3,970
Central:			
Purchased Services	13,707	13,705	2
Other	13,000	12,876	124
Total Central	26,707	26,581	126
Total Support Services	5,013,057	4,852,130	160,927
Extracurricular Activities:			
Academic and Subject Oriented Activities:			
Salaries and Wages	26,005	25,861	144
Fringe Benefits	695	694	1
Purchased Services	6,901	4,981	1,920
Materials and Supplies	991	577	414
Total Academic and Subject Oriented Activities	34,592	32,113	2,479
Sports Oriented Activities:			
Salaries and Wages	112,305	108,869	\$3,436
Fringe Benefits	17,031	17,025	6
Purchased Services	5,500	5,185	315
Materials and Supplies	6,800	6,351	449
Total Sports Oriented Activities	141,636	137,430	4,206
School and Public Service Co-curricular Activities			
Salaries and Wages	4,521	0	4,521
Total School and Public Service Co-curricular Activities	4,521	0	4,521
Total Extracurricular Activities	180,749	169,543	11,206

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Capital Outlay:			
Facilities Acquisition and Construction Services:			
Site Acquisition Services:			
Purchased Services	\$25,380	\$25,380	\$0
Capital Outlay - New	5,900	5,900	0
Total Site Acquisition Services	31,280	31,280	0
Site Improvement Services:			
Capital Outlay - New	800	722	78
Capital Outlay - Replacement	45,000	42,150	2,850
Total Site Improvement Services	45,800	42,872	2,928
Building Acquisition and Construction Services:			
Capital Outlay - New	115,000	110,313	4,687
Total Building Acquisition and Construction Services:	115,000	110,313	4,687
Total Capital Outlay	192,080	184,465	7,615
Total Expenditures	13,936,978	13,682,916	254,062
Excess of Revenues Over Expenditures	636,834	955,549	318,715
<i>Other Financing Sources (Uses):</i>			
Proceeds from Sale of Notes	136,000	136,000	0
Refund of Prior Year Expenditures	0	31,107	31,107
Advances In	172,500	185,066	12,566
Advances Out	(185,636)	(185,066)	570
Operating Transfers Out	(142,639)	(142,609)	30
Total Other Financing Sources (Uses)	(19,775)	24,498	44,273
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	617,059	980,047	362,988
Fund Balance at Beginning of Year	636,991	636,991	0
Prior Year Encumbrances Appropriated	222,016	222,016	0
Fund Balance at End of Year	\$1,476,066	\$1,839,054	\$362,988

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditure for specified purposes. The following are descriptions of each Special Revenue Fund:

PUBLIC SCHOOL SUPPORT

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

OTHER GRANT

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

CLASSROOM FACILITY MAINTENANCE

To account for property tax revenues that are restricted to expenditures for the maintenance and upkeep of School District classroom facilities.

DISTRICT MANAGED ACTIVITY

To account for those student activity programs which have student participation in the activity but do not have student management of the programs.

TEACHER DEVELOPMENT

To account for assistance provided to local school districts for the development of in-service programs.

EDUCATIONAL MANAGEMENT INFORMATION SYSTEMS

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

DISADVANTAGED PUPIL IMPACT AID

To account for monies which are provided for the improvement of the educational and cultural status of disadvantaged pupils.

(Continued)

SPECIAL REVENUE FUNDS

(Continued)

TEXTBOOKS/INSTRUCTIONAL MATERIALS

To account for State funding restricted for the purchase of current textbooks and other instructional materials that will benefit the School District's students.

MISCELLANEOUS STATE GRANTS

To account for various monies received from State agencies which are not classified elsewhere. A separate special cost center must be used for each grant and be approved by the Auditor of State.

TITLE VI-B

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

TITLE I

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

TITLE VI

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

DRUG FREE GRANT

To account for federal funds used to establish, operate and improve local programs 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.

TELECOMMUNICATIONS ACT GRANT

To account for monies refunded from telecommunications vendors. This money will be used to pay future telecommunications bills or will be transferred to the general fund. This was an unbudgeted fund in fiscal year 1999.

GOALS 2000

To account for federal funds used to provide the grading of non-required (2nd, 3rd, 5th, and 7th grade) proficiency testing and staff development.

*Western Brown Local School District
Combining Balance Sheet
• All Special Revenue Funds
June 30, 1999*

	Public School Support	Other Grant	Classroom Facility Maintenance	District Managed Activity	Teacher Development	Educational Management Information Systems	Disadvantaged Pupil Impact Aid
<u>Assets:</u>							
Equity in Pooled Cash and Cash Equivalents	\$48,821	\$5,510	\$102,919	\$9,738	\$2,309	\$24,697	\$0
Receivables:							
Taxes	0	0	64,179	0	0	0	0
Accounts	268	0	0	165	0	0	0
Intergovernmental	0	0	0	0	0	0	0
Total Assets	\$49,089	\$5,510	\$167,098	\$9,903	\$2,309	\$24,697	\$0
<u>Liabilities:</u>							
Accounts Payable	\$3,053	\$0	\$0	\$0	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0	0	0	0	0
Due to Other Funds	0	2,676	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0	0	170
Deferred Revenue	0	0	52,154	0	0	0	0
Total Liabilities	3,053	2,676	52,154	0	0	0	170
<u>Fund Equity:</u>							
Fund Balances:							
Reserved:							
Reserved for Encumbrances	250	0	0	3,175	620	0	0
Reserved for Property Taxes	0	0	12,025	0	0	0	0
Unreserved:							
Undesignated (Deficit)	45,786	2,834	102,919	6,728	1,689	24,697	(170)
Total Fund Equity (Deficit)	46,036	2,834	114,944	9,903	2,309	24,697	(170)
Total Liabilities and Fund Equity	\$49,089	\$5,510	\$167,098	\$9,903	\$2,309	\$24,697	\$0

Textbooks/ Instructional Materials	Miscellaneous State Grants	Title VI-B	Title I	Title VI	Drug Free Grant	Telecommunications Act Grant	Goals 2000	Total Special Revenue Funds
\$59,297	\$17,225	\$7,644	\$33,015	\$5,943	\$8,883	\$0	\$0	\$326,001
0	0	0	0	0	0	0	0	64,179
0	0	0	0	0	0	0	0	433
0	0	0	0	0	0	9,016	0	9,016
<u>\$59,297</u>	<u>\$17,225</u>	<u>\$7,644</u>	<u>\$33,015</u>	<u>\$5,943</u>	<u>\$8,883</u>	<u>\$9,016</u>	<u>\$0</u>	<u>\$399,629</u>
\$5,182	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$8,235
0	0	7,818	47,813	0	0	0	0	55,631
0	0	0	0	0	0	0	0	2,676
0	0	1,403	1,240	0	0	0	80	2,893
0	0	0	0	0	0	0	0	52,154
<u>5,182</u>	<u>0</u>	<u>9,221</u>	<u>49,053</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>80</u>	<u>121,589</u>
53,383	3,670	0	0	0	0	0	0	61,098
0	0	0	0	0	0	0	0	12,025
732	13,555	(1,577)	(16,038)	5,943	8,883	9,016	(80)	204,917
<u>54,115</u>	<u>17,225</u>	<u>(1,577)</u>	<u>(16,038)</u>	<u>5,943</u>	<u>8,883</u>	<u>9,016</u>	<u>(80)</u>	<u>278,040</u>
<u>\$59,297</u>	<u>\$17,225</u>	<u>\$7,644</u>	<u>\$33,015</u>	<u>\$5,943</u>	<u>\$8,883</u>	<u>\$9,016</u>	<u>\$0</u>	<u>\$399,629</u>

*Western Brown 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	Other Grant	Classroom Facility Maintenance	District Managed Activity	Teacher Development	Educational Management Information Systems	Disadvantaged Pupil Impact Aid
<i>Revenues:</i>							
Property Taxes	\$0	\$0	\$66,917	\$0	\$0	\$0	\$0
Intergovernmental	0	6,000	6,749	0	12,319	9,394	42,858
Extracurricular Activities	80,147	0	0	38,425	0	0	0
Gifts and Donations	4,601	2,152	0	250	0	0	0
Miscellaneous	8,904	0	0	0	0	0	0
Total Revenues	93,652	8,152	73,666	38,675	12,319	9,394	42,858
<i>Expenditures:</i>							
Current:							
Instruction:							
Regular	40,288	390	0	0	14,544	0	0
Special	0	0	0	0	0	0	0
Support Services:							
Pupils	0	1,753	0	0	0	0	42,909
Instructional Staff	30,519	0	0	0	0	0	0
Administration	7,821	419	0	0	0	4,451	0
Fiscal	0	0	1,951	0	0	216	0
Pupil Transportation	0	1,536	0	0	0	0	0
Non-Instructional Services	0	2,110	0	0	0	0	0
Extracurricular Activities	11,473	0	0	43,194	0	0	0
Total Expenditures	90,101	6,208	1,951	43,194	14,544	4,667	42,909
Excess of Revenues Over (Under) Expenditures	3,551	1,944	71,715	(4,519)	(2,225)	4,727	(51)
<i>Other Financing Sources</i>							
Operating Transfers In	0	0	0	500	0	0	0
Total Other Financing Sources	0	0	0	500	0	0	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	3,551	1,944	71,715	(4,019)	(2,225)	4,727	(51)
Fund Balance (Deficit) at Beginning of Year	42,485	890	43,229	13,922	4,534	19,970	(119)
Fund Balance (Deficit) at End of Year	\$46,036	\$2,834	\$114,944	\$9,903	\$2,309	\$24,697	(\$170)

Textbooks/ Instructional Materials	Miscellaneous State Grants	Title VI-B	Title I	Title VI	Drug Free Grant	Telecommunications Act Grant	Goals 2000	Total Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$66,917
44,893	10,968	110,292	296,192	11,674	22,777	9,016	0	583,132
0	0	0	0	0	0	0	0	118,572
0	16,165	0	0	0	0	0	0	23,168
0	0	0	0	0	0	0	0	8,904
44,893	27,133	110,292	296,192	11,674	22,777	9,016	0	800,693
35,428	11,256	0	0	17,373	13,894	0	2,640	135,813
0	0	534	301,863	0	0	0	0	302,397
0	0	55,055	0	0	0	0	0	99,717
0	1,026	0	0	0	0	0	0	31,545
0	8,641	58,720	0	0	0	0	0	80,052
0	0	0	0	0	0	0	0	2,167
0	0	0	0	0	0	0	0	1,536
0	0	0	0	0	0	0	0	2,110
0	0	0	0	0	0	0	0	54,667
35,428	20,923	114,309	301,863	17,373	13,894	0	2,640	710,004
9,465	6,210	(4,017)	(5,671)	(5,699)	8,883	9,016	(2,640)	90,689
0	0	0	0	0	0	0	0	500
0	0	0	0	0	0	0	0	500
9,465	6,210	(4,017)	(5,671)	(5,699)	8,883	9,016	(2,640)	91,189
44,650	11,015	2,440	(10,367)	11,642	0	0	2,560	186,851
\$54,115	\$17,225	(\$1,577)	(\$16,038)	\$5,943	\$8,883	\$9,016	(\$80)	\$278,040

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular Activities	\$74,201	\$79,879	\$5,678
Gifts and Donations	0	4,601	4,601
Miscellaneous	7,500	9,322	1,822
Total Revenues	81,701	93,802	12,101
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Purchased Services	3,026	2,135	891
Materials and Supplies	31,938	29,062	2,876
Capital Outlay - New	2,600	2,580	20
Other	8,715	6,459	2,256
Total Regular	46,279	40,236	6,043
Total Instruction	46,279	40,236	6,043
Support Services:			
Instructional Staff:			
Materials and Supplies	33,274	30,519	2,755
Total Instructional Staff	33,274	30,519	2,755
Administration:			
Materials and Supplies	8,900	8,050	850
Total Administration	8,900	8,050	850
Total Support Services	42,174	38,569	3,605
Operation of Non-Instructional Services			
Community Services:			
Other	200	0	200
Total Community Services	200	0	200
Total Operation of Non-Instructional Services	200	0	200
Extracurricular Activities:			
Academic and Subject Oriented Activities:			
Purchased Services	1,995	1,969	26
Materials and Supplies	3,115	2,208	907
Other	8,448	7,692	756
Total Academic and Subject Oriented Activities	13,558	11,869	1,689
Total Extracurricular Activities	13,558	11,869	1,689
Total Expenditures	102,211	90,674	11,537
Excess of Revenues Over (Under) Expenditures	(20,510)	3,128	23,638
Fund Balance at Beginning of Year	41,582	41,582	0
Prior Year Encumbrances Appropriated	1,281	1,281	0
Fund Balance at End of Year	\$22,353	\$45,991	\$23,638

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grant
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Gifts and Donations	\$2,110	\$2,151	\$41
<i>Total Revenues</i>	<u>2,110</u>	<u>2,151</u>	<u>41</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils:			
Purchased Services	150	59	91
Materials and Supplies	1,000	794	206
Total Pupils	<u>1,150</u>	<u>853</u>	<u>297</u>
Administration:			
Materials and Supplies	419	419	0
Total Administration	<u>419</u>	<u>419</u>	<u>0</u>
Pupil Transportation:			
Purchased Services	180	150	30
Total Pupil Transportation	<u>180</u>	<u>150</u>	<u>30</u>
Total Support Services	<u>1,749</u>	<u>1,422</u>	<u>327</u>
Operation of Non-Instructional Services:			
Community Services:			
Materials and Supplies	2,110	2,110	0
Total Community Services	<u>2,110</u>	<u>2,110</u>	<u>0</u>
Total Operation of Non-Instructional Services	<u>2,110</u>	<u>2,110</u>	<u>0</u>
Total Expenditures	<u>3,859</u>	<u>3,532</u>	<u>327</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,749)</u>	<u>(1,381)</u>	<u>368</u>
<u>Other Financing Sources:</u>			
Other	6,000	6,000	0
Total Other Financing Sources	<u>6,000</u>	<u>6,000</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over Expenditures	4,251	4,619	368
Fund Balance at Beginning of Year	<u>890</u>	<u>890</u>	<u>0</u>
Fund Balance at End of Year	<u>\$5,141</u>	<u>\$5,509</u>	<u>\$368</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Classroom Facility Maintenance
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$63,022	\$64,524	\$1,502
Intergovernmental	5,165	6,749	1,584
<i>Total Revenues</i>	<u>68,187</u>	<u>71,273</u>	<u>3,086</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Fiscal Services:			
Other	<u>2,750</u>	<u>1,950</u>	<u>800</u>
Total Fiscal Services	<u>2,750</u>	<u>1,950</u>	<u>800</u>
Total Support Services	<u>2,750</u>	<u>1,950</u>	<u>800</u>
<i>Total Expenditures</i>	<u>2,750</u>	<u>1,950</u>	<u>800</u>
Excess of Revenues Over Expenditures	65,437	69,323	3,886
Fund Balance at Beginning of Year	<u>33,597</u>	<u>33,597</u>	<u>0</u>
Fund Balance at End of Year	<u>\$99,034</u>	<u>\$102,920</u>	<u>\$3,886</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Activity
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular Activities	\$38,369	\$38,824	\$455
Gifts and Donations	0	250	250
<i>Total Revenues</i>	<u>38,369</u>	<u>39,074</u>	<u>705</u>
<u>Expenditures:</u>			
Current:			
Extracurricular Activities:			
Sport Oriented Activities:			
Purchased Services	29,229	28,273	956
Materials and Supplies	19,025	18,096	929
Total Sport Oriented Activities	<u>48,254</u>	<u>46,369</u>	<u>1,885</u>
Total Extracurricular Activities	<u>48,254</u>	<u>46,369</u>	<u>1,885</u>
<i>Total Expenditures</i>	<u>48,254</u>	<u>46,369</u>	<u>1,885</u>
Excess of Revenues Over (Under) Expenditures	<u>(9,885)</u>	<u>(7,295)</u>	<u>2,590</u>
<u>Other Financing Sources:</u>			
Operating Transfers In	<u>500</u>	<u>500</u>	<u>0</u>
<i>Total Other Financing Sources</i>	<u>500</u>	<u>500</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(9,385)	(6,795)	2,590
Fund Balance at Beginning of Year	6,958	6,958	0
Prior Year Encumbrances Appropriated	<u>6,400</u>	<u>6,400</u>	<u>0</u>
Fund Balance at End of Year	<u>\$3,973</u>	<u>\$6,563</u>	<u>\$2,590</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Teacher Development
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$12,319	\$12,319	\$0
<i>Total Revenues</i>	<u>12,319</u>	<u>12,319</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	1,221	1,145	76
Purchased Services	8,000	7,838	162
Materials and Supplies	6,532	6,181	351
Total Regular	<u>15,753</u>	<u>15,164</u>	<u>589</u>
Total Instruction	<u>15,753</u>	<u>15,164</u>	<u>589</u>
<i>Total Expenditures</i>	<u>15,753</u>	<u>15,164</u>	<u>589</u>
Excess of Revenues Over (Under) Expenditures	(3,434)	(2,845)	589
Fund Balance at Beginning of Year	283	283	0
Prior Year Encumbrances Appropriated	<u>4,251</u>	<u>4,251</u>	<u>0</u>
Fund Balance at End of Year	<u>\$1,100</u>	<u>\$1,689</u>	<u>\$589</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Educational Management Information Systems
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$8,736	\$9,393	\$657
<i>Total Revenues</i>	<u>8,736</u>	<u>9,393</u>	<u>657</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Administration:			
Capital Outlay - New	4,500	4,451	49
Total Administration	<u>4,500</u>	<u>4,451</u>	<u>49</u>
Fiscal Services:			
Materials and Supplies	1,499	215	1,284
Total Fiscal Services	<u>1,499</u>	<u>215</u>	<u>1,284</u>
Total Support Services	<u>5,999</u>	<u>4,666</u>	<u>1,333</u>
<i>Total Expenditures</i>	<u>5,999</u>	<u>4,666</u>	<u>1,333</u>
Excess of Revenues Over Expenditures	2,737	4,727	1,990
Fund Balance at Beginning of Year	<u>19,970</u>	<u>19,970</u>	<u>0</u>
Fund Balance at End of Year	<u>\$22,707</u>	<u>\$24,697</u>	<u>\$1,990</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Disadvantaged Pupil Impact Aid
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$42,858	\$42,858	\$0
<i>Total Revenues</i>	<u>42,858</u>	<u>42,858</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils:			
Salaries and Wages	30,260	30,260	0
Materials and Supplies	12,598	12,598	0
Total Pupils	<u>42,858</u>	<u>42,858</u>	<u>0</u>
Total Support Services	<u>42,858</u>	<u>42,858</u>	<u>0</u>
<i>Total Expenditures</i>	<u>42,858</u>	<u>42,858</u>	<u>0</u>
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Textbooks/Instructional Materials
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$44,893	\$44,893	\$0
<i>Total Revenues</i>	<u>44,893</u>	<u>44,893</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Materials and Supplies	89,543	88,810	733
Total Regular	<u>89,543</u>	<u>88,810</u>	<u>733</u>
Total Instruction	<u>89,543</u>	<u>88,810</u>	<u>733</u>
<i>Total Expenditures</i>	<u>89,543</u>	<u>88,810</u>	<u>733</u>
Excess of Revenues Over (Under) Expenditures	(44,650)	(43,917)	733
Fund Balance at Beginning of Year	<u>44,650</u>	<u>44,650</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$733</u>	<u>\$733</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$11,162	\$11,162	\$0
Gifts and Donations	14,865	16,165	1,300
Total Revenues	26,027	27,327	1,300
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	65	65	0
Purchased Services	5,425	4,197	1,228
Materials and Supplies	11,660	10,563	1,097
Other	1,322	100	1,222
Total Regular	18,472	14,925	3,547
Special:			
Materials and Supplies	313	0	313
Total Special	313	0	313
Total Instruction	18,785	14,925	3,860
Support Services:			
Instructional Staff:			
Materials and Supplies	1,744	1,026	718
Total Instructional Staff	1,744	1,026	718
Administration:			
Purchased Services	9,218	8,641	577
Total Administration	9,218	8,641	577
Total Support Services	10,962	9,667	1,295
Total Expenditures	29,747	24,592	5,155
Excess of Revenues Over (Under) Expenditures	(3,720)	2,735	6,455
<u>Other Financing Sources (Uses):</u>			
Advances In	430	430	0
Advances Out	(430)	(430)	0
Total Other Financing Sources (Uses)	0	0	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,720)	2,735	6,455
Fund Balance at Beginning of Year	10,610	10,610	0
Prior Year Encumbrances Appropriated	210	210	0
Fund Balance at End of Year	\$7,100	\$13,555	\$6,455

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$119,832	\$119,832	\$0
Total Revenues	119,832	119,832	0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special:			
Materials and Supplies	1,437	924	513
Total Special	1,437	924	513
Total Instruction	1,437	924	513
Support Services:			
Pupils:			
Purchased Services	55,055	55,055	0
Total Pupils	55,055	55,055	0
Administration:			
Salaries and Wages	52,015	51,983	32
Fringe Benefits	8,472	8,463	9
Total Administration	60,487	60,446	41
Total Support Services	115,542	115,501	41
Total Expenditures	116,979	116,425	554
Excess of Revenues Over Expenditures	2,853	3,407	554
<u>Other Financing Sources (Uses):</u>			
Advances In	15,540	15,540	0
Advances Out	(15,540)	(15,540)	0
Total Other Financing Sources (Uses)	0	0	0
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	2,853	3,407	554
Fund Balance at Beginning of Year	3,884	3,884	0
Prior Year Encumbrances Appropriated	353	353	0
Fund Balance at End of Year	\$7,090	\$7,644	\$554

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$327,120	\$327,120	\$0
Total Revenues	327,120	327,120	0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special:			
Salaries and Wages	307,000	307,000	0
Total Special	307,000	307,000	0
Total Instruction	307,000	307,000	0
Total Expenditures	307,000	307,000	0
Excess of Revenues Over Expenditures	20,120	20,120	0
<u>Other Financing Sources (Uses):</u>			
Advances In	51,596	59,096	7,500
Advances Out	(59,096)	(59,096)	0
Total Other Financing Sources (Uses)	(7,500)	0	7,500
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	12,620	20,120	7,500
Fund Balance at Beginning of Year	12,895	12,895	0
Fund Balance at End of Year	\$25,515	\$33,015	\$7,500

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$11,674	\$11,674	\$0
Total Revenues	<u>11,674</u>	<u>11,674</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	12,481	12,481	0
Fringe Benefits	1,100	1,100	0
Materials and Supplies	3,792	3,792	0
Total Regular	<u>17,373</u>	<u>17,373</u>	<u>0</u>
Total Instruction	<u>17,373</u>	<u>17,373</u>	<u>0</u>
Total Expenditures	<u>17,373</u>	<u>17,373</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	(5,699)	(5,699)	0
Fund Balance at Beginning of Year	<u>11,642</u>	<u>11,642</u>	<u>0</u>
Fund Balance at End of Year	<u>\$5,943</u>	<u>\$5,943</u>	<u>\$0</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Grant
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$22,777	\$22,777	\$0
<i>Total Revenues</i>	<u>22,777</u>	<u>22,777</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	9,034	9,034	0
Fringe Benefits	1,265	1,265	0
Purchased Services	787	787	0
Materials and Supplies	2,808	2,808	0
Total Regular	<u>13,894</u>	<u>13,894</u>	<u>0</u>
Total Instruction	<u>13,894</u>	<u>13,894</u>	<u>0</u>
<i>Total Expenditures</i>	<u>13,894</u>	<u>13,894</u>	<u>0</u>
Excess of Revenues Over Expenditures	8,883	8,883	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$8,883</u>	<u>\$8,883</u>	<u>\$0</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Goals 2000
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Purchased Services	2,360	2,360	0
Materials and Supplies	200	200	0
Total Regular	2,560	2,560	0
Total Instruction	2,560	2,560	0
<i>Total Expenditures</i>	2,560	2,560	0
Excess of Revenues Under Expenditures	(2,560)	(2,560)	0
Fund Balance at Beginning of Year	2,500	2,500	0
Prior Year Encumbrances Appropriated	60	60	0
Fund Balance at End of Year	\$0	\$0	\$0

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Property Taxes	\$63,022	\$64,524	\$1,502
Intergovernmental	606,536	608,777	2,241
Extracurricular Activities	112,570	118,703	6,133
Gifts and Donations	16,975	23,167	6,192
Miscellaneous	7,500	9,322	1,822
Total Revenues	806,603	824,493	17,890
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and Wages	22,801	22,725	76
Fringe Benefits	2,365	2,365	0
Purchased Services	19,598	17,317	2,281
Materials and Supplies	146,473	141,416	5,057
Capital Outlay - New	2,600	2,580	20
Other	10,037	6,559	3,478
Total Regular	203,874	192,962	10,912
Special:			
Salaries and Wages	307,000	307,000	0
Materials and Supplies	1,750	924	826
Total Special	308,750	307,924	826
Total Instruction	512,624	500,886	11,738
Support Services:			
Pupils:			
Salaries and Wages	30,260	30,260	0
Purchased Services	55,205	55,114	91
Materials and Supplies	13,598	13,392	206
Total Pupils	99,063	98,766	297
Instructional Staff:			
Materials and Supplies	35,018	31,545	3,473
Total Instructional Staff	35,018	31,545	3,473
Administration:			
Salaries and Wages	52,015	51,983	32
Fringe Benefits	8,472	8,463	9
Purchased Services	9,218	8,641	577
Materials and Supplies	9,319	8,469	850
Capital Outlay - New	4,500	4,451	49
Total Administration	83,524	82,007	1,517

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Fiscal Services:			
Materials and Supplies	\$1,499	\$215	\$1,284
Other	2,750	1,950	800
Total Fiscal Services	4,249	2,165	2,084
Pupil Transportation:			
Purchased Services	180	150	30
Total Pupil Transportation	180	150	30
Total Support Services	222,034	214,633	7,401
Operation of Non-Instructional Services			
Community Services:			
Materials and Supplies	2,110	2,110	0
Other	200	0	200
Total Community Services	2,310	2,110	200
Total Operation of Non-Instructional Services	2,310	2,110	200
Extracurricular Activities:			
Academic and Subject Oriented Activities:			
Purchased Services	1,995	1,969	26
Materials and Supplies	3,115	2,208	907
Other	8,448	7,692	756
Total Academic and Subject Oriented Activities	13,558	11,869	1,689
Sport Oriented Activities:			
Purchased Services	29,229	28,273	956
Materials and Supplies	19,025	18,096	929
Total Sport Oriented Activities	48,254	46,369	1,885
Total Extracurricular Activities	61,812	58,238	3,574
Total Expenditures	798,780	775,867	22,913
Excess of Revenues Over Expenditures	7,823	48,626	40,803
Other Financing Sources (Uses):			
Advances In	67,566	75,066	7,500
Advances Out	(75,066)	(75,066)	0
Operating Transfers In	500	500	0
Other	6,000	6,000	0
Total Other Financing Sources (Uses)	(1,000)	6,500	7,500
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	6,823	55,126	48,303
Fund Balance at Beginning of Year	189,461	189,461	0
Prior Year Encumbrances Appropriated	12,555	12,555	0
Fund Balance at End of Year	\$208,839	\$257,142	\$48,303

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general obligation bond principal and interest and certain other long-term obligations when the School District is obligated for the payment.

Since there is only one Debt Service Fund and the level of budgetary control is not greater than that presented in the General Purpose Financial Statements, no additional financial statements are presented here.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings or additions to existing buildings, and for major renovation projects including equipment purchases.

PERMANENT IMPROVEMENT

To account for all transactions relating to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code.

WESTERN BROWN PROJECT CONSTRUCTION

To account for monies received and expended in connection with contracts entered into by the School District and the Ohio Department of Education for the building and equipping of classroom facilities.

SCHOOLNET

To account for State grant monies used for the installation of wiring and the purchase of a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

TECHNOLOGY EQUITY

To account for technology equity funding to low-wealth school districts.

VIDEO DISTANCE LEARNING

To account for technology equity funding to low-wealth school districts to complement the SchoolNet Program. The proceeds are used to purchase computer equipment, wiring and peripherals.

Western Brown Local School District
 Combining Balance Sheet
 All Capital Projects Funds
 June 30, 1999

	Permanent Improvement	Western Brown Project Construction	SchoolNet	Technology Equity	Video Distance Learning	Total Capital Projects Funds
Assets:						
Equity in Pooled Cash and Cash Equivalents	\$21,205	\$11,587,112	\$71,856	\$5,488	\$45,908	\$11,731,569
Total Assets	\$21,205	\$11,587,112	\$71,856	\$5,488	\$45,908	\$11,731,569
Liabilities:						
Accounts Payable	\$0	\$0	\$134	\$1,224	\$0	\$1,358
Contracts Payable	0	61,099	0	0	0	61,099
Total Liabilities	0	61,099	134	1,224	0	62,457
Fund Equity:						
Fund Balances:						
Reserved:						
Reserved for Encumbrances	0	3,910,905	55,690	2,872	0	3,969,467
Unreserved:						
Undesignated	21,205	7,615,108	16,032	1,392	45,908	7,699,645
Total Fund Equity	21,205	11,526,013	71,722	4,264	45,908	11,669,112
Total Liabilities and Fund Equity	\$21,205	\$11,587,112	\$71,856	\$5,488	\$45,908	\$11,731,569

*Western Brown 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	Western Brown Project Construction	SchoolNet	Technology Equity	Video Distance Learning	Total Capital Projects Funds
<u>Revenues:</u>						
Intergovernmental	\$0	\$8,205,738	\$0	\$15,950	\$45,908	\$8,267,596
Interest	1,497	352,642	0	0	0	354,139
Total Revenues	1,497	8,558,380	0	15,950	45,908	8,621,735
<u>Expenditures:</u>						
Capital Outlay	110,949	2,703,847	243,540	30,741	0	3,089,077
Total Expenditures	110,949	2,703,847	243,540	30,741	0	3,089,077
Excess of Revenues Over (Under) Expenditures	(109,452)	5,854,533	(243,540)	(14,791)	45,908	5,532,658
Fund Balance at Beginning of Year	130,657	5,671,480	315,262	19,055	0	6,136,454
Fund Balance at End of Year	\$21,205	\$11,526,013	\$71,722	\$4,264	\$45,908	\$11,669,112

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$1,497	\$1,497	\$0
Total Revenues	1,497	1,497	0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Capital Outlay - New	28,158	25,522	2,636
Total Regular	28,158	25,522	2,636
Total Instruction	28,158	25,522	2,636
Support Services:			
Fiscal Services:			
Capital Outlay - New	18,500	14,841	3,659
Total Fiscal Services	18,500	14,841	3,659
Pupil Transportation:			
Capital Outlay - New	16,307	15,751	556
Total Pupil Transportation	16,307	15,751	556
Total Support Services	34,807	30,592	4,215
Capital Outlay:			
Facilities Acquisition & Construction Services:			
Site Acquisition Services:			
Capital Outlay - New	80,357	80,357	0
Total Site Acquisition Services	80,357	80,357	0
Site Improvement Services:			
Purchased Services	9,400	0	9,400
Capital Outlay - New	4,954	0	4,954
Total Site Improvement Services	14,354	0	14,354
Total Capital Outlay	94,711	80,357	14,354
Total Expenditures	157,676	136,471	21,205
Excess of Revenues Over (Under) Expenditures	(156,179)	(134,974)	21,205
Fund Balance at Beginning of Year	119,656	119,656	0
Prior Year Encumbrances Appropriated	36,523	36,523	0
Fund Balance at End of Year	\$0	\$21,205	\$21,205

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Western Brown Project Construction
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$7,449,821	\$8,205,737	\$755,916
Interest	305,000	352,642	47,642
Total Revenues	7,754,821	8,558,379	803,558
<u>Expenditures:</u>			
Current:			
Support Services:			
Fiscal Services:			
Other	200	126	74
Total Fiscal Services	200	126	74
Total Support Services	200	126	74
Capital Outlay:			
Building Acquisition & Construction Services:			
Purchased Services	3,568,000	3,445,907	122,093
Capital Outlay - New	2,669,847	2,669,847	0
Other	498,870	498,870	0
Total Building Acquisition & Construction Services	6,736,717	6,614,624	122,093
Total Capital Outlay	6,736,717	6,614,624	122,093
Total Expenditures	6,736,917	6,614,750	122,167
Excess of Revenues Over Expenditures	1,017,904	1,943,629	925,725
Fund Balance at Beginning of Year	5,671,480	5,671,480	0
Fund Balance at End of Year	\$6,689,384	\$7,615,109	\$925,725

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
SchoolNet
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
<i>Total Revenues</i>	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Purchased Services	8,800	5,856	2,944
Materials and Supplies	61,474	61,057	417
Capital Outlay - New	68,070	68,070	0
Total Regular	138,344	134,983	3,361
Total Instruction	138,344	134,983	3,361
Support Services:			
Central:			
Capital Outlay - New	165,412	165,412	0
Total Central	165,412	165,412	0
Total Support Services	165,412	165,412	0
Total Expenditures	303,756	300,395	3,361
Excess of Revenues Over (Under) Expenditures	(303,756)	(300,395)	3,361
Fund Balance at Beginning of Year	303,719	303,719	0
Prior Year Encumbrances Appropriated	12,843	12,843	0
Fund Balance at End of Year	\$12,806	\$16,167	\$3,361

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Technology Equity
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$15,951	\$15,951	\$0
Total Revenues	15,951	15,951	0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Materials and Supplies	25,032	23,640	1,392
Capital Outlay - New	9,974	9,974	0
Total Regular	35,006	33,614	1,392
Total Instruction	35,006	33,614	1,392
Total Expenditures	35,006	33,614	1,392
Excess of Revenues Over (Under) Expenditures	(19,055)	(17,663)	1,392
Fund Balance at Beginning of Year	19,055	19,055	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$1,392</u>	<u>\$1,392</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Video Distance Learning
 For the Fiscal Year Ended June 30, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$45,908	\$45,908	\$0
<i>Total Revenues</i>	<u>45,908</u>	<u>45,908</u>	<u>0</u>
<u>Expenditures:</u>			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	45,908	45,908	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$45,908</u>	<u>\$45,908</u>	<u>\$0</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Capital Projects Funds
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$7,511,680	\$8,267,596	\$755,916
Interest	306,497	354,139	47,642
Total Revenues	7,818,177	8,621,735	803,558
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Purchased Services	8,800	5,856	2,944
Materials and Supplies	86,506	84,697	1,809
Capital Outlay - New	106,202	103,566	2,636
Total Regular	201,508	194,119	7,389
Total Instruction	201,508	194,119	7,389
Support Services:			
Fiscal Services:			
Capital Outlay - New	18,500	14,841	3,659
Other	200	126	74
Total Fiscal Services	18,700	14,967	3,733
Pupil Transportation:			
Capital Outlay - New	16,307	15,751	556
Total Pupil Transportation	16,307	15,751	556
Central:			
Capital Outlay - New	165,412	165,412	0
Total Central	165,412	165,412	0
Total Support Services	200,419	196,130	4,289
Capital Outlay:			
Site Acquisition Services:			
Capital Outlay - New	80,357	80,357	0
Total Site Acquisition Services	80,357	80,357	0
Site Improvement Services:			
Purchased Services	9,400	0	9,400
Capital Outlay - New	4,954	0	4,954
Total Site Improvement Services	14,354	0	14,354

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Capital Projects Funds
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Building Acquisition & Construction Services:			
Purchased Services	\$3,568,000	\$3,445,907	\$122,093
Capital Outlay - New	2,669,847	2,669,847	0
Other	498,870	498,870	0
 Total Building Acquisition & Construction Services	 6,736,717	 6,614,624	 122,093
Total Capital Outlay	6,831,428	6,694,981	136,447
<i>Total Expenditures</i>	<i>7,233,355</i>	<i>7,085,230</i>	<i>148,125</i>
Excess of Revenues Over Expenditures	584,822	1,536,505	951,683
Fund Balance at Beginning of Year	6,113,910	6,113,910	0
Prior Year Encumbrances Appropriated	49,366	49,366	0
Fund Balance at End of Year	\$6,748,098	\$7,699,781	\$951,683

ENTERPRISE FUNDS

Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private sector business where the intent is that the expense (including depreciation) of providing goods or services primarily or solely to the general public be financed or recovered primarily through user charges. The following are descriptions of each of the School District's Enterprise Funds:

FOOD SERVICES

To account for all transactions related to food service operations.

UNIFORM SCHOOL SUPPLIES

To account for the purchase and sale of school supplies as adopted by the board of education for use in the schools of the School District. Profit derived from such sale is to be used for school purposes or activities in connection with the school.

*Western Brown Local School District
Combining Balance Sheet
All Enterprise Funds
June 30, 1999*

	<u>Food Services</u>	<u>Uniform School Supplies</u>	<u>Total Enterprise Funds</u>
<u>Assets:</u>			
Current Assets:			
Equity in Pooled Cash and Cash Equivalents	\$29,057	\$74,821	\$103,878
Accounts Receivable	0	108	108
Intergovernmental Receivable	36,503	0	36,503
Inventory Held for Resale	27,614	0	27,614
Materials and Supplies Inventory	3,771	0	3,771
Total Current Assets	96,945	74,929	171,874
Fixed Assets (Net of Accumulated Depreciation)	38,262	0	38,262
Total Assets	<u>\$135,207</u>	<u>\$74,929</u>	<u>\$210,136</u>
<u>Liabilities:</u>			
Current Liabilities:			
Accounts Payable	\$0	\$666	\$666
Accrued Wages and Benefits	41,819	0	41,819
Intergovernmental Payable	33,501	0	33,501
Deferred Revenue	21,965	0	21,965
Total Current Liabilities	97,285	666	97,951
Compensated Absences Payable	13,256	0	13,256
Total Liabilities	<u>110,541</u>	<u>666</u>	<u>111,207</u>
<u>Fund Equity:</u>			
Contributed Capital	18,877	0	18,877
Retained Earnings:			
Unreserved	5,789	74,263	80,052
Total Fund Equity	<u>24,666</u>	<u>74,263</u>	<u>98,929</u>
Total Liabilities and Fund Equity	<u>\$135,207</u>	<u>\$74,929</u>	<u>\$210,136</u>

*Western Brown Local School District
Combining Statement of Revenues, Expenses
and Changes in Fund Equity
All Enterprise Funds
For the Fiscal Year Ended June 30, 1999*

	Food Services	Uniform School Supplies	Total Enterprise Funds
<u>Operating Revenues:</u>			
Sales	\$493,924	\$88,569	\$582,493
Other Operating Revenues	32,974	0	32,974
Total Operating Revenues	526,898	88,569	615,467
<u>Operating Expenses:</u>			
Salaries	268,146	0	268,146
Fringe Benefits	99,716	0	99,716
Purchased Services	7,304	0	7,304
Materials and Supplies	93,396	0	93,396
Cost of Sales	358,966	90,182	449,148
Depreciation	9,635	0	9,635
Total Operating Expenses	837,163	90,182	927,345
Operating Loss	(310,265)	(1,613)	(311,878)
<u>Non-Operating Revenues</u>			
Interest	3,355	0	3,355
Federal Donated Commodities	38,542	0	38,542
Federal and State Subsidies	266,209	0	266,209
Total Non-Operating Revenues	308,106	0	308,106
Net Loss Before Operating Transfers	(2,159)	(1,613)	(3,772)
Operating Transfers In	25,000	0	25,000
Net Income (Loss)	22,841	(1,613)	21,228
Retained Earnings (Deficit) at Beginning of Year	(17,052)	75,876	58,824
Retained Earnings at End of Year	5,789	74,263	80,052
Contributed Capital at Beginning of Year	14,012	0	14,012
Capital Contributed From Other Funds	4,865	0	4,865
Contributed Capital at End of Year	18,877	0	18,877
Total Fund Equity at End of Year	\$24,666	\$74,263	\$98,929

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Food Services
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$488,143	\$493,924	\$5,781
Interest	0	3,355	3,355
Other Revenues	31,800	32,974	1,174
Federal and State Subsidies	239,494	229,706	(9,788)
Total Revenues	759,437	759,959	522
<u>Expenses:</u>			
Salaries:			
Non-Instruction Services	255,769	255,668	101
Total Salaries	255,769	255,668	101
Fringe Benefits:			
Non-Instruction Services	130,169	128,204	1,965
Total Fringe Benefits	130,169	128,204	1,965
Purchased Services:			
Non-Instruction Services	9,013	7,304	1,709
Total Purchased Services	9,013	7,304	1,709
Materials and Supplies:			
Non-Instruction Services	420,080	419,799	281
Total Materials and Supplies	420,080	419,799	281
Total Expenses	815,031	810,975	4,056
Excess of Revenues Over (Under) Expenses	(55,594)	(51,016)	4,578
Advances In	100,000	110,000	10,000
Advances Out	(110,000)	(110,000)	0
Operating Transfers In	25,000	25,000	0
Excess of Revenues Over (Under) Expenses, Advances and Operating Transfers	(40,594)	(26,016)	14,578
Fund Equity at Beginning of Year	48,366	48,366	0
Prior Year Encumbrances Appropriated	2,293	2,293	0
Fund Equity at End of Year	\$10,065	\$24,643	\$14,578

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Uniform School Supplies
For the Fiscal Year Ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Other Revenues	\$75,169	\$88,617	\$13,448
<i>Total Revenues</i>	<u>75,169</u>	<u>88,617</u>	<u>13,448</u>
<u>Expenses:</u>			
Materials and Supplies:			
Regular Instruction	96,583	96,172	411
Total Materials and Supplies	96,583	96,172	411
<i>Total Expenses</i>	<u>96,583</u>	<u>96,172</u>	<u>411</u>
Excess of Revenues Over (Under) Expenses	(21,414)	(7,555)	13,859
Fund Equity at Beginning of Year	75,188	75,188	0
Prior Year Encumbrances Appropriated	4,583	4,583	0
Fund Equity at End of Year	<u>\$58,357</u>	<u>\$72,216</u>	<u>\$13,859</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
All Enterprise Funds
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$488,143	\$493,924	\$5,781
Interest	0	3,355	3,355
Other Revenues	106,969	121,591	14,622
Federal and State Subsidies	239,494	229,706	(9,788)
Total Revenues	834,606	848,576	13,970
<u>Expenses:</u>			
Salaries:			
Non-Instruction Services	255,769	255,668	101
Total Salaries	255,769	255,668	101
Fringe Benefits:			
Non-Instruction Services	130,169	128,204	1,965
Total Fringe Benefits	130,169	128,204	1,965
Purchased Services:			
Non-Instruction Services	9,013	7,304	1,709
Total Purchased Services	9,013	7,304	1,709
Materials and Supplies:			
Non-Instruction Services	420,080	419,799	281
Regular Instruction	96,583	96,172	411
Total Materials and Supplies	516,663	515,971	692
Total Expenses	911,614	907,147	4,467
Excess of Revenues Over (Under) Expenses	(77,008)	(58,571)	18,437
Advances In			
Advances Out	100,000	110,000	10,000
Operating Transfers In	(110,000)	(110,000)	0
	25,000	25,000	0
Excess of Revenues Over (Under) Expenses, Advances and Operating Transfers	(62,008)	(33,571)	28,437
Fund Equity at Beginning of Year	123,554	123,554	0
Prior Year Encumbrances Appropriated	6,876	6,876	0
Fund Equity at End of Year	\$68,422	\$96,859	\$28,437

WESTERN BROWN LOCAL SCHOOL DISTRICT
Combining Statement of Cash Flows
All Enterprise Funds
For the Fiscal Year Ended June 30, 1999

	<u>Food Services</u>	<u>Uniform School Supplies</u>	<u>Total Enterprise Funds</u>
<i>Increase (Decrease) in Cash and Cash Equivalents:</i>			
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$493,924	\$88,569	\$582,493
Cash Received from Other Operating Revenues	32,974	48	33,022
Cash Payments to Suppliers for Goods and Services	(422,688)	(93,568)	(516,256)
Cash Payments to Employees for Services	(255,668)	0	(255,668)
Cash Payments for Employee Benefits	(128,204)	0	(128,204)
Net Cash Used for Operating Activities	<u>(279,662)</u>	<u>(4,951)</u>	<u>(284,613)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Short-Term Loans from Other Funds	110,000	0	110,000
Repayment of Short-Term Loans	(110,000)	0	(110,000)
Operating Transfers In From Other Funds	25,000	0	25,000
Federal and State Subsidies Received	229,706	0	229,706
Net Cash Provided by Noncapital Financing Activities	<u>254,706</u>	<u>0</u>	<u>254,706</u>
<u>Cash Flows from Investing Activities:</u>			
Interest and Dividends	3,355	0	3,355
Net Cash Provided by Investing Activities	<u>3,355</u>	<u>0</u>	<u>3,355</u>
Net Decrease in Cash and Cash Equivalents	(21,601)	(4,951)	(26,552)
Cash and Cash Equivalents at Beginning of Year	50,658	79,772	130,430
Cash and Cash Equivalents at End of Year	<u>\$29,057</u>	<u>\$74,821</u>	<u>\$103,878</u>

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Combining Statement of Cash Flows
All Enterprise Funds
For the Fiscal Year Ended June 30, 1999
(continued)

	<u>Food Services</u>	<u>Uniform School Supplies</u>	<u>Total Enterprise Funds</u>
<i>Reconciliation of Operating Loss to Net</i>			
<i><u>Cash Used for Operating Activities:</u></i>			
Operating Loss	<u>(\$310,265)</u>	<u>(\$1,613)</u>	<u>(\$311,878)</u>
<i>Adjustments to Reconcile Operating</i>			
<i>Loss to Net Cash</i>			
<i><u>Used for Operating Activities:</u></i>			
Depreciation	9,635	0	9,635
Donated Commodities Used During Year	38,542	0	38,542
Changes in Assets and Liabilities:			
Decrease in Accounts Receivable	0	49	49
Decrease in Inventory Held for Resale	1,699	0	1,699
Increase in Materials and Supplies Inventory	(1,860)	0	(1,860)
Decrease in Accounts Payable	(1,404)	(3,387)	(4,791)
Decrease in Accrued Wages and Benefits	(7,337)	0	(7,337)
Decrease in Compensated Absences Payable	(7,849)	0	(7,849)
Decrease in Intergovernmental Payable	<u>(823)</u>	<u>0</u>	<u>(823)</u>
Total Adjustments	<u>30,603</u>	<u>(3,338)</u>	<u>27,265</u>
Net Cash Used for Operating Activities	<u>(\$279,662)</u>	<u>(\$4,951)</u>	<u>(\$284,613)</u>

Non-Cash Transactions: The general fund purchased assets in the amount of \$4,865 for the food services enterprise fund.

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/or other funds. These include Expendable Trust and Agency Funds. The following are descriptions of each of the School District's Fiduciary Funds:

EXPENDABLE TRUST FUND

THOMAS E. STOUT MEMORIAL

To account for donations received by the School District in a trustee capacity.

AGENCY FUND

STUDENT ACTIVITIES

To account for those student activity programs which have student participation in the activity and have student involvement in the management of the program.

WESTERN BROWN LOCAL SCHOOL DISTRICT

Combining Balance Sheet

All Fiduciary Fund Types

June 30, 1999

	<u>Expendable Trust Thomas E. Stout Memorial</u>	<u>Agency Student Activities</u>	<u>Total</u>
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	<u>\$5,006</u>	<u>\$58,169</u>	<u>\$63,175</u>
<i>Total Assets</i>	<u>\$5,006</u>	<u>\$58,169</u>	<u>\$63,175</u>
<u>Liabilities:</u>			
Undistributed Monies	<u>\$0</u>	<u>\$58,169</u>	<u>\$58,169</u>
<i>Total Liabilities</i>	<u>0</u>	<u>58,169</u>	<u>58,169</u>
<u>Fund Equity:</u>			
Fund Balance:			
Unreserved:			
Undesignated	<u>5,006</u>	<u>0</u>	<u>5,006</u>
<i>Total Fund Equity</i>	<u>5,006</u>	<u>0</u>	<u>5,006</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$5,006</u>	<u>\$58,169</u>	<u>\$63,175</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Statement of Changes in Assets and Liabilities
 Agency Fund
 For the Year Ended June 30, 1999

	Balance at 06/30/98	Additions	Reductions	Balance at 06/30/99
<u>STUDENT ACTIVITIES</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$53,394	\$4,775	\$0	\$58,169
Accounts Receivable	144	0	144	0
Total Assets	\$53,538	\$4,775	\$144	\$58,169
<u>Liabilities:</u>				
Accounts Payable	\$45	\$0	\$45	\$0
Undistributed Monies	53,493	4,775	99	58,169
Total Liabilities	\$53,538	\$4,775	\$144	\$58,169

GENERAL FIXED ASSETS ACCOUNT GROUP

This account group is used to account for all land, buildings, furniture and equipment, and vehicles not used in the operations of the Enterprise Funds. The majority of the School District's assets are reflected in the General Fixed Assets Account Group.

WESTERN BROWN LOCAL SCHOOL DISTRICT*Schedule of General Fixed Assets by Function*

June 30, 1999

	Land	Buildings	Furniture and Equipment	Vehicles	Construction in Progress	Total
Instruction:						
Regular	\$0	\$0	\$1,461,584	\$0	\$0	\$1,461,584
Special	0	0	53,100	0	0	53,100
Vocational	0	0	35,407	0	0	35,407
Total Instruction	0	0	1,550,091	0	0	1,550,091
Support Services:						
Pupils	0	0	559,019	0	0	559,019
Instructional Staff	0	0	634,093	0	0	634,093
Administration	0	0	147,242	0	0	147,242
Fiscal	0	0	40,549	0	0	40,549
Operation and Maintenance of Plant	0	0	79,372	70,311	0	149,683
Pupil Transportation	0	0	34,293	1,633,432	0	1,667,725
Central	0	38,343	456,923	0	0	495,266
Total Support Services	0	38,343	1,951,491	1,703,743	0	3,693,577
Extracurricular Activities	0	0	153,246	0	0	153,246
Capital Outlay	2,603,938	6,522,736	249,111	0	35,000	9,410,785
Total General Fixed Assets	\$2,603,938	\$6,561,079	\$3,903,939	\$1,703,743	\$35,000	\$14,807,699

WESTERN BROWN LOCAL SCHOOL DISTRICT

Schedule of Changes in General Fixed Assets by Function

For the Fiscal Year Ended June 30, 1999

<u>Function</u>	<u>Balance at June 30, 1998</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 1999</u>
Instruction:				
Regular	\$1,389,548	\$72,036	\$0	\$1,461,584
Special	53,100	0	0	53,100
Vocational	35,407	0	0	35,407
Total Instruction	1,478,055	72,036	0	1,550,091
Support Services:				
Pupils	431,966	127,053	0	559,019
Instructional Staff	634,093	0	0	634,093
Administration	137,658	9,584	0	147,242
Fiscal	25,708	14,841	0	40,549
Operation and Maintenance of Plant	135,135	14,548	0	149,683
Pupil Transportation	1,651,974	15,751	0	1,667,725
Central	457,010	38,256	0	495,266
Total Support Services	3,473,544	220,033	0	3,693,577
Extracurricular Services	153,246	0	0	153,246
Capital Outlay	9,149,678	261,107	0	9,410,785
Total General Fixed Assets	\$14,254,523	\$553,176	\$0	\$14,807,699

WESTERN BROWN LOCAL SCHOOL DISTRICT

Schedule of General Fixed Assets By Source

June 30, 1999

General Fixed Assets:

Land	\$2,603,938
Buildings	6,561,079
Furniture and Equipment	3,903,939
Vehicles	1,703,743
Construction in Progress	<u>35,000</u>
Total General Fixed Assets	<u>\$14,807,699</u>

Investment in General Fixed Assets by Source:

General Fund	\$383,415
Special Revenue Funds	234,684
Capital Projects Funds	4,060,915
Acquired Before July 1, 1994*	<u>10,128,685</u>
Total Investment in General Fixed Assets	<u>\$14,807,699</u>

*Represents older assets for which fund source cannot practically be obtained.

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STATISTICAL SECTION

TABLE 1

WESTERN BROWN LOCAL SCHOOL DISTRICT
General Fund Expenditures by Function
Last Ten Fiscal Years

Fiscal Year (1)	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999
Current:										
Instruction:										
Regular	\$3,831,967	\$4,216,316	\$4,302,509	\$4,672,127	\$5,099,781	\$5,462,187	\$6,285,483	\$6,371,366	\$6,509,669	\$6,851,067
Special	454,991	443,048	507,626	563,559	599,584	709,302	788,955	818,711	868,074	1,334,628
Vocational	177,100	203,981	190,541	205,223	226,538	202,934	214,616	216,331	225,227	238,702
Other	1,250	25,855	25,454	23,200	27,350	60,137	61,410	36,628	53,207	74,237
Support Services:										
Pupils	139,651	137,527	164,396	181,549	292,691	336,832	397,502	438,960	432,310	512,232
Instructional Staff	232,298	237,428	234,072	248,013	321,874	325,122	453,108	498,924	509,715	533,525
Board of Education	23,277	11,071	15,668	13,471	11,073	15,787	17,090	18,951	20,193	19,871
Administration	582,345	560,104	701,377	773,406	763,346	792,725	908,776	981,005	1,196,434	1,242,069
Fiscal	211,332	139,236	177,382	191,723	207,641	209,382	259,672	266,137	306,272	296,071
Operation and Maintenance										
of Plant	581,716	675,022	689,427	698,888	809,981	861,158	981,085	976,746	1,065,847	1,061,173
Pupil Transportation	596,243	664,987	677,724	781,875	950,406	810,864	928,786	934,959	1,003,721	1,116,704
Central	0	0	0	5,874	6,779	5,914	15,708	15,884	18,470	26,581
Non-Instructional Services	0	0	0	0	0	5,228	0	0	0	0
Extracurricular Activities	119,655	121,756	153,913	157,358	178,243	175,270	202,023	229,936	161,368	169,541
Capital Outlay	1,434	1,061	0	199,356	437,832	80,649	30,967	89,489	54,898	175,425
Debt Service	0	0	0	0	0	5,331	5,494	14,037	18,867	24,225
Total	\$6,953,259	\$7,437,392	\$7,840,089	\$8,715,622	\$9,933,119	\$10,058,822	\$11,550,675	\$11,908,064	\$12,444,272	\$13,676,051

Source: Western Brown Local School District records.

(1) Fiscal Year 1995 is the first year reported on a GAAP basis.
All prior years are reported on a cash basis.

TABLE 2

WESTERN BROWN LOCAL SCHOOL DISTRICT
 General Fund Revenues by Source
 Last Ten Fiscal Years

Fiscal Year (1)	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999
Property Taxes	\$1,407,384	\$1,473,848	\$1,607,858	\$1,765,686	\$1,802,151	\$2,104,303	\$2,330,221	\$1,887,549	\$2,505,341	\$2,676,733
Intergovernmental	5,290,747	5,909,944	6,381,711	7,375,394	7,825,636	8,542,400	9,204,607	9,739,847	10,496,777	11,890,250
Interest	59,137	135,486	73,578	56,723	71,641	109,029	122,740	115,598	120,536	137,286
Tuition and Fees	10,825	14,579	16,238	18,669	16,199	12,810	6,696	5,546	10,445	4,921
Rent	0	0	0	0	0	0	0	60,875	102	104
Extracurricular Activities	0	0	0	0	0	220	253	0	0	0
Gifts and Donations	0	0	0	0	0	14,624	80	2,652	0	200
Miscellaneous	5,185	5,608	9,979	22,538	18,052	56,582	5,138	34,294	103,429	61,545
Total	\$6,773,278	\$7,539,465	\$8,089,364	\$9,239,010	\$9,733,679	\$10,839,968	\$11,669,735	\$11,846,361	\$13,236,630	\$14,771,039

Source: Western Brown Local School District records.

(1) Fiscal Year 1995 is the first year reported on a GAAP basis.
 All prior fiscal years are reported on a cash basis.

TABLE 3

WESTERN BROWN LOCAL SCHOOL DISTRICT
 Property Tax Levies and Collections - Real and Public Utility Property
 Last Ten Collection (Calendar) Years

Collection Year	Tax Levied (1)	Current Tax Collection (2)	Percent Collected	Delinquent Collection	Total Tax Collections	Percent Of Total Collections To Levy	Outstanding Delinquent Taxes (3)	Percent of Outstanding Delinquent Taxes To Tax Levied
1990	\$1,661,883	\$1,578,789	95.00%	\$97,770	\$1,676,559	100.88%	\$116,394	7.00%
1991	1,730,076	1,672,896	96.69	93,730	1,766,626	102.11	156,217	9.03
1992	2,033,453	1,963,442	96.56	93,614	2,057,056	101.16	122,648	6.03
1993	1,835,029	1,743,278	95.00	101,552	1,844,830	100.53	123,845	6.75
1994	1,918,854	1,835,991	95.68	95,709	1,931,700	100.67	127,369	6.64
1995	2,184,071	2,080,589	95.26	147,252	2,227,841	102.00	156,928	7.19
1996	2,240,914	2,176,478	97.12	106,918	2,283,396	101.90	121,315	5.41
1997	2,366,746	2,230,989	94.26	97,492	2,328,481	98.38	114,227	4.83
1998	3,152,355	2,971,413	94.26	128,169	3,099,582	98.33	179,904	5.71
1999	3,499,080	2,994,064	85.57	192,717	3,186,781	92.40	312,299	8.93

Source: Brown County Auditor

- (1) Taxes levied and collected are presented on a cash basis.
- (2) State reimbursements of rollback and homestead exemptions are included.
- (3) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.

TABLE 4

WESTERN BROWN LOCAL SCHOOL DISTRICT

Assessed and Estimated Actual Value of Taxable Property
Last Ten Collection (Calendar) Years (1)

Collection Year	Real Property		Tangible Personal Property		Public Utilities Personal		Total		Ratio (2)
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1990	\$57,160,860	\$163,316,743	\$18,906,026	\$75,624,104	\$25,094	\$31,368	\$76,091,980	\$238,972,214	36.97%
1991	59,105,590	168,873,114	21,070,214	84,280,856	28,006	35,008	80,203,810	253,188,978	36.80
1992	66,389,430	189,684,086	23,178,832	92,715,328	31,438	39,298	89,599,700	282,438,711	36.63
1993	68,819,600	196,627,429	23,575,150	94,300,600	34,930	43,663	92,429,680	290,971,691	36.86
1994	71,972,890	205,636,829	24,049,610	96,198,440	39,310	49,138	96,061,810	301,884,406	31.82
1995	84,432,090	241,234,543	24,732,080	98,928,320	39,410	49,263	109,203,580	340,212,125	32.11
1996	86,287,220	246,534,914	25,717,070	102,868,280	41,380	51,725	112,045,670	349,454,919	32.06
1997	90,793,590	259,410,257	27,498,750	109,995,000	45,310	56,638	118,337,650	369,461,895	32.03
1998	109,251,850	312,148,140	27,076,990	108,307,960	49,580	61,980	136,378,420	420,518,080	32.43
1999	112,223,030	320,637,229	26,393,670	105,574,680	55,430	69,288	138,672,130	426,281,196	32.53

Source: Brown County Auditor

(1) Brown County Auditor property tax records are maintained on a calendar year basis.

(2) Ratio represents total assessed value/total estimated actual value.

TABLE 5

WESTERN BROWN LOCAL SCHOOL DISTRICT

Property Tax Rates (Per \$1,000 of Assessed Valuation)
 Direct and Overlapping Governments
 Last Ten Collection (Calendar) Years

Collection Year	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999
Western Brown Local School District	\$24.00	\$24.00	\$24.00	\$22.00	\$20.00	\$20.00	\$20.00	\$20.00	\$25.20	\$25.20
Brown County	6.80	6.80	6.40	6.80	7.00	5.80	5.80	5.80	5.80	5.80
Village of Mt. Orab	13.70	10.60	10.10	10.10	9.10	9.10	9.10	9.10	9.10	9.10
Southern Hills Joint Vocational School	6.00	6.00	5.90	6.00	5.90	5.80	5.80	5.80	5.80	5.80
Green Township	2.50	2.50	3.00	3.00	3.00	3.00	3.00	3.50	3.50	3.50
Pike Township	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Sterling Township	4.80	4.80	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
Clark Township	2.60	2.60	3.60	3.60	3.60	3.60	3.60	4.10	4.10	4.10
Lewis Township	3.10	3.10	3.10	3.10	3.70	3.10	3.10	3.10	3.10	3.10
Scott Township	3.00	3.00	3.00	3.00	3.30	3.30	3.30	3.30	3.30	3.30

Source: Brown County Auditor

TABLE 6

WESTERN BROWN LOCAL SCHOOL DISTRICT
 Ratio of Net General Bonded Debt to Assessed Value
 And Net Bonded Debt per Capita
 Last Ten Fiscal Years

Year	Population (1)	Total Assessed Value (2)	Gross Bonded Debt	Less Debt Service Fund (3)	Net Bonded Debt	Ratio of Net Bonded Debt To Assessed Value (%)	Net Bonded Debt Per Capita
1990	11,662	\$76,091,980	\$120,000	\$138,629	\$0	0.00%	\$0
1991	11,662	80,203,810	90,000	160,285	0	0.00	0.00
1992	11,662	89,599,700	60,000	199,198	0	0.00	0.00
1993	11,662	92,429,680	30,000	111,017	0	0.00	0.00
1994	11,662	96,061,810	0	20,273	0	0.00	0.00
1995	11,662	109,203,580	334,000	20,561	313,439	0.29	26.88
1996	11,662	112,045,670	287,600	35,231	252,369	0.23	21.64
1997	11,662	118,337,650	241,200	6,880	234,320	0.20	20.09
1998	11,662	136,378,420	7,474,400	411,601	7,062,799	0.05	605.63
1999	11,662	138,672,130	7,120,400	473,360	6,647,040	0.05	569.97

Sources:

- (1) Census data from 1990 census.
- (2) Brown County Auditor, calendar year basis.
- (3) Fiscal Year 1995 is the first year reported on GAAP basis. All prior years are reported on a cash basis.

TABLE 7

WESTERN BROWN LOCAL SCHOOL DISTRICT

Computation of Legal Debt Margin
June 30, 1999

Assessed Valuation of District	<u>\$138,672,130</u>
<u>Overall Direct Debt Limitation</u>	
Direct debt limitation	\$12,480,492
9% of assessed valuation	
Amount available in Debt Service Fund	473,360
Gross indebtedness	7,345,922
Less Exempt Debt:	
School Improvement Anticipation Notes	(136,000)
Energy Conservation Notes	(89,522)
Net indebtedness	<u>(7,120,400)</u>
Legal debt margin within 9% limitation	<u>\$5,833,452</u>
<u>Unvoted Direct Debt Limitation</u>	
Unvoted debt limitation	\$138,672
0.1% of assessed valuation	
Gross indebtedness	465,922
Less Exempt Debt:	
School Improvement Anticipation Notes	(136,000)
School Bus Acquisition Bonds	(92,000)
School Bus Acquisition Bonds	(26,400)
Energy Conservation Notes	(122,000)
Energy Conservation Bonds	(89,522)
Net indebtedness	<u>0</u>
Legal debt margin within 0.1% limitation	<u>\$138,672</u>

Source: Western Brown Local School District records.

TABLE 8

WESTERN BROWN LOCAL SCHOOL DISTRICT

Computation of Direct and Overlapping Debt
June 30, 1999

<u>Governmental Unit</u>	<u>Gross General Obligation (1)</u>	<u>Percent Applicable to District</u>	<u>Amount Applicable to District</u>
Direct:			
Western Brown Local School District	\$7,120,400	100.00%	\$7,120,400
Overlapping:			
Brown County	2,820,000	33.48	944,136
Village of Mt. Orab	957,500	100.00	957,500
Southern Hills JVS	150,000	30.61	45,915
Total overlapping:	<u>3,927,500</u>		<u>1,947,551</u>
Total direct and overlapping debt:	<u>\$11,047,900</u>		<u>\$9,067,951</u>

Source: Ohio Municipal Advisory Council

(1) Only reflects bonded debt.

TABLE 9

WESTERN BROWN LOCAL SCHOOL DISTRICT

Ratio of Annual Debt Service Expenditures
For General Bonded Debt to Total General Expenditures (1)
Last Ten Fiscal Years

Fiscal Year (2)	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures (%)
1990	\$37,500	\$15,000	\$52,500	\$6,953,259	0.76%
1991	36,562	8,438	45,000	7,437,392	0.61
1992	34,688	3,750	38,438	7,840,089	0.49
1993	32,812	938	33,750	8,715,622	0.39
1994	30,938	469	31,407	9,933,119	0.32
1995	0	0	0	10,058,822	0.00
1996	46,400	25,810	72,210	11,550,675	0.63
1997	46,400	21,414	67,814	11,908,064	0.57
1998	46,400	13,102	59,502	12,444,272	0.48
1999	354,000	348,183	702,183	13,676,051	5.13

Source: Western Brown Local School District records.

- (1) Includes expenditures of the General Fund only.
 (2) Fiscal Year 1995 is the first year reported on a GAAP basis.
 All prior fiscal years are reported on a cash basis.

TABLE 10

WESTERN BROWN LOCAL SCHOOL DISTRICT

Demographic Statistics
Last Ten Calendar Years

Year	Brown County Population (1)	Population of District (1)	School Enrollment (2)	Unemployment Rate Brown County (3)	Unemployment Rate State of Ohio (3)	Unemployment Rate U.S.A. (3)
1990	34,966	11,662	2,678	6.40%	5.70%	5.60%
1991	34,966	11,662	2,793	7.90	6.40	6.80
1992	34,966	11,662	2,937	8.80	7.30	7.50
1993	34,966	11,662	2,963	9.0	6.50	6.90
1994	34,966	11,662	3,041	6.10	5.50	6.10
1995	34,966	11,662	3,128	5.90	4.80	5.60
1996	34,966	11,662	3,125	6.10	4.90	4.90
1997	34,966	11,662	3,209	4.50	4.10	4.70
1998	34,966	11,662	3,219	5.50	4.50	4.70
1999	34,966	11,662	3,312	5.30	4.60	4.30

Sources: (1) Census data from 1990 census.

(2) Western Brown Local School District

(3) Ohio Bureau Employment Services - Data for 1999 based upon June, Prior Years based on annual averages.

TABLE 11

WESTERN BROWN LOCAL SCHOOL DISTRICT

Construction, Bank Deposits and Property Values
Last Ten Calendar Years

Year	Construction (1)	County Bank Deposits (2) (in thousands)	Property Values (3)
1990	\$2,158,000	\$116,316	\$57,160,860
1991	4,672,000	116,375	59,105,590
1992	3,896,000	80,804	66,389,430
1993	6,141,000	83,570	68,819,600
1994	4,068,000	81,170	71,972,890
1995	2,456,000	86,564	84,432,090
1996	2,309,638	96,410	86,287,220
1997	2,625,011	79,345	90,793,590
1998	3,096,410	87,654	109,251,850
1999	N/A	N/A	112,223,030

Sources: (1) Building Permit Survey, prepared by the Bureau of Census 1989-1996 Washington, DC

(2) Federal Reserve Bank of Cleveland

(3) Brown County Auditor, calendar year basis - assessed value of real property only.

TABLE 12

WESTERN BROWN LOCAL SCHOOL DISTRICT

Top Ten Principal Taxpayers
Real and Personal Property

<u>Name of Taxpayer</u>	<u>Total Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Cincinnati Gas & Electric	\$9,743,702	7.03%
Cincinnati Milacron	6,535,457	4.71
Trinity Industries	3,565,800	2.57
General Telephone Company	2,983,271	2.15
Ohio Valley Electric	1,495,770	1.08
Bohl Ava Jo	1,455,542	1.05
Meeker Howard L&F	1,067,485	0.77
Hyde Park West Ltd.	992,314	0.72
Lake Grant Ltd.	991,514	0.72
N.A.L. Co., Inc.	964,514	0.70
	<u>\$29,795,369</u>	<u>21.49%</u>

Source: Brown County Auditor.
Real and personal property includes public utility personal.

WESTERN BROWN LOCAL SCHOOL DISTRICT

Miscellaneous Statistical Data
June 30, 1999

Original Charter: July 19, 1971
 Form of Government: Public School District
 Area of District: 141 square miles
 Number of Miles Traveled by Transportation: 571,611
 Fleet for the Fiscal 1999 School Year: 325,749
 Number of Meals Served by Food Service:
 Department for the Fiscal 1999 School Year

School	Grade Levels	Enrollment
Hamersville Elementary	K - 8	828
Mt. Orab Preschool/Primary/Middle	Pre K - 8	1,604
Western Brown High School	9 - 12	880
Total		3,312

Degree	Number of Teachers	Percentage of Total
Bachelor	35	21.21%
Bachelor +150	35	21.21
Masters	22	13.33
Masters +15 or more	73	44.25
Total	165	100.00%

Years of Experience	Number of Teachers	Percentage of Total
0 - 5	52	31.52%
6 - 10	25	15.15
11 - 15	19	11.52
16 - 20	10	6.06
21 - 25	29	17.58
26 and over	30	18.17
Total	165	100.00%

Source: Western Brown Local School records.

TABLE 14

WESTERN BROWN LOCAL SCHOOL DISTRICT

Enrollment
Last Ten Fiscal Years

Year	K	1	2	3	4	5	6	7	8	9	10	11	12	Total
1990	203	226	218	204	231	211	210	212	191	245	177	188	162	2,678
1991	252	208	235	205	219	248	229	223	211	236	183	168	176	2,793
1992	256	268	207	235	223	212	254	251	220	251	159	189	212	2,937
1993	223	258	263	225	244	230	229	252	230	273	201	152	183	2,963
1994	240	240	245	276	236	237	247	256	246	243	235	189	151	3,041
1995	253	279	224	247	281	238	244	263	227	233	244	218	177	3,128
1996	246	290	250	242	249	249	237	252	246	240	225	211	188	3,125
1997	246	296	257	251	243	237	272	250	233	258	232	209	225	3,209
1998	250	288	256	256	273	236	245	276	249	223	245	232	190	3,219
1999	317	244	268	263	280	256	254	250	287	240	213	232	208	3,312

Source: Western Brown Local School District records.

TABLE 15

WESTERN BROWN LOCAL SCHOOL DISTRICT

Per Pupil Cost
Last Ten Fiscal Years

Fiscal Year	Western Brown Local All Funds	State Average	Difference + (-)
1990	\$2,893	\$3,852	(\$959)
1991	2,949	4,175	(1,226)
1992	2,950	4,390	(1,440)
1993	3,684	4,643	(959)
1994	4,201	5,043	(842)
1995	4,098	5,218	(1,120)
1996	4,429	5,545	(1,116)
1997	4,483	5,932	(1,449)
1998	6,905	6,281	624
1999	4,883	6,800	(1,917)

Source: Western Brown Local School District records.

TABLE 16

WESTERN BROWN LOCAL SCHOOL DISTRICT
Comparative Statistical Data
June 30, 1999

	Western Brown Local Schools	State
Median Income per Tax Return (1998)	\$24,829	\$27,232
Expenditure Per Pupil (all funds)	\$4,883	\$6,800
H.S. Dropout Rate	26.9%	20.6%
Student Attendance Rate	95.3%	93.5%
Staff Attendance Rate	95.1%	96.0%
Proficiency Tests:		
Percentage of Students Required to Take the Test Who Demonstrated Proficiency		
Grade 4:		
Math	30.9%	56.2%
Reading	42.5%	64.2%
Writing	56.2%	67.8%
Citizenship	57.3%	75.9%
Science	37.5%	58.6%
All Test	17.1%	36.4%
Grade 6:		
Math	36.0%	57.3%
Reading	42.3%	57.0%
Writing	65.0%	80.4%
Citizenship	64.2%	76.3%
Science	41.3%	52.5%
All Test	21.80%	37.10%
Grade 9:		
Math	45.4%	75.6%
Reading	87.5%	92.0%
Writing	89.4%	93.8%
Citizenship	78.2%	84.3%
Science	71.8%	80.7%
All Test	53.5%	67.9%
Grade 12:		
Math	49.3%	56.8%
Reading	66.7%	71.1%
Writing	87.3%	82.9%
Citizenship	68.0%	64.8%
Science	35.3%	61.4%
All Test	35.3%	42.2%
Revenue as a Percentage of Total by Source, Received by District		
All Local Revenue	18.4%	50.5%
State Revenue	77.1%	43.9%
Federal Revenue	4.5%	5.6%
Student Demographics		
Racial Ethnic Data Percentage		
White	99.5%	81.7%
Black	0.3%	10.3%
Hispanic	0.0%	0.6%
Asian	0.1%	0.2%
American Indian, Alaskan	0.0%	0.2%
Multi-Racial	0.1%	7.0%

Source: Ohio Department of Education, EMIS District Profile