



**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2005



**Auditor of State
Betty Montgomery**

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**Schedule of Federal Awards Receipts and Expenditures
for the year ended June 30, 2005**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U. S. Department of Agriculture						
<i>Passed Through the Ohio Department of Education.</i>						
Food Distribution	N/A	10.550	\$0	\$180,346	\$0	\$180,346
Child Care - Summer School Meals	05PU-04	10.553	75,469	0	75,469	0
Child Care - Summer School Meals	05PU-05	10.553	309,344	0	309,344	0
Subtotal Child Care - Summer School Meals			384,813	0	384,813	0
National School Lunch Program	LL-P1 04	10.555	147	0	147	0
National School Lunch Program	LL-P1 05	10.555	2,444	0	2,444	0
National School Lunch Program	LL-P4 04	10.555	267,160	0	267,160	0
National School Lunch Program	LL-P4 05	10.555	915,058	0	915,058	0
Subtotal National School Lunch Program			1,184,809	0	1,184,809	0
National School Breakfast Program	23-PU 04	10.559	18,392	0	18,392	0
National School Breakfast Program	24-PU 04	10.559	2,105	0	2,105	0
Subtotal Child Care Food Program			20,497	0	20,497	0
Total U. S. Department of Agriculture - Nutrition Cluster			1,590,119	180,346	1,590,119	180,346
U. S. Department of Education						
<i>Passed Through the Ohio Department of Education.</i>						
Special Education Cluster:						
Title VI-B	6B-SF-05	84.027	1,366,068	0	1,366,068	0
Subtotal Title VI-B			1,366,068	0	1,366,068	0
Preschool Grant	PG-S1-04	84.173	4,972	0	10,655	0
Preschool Grant	PG-S1-04	84.173	47,403	0	47,354	0
Subtotal Preschool			52,375	0	58,009	0
Total Special Education Cluster			1,418,443	0	1,424,077	0
Adult Basic Education	AB-S1-04	84.002	3,621	0	5,293	0
Adult Basic Education	AB-S1-04 C	84.002	10,265	0	10,265	0
Adult Basic Education	AB-S1-05	84.002	68,157	0	98,953	0
Adult Basic Education	AB-S2-04	84.002	(2,241)	0	1,183	0
Adult Basic Education	AB-S2-04 C	84.002	2,141	0	2,241	0
Adult Basic Education Special Demonstration	AB-S2-05	84.002	35,488	0	31,778	0
Adult Basic Education Special Demonstration	AB-S3-04	84.002	(2,789)	0	5,457	0
Adult Basic Education Special Demonstration	AB-S3-05	84.002	113,282	0	105,661	0
Adult Basic State Leadership	AB-SL-04	84.002	116,266	0	79,873	0
Adult Basic State Leadership	AB-SL-05	84.002	393,891	0	351,145	0
Total Adult Basic Education			738,081	0	691,849	0
Title I	C1-S1-04	84.010	43,004	0	131,555	0
Title I	C1-S1-05	84.010	1,007,121	0	868,967	0
Title I	C1-SK-05	84.010	10,000	0	0	0
Total Title I			1,060,125	0	1,000,522	0
Drug Free Schools Grant - National Grant	T4-S1-03	84.184C	(62)	0	0	0
Drug Free Schools Grant - National Grant	T4-S1-04P	84.184C	12,901	0	16,362	0
Drug Free Schools Grant - National Grant	T4-S1-04	84.184C	6,630	0	3,363	0
Total Drug Free Schools Grant - National Grant			19,469	0	19,725	0
Drug Free Schools Grant - State Grant	DR-S1-04	84.186	107	0	100	0
Drug Free Schools Grant - State Grant	DR-S1-05	84.186	27,793	0	24,283	0
Total Drug Free Schools - State Grant			27,900	0	24,383	0

(continued)

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**Schedule of Federal Awards Receipts and Expenditures
for the year ended June 30, 2005
(Continued)**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U. S. Department of Education						
<i>Passed Through the Ohio Department of Education.</i>						
Goals 2000 - 21st Century	T1-S1-04	84.287	\$30,082	\$0	\$35,236	\$0
Goals 2000 - 21st Century	T1-S1-05	84.287	218,088	0	214,589	0
Total Goals 2000 - 21st Century			248,170	0	249,825	0
Innovative Education Program Strategies	C2-S1-04	84.298	(5,443)	0	1,356	0
Innovative Education Program Strategies	C2-S1-05	84.298	86,582	0	80,128	0
Total Innovative Education Program Strategies			81,139	0	81,484	0
Tech Literacy Challenge	TJ-S1-04	84.318	13,797	0	13,772	0
Tech Literacy Challenge	TJ-S1-05	84.318	23,447	0	22,974	0
Tech Literacy Challenge	TJ-SL-05	84.318	47,570	0	47,233	0
Total Tech Literacy Challenge- Virtual Middle School			84,814	0	83,979	0
Advanced Placement Incentive	AV-TF-05	84.330	988	0	988	0
Comprehensive School Reform Demonstration	RF-CC-04	84.332	31,918	0	32,419	0
Comprehensive School Reform Demonstration	RF-CC-05	84.332	61,277	0	25,292	0
Comprehensive School Reform Demonstration	RF-K2-03	84.332	5,123	0	5,123	0
Comprehensive School Reform Demonstration	RF-K2-04	84.332	33,761	0	33,761	0
Total Comprehensive School Reform Demonstration			132,079	0	96,595	0
Title III - Immigrant Grant	T3-S1-04	84.365	1,972		0	
Title III - Immigrant Grant	T3-S1-05	84.365	10,818		15,646	
Title III - Immigrant Grant	T3-S2-04	84.365	2,856		0	
Total Title III - Immigrant Grant			15,646	0	15,646	0
Improving Teacher Quality State Grant	TR-S1-04	84.367	15,542	0	54,663	0
Improving Teacher Quality State Grant	TR-S1-05	84.367	271,780	0	244,262	0
Total Improving Teacher Quality State Grant			287,322	0	298,925	0
<i>Total Passed Through the Ohio Department of Education</i>			4,114,176	0	3,987,998	0
Direct Program:						
Teaching American History Grant		84.215	321,559	0	321,559	0
Total U. S. Department of Education			4,435,735	0	4,309,557	0
U. S. Department of Health and Human Services						
<i>Passed Through the Ohio Department of MRDD.</i>						
Medicaid	N/A	93.778	604,226	0	604,226	0
State Children's Insurance Program	N/A	93.767	74,602	0	74,602	0
Total U.S. Department of Health and Human Services			678,828	0	678,828	0
Total Federal Assistance			\$6,704,682	\$180,346	\$6,578,504	\$180,346

The accompanying notes to the Schedule of Federal Award Expenditures are an integral part of this schedule.

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2005**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B – FOOD DISTRIBUTION

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State and local grant monies. It is assumed federal monies are expended first.

NOTE C – FEDERAL TRANSFERS

The Ohio Department of Education (ODE) transferred federal monies remaining from the 2004 grant year to the 2005 grant year for three separate grants. These amounts are shown as negative receipts for the 2004 grant year and positive receipts in the 2005 grant year. This action by ODE allowed the District to extend the availability period for expenditure of these receipts.

CFDA – Catalog of Federal Domestic Assistance

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**Auditor of State
Betty Montgomery**

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

Board of Education
Euclid City School District
Cuyahoga County
651 East 222nd Street
Euclid, Ohio 44123

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Euclid City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 20, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting to determine our auditing procedures in order to express our opinions on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable 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 caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the District's management dated December 20, 2005, we reported other matters involving internal control over financial reporting we did not deem reportable conditions.

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*. In a separate letter to the District's management dated December 20, 2005, we reported other matters related to noncompliance we deemed immaterial.

We intend this report solely for the information and use of the audit committee, management, Board of Education, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

Betty Montgomery
Auditor of State

December 20, 2005



Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE MAJOR FEDERAL PROGRAMS AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of Education
Euclid City School District
Cuyahoga County
651 East 222nd Street
Euclid, Ohio 44123

Compliance

We have audited the compliance of the Euclid City School District, Cuyahoga County, Ohio, (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that apply to its major federal programs for the year ended June 30, 2005. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its major federal programs. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that apply to its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The District's management 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 the District's internal control over compliance with requirements that could directly and materially affect a major federal program to determine our auditing procedures for the purpose of 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 reportable 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 caused by error or fraud that would be material in relation to the major federal programs being audited may occur and not be timely detected by employees when 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 not requiring inclusion in this report, that we reported to the District's management in a separate letter dated December 20, 2005.

Schedule of Federal Awards Receipts and Expenditures

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Euclid City School District as of and for the year ended June 30, 2005, and have issued our report thereon dated December 20, 2005. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying federal awards receipts and expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We intend this report solely for the information and use of the audit committee, management, Board of Education, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Betty Montgomery
Auditor of State

December 20, 2005

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2005**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Nutrition Cluster / 10.550, 10.553, 10.555, 10.559; Medicaid & State Children's Insurance Program / 93.778; 93.767 and Teaching American History / 84.215
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
JUNE 30, 2005**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2004-001	Ohio Revised Code 5705.10 – Negative Fund Balances	Not fully corrected	Re-issued in the management letter

EUCLID CITY
SCHOOL
DISTRICT
EUCLID, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

**EUCLID CITY SCHOOL DISTRICT
EUCLID, OHIO
COMPREHENSIVE ANNUAL
FINANCIAL REPORT FOR
THE FISCAL YEAR ENDED
JUNE 30, 2005**

**ISSUED BY: TREASURER'S OFFICE
STEPHEN VASEK, TREASURER**

EUCLID CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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Euclid City Schools

651 East 222 Street • Euclid, OH 44123-2090 • (216) 797-2915 • FAX: (216) 289-8845

December 20, 2005

e-mail: svasek@euclid.k12.oh.us

Stephen Vasek, Treasurer

Members of the Board of Education and
Residents of the Euclid City School District

Dear Board Members and Residents:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Euclid City School District. This CAFR, which includes an unqualified opinion from the Auditor of the State of Ohio, conforms to generally accepted accounting principles as applicable to governmental entities for the fiscal year ended June 30, 2005.

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

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

Profile of the School District

Euclid was officially settled in 1797 by eleven families. In 1830, the village meeting minutes indicated that a sum of \$300 was to be paid to the directors of the Euclid City School District. In 1868, a class of six high school pupils was organized. In 1895, the first high school building was erected. The first class graduated from that building in 1897. By 1896, the Euclid City School District was patterned after a district plan dividing the City into eleven districts. The eleven districts were consolidated into five buildings. At the close of 1918, there were two high schools, Central and Shore.

During the peak enrollment years of the 1960's and 1970's, the District maintained an enrollment of approximately 11,000 students, precipitating the need for additional buildings to be constructed. As enrollment declined during the 1980's by approximately 5,000 students, three elementary buildings and one junior high building were closed. Due to the reinstatement of all day, everyday kindergarten continued enrollment increased, two of the closed elementary buildings were reopened in 2004. The District currently consists of one high school, two middle schools, and seven elementary schools.

Statutorily, the District operates under standards prescribed by the Ohio State Board of Education as provided in Division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code, to provide educational services authorized and mandated by State and/or Federal agencies.

The District has reviewed its reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*. In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the District (the primary government) and its potential component units. Excluded from the reporting entity because they are fiscally independent of the District are the City of Euclid, the Parent Teacher Organization, and the Parochial Schools. The District is associated with two organizations, the Ohio Schools Council and the Euclid Public Library. The Ohio Schools Council Association is a jointly governed organization whose relationship to the District is described in Note 15 to the accompanying financial statements. The Euclid Public Library is a related organization and is described in Note 16 to the accompanying financial statements.

A complete discussion of the District's reporting entity is provided in Note 1 to the basic financial statements.

The District uses a team approach to meet today's educational challenges and to make school improvements a reality. This team consists of a five-member Board of Education which serves as the taxing authority, contracting body, and policy developers for the District. The Board adopts the annual operating budget and approves all expenditures of the District's monies. The administrative team consists of the Superintendent, who is the Chief Administrative Officer of the District and is responsible for providing educational and administrative management leadership for the total operation of the District, and the Treasurer, who is the Chief Fiscal Officer of the District and is responsible for maintaining records of all financial matters, issuing warrants and payment of liabilities incurred by the District, and who also serves as the Chief Financial Officer of all District funds and investments as specified by law.

The remaining administrative team members appointed by the Superintendent/School Board include the following: two Assistants to the Superintendent, Director of Pupil Personnel Services, and Director of Business Affairs. The above four individuals, along with the Superintendent and the Treasurer, constitute the administrative cabinet which meets to provide recommendations to the Superintendent and also provides problem-solving and policy implementing management to the District.

Local Economy and Relevant Financial Policies

The District has the same boundaries as the City of Euclid. The City is bounded on the west by the City of Cleveland, on the north by Lake Erie, and on the south and east by smaller cities.

The City of Euclid has experienced a stagnation of its commercial property tax base in recent years. The District's commercial and industrial real estate assessed valuation has only increased from \$193 million in 1994 to \$197 million in 2004. The tangible personal property assessed valuation has decreased from \$111 million to \$80 million in that same time frame. The total assessed valuation for all property was \$774 million in 1994 compared to \$850 million in 2004. The City of Euclid has enacted a number of programs, including tax incentive programs, to encourage business growth and development.

Of the District's General Fund operations, 43 percent of the General Fund revenue is received from real estate taxes on residential, commercial, and industrial properties. Another 5 percent is received from tangible personal property taxpayers with 9 percent being received from the shared City income tax. Approximately 41 percent is received from various forms of State aid, with the balance representing interest earnings and miscellaneous receipts.

During the last five years, the District's average daily membership has increased from approximately 6,021 to 6,502. The average daily membership for the 2004-2005 school year was 6,502.

After two unsuccessful attempts to pass a property tax operating levy in May and August, 2005, a 5.9 mill operating levy was approved by the District's voters in November, 2005. Collection of this new levy will total approximately \$5,000,000 annually.

The funding structure of public education in Ohio is such that school districts receive very little revenue growth as a result of inflationary increases in their tax base. This is a result of House Bill 920 which mandates that any reappraised property increase results in an approximately equal value decrease in millage. As a result, school districts throughout Ohio must place operating funding issues on the ballot at regular intervals to keep pace with inflation and added programming.

In July 1994, the Perry County Common Pleas Court ruled that Ohio's system of funding elementary and secondary public schools was unconstitutional. The State of Ohio appealed the decision which was overturned in a split opinion by the 5th District Court of Appeals. The case was then appealed to the Ohio Supreme Court with the original decision being upheld. The legislature was then ordered by the Court to devise a new structure to fund public education in the State by February, 1998. As a result, several pieces of legislation were enacted to address the Court's ruling. Those legislative reforms were determined to be insufficient as stated in subsequent Supreme Court rulings. Further legislative returns were enacted which prompted yet another Supreme Court ruling. Note 18 details the latest ruling.

Long-Term Financial Planning

The District is the only school district in the State of Ohio with an enacted shared City/School income tax. The shared City income tax, enacted in 1994, is an .85 percent City voted income tax of which .47 percent was for the District and .38 percent for the City. The District and City continue to be partners in redeveloping various industrial sites in the City of Euclid that are currently vacant and/or under-utilized.

During 2003 and into 2004, the District convened a group of concerned citizens and staff to address concerns of overcrowding, changing community expectations and achievement. The group recommended a Reorganization of the District that entailed reinstating all day, every day kindergarten, reopening two closed elementary schools and converting Forest Park Upper Elementary School to a second middle school. A 2.5 mill Permanent Improvement Levy was passed by the voters in 2004 which made the reorganization a reality for the 2004-2005 school year. In addition, this levy will provide a continuing funding source for District capital improvements and renovations.

The District has a comprehensive technology plan for moving into the twenty-first century. The District is well known for accomplishments in the area of integrating technology into the instructional process. The District has a full-time technology resource teacher in every building. Several of the schools have been recognized annually by their winning entries into the National Computer Learning Month competition.

Major Initiatives

In February, 1994, the District's Board of Education adopted the following mission statement:

It is the mission of the Euclid City Schools to provide an environment for learning. Our graduates will be prepared for the world of work and a place in our community as good citizens. The responsibility for resources and support lies with everyone in our community. The responsibility to learn lies with the students.

Since 1994, the District has maintained a Five-Year Plan, which has guided the District's strategies and major initiatives. Effective with the 1999-2000 school year, the State Department of Education required each urban school district to develop and maintain a Continuous Improvement Plan. The Continuous Improvement Plan has many of the same aspects as the District's Five-Year Plan. Therefore, for the District, the development of the Continuous Improvement Plan was primarily a revision of the Five-Year Plan.

A Continuous Improvement Planning Advisory Panel, consisting of the District's Board members, administrators, teaching staff, non-teaching staff, parents, and citizens, oversees the planning process and is divided into committees which address each of six major areas. These areas include: **1.** Teaching/Learning/Assessment; **2.** Professional Development; **3.** Student Services; **4.** Family, Business, and Community Involvement; **5.** Facilities and Environment; and **6.** Organizational Governmental Resource Leveraging. The committees develop long range vision statements, supporting background data, strategies, and process indicators which serve to evaluate the progress of enacted strategies.

The Vision Statements for each committee are as follows:

Teaching/Learning/Assessment

Within five years, an effective teaching staff will instruct all students at a level that will ensure proficient academic achievement in all subject areas. The community will support the teaching/learning process by providing the resources for an enriched educational environment. Resources such as textbooks, materials, supplies, and technology needed to implement the curriculum will be readily available. The curriculum will include instructional alignment with the State of Ohio standards and the District's courses of study. Students will understand the responsibility for learning lies within themselves. A variety of assessments will be utilized to demonstrate the effectiveness of teaching and learning. Assessments will include such data as passage rates on the Ohio Proficiency Tests, attendance, graduation and dropout rates, promotion and retention, and any student, staff, or District recognition at the local, state, or national level.

Professional Development

The Professional Development Committee is committed to coordinating professional development for everyone who affects student learning. The training will be guided by professional, curricular, and personal needs of the staff. The committee views high quality staff development programs as essential to creating schools in which all staff members are learners who continually improve their performance.

Administrators and teachers will have to develop an ethos of inquiry, constantly examining their own practice; seeking new knowledge about subject matter, instructional methods, and student development; questioning what they learn in light of their own experience, doing research, and thinking deeply about overall improvement.

Student Services

Improve services to all students, including special education students, those who are at risk of failure, and students who are in conflict with the goals and objectives of the District.

Maintain and enhance our school environment so the educational atmosphere is conducive to learning. The school environment will be free from violence, alcohol, tobacco, and other drugs. A positive school climate will exist due to parental involvement, a consistently enforced discipline code, adequate security, and strong positive programming that includes student services to the community and student support to ensure the safety and security of all students and staff.

A variety of assessments will be used to demonstrate improvement, such as: District discipline audit, handicapped services data, drug and safety incidents, annual expulsion report, profile of services, District report card, and average daily membership report.

Family, Business, and Community Involvement

To improve the awareness, communications, and community-wide relationships between the District's personnel, students, parents, and community and businesses.

Facilities and Environment

To assure the efficient operation of the District's facilities and grounds by maintaining the physical plant and grounds in excellent operating conditions. A safe, healthy, and aesthetically pleasing environment enables students to receive the maximum positive impact of the educational process.

Organization, Governance, and Resource Leveraging

The District will provide an environment which fosters improved student performance by optimizing the available human and financial resources of the District. This can be accomplished by providing a strong organizational structure, efficient operating procedures, clear communications, and responsible financial management.

Awards

GFOA Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Euclid City School District for its comprehensive annual financial report for the year ended June 30, 2004. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

The publication of this report maintains a high level of accountability of the District to the taxpayers. This accomplishment would not have been possible without the support and efforts of the School Treasurer's Office and Finance Department and various administrators and employees of the District. Assistance of the County Auditor's office staff and other outside agencies made possible the fair presentation of the statistical data.

In addition, special appreciation is expressed to the firm of James G. Zupka, CPA, Inc. for the advice and guidance rendered to the production of this report.

Finally, sincere appreciation is extended to the Board of Education for its interest in and support of this project.

Respectfully submitted,



Stephen Vasek
Treasurer
Euclid City School District



Dr. Joffrey Jones
Superintendent
Euclid City School District

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Euclid City School District,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

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.



Nancy L. Ziehl

President

Jeffrey R. Emer

Executive Director

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL OFFICIALS
JUNE 30, 2005**

BOARD OF EDUCATION

Mrs. Kay VanHo
Mr. Kent Smith
Mrs. Carol Bechtel
Mr. Brian Palisin
Mrs. Carol Dewine

President
Vice-President
Member
Member
Member

Treasurer

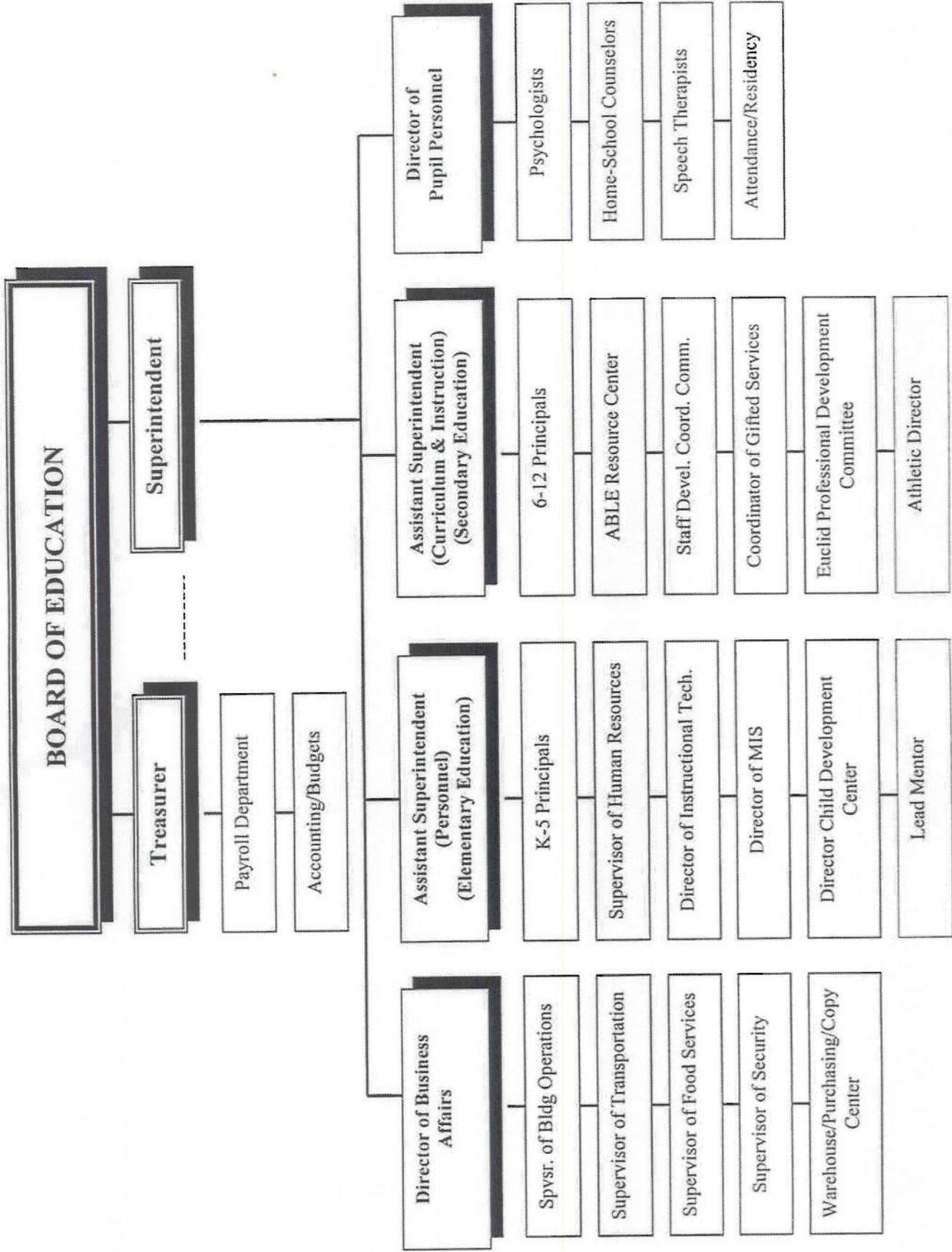
Stephen Vasek

Administration

Dr. Joffrey Jones
Mr. John Fell
Dr. John Schweitzer
Mr. John Clapacs
Mr. David Van Leer

Superintendent
Assistant Superintendent
Assistant Superintendent
Director, Business Affairs
Director, Pupil Personnel

Organizational Chart 2005-06





**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

Board of Education
Euclid City School District
Cuyahoga County
651 East 222nd Street
Euclid, Ohio 44123

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Euclid City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Euclid City School District, Cuyahoga County, Ohio, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2005 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual non-major fund statements and schedules, and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining and individual fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

Betty Montgomery
Auditor of State

December 20, 2005

EUCLID CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2005
Unaudited

The discussion and analysis of the Euclid City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2005. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements, and financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2005 are as follows:

- In total, net assets decreased \$5,208,694. Net assets of governmental activities decreased \$5,240,625 which represents a 15.3 percent decrease from 2004 to 2005. Net assets of business-type activities increased \$31,931 or 3.7 percent from 2004.
- General revenues accounted for \$62,483,161 in revenue or 84.8 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$11,159,995 or 15.2 percent of total revenues of \$73,643,156.
- Total assets of governmental activities decreased by \$5,508,863 as current assets decreased by \$10,132,726.
- The District had \$75,950,277 in expenses related to governmental activities; only \$8,271,368 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues (primarily taxes) of \$62,438,284 were not adequate to provide for these programs. Carryover fund balances were utilized to cover the operating shortfall.
- Among the major funds, the general fund had \$61,177,560 in revenues and \$66,282,320 in expenditures. The general fund's fund balance decreased to \$14,088,229 from \$19,446,237.

EUCLID CITY SCHOOL DISTRICT
Management's Discussion and Analysis
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Using this Comprehensive Annual Financial Report (CAFR)

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

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

Reporting the School District as a Whole

Statement of Net Assets and Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2005?" The Statement of Net Assets and Statement of Activities answer this question. These statements include *all assets* and *all liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Assets and Statement of Activities, the District is divided into two distinct kinds of activities:

- Governmental Activities - Most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities.

EUCLID CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2005
Unaudited

- Business-Type Activities - These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The District's adult and community education programs, food service, uniform school supplies, and customer service are reported as business activities.

Reporting the District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major funds begins on page 15. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund and permanent improvement fund.

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

Proprietary Funds Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

EUCLID CITY SCHOOL DISTRICT
Management's Discussion and Analysis
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Unaudited

The School District as a Whole

You may recall that the Statement of Net Assets provides the perspective of the District as a whole.

Table 1 provides a summary of the District's net assets for 2005 compared to 2004:

Table 1 - Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Assets						
Current and Other Assets	\$ 64,530,812	\$ 74,663,538	\$ 1,120,535	\$ 1,060,285	\$ 65,651,347	\$ 75,723,823
Capital Assets	26,960,753	22,336,890	24,462	39,556	26,985,215	22,376,446
Total Assets	<u>\$ 91,491,565</u>	<u>\$ 97,000,428</u>	<u>\$ 1,144,997</u>	<u>\$ 1,099,841</u>	<u>\$ 92,636,562</u>	<u>\$ 98,100,269</u>
Liabilities						
Long-Term Liabilities	\$ 22,235,675	\$ 22,972,298	\$ 81,653	\$ 74,990	\$ 22,317,328	\$ 23,047,288
Other Liabilities	40,202,146	39,733,761	162,913	156,351	40,365,059	39,890,112
Total Liabilities	<u>\$ 62,437,821</u>	<u>\$ 62,706,059</u>	<u>\$ 244,566</u>	<u>\$ 231,341</u>	<u>\$ 62,682,387</u>	<u>\$ 62,937,400</u>
Net Assets						
Invested in Capital Assets						
Net of Debt	\$ 7,840,645	\$ 2,724,425	\$ 24,462	\$ 39,556	\$ 7,865,107	\$ 2,763,981
Restricted	4,675,441	9,682,840	0	0	4,675,441	9,682,840
Unrestricted (Deficit)	16,537,658	21,887,104	875,969	828,944	17,413,627	22,716,048
Total Net Assets	<u>\$ 29,053,744</u>	<u>\$ 34,294,369</u>	<u>\$ 900,431</u>	<u>\$ 868,500</u>	<u>\$ 29,954,175</u>	<u>\$ 35,162,869</u>

Total assets decreased \$5,463,707. Current assets in all governmental funds were reduced due to an excess of expenditures over revenues of \$10,389,635. Capital assets increased by \$4,608,769 due in most part to various renovation projects in the Summer and Fall of 2004. Equity in pooled cash and cash equivalents and investments decreased by \$9,229,787. Again, the operating deficit was the cause for this decrease. Taxes receivable increased \$21,011, due to the 2005 year being the first collection year of the additional 2.5 mill permanent improvement levy.

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The net assets of the District's business-type activities increased by \$31,931 or 3.7 percent.

The Food Service Fund experienced an increase in net assets of \$49,693 due to an increase in operating grants, while the Uniform Supply Fund and Adult/Community Education funds had increases of \$6,473 and \$2,649, respectively. The Customer Service Fund experienced a loss in net assets of \$26,884 due to increased expenditures in the day care operations.

Table 2 shows the changes in net assets for fiscal year 2005.

Table 2 - Change in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Revenues						
Program Revenues:						
Charges for Services	\$ 480,607	\$ 1,730,326	\$ 1,402,727	\$ 1,408,142	\$ 1,883,334	\$ 3,138,468
Operating Grants and Contributions	7,617,407	6,746,185	1,485,900	1,214,018	9,103,307	7,960,203
Capital Grants and Contributions	173,354	103,391	0	0	173,354	103,391
General Revenues:						
Property Taxes	32,249,296	28,209,458	0	0	32,249,296	28,209,458
Income Tax	5,386,339	5,221,774	0	0	5,386,339	5,221,774
Grants and Entitlements	23,982,780	21,995,348	0	0	23,982,780	21,995,348
Investment Earnings	560,456	332,955	3,260	2,818	563,716	335,773
Other	259,413	175,505	41,617	0	301,030	175,505
Total Revenues	\$ 70,709,652	\$64,514,942	\$ 2,933,504	\$ 2,624,978	\$73,643,156	\$ 67,139,920
Program Expenses						
Instruction:						
Regular	\$ 29,061,639	\$ 27,599,909	\$ 0	\$ 0	\$ 29,061,639	\$ 27,599,909
Special	12,316,845	10,051,513	0	0	12,316,845	10,051,513
Vocational	1,009,053	1,229,947	0	0	1,009,053	1,229,947
Adult Continuing	153,962	108,816	0	0	153,962	108,816
Support Services:						
Pupil	4,198,302	3,898,995	0	0	4,198,302	3,898,995
Instructional Staff	5,490,332	4,474,740	0	0	5,490,332	4,474,740
Board of Education	62,438	55,903	0	0	62,438	55,903
Administration	5,107,922	5,080,997	0	0	5,107,922	5,080,997
Fiscal	1,802,982	1,683,433	0	0	1,802,982	1,683,433
Business	974,330	755,259	0	0	974,330	755,259
Operation and Maintenance						
of Plant	6,539,696	8,274,032	0	0	6,539,696	8,274,032
Pupil Transportation	3,149,997	2,961,979	0	0	3,149,997	2,961,979
Central	1,332,194	1,412,449	0	0	1,332,194	1,412,449
Other	0	47,253	0	0	0	47,253
Operation of Non-Instructional						
Services	1,489,136	1,010,153	0	0	1,489,136	1,010,153
Extracurricular Activities	1,445,647	1,367,238	0	0	1,445,647	1,367,238
Interest and Fiscal Charges	1,808,547	1,509,349	0	0	1,808,547	1,509,349
Other	7,255	3,104	0	0	7,255	3,104
Food Service	0	0	2,224,684	1,937,798	2,224,684	1,937,798
Uniform School	0	0	6,076	5,973	6,076	5,973
Customer Service	0	0	654,094	621,281	654,094	621,281
Adult Education	0	0	16,719	16,302	16,719	16,302
Total Program Expenses	75,950,277	71,525,069	2,901,573	2,581,354	78,851,850	74,106,423
Increase (Decrease) in Net Assets	(5,240,625)	(7,010,127)	31,931	43,624	(5,208,694)	(6,966,503)
Net Assets at Beginning of Year	34,294,369	41,304,496	868,500	824,876	35,162,869	42,129,372
Net Assets at End of Year	\$ 29,053,744	\$ 34,294,369	\$ 900,431	\$ 868,500	\$29,954,175	\$ 35,162,869

EUCLID CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2005
Unaudited

Governmental Activities

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by the levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 45.6 percent of revenues for governmental activities for the District in fiscal year 2005. Grants and entitlements represented 33.9 percent of governmental activity revenue in fiscal year 2005.

Instruction comprises 56.0 percent of governmental program expenses. Pupil and Instructional Support Services comprised 12.8 percent, Operation and Maintenance of Plant Services comprised 8.6 percent, and Pupil Transportation comprised 4.1 percent of governmental program expenses. Interest and fiscal charges expense were 2.4 percent of governmental program expenses. Most of the interest expense was attributable to outstanding debt issues previously approved by the residents of the District to fund capital projects. Approximately 9 percent of the interest expense was attributable to unvoted debt which funded energy conservation related capital improvements.

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

Table 3 - Governmental Activities

	Total Cost of Services <u>2005</u>	Total Cost of Services <u>2004</u>	Net Cost of Services <u>2005</u>	Net Cost of Services <u>2004</u>
Instruction	\$ 42,541,499	\$ 38,990,185	\$ 36,899,883	\$ 34,364,062
Support Services:				
Pupil and Instructional Staff	9,688,634	8,373,735	8,711,491	7,682,076
Board of Education, Administration, Fiscal, and Business	7,947,672	7,575,592	7,723,279	6,981,863
Operation and Maintenance of Plant	6,539,696	8,274,032	6,477,363	7,973,609
Pupil Transportation	3,149,997	2,961,979	3,035,297	2,872,419
Central	1,332,194	1,412,449	1,311,201	1,389,192
Other	7,255	50,357	7,255	49,935
Operation of Non-Instructional Service	1,489,136	1,010,153	340,431	(99,076)
Extracurricular Activities	1,445,647	1,367,238	1,364,162	222,113
Interest and Fiscal Charges	1,808,547	1,509,349	1,808,547	1,508,974
Total Expenses	<u>\$ 75,950,277</u>	<u>\$ 71,525,069</u>	<u>\$ 67,678,909</u>	<u>\$62,945,167</u>

EUCLID CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2005
Unaudited

The dependence upon general revenues for governmental activities is apparent. Over 86 percent of instructional activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is over 88 percent of total governmental revenues. The community, as a whole, is the primary support for the Euclid City School District.

Business-Type Activities

Business-type activities include the food service operation, the sale of uniform school supplies, adult education, and an automotive shop customer service operation. These programs had revenues of \$2,933,504 and expenditures of \$2,901,573 in fiscal 2005. The net change, an increase in net assets of \$31,931 included a net income of \$49,693 in the food service program. Non-operating revenues, including \$1,305,257 in grants and \$178,643 offset an operating loss of \$1,437,467 in the food service program. Reviews of these operations, including consideration of price adjustments and expense control is ongoing.

The School District's Funds

The School District's governmental funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$70,926,821 and expenditures of \$81,316,456. The net decrease in fund balance of \$10,389,635 was due in part, to the state of public school funding in Ohio. The current system does not allow for built in adjustments to revenue streams as operating costs increase. Ohio school districts are generally required to place funding issues on the ballot every three to five years in order to increase funding for the increased cost of doing business.

Due to increased expenditure levels, the general fund experienced a net decrease in fund balance of \$5,358,008. The Permanent Improvement fund experienced a net decrease in fund balance of \$5,053,975 due to renovation projects completed in fiscal 2005, which were funded by the issuance of \$6,500,000 in tax anticipation notes in fiscal 2004. All other Governmental Funds netted an increase in fund balance of \$22,348 in total.

General Fund Budgeting Highlights

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

EUCLID CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2005
Unaudited

During the course of fiscal 2005 the District amended its general fund budget numerous times, none being significant. The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management.

For the general fund, budget basis revenue was increased to \$59,060,325 from the original budget estimates of \$57,152,931, due to more optimistic state funding estimates.

The original appropriations of \$66,532,128 were increased to \$68,883,913. Instructional materials and supplies, instructional capital outlay, and special education tuition costs were higher than anticipated. To a lesser extent, employee benefit costs were higher than anticipated.

The District's ending unobligated cash balance was \$4,933,411 above the final budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2005, the District had \$26,985,215 invested in land, buildings, equipment, and vehicles of which, \$26,960,753 represented governmental activities. Table 4 shows fiscal 2005 balances compared to 2004: Capital investments were made in fiscal 2005 to rehabilitate, furnish and equip two previously closed elementary school buildings. In addition, land improvements including parking lot and track resurfacing were completed.

Table 4 - Capital Assets at June 30 - Net of Accumulated Depreciation

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Land	\$ 2,052,789	\$ 2,052,789	\$ 0	\$ 0	\$ 2,052,789	\$ 2,052,789
Construction in Progress	0	1,035,466	0	0	0	1,035,466
Land Improvements	1,328,311	396,536	0	0	1,328,311	396,536
Buildings and Improvements	20,959,385	16,968,845	0	0	20,959,385	16,968,845
Furniture and Equipment	1,816,185	991,139	24,462	39,556	1,840,647	1,030,695
Vehicles	804,083	892,115	0	0	804,083	892,115
Totals	<u>\$ 26,960,753</u>	<u>\$ 22,336,890</u>	<u>\$ 24,462</u>	<u>\$ 39,556</u>	<u>\$ 26,985,215</u>	<u>\$ 22,376,446</u>

**EUCLID CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2005
Unaudited**

For fiscal year 2005, Ohio law required school districts to set aside three percent of certain revenues for capital improvements and textbooks. For fiscal year 2005, this amounted to \$967,116 for each set aside. For fiscal year 2005, the District had qualifying disbursements or offsets exceeding these requirements. The District has budgeted to meet these requirements.

Additional information on capital asset policies and activity are contained in Notes 2 and 9 of the Basic Financial Statements.

Debt

At June 30, 2005, the District had \$19,120,108 in bonds outstanding, \$975,108 due within one year. Table 5 summarizes bonds and notes outstanding.

Table 5 - Outstanding Debt at Year End

	Governmental Activities <u>2005</u>	Governmental Activities <u>2004</u>
General Obligation Bonds:		
School Refunding	\$ 6,974,009	\$ 7,285,669
Library Improvements	3,391,099	3,426,795
Energy Conservation	2,255,000	2,400,000
Long-Term Tax Anticipation Notes	<u>6,500,000</u>	<u>6,500,000</u>
Total	<u><u>\$19,120,108</u></u>	<u><u>\$19,612,464</u></u>

The energy conservation bond was issued to replace heating systems and lighting systems at several schools. It is to be repaid in 15 years from the bond retirement fund.

In 1995, the District issued \$5 million in bonds to provide for library improvements.

In 1995, the District issued \$13.3 million in bonds providing for facility improvements in most buildings, and other improvements.

In 2004, the District issued \$6.5 million, ten year tax anticipation notes for the renovation and equipping of three school buildings, parking lot resurfacing and track resurfacing.

At June 30, 2005 the District's overall legal debt margin was \$59,393,046 with an unvoted debt margin of \$850,325. The District maintains an A-1 bond rating.

Additional information on debt policies and activity are contained in Notes 2 and 10 of the Basic Financial Statements.

EUCLID CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2005
Unaudited

For the Future

The District is currently financially sound. Two major factors contributing to the current financial state are the community's support of an operating levy passed by the Euclid voters in November, 2005, and additional state support beginning with the 2006 fiscal year. It is currently anticipated that this additional funding will be sufficient to operate the District's current level of programs and services through the 2008 fiscal year.

The Euclid City Schools does not anticipate any other meaningful growth in revenue in the near future outside of any ballot issue. The static nature of property taxes combined with economic issues at the State and local levels give no reason to believe otherwise. With that in mind, it is anticipated the District will seek some type of operating levy in the year 2008.

During the 2004 fiscal year, the District was reorganized to address overcrowding, building and educational needs. The organization plan called for the reopening of two school buildings closed years ago because of declining enrollment. This enables the District to operate two middle schools instead of one, operate five K-5 buildings and institute all day-every day Kindergarten. The District plans to maintain this organizational structure for the foreseeable future.

A 2.5 mill continuing Permanent Improvement Levy was approved by voters in 2004 to carry out this plan and to fund future capital improvements. This levy will provide \$2.1 million annually, \$800,000 of which will be used to service debt issued to fund the reorganization, over the next ten years.

In conclusion, the District has committed itself to financial excellence for many years. The District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1997.

In addition, the District's system of budget and internal controls are well regarded. All of the District's financial abilities will be needed to meet the challenges of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need additional information, contact Stephen Vasek, Treasurer at Euclid City School District, 651 East 222 Street, Euclid, Ohio 44123-2090, or E-Mail at svasek@euclid.K12.oh.us.

EUCLID CITY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2005

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
<u>Assets</u>			
Equity in Pooled Cash and Cash Equivalents	\$ 14,757,582	\$ 1,091,904	\$ 15,849,486
Accrued Interest Receivable	57,631	0	57,631
Accounts Receivable	335,360	0	335,360
Intergovernmental Receivable	352,265	0	352,265
Prepays Items	71,963	248	72,211
Materials and Supplies Inventory	107,828	28,383	136,211
Taxes Receivable	38,916,031	0	38,916,031
Investments	9,932,152	0	9,932,152
Nondepreciable Capital Assets	2,052,789	0	2,052,789
Depreciable Capital Assets, Net	<u>24,907,964</u>	<u>24,462</u>	<u>24,932,426</u>
Total Assets	<u>\$ 91,491,565</u>	<u>\$ 1,144,997</u>	<u>\$ 92,636,562</u>
<u>Liabilities</u>			
Accounts Payable	\$ 387,682	\$ 5,263	\$ 392,945
Contracts Payable	102,650	0	102,650
Accrued Wages and Benefits Payable	6,315,772	43,413	6,359,185
Intergovernmental Payable	2,810,618	114,237	2,924,855
Deferred Revenue	28,386,051	0	28,386,051
Accrued Interest Payable	235,846	0	235,846
Insurance Claims Payable	1,853,274	0	1,853,274
Deferred Charges	110,253	0	110,253
Long-Term Liabilities:			
Due Within One Year	2,741,269	4,899	2,746,168
Due Within More than One Year	<u>19,494,406</u>	<u>76,754</u>	<u>19,571,160</u>
Total Liabilities	<u>62,437,821</u>	<u>244,566</u>	<u>62,682,387</u>
<u>Net Assets</u>			
Invested in Capital Assets, Net of Related Debt	7,840,645	24,462	7,865,107
Restricted for:			
Set-Asides for Budget Stabilization	1,169,331	0	1,169,331
Capital Projects	1,036,459	0	1,036,459
Debt Service	2,098,012	0	2,098,012
Other Purposes	371,639	0	371,639
Unrestricted	<u>16,537,658</u>	<u>875,969</u>	<u>17,413,627</u>
Total Net Assets	<u>\$ 29,053,744</u>	<u>\$ 900,431</u>	<u>\$ 29,954,175</u>

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services and Sales	Operating Grants, Interest, & Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
Instruction:							
Regular	\$ 29,061,639	\$ 148,800	\$ 2,729,938	\$ 172,068	\$ (26,010,833)	\$ 0	\$ (26,010,833)
Special	12,316,845	704	2,483,997	0	(9,832,144)	0	(9,832,144)
Vocational Education	1,009,053	0	0	1,286	(1,007,767)	0	(1,007,767)
Adult/Continuing	153,962	0	104,823	0	(49,139)	0	(49,139)
Support Services:							
Pupil	4,198,302	0	1,494	0	(4,196,808)	0	(4,196,808)
Instructional Staff	5,490,332	0	975,649	0	(4,514,683)	0	(4,514,683)
Board of Education	62,438	0	0	0	(62,438)	0	(62,438)
Administration	5,107,922	103,332	121,061	0	(4,883,529)	0	(4,883,529)
Fiscal Services	1,802,982	0	0	0	(1,802,982)	0	(1,802,982)
Business	974,330	0	0	0	(974,330)	0	(974,330)
Operation and Maintenance							
of Plant Services	6,539,696	62,333	0	0	(6,477,363)	0	(6,477,363)
Pupil Transportation	3,149,997	90,753	23,947	0	(3,035,297)	0	(3,035,297)
Central Services	1,332,194	0	20,993	0	(1,311,201)	0	(1,311,201)
Operation of Non-Instructional							
Services	1,489,136	0	1,148,705	0	(340,431)	0	(340,431)
Extracurricular Activities	1,445,647	74,685	6,800	0	(1,364,162)	0	(1,364,162)
Interest and Fiscal Charges	1,808,547	0	0	0	(1,808,547)	0	(1,808,547)
Other	7,255	0	0	0	(7,255)	0	(7,255)
Total Governmental Activities	<u>75,950,277</u>	<u>480,607</u>	<u>7,617,407</u>	<u>173,354</u>	<u>(67,678,909)</u>	<u>0</u>	<u>(67,678,909)</u>
Business-Type Activities							
Food Service	2,224,684	787,217	1,483,900	0	0	46,433	46,433
Uniform School Supplies	6,076	0	0	0	0	(6,076)	(6,076)
Customer Services	654,094	598,142	0	0	0	(55,952)	(55,952)
Adult and Community							
Education	16,719	17,368	2,000	0	0	2,649	2,649
Total Business-Type Activities	<u>2,901,573</u>	<u>1,402,727</u>	<u>1,485,900</u>	<u>0</u>	<u>0</u>	<u>(12,946)</u>	<u>(12,946)</u>
Totals	<u>\$ 78,851,850</u>	<u>\$ 1,883,334</u>	<u>\$ 9,103,307</u>	<u>\$ 173,354</u>	<u>\$ (67,678,909)</u>	<u>\$ (12,946)</u>	<u>\$ (67,691,855)</u>
General Revenues							
Property Taxes Levied for:							
General Purposes					29,315,609	0	29,315,609
Debt Service					1,931,736	0	1,931,736
Capital Outlay					1,001,951	0	1,001,951
Income Tax Levied for:							
General Purposes					5,386,339	0	5,386,339
Grants and Entitlements not Restricted to Specific Programs					23,982,780	0	23,982,780
Payment in Lieu of Taxes					188,185	0	188,185
Investment Earnings					560,456	3,260	563,716
Miscellaneous					71,228	41,617	112,845
Total General Revenues and Transfers					<u>62,438,284</u>	<u>44,877</u>	<u>62,483,161</u>
Change in Net Assets							
Net Assets Beginning of Year					(5,240,625)	31,931	(5,208,694)
Net Assets End of Year					<u>34,294,369</u>	<u>868,500</u>	<u>35,162,869</u>
					<u>\$ 29,053,744</u>	<u>\$ 900,431</u>	<u>\$ 29,954,175</u>

See accompanying notes to the basic financial statements.

EUCLID CITY SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2005

	<u>General</u>	<u>Permanent Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 5,161,102	\$ 1,148,502	\$ 2,905,963	\$ 9,215,567
Restricted Cash	1,169,331	0	0	1,169,331
Investments	9,932,152	0	0	9,932,152
Receivables:				
Taxes	34,668,716	2,322,708	1,924,607	38,916,031
Accounts	335,360	0	0	335,360
Accrued Interest	57,631	0	0	57,631
Intergovernmental	0	0	352,265	352,265
Interfund	504,497	122,503	0	627,000
Prepaid Items	71,104	800	59	71,963
Inventory	<u>107,828</u>	<u>0</u>	<u>0</u>	<u>107,828</u>
Total Assets	<u>\$ 52,007,721</u>	<u>\$ 3,594,513</u>	<u>\$ 5,182,894</u>	<u>\$ 60,785,128</u>
<u>Liabilities and Fund Balances</u>				
Accounts Payable	\$ 172,352	\$ 17,360	\$ 197,299	\$ 387,011
Contracts Payable	0	102,650	0	102,650
Accrued Wages and Benefits Payable	6,071,784	0	243,988	6,315,772
Interfund Payable	0	500,000	127,000	627,000
Intergovernmental Payable	1,491,717	0	33,944	1,525,661
Deferred Revenue	29,985,553	2,270,902	1,618,010	33,874,465
Retirement Payout Liability	<u>198,086</u>	<u>0</u>	<u>0</u>	<u>198,086</u>
Total Liabilities	<u>37,919,492</u>	<u>2,890,912</u>	<u>2,220,241</u>	<u>43,030,645</u>
<u>Fund Balances</u>				
Reserved for Encumbrances	348,491	726,674	140,911	1,216,076
Reserved for Inventory	107,828	0	0	107,828
Reserved for Prepays	71,104	800	59	71,963
Reserved for Property Taxes	4,351,232	51,806	306,597	4,709,635
Reserved for Budget Stabilization	1,169,331	0	0	1,169,331
Unreserved, Undesignated, Reported in:				
General Fund	8,040,243	0	0	8,040,243
Debt Service Funds	0	0	1,861,389	1,861,389
Special Revenue Funds	0	0	510,683	510,683
Capital Project Funds	<u>0</u>	<u>(75,679)</u>	<u>143,014</u>	<u>67,335</u>
Total Fund Balances	<u>14,088,229</u>	<u>703,601</u>	<u>2,962,653</u>	<u>17,754,483</u>
Total Liabilities and Fund Balances	<u>\$ 52,007,721</u>	<u>\$ 3,594,513</u>	<u>\$ 5,182,894</u>	<u>\$ 60,785,128</u>

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2005**

Total Governmental Fund Balances		\$ 17,754,483
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital Assets used in governmental activities are not financial resources and therefore are not reported in the funds.		26,940,766
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		5,488,414
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		1,978,940
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General Obligation Bonds	(12,620,108)	
Notes Payable	(6,500,000)	
Compensated Absences	(2,706,488)	
Retirement Payout Liability	(210,992)	
Intergovernmental Payable	(725,172)	
Deferred Charges	(110,253)	
Accrued Interest Payable	(235,846)	
Total		<u>(23,108,859)</u>
Net Assets of Governmental Activities		<u>\$ 29,053,744</u>

EUCLID CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	General	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 35,004,937	\$ 876,474	\$ 1,949,031	\$ 37,830,442
Intergovernmental	25,123,200	162,976	5,921,105	31,207,281
Tuition and Fees	42,329	0	0	42,329
Transportation Fees	76,004	0	39,412	115,416
Earnings on Investments	541,999	0	7,047	549,046
Extracurricular Activities	0	0	417,007	417,007
Classroom Materials and Fees	97,382	0	164	97,546
Charges for Services	24,150	0	5,960	30,110
Miscellaneous	267,559	0	370,085	637,644
Total Revenues	61,177,560	1,039,450	8,709,811	70,926,821
Expenditures				
Current:				
Instruction:				
Regular	26,369,053	912,295	1,319,443	28,600,791
Special	9,628,928	0	2,460,402	12,089,330
Vocational Education	965,204	0	4,162	969,366
Adult/Continuing	49,862	0	106,214	156,076
Support Services:				
Pupil	4,193,687	0	445	4,194,132
Instructional Staff	4,497,909	2,801	869,156	5,369,866
Board of Education	64,569	14	85	64,668
Administration	4,951,685	6	122,710	5,074,401
Fiscal Services	1,739,689	2,207	13,243	1,755,139
Business	788,673	152,297	0	940,970
Operation and Maintenance of Plant				
Services	7,832,438	1,307,316	0	9,139,754
Pupil Transportation	3,011,496	88,180	21,853	3,121,529
Central Services	1,133,309	124,011	27,867	1,285,187
Operation of Non-Instructional Services	190,968	0	1,204,875	1,395,843
Extracurricular Activities	864,850	43,798	500,547	1,409,195
Capital Outlay	0	3,460,500	144	3,460,644
Debt Service:				
Principal Retirement	0	0	492,355	492,355
Interest and Fiscal Charges	0	0	1,797,210	1,797,210
Total Expenditures	66,282,320	6,093,425	8,940,711	81,316,456
Excess of Revenues Over (Under) Expenditures	(5,104,760)	(5,053,975)	(230,900)	(10,389,635)
Other Financing Sources (Uses)				
Transfers In	0	0	534,725	534,725
Transfers Out	(253,248)	0	(281,477)	(534,725)
Total Other Financing Sources (Uses)	(253,248)	0	253,248	0
Net Change in Fund Balances	(5,358,008)	(5,053,975)	22,348	(10,389,635)
Fund Balances Beginning of Year	19,446,237	5,757,576	2,940,305	28,144,118
Fund Balances End of Year	\$ 14,088,229	\$ 703,601	\$ 2,962,653	\$ 17,754,483

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Net Change in Fund Balances - Total Governmental Funds \$ (10,389,635)

*Amounts reported for governmental activities in the
Statement of Activities are different because:*

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

Capital Additions	6,378,100	
Loss on Sale of Assets	(10,668)	
Current Year Depreciation	<u>(1,743,569)</u>	
Total		4,623,863

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

Taxes	<u>(194,807)</u>	
Total		(194,807)

Repayment of bond principal is an expenditure in the
governmental funds, but the repayment reduces long-term
liabilities in the statement of net assets. 492,355

Note Premium will be amortized over the life of the
notes on the Statement of Net Assets. 12,250

In the statement of activities, interest is accrued on
outstanding bonds, whereas in governmental funds,
an interest expenditure is reported when due. (11,338)

Some expenses reported in the statement of activities,
such as compensated absences and intergovernmental
payable which represents contractually required pension
contributions, do not require the use of current financial
resources and therefore are not reported as expenditures
in governmental funds.

Intergovernmental Payable	(94,220)	
Compensated Absences Payable	34,774	
Retirement Payout Liability	<u>(89,493)</u>	
Total		(148,939)

The internal service fund used by management to charge
the costs of insurance to individual funds is not reported
in the district-wide statement of activities. Governmental
fund expenditures and the related internal service fund
revenues are eliminated. The net revenue (expense) of the
internal service fund is allocated among the governmental
activities. 375,626

Change in Net Assets of Governmental Activities. \$ (5,240,625)

EUCLID CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Taxes	\$33,298,031	\$34,378,213	\$35,832,118	\$ 1,453,905
Intergovernmental	23,031,650	23,858,862	25,123,199	1,264,337
Tuition and Fees	104,500	104,500	50,503	(53,997)
Transportation Fees	57,000	57,000	76,004	19,004
Earnings on Investments	330,000	330,000	558,862	228,862
Classroom Materials and Fees	120,000	120,000	120,470	470
Charges for Services	76,000	76,000	71,808	(4,192)
Miscellaneous	135,750	135,750	199,368	63,618
Total Revenues	<u>57,152,931</u>	<u>59,060,325</u>	<u>62,032,332</u>	<u>2,972,007</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular	26,558,576	27,350,496	26,789,682	560,814
Special	9,493,973	10,221,248	9,777,776	443,472
Vocational Education	1,083,036	1,129,300	1,032,991	96,309
Support Services:				
Pupil	4,206,428	4,245,205	4,158,194	87,011
Instructional Staff	4,344,579	4,677,491	4,603,896	73,595
Board of Education	84,958	72,299	65,155	7,144
Administration	4,766,536	4,893,475	4,848,482	44,993
Fiscal Services	1,887,031	1,898,110	1,782,316	115,794
Business	953,469	878,712	798,568	80,144
Operation and Maintenance of Plant				
Services	7,999,633	8,102,772	7,947,034	155,738
Pupil Transportation	2,969,510	3,058,077	2,986,129	71,948
Central Services	1,165,328	1,293,057	1,177,613	115,444
Operation of Non-Instructional Services	209,470	195,070	190,382	4,688
Extracurricular Activities	809,601	868,601	858,765	9,836
Total Expenditures	<u>66,532,128</u>	<u>68,883,913</u>	<u>67,016,983</u>	<u>1,866,930</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(9,379,197)</u>	<u>(9,823,588)</u>	<u>(4,984,651)</u>	<u>4,838,937</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	(275,000)	(272,036)	(253,248)	18,788
Advances In	20,000	20,000	98,235	78,235
Advances Out	(550,000)	(587,964)	(587,964)	0
Contingencies	(150,000)	(27,000)	0	27,000
Refund of Prior Year Receipts	(1,700)	(2,855)	(1,385)	1,470
Refund of Prior Year Expenditures	300,000	300,000	268,981	(31,019)
Total Other Financing Sources (Uses)	<u>(656,700)</u>	<u>(569,855)</u>	<u>(475,381)</u>	<u>94,474</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP) AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Net Change in Fund Balance	(10,035,897)	(10,393,443)	(5,460,032)	4,933,411
Fund Balance Beginning of Year	18,041,419	18,041,419	18,041,419	0
Prior Year Encumbrances Appropriated	<u>2,433,823</u>	<u>2,433,823</u>	<u>2,433,823</u>	<u>0</u>
Fund Balance End of Year	<u>\$10,439,345</u>	<u>\$10,081,799</u>	<u>\$15,015,210</u>	<u>\$ 4,933,411</u>

See accompanying notes to the basic financial statements.

EUCLID CITY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2005

	<u>Business-Type Activities Enterprise Funds</u>	<u>Governmental Activities Internal Service Funds</u>
<u>Assets</u>		
<u>Current Assets</u>		
Equity in Pooled Cash and Cash Equivalents	\$ 1,091,904	\$ 4,372,684
Prepaid Items	248	0
Materials and Supplies Inventory	<u>28,383</u>	<u>0</u>
Total Current Assets	<u>1,120,535</u>	<u>4,372,684</u>
Capital Assets, Net	<u>24,462</u>	<u>19,987</u>
Total Assets	<u>1,144,997</u>	<u>4,392,671</u>
<u>Liabilities</u>		
<u>Current Liabilities</u>		
Accounts Payable	5,263	671
Accrued Wages and Benefits Payable	43,413	0
Intergovernmental Payable	114,237	559,786
Compensated Absences Payable	81,653	0
Insurance Claims Payable	0	1,139,600
Worker's Compensation Claims Payable	<u>0</u>	<u>713,674</u>
Total Current Liabilities	<u>244,566</u>	<u>2,413,731</u>
Total Liabilities	<u>244,566</u>	<u>2,413,731</u>
<u>Net Assets</u>		
Invested in Capital Assets	24,462	0
Unrestricted	<u>875,969</u>	<u>1,978,940</u>
Total Net Assets	<u>\$ 900,431</u>	<u>\$ 1,978,940</u>

See accompanying notes to the basic financial statements.

EUCLID CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS - PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Business-Type Activities Enterprise Funds	Governmental Activities Internal Service Funds
<u>Operating Revenues</u>		
Tuition	\$ 602,920	\$ 27,935
Transportation Fees	12,437	6,296
Food Services	803,632	0
Extracurricular Activities	0	2,882
Classroom Materials and Fees	153	120,691
Charge for Services	0	7,827,651
Miscellaneous	<u>25,202</u>	<u>2,101</u>
Total Operating Revenues	<u>1,444,344</u>	<u>7,987,556</u>
<u>Operating Expenses</u>		
Salaries and Wages	1,196,725	16,703
Fringe Benefits	469,368	7,395,808
Purchased Services	94,005	34,068
Supplies and Materials	1,123,561	19,932
Depreciation	15,094	0
Other	<u>2,820</u>	<u>163,022</u>
Total Operating Expenses	<u>2,901,573</u>	<u>7,629,533</u>
Operating Income (Loss)	<u>(1,457,229)</u>	<u>358,023</u>
<u>Non-Operating Revenues</u>		
Earnings on Investments	3,260	17,603
Operating Grants	1,307,257	0
Donated Commodities	<u>178,643</u>	<u>0</u>
Total Non-Operating Revenues	<u>1,489,160</u>	<u>17,603</u>
Change in Net Assets	31,931	375,626
Net Assets Beginning of Year	<u>868,500</u>	<u>1,603,314</u>
Net Assets End of Year	<u>\$ 900,431</u>	<u>\$ 1,978,940</u>

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

	<u>Business-Type Activities Enterprise Funds</u>	<u>Governmental Activities Internal Service Funds</u>
<i>Increase (Decrease) in Cash and Cash Equivalents</i>		
<u>Cash Flows from Operating Activities</u>		
Cash Received from Customers	\$ 1,444,344	\$ 7,987,556
Cash Payments for Goods and Services	(1,214,284)	(54,275)
Cash Payments to Employees for Services	(1,203,756)	(16,855)
Cash Payments for Employee Benefits	(457,039)	(7,461,636)
Cash Payments for Other Operating Expenses	(3,443)	(163,022)
Net Cash Provided by (Used for) Operating Activities	<u>(1,434,178)</u>	<u>291,768</u>
<u>Cash Flows from Noncapital Financing Activities</u>		
Operating Grants Received	<u>1,664,875</u>	<u>0</u>
Net Cash Provided by Noncapital Financing Activities	<u>1,664,875</u>	<u>0</u>
<u>Cash Flows from Investing Activities</u>		
Earnings on Investments	<u>3,260</u>	<u>17,603</u>
Net Cash Provided by Investing Activities	<u>3,260</u>	<u>17,603</u>
Net Increase (Decrease) in Cash and Cash Equivalents	233,957	309,371
Cash and Cash Equivalents Beginning of Year	<u>857,947</u>	<u>4,063,313</u>
Cash and Cash Equivalents End of Year	<u>\$ 1,091,904</u>	<u>\$ 4,372,684</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>		
Operating Income (Loss)	\$ (1,457,229)	\$ 358,023
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>		
Depreciation	15,094	0
(Increase) Decrease in Assets:		
Prepaid Items	72	0
Materials and Supplies Inventory	(5,340)	0
Increase (Decrease) in Liabilities:		
Accounts Payable	1,581	(287,762)
Accrued Salaries and Benefits Payable	(998)	0
Intergovernmental Payable	5,979	258,069
Employee Benefit Obligations Payable	6,663	0
Claims Payable	0	(36,562)
Total Adjustments	<u>23,051</u>	<u>(66,255)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (1,434,178)</u>	<u>\$ 291,768</u>

Schedule of Noncash Financing Activities

During the year, the Food Services Enterprise Fund received Donated Commodities of \$176,643.

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
JUNE 30, 2005**

	<u>Agency Fund</u>
<u>Assets</u>	
Equity in Pooled Cash and Cash Equivalents	\$ 38,153
Due from Students	<u>6,152</u>
Total Assets	<u>\$ 44,305</u>
<u>Liabilities</u>	
Accounts Payable	\$ 1,503
Due to Students	<u>42,802</u>
Total Liabilities	<u>\$ 44,305</u>

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

NOTE 1: DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY

The Euclid City School District (the District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under an elected Board of Education (five members) and is responsible for the provision of public education to residents of the District.

Average daily membership as of June 30, 2005 was 6,502. The District employed 1,154 certified and non-certified employees.

The Reporting Entity

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

Nonpublic Schools - Within the Districts' boundaries, Holy Cross, St. Felicitas, St. Robert, and St. William schools are operated through the Cleveland Catholic Diocese. Current State legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the District, as directed by the parochial schools. The activity of these state monies by the District is reflected in a special revenue fund for financial reporting purposes.

Component units are legally separate organizations for which the District is financially accountable. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. The District has no component units.

The District is associated with two organizations which are defined as a jointly governed organization and a related organization. The Ohio School Council Association is a jointly governed organization and the Euclid Public Library is a related organization. The jointly governed organization is presented in Note 15 and the related organization is presented in Note 16 to the basic financial statements.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the 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 District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989 to its governmental activities and proprietary funds provided they do not conflict with or contradict GASB pronouncements. The District has elected not to apply FASB pronouncements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds. The more significant of the District's accounting policies are described below.

A. Fund Accounting

The 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 District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental, propriety and fiduciary.

Governmental Funds

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

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

A. **Fund Accounting** (Continued)

Governmental Funds (Continued)

Permanent Improvement Fund - The permanent improvement fund is used to account for all transactions related to the acquiring, constructing, or improving facilities.

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

Proprietary Funds

Proprietary funds focus on the determination of the changes in net assets, financial position and cash flows and are classified as either enterprise or internal service.

Enterprise Funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's Enterprise Funds account for the provision of food services, uniform school supplies, adult and community education, child care and services to the general public financed by user charges. The District has no major enterprise funds.

Internal Service Funds - Internal service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governmental units, on a cost-reimbursement basis. The internal service funds of the District account for a self-insurance program which provides medical, dental and vision benefits to employees, workers compensation claims and purchase of services and equipment for internal use.

Fiduciary Funds

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. Basis of Presentation

Government-wide Financial Statements - The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid “doubling up” revenues and expenses. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

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

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

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. Basis of Presentation (Continued)

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

All proprietary 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 statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

Agency funds do not report a resources measurement focus as they do not report operations.

C. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues - Exchange and Non-Exchange Transactions

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

For the District, available means expected to be received within sixty days of year end.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Basis of Accounting** (Continued)

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include income tax, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income tax is recognized in the fiscal year in which the exchange on which the tax is imposed takes place and revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

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

Property taxes for which there is an enforceable legal claim as of June 30, 2005, but which were levied to finance fiscal year 2006 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The 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 revenues.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Basis of Accounting** (Continued)

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

D. **Cash and Cash Equivalents**

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as “equity in pooled cash and cash equivalents” on the financial statements.

During fiscal year 2005, investments were limited to Federal Home Loan Bank Bonds, Federal National Mortgage Association Benchmark Bills, Federal Home Loan Mortgage Notes, overnight Repurchase Agreements, and STAROhio.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements 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 2005 amounted to \$541,999, which includes \$183,042 assigned from the other District funds.

For presentation on the financial statement, 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 District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

E. Restricted Assets

Restricted assets represent cash and cash equivalents and other current assets whose use is limited by legal requirements. Restricted assets in the General Fund include amounts required by statute to be set aside for budget stabilization. See Note 19 for additional information regarding set-asides.

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2005 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. Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental funds types when used.

Inventories of proprietary funds consist of donated food, purchased food, and school supplies held for resale and are expensed when used.

H. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

**EUCLID CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005
 (CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

H. Capital Assets

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District’s capitalization threshold is \$1,500 during 2005. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not. Interest incurred during the construction of capital assets is not capitalized.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land Improvement	20 years	N/A
Buildings and Improvements	20-80 years	N/A
Furniture and Equipment	3-10 years	3-10 years
Vehicles	5-10 years	N/A

I. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables.” These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

J. Compensated Absences

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, *Accounting for 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 District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time when earned by all employees with more than one year of service.

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

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

K. Accrued Liabilities and Long-Term Obligations

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

K. **Accrued Liabilities and Long-Term Obligations** (Continued)

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences, contractually required pension contributions and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current expendable available financial resources. In general, liabilities that mature or come due for payment during the fiscal year are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

L. **Fund Balance Reserves**

The 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 this portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, inventories of supplies and materials, prepaids, property tax, and budget stabilization.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for budget stabilization represents money set aside to protect against cyclical changes in revenues and expenditures.

M. **Net Assets**

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

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

M. **Net Assets** Continued)

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

N. **Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are tuition for adult education classes, sales for food service and uniform school supplies, and charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the goods or services that is the primary activity of the fund.

O. **Interfund Transactions**

Transfers between governmental and business-type activities on the government wide statements are reported in the same manner as general revenues.

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

P. **Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the District and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2005.

Q. **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.

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

R. **Budgetary Accounting**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified.

All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the object level within each function for the general fund and the fund level for all additional funds. 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. Public hearings are publicized and conducted to obtain taxpayer's comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates. The budget includes proposed expenditures and the means of financing for all funds. By no later than January 20, the Board-adopted budget is filed with the Cuyahoga County Budget Commission for rate determination.

Estimated Resources

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that 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 District's Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2005.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

R. **Budgetary Accounting** (Continued)

Appropriations

Upon receipt from the County Auditor of an amended Certificate of Estimated Resources based on final assessed values and tax rates or a certification saying no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund, function and object level of expenditures for the general fund and the fund level for all other funds, 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 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 or object level appropriations within the general fund, must be approved by the Board of Education. The Board may pass supplemental fund appropriations provided 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. Expenditures plus encumbrances may not legally exceed appropriations. On the fund financial statements, encumbrances outstanding at year end are reported as a reservation of fund balance for subsequent year expenditures for governmental funds. A reserve for encumbrances is not reported on government-wide financial statements.

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.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 3: COMPLIANCE AND ACCOUNTABILITY

A. Legal Compliance

Appropriations Exceeding Estimated Resources

Ohio Revised Code Section 5705.39 prohibits appropriations from each fund from exceeding the total estimated resources.

The following funds had original appropriations exceeding original estimated resources:

	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
<u>Special Revenue Fund</u>			
Student Activity	\$ 521,875	\$ 545,582	\$ (23,707)
IDEA-Part B, Special Education	1,342,000	1,366,068	(24,068)
Title VI	66,799	107,850	(41,051)
Idea Preschool Grants for the Handicapped	55,683	62,231	(6,548)
Goals 2000 Proficiency	1,315,836	1,347,601	(31,765)

The following funds had appropriations exceeding estimated resources as of April 30, 2005:

	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
<u>Special Revenue Funds</u>			
Student Activity	\$ 534,865	\$ 562,862	\$ (27,997)
Auxiliary Services	942,319	1,056,129	(113,810)
Entry Year Programs	0	20,900	(20,900)
Student Intervention	111,651	119,648	(7,997)
Alternative School	232,414	247,637	(15,223)
Adult Basic Education	797,428	878,410	(80,982)
Idea Part B Special Education	1,342,000	1,366,068	(24,068)
Idea Preschool Grants for the Handicapped	59,983	62,230	(2,247)
Goals 2000 Proficiency	1,210,561	1,326,575	(116,014)
<u>Internal Service Funds</u>			
Special Rotary	1,607,641	1,629,631	(21,990)

The following funds had appropriations exceeding estimated resources as of June 30, 2005:

	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
<u>Special Revenues Funds</u>			
Public School Support	\$ 304,178	\$ 313,316	\$ (9,138)
Student Activity	592,952	602,873	(9,921)
Goals 2000 Proficiency	1,423,390	1,447,794	(24,404)
<u>Enterprise Fund</u>			
Food Service	\$ 2,432,199	\$ 2,457,930	\$ (25,731)

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)**

NOTE 3: **COMPLIANCE AND ACCOUNTABILITY** (Continued)

B. Negative Fund Balances

Ohio Revised Code Section 5705.10 states, monies paid into any fund shall be used only for the purposes for which the fund is established. The Idea Part B and Title VI special revenue funds had negative fund balances in the amounts of \$16,683 and \$10,518 as of March 31, 2005. These negative fund balances were corrected by June 30, 2005.

The following funds had deficit fund balances/net assets at June 30, 2005.

<u>Fund</u>	<u>Deficit</u>
Special Revenue:	
Public School Preschool Grant	\$ (23)
Vocational Education Enhancement	(4,310)
Goal 2000 Proficiency	(52,851)
Capital Projects:	
Vocational Education Equipment	(91)

The fund deficits in the vocational education equipment capital projects fund and public school preschool grant, vocational education enhancement, and goal 2000 proficiency improvement special revenue funds resulted from the recognition of expenditures on the modified accrual basis of accounting that are greater than expenditures recognized on the budgetary basis. The general fund is liable for the deficits and will provide operating transfers when cash is required, not when accruals occur.

C. Change in Accounting Principles

For fiscal year 2005, the District has implemented GASB No. 40, “*Deposit and Investment Risk Disclosures*”, GASB Technical Bulletin 2004-2, “*Recognition of Pension and Other Postemployment Benefit Expenditures/Expenses and Liabilities by Cost-Sharing Employers*” and GASB Statement No. 39, “*Determining Whether Certain Organizations are Component Units*”.

GASB Statement No. 40 establishes and modified disclosure requirements related to investment risks: credit risk (including custodial credit risk and concentrations of credit risk) and interest rate risk. This statement also establishes and modified disclosure requirements for custodial credit risk on deposits.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 3: **COMPLIANCE AND ACCOUNTABILITY** (Continued)

GASB Technical Bulletin No. 2004-2 addresses the amount that should be recognized as expenditure/expense and as a liability each period by employers participating in a cost-sharing multiple-employer pension and other postemployment benefit (OPEB) plans.

GASB Statement No. 39 further defines the guidelines of GASB Statement No. 14, “*The Financial Reporting Entity*”.

The implementation of GASB Statement No. 40 did not have an effect on the financial statements of the District, however additional note disclosure can be found in Note 5. The implementation of GASB Statement No. 39 and GASB Technical Bulletin No. 2004-2 did not have an effect on the financial statements of the District.

NOTE 4: **BUDGETARY BASIS OF ACCOUNTING**

While the District is reporting financial position, results of operations, and changes in fund balances 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 Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual for the General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the fund liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP basis).
4. Unrecorded cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.
5. Principle and interest payments on notes and the corresponding revenues are reported in the bond retirement fund (budget) rather than in the general fund (GAAP basis).

**EUCLID CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005
 (CONTINUED)**

NOTE 4: **BUDGETARY BASIS OF ACCOUNTING** (Continued)

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

Net Changes in Fund Balance	
GAAP Basis	\$ (5,358,008)
Revenue Accruals	1,123,753
Expenditure Accruals	974
Advance In	98,235
Advance Out	(587,964)
2005 Encumbrances Recognized on a Budgetary Basis	<u>(737,022)</u>
Budgetary Basis	<u><u>\$ (5,460,032)</u></u>

NOTE 5: **DEPOSITS AND INVESTMENTS**

State statutes classify monies held by the 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 District Treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 5: **DEPOSITS AND INVESTMENTS** (Continued)

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

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

1. United States Treasury notes, bills, bonds, or other obligation or security issued by the United States Treasury or any other obligation guaranteed as to payment of principal and interest by the United States;
2. Bonds, notes, debentures, or other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, 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 securities listed above;
4. Bonds and other obligations of the State of Ohio or Ohio local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or division (2) of this section and repurchase agreements secured by such obligations;
7. The State Treasurer's investment pool (STAROhio);
8. Bankers' acceptances and commercial paper, if training requirements have been met.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 5: **DEPOSITS AND INVESTMENTS** (Continued)

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

The following disclosure is based on the criteria described in GASB Statement No. 40, “*Deposits and Investments Risk Disclosures*”.

Cash on Hand

At June 30, 2005, the District had \$2,180 in undeposited cash on hand, which is included on the balance sheet of the District as part of “Equity in Pooled Cash and Cash Equivalents”.

Deposits

At June 30, 2005, the carrying amount of the District’s deposits was \$13,165,878, including restricted cash of \$1,169,331, and the bank balance was \$13,780,128. \$400,000 of the District’s bank balance was covered by Federal Depository Insurance and \$13,380,128 was uninsured and collateralized with securities held by the pledging financial institution’s trust department or agent but not in the District’s name. Although the securities were held by the pledging institution’s trust department and all statutory requirements for the investments of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

Custodial credit is the risk that, in the event of a bank failure, the District’s deposits or collateral securities may not be returned. The District’s policy is to place deposits with major local banks approved by the District’s Board of Education. All deposits, except for deposits held by fiscal and escrow agents, are collateralized with eligible securities in amounts equal to at least 105 percent of the carrying value of the deposits. Such collateral, as permitted by Chapter 135 of the ORC, is held in financial institution pools at Federal Reserve banks, or at member banks of the Federal Reserve system in the name of the respective depository bank, and pledged as a pool of collateral against all of the public deposits it holds, or as specific collateral held at a Federal Reserve bank in the name of the School District.

Investments

The District has a formal investment policy. The objective of the policy shall be the preservation of capital and protection of principal while earning investment interest. Safety of principal is the primary objective of the investment program. The District follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. All investments are in an internal investment pool.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 5: **DEPOSITS AND INVESTMENTS** (Continued)

Investments (Continued)

Cash and investments at year end were as follows:

<u>Investment Type</u>	<u>Investment Maturities (In Years)</u>	<u>Credit Rating (*)</u>	<u>Fair Value</u>
STAROhio	<1	AAAm	\$ 2,729,229
FHLB	<1	AAA	2,969,971
FNMA	<1	AAA	2,985,992
FHLMC DN	<1	AAA	3,966,541
Total Portfolio			<u>\$12,651,733</u>

*Credit rating was obtained from Standard & Poor's for all investments.

Interest Rate Risk

As a means of limiting its exposure to fair value of losses caused by rising interest rates, the District's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and the District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

Credit Risk

The credit risk of the District's investments are in the table above. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The District has no investment policy that would further limit its investment choices.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The U.S. Agency notes are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the District's name. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer or qualified trustee.

Concentration of Credit Risk

The District places no limit on the amount it may invest in any one issuer. The District's total investment are 23.5% in FHLB bonds, 23.6% are FNMA, 31.4% are FHLMC. All other investments not specifically guaranteed by the U.S. government are less than 22% of the District's total investments.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 6: **PROPERTY TAXES**

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

Property taxes include amounts levied against all real, public utility, and tangible personal property (used in business) located in the District. Real property tax revenue received in calendar 2005 represents collections of calendar year 2004 taxes. Real property taxes received in calendar year 2005 were levied after April 1, 2004, on the assessed value listed as of January 1, 2004, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2005 represents collections of calendar year 2004 taxes. Public utility real and tangible personal property taxes received in calendar year 2005 became a lien December 31, 2003, were levied after April 1, 2004 and are collected in 2005 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue during calendar 2005 (other than public utility property) represents the collection of 2005 taxes. Tangible personal property taxes received in calendar year 2005 were levied after April 1, 2004, on the value as of December 31, 2004. Tangible personal property is currently assessed at twenty-five percent of true value for capital assets and twenty-four percent of true value for inventory. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the District prior to June 30.

The District receives property taxes from Cuyahoga County. The County Auditors periodically advance to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2005, are available to finance fiscal year 2005 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 6: **PROPERTY TAXES** (Continued)

Accrued property taxes receivable includes real property; public utility property and tangible personal property taxes which are measurable as of June 30, 2005 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenues at fiscal year end. The portion receivable not levied to finance current year fiscal operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2005 was \$4,351,232 in the general fund, \$306,597 in the bond retirement fund and \$51,806 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2004 was \$5,217,964 in the general fund, \$384,823 in the bond retirement fund, and \$62,970 in the permanent improvement capital projects fund.

On the full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been deferred.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 6: **PROPERTY TAXES** (Continued)

The assessed values upon which the fiscal year 2005 taxes were collected are:

	<u>2004 Second-Half Collections</u>		<u>2005 First-Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$ 751,895,150	86.88%	\$ 745,837,860	87.71%
Public Utility	24,947,560	2.88%	24,167,100	2.84%
Tangible Personal Property	<u>88,592,903</u>	<u>10.24%</u>	<u>80,320,200</u>	<u>9.45%</u>
	<u>\$ 865,435,613</u>	<u>100.00%</u>	<u>\$ 850,325,160</u>	<u>100.00%</u>
Tax Rate per \$1,000 of Assessed valuation	\$ 70.30		\$ 72.80	

NOTE 7: **INCOME TAXES**

The District is the only school district in the State of Ohio with an enacted shared City/School income tax. The shared City income tax, enacted in 1994, is an .85 percent City voted income tax of which .47 percent was for the District and .38 percent for the City of Euclid. Employers are required to withhold income tax on compensation and remit the tax to the Central Collection Agency (“CCA”). Taxpayers are required to file an annual return with CCA. The City makes monthly distributions to the District after withholding amounts for administrative fees and estimated refunds. Income tax revenue is credited to the General Fund.

NOTE 8: **RECEIVABLES**

Receivables at June 30, 2005 consisted of property and income taxes, accounts (rent, billings for user charged services, and student fees), intergovernmental grants and interest. 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 fiscal year guarantee of federal funds.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 8: **RECEIVABLES** (Continued)

A summary of the principal items of intergovernmental receivables follows:

	<u>Governmental Activities</u>
Public School Preschool Grant	\$ 9,158
Student Intervention	8,889
Adult Basic Education	5,280
Title I	243,059
Drug Free School	71,113
IDEA Preschool Grants for the Handicapped	7,844
Goals 2000 Proficiency	6,922
Grand Total	<u>\$ 352,265</u>

NOTE 9: **CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2005, was as follows:

	<u>Balance at June 30, 2004</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance at June 30, 2005</u>
<u>Governmental Activities</u>				
Capital Assets not being Depreciated:				
Land	\$ 2,052,789	\$ 0	\$ 0	\$ 2,052,789
Construction in Progress	<u>1,035,466</u>	<u>4,895,421</u>	<u>(5,930,887)</u>	<u>0</u>
Total Capital Assets, not Being Depreciated	<u>3,088,255</u>	<u>4,895,421</u>	<u>(5,930,887)</u>	<u>2,052,789</u>
Capital Assets being Depreciated:				
Land Improvements	2,213,076	1,005,792	0	3,218,868
Buildings and Building Improvements	46,154,629	4,681,094	0	50,835,723
Furniture and Equipment	4,939,118	1,585,863	(954,398)	5,570,583
Vehicles	<u>3,415,894</u>	<u>140,817</u>	<u>(91,951)</u>	<u>3,464,760</u>
Total Capital Assets being Depreciated	<u>56,722,717</u>	<u>7,413,566</u>	<u>(1,046,349)</u>	<u>63,089,934</u>
<u>Less Accumulated Depreciation</u>				
Land Improvements	\$ (1,816,540)	\$ (74,017)	\$ 0	\$ (1,890,557)
Building and Building Improvements	(29,185,784)	(690,554)	0	(29,876,338)
Furniture and Equipment	(3,947,979)	(750,149)	943,730	(3,754,398)
Vehicles	<u>(2,523,779)</u>	<u>(228,849)</u>	<u>91,951</u>	<u>(2,660,677)</u>
Total Accumulated Depreciation	<u>(37,474,082)</u>	<u>*(1,743,569)</u>	<u>1,035,681</u>	<u>(38,181,970)</u>
Total Capital Assets, Being Depreciated, Net	<u>19,248,635</u>	<u>5,669,997</u>	<u>(10,668)</u>	<u>24,907,964</u>
Governmental Activities Capital Assets, Net	<u>\$ 22,336,890</u>	<u>\$10,565,418</u>	<u>\$(5,941,555)</u>	<u>\$ 26,960,753</u>

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 9: **CAPITAL ASSETS** (Continued)

A summary of the changes in the enterprise funds' fixed assets are as follows:

	Balance at <u>June 30, 2004</u>	<u>Additions</u>	<u>Disposals</u>	Balance at <u>June 30, 2005</u>
Business-Type Activities				
Furniture and Equipment	\$ 326,712	\$ 0	\$ 0	\$ 326,712
Less Accumulated Depreciation	<u>(287,156)</u>	<u>(15,094)</u>	<u>0</u>	<u>(302,250)</u>
Business-Type Activities, Capital Assets, Net	<u>\$ 39,556</u>	<u>\$ (15,094)</u>	<u>\$ 0</u>	<u>\$ 24,462</u>

* Depreciation was charged to governmental functions as follows:

Instruction:	
Regular	\$ 606,007
Special	207,318
Vocational	47,843
Support Services:	
Pupils	79,737
Instructional Staff	95,685
Administration	95,685
Fiscal	47,843
Business	31,895
Operation and Maintenance of Plant	340,185
Pupil Transportation	79,738
Central Service	47,843
Food Service	15,947
Extracurricular Activities	<u>47,843</u>
Total Depreciation Expense	<u>\$ 1,743,569</u>

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 10: LONG-TERM OBLIGATIONS

The changes in the District's long-term obligations during fiscal year 2005 were as follows:

	Principal Outstanding at 6/30/04	Additions	Deductions	Principal Outstanding at 6/30/05	Amounts Due in One Year
<i>General Obligation Bonds</i>					
School Refunding Bond \$13,325,000 - 6.55%	\$ 7,285,669	\$ 0	\$ (311,660)	\$ 6,974,009	\$ 269,011
Bond Series \$5,000,000 1995- Library Improvement- 5.40%	3,426,795	0	(35,696)	3,391,099	31,097
1996 Energy Conservation Bond \$2,715,000 4.40%	2,400,000	0	(145,000)	2,255,000	150,000
Permanent Improvement Tax Anticipation \$6,500,000 4.25%	<u>6,500,000</u>	<u>0</u>	<u>0</u>	<u>6,500,000</u>	<u>525,000</u>
<i>Total General Obligation Bonds</i>	<u>19,612,464</u>	<u>0</u>	<u>(492,356)</u>	<u>19,120,108</u>	<u>975,108</u>
<i>Other General Long-Term Obligations</i>					
Retirement Payout Liability	496,069	0	(86,991)	409,078	340,399
Compensated Absences Payable	<u>2,741,262</u>	<u>1,412,606</u>	<u>(1,447,379)</u>	<u>2,706,489</u>	<u>1,425,762</u>
<i>Total Other General Long-Term Obligations</i>	<u>\$ 3,237,331</u>	<u>\$ 1,412,606</u>	<u>\$ (1,534,370)</u>	<u>\$ 3,115,567</u>	<u>\$ 1,766,161</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 22,849,795</u>	<u>\$ 1,412,606</u>	<u>\$ (2,026,726)</u>	<u>\$ 22,235,675</u>	<u>\$ 2,741,269</u>
<i>Business-Type Activities</i>					
Compensated Absences	<u>\$ 74,990</u>	<u>\$ 10,927</u>	<u>\$ (4,264)</u>	<u>\$ 81,653</u>	<u>\$ 4,899</u>

In prior years, the District issued \$13,325,000 in voted general obligation school improvement refunding bonds for the purpose of renovating, remodeling, rehabilitating, improving, furnishing, and equipping school facilities by providing a portion of the funds necessary to refund outstanding 1993 general obligation bonds of the District issued for that purpose and authorizing an escrow agreement for that refunding. For financial reporting purposes, the debt has been considered defeased and, therefore, removed as a liability from the District's Government-wide financial statements. As of June 30, 2005, the amount of defeased debt outstanding but removed from the financial statements amounted to \$7,575,000.

In 1995, the Euclid City School District, acting as the taxing authority for the Euclid Public Library, issued tax related debt in the form of a voted general obligation bond issue for enlarging, renovating, remodeling, furnishing, and equipping the existing Euclid Public Library, including energy conservation and handicapped access improvements in the amount of \$5,000,000. The bonds were issued for a 20-year period with final maturity at December 1, 2015.

The 1996 energy conservation bonds were issued for a fifteen year period to replace heating and lighting systems at several schools, with final maturity at December, 2011. The bonds will be retired from the bond retirement fund.

**EUCLID CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR JUNE 30, 2005
 (CONTINUED)**

NOTE 10: **LONG-TERM OBLIGATIONS** (Continued)

In 2004, the District issued \$6,500,000 in long-term tax anticipation notes to provide for the renovation of the school buildings and other District improvements. These notes will be paid off over a ten year period of time with proceeds from a Contingency Permanent Improvement Levy.

Retirement Incentive will be paid from the fund from which the employees' salaries are paid. Compensated absences will be paid from the general fund, public school support, auxiliary services, public school preschool grant, Ohio reads, alternative schools, adult basic education, Title I, IDEA preschool grants for handicapped, and goals 2000 proficiency funds.

The District's voted legal debt margin was \$59,393,046 with an unvoted debt margin of \$850,325 at June 30, 2005.

Principal and interest requirements to retire the general obligation debt outstanding at June 30, 2005 are as follows:

Fiscal Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 975,108	\$ 1,849,900	\$ 2,825,008
2007	1,970,000	791,479	2,761,479
2008	2,070,000	722,028	2,792,028
2009	2,165,000	617,684	2,782,684
2110	2,280,000	507,674	2,787,674
2011-2015	8,810,000	1,053,770	9,863,770
2016-2019	850,000	33,491	883,491
	<u>\$ 19,120,108</u>	<u>\$ 5,576,026</u>	<u>\$ 24,696,134</u>

NOTE 11: **OTHER EMPLOYEE BENEFITS**

A. **Compensated Absences**

Employees earn vacation at rates specified under State of Ohio law and based on credited service. Clerical, technical, and maintenance and operation employees with one or more years of service are entitled to vacation ranging from 5 to 25 days. Employees with less than one year of service earn one vacation day per month worked, not to exceed five days. Unused vacation is not cumulative to the next year. Teachers do not earn vacation.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 11: **OTHER EMPLOYEE BENEFITS** (Continued)

A. **Compensated Absences** (Continued)

All employees are entitled to a sick leave credit equal to one and one-quarter days for each month of service (earned on a pro rata basis for less than full-time employees). This sick leave will either be absorbed by time off due to illness or injury or, within certain limitations, be paid to the employee upon retirement. The amount paid to an employee upon retirement is limited to one-quarter of the accumulated sick leave to a maximum payout of 40 days.

B. **Special Termination Benefits**

The District's Board of Education offered non-teaching employees an early retirement incentive in fiscal year 2005. The incentive consisted of a purchase of one year service credit from the School Employee's Retirement System.

NOTE 12: **DEFINED BENEFIT PENSION PLANS**

A. **School Employees Retirement System**

The 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 State statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling (614) 222-5853.

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations, with the remainder being used to fund health care benefits; for fiscal year 2005, 10.57 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2004, 9.09 percent

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 12: **DEFINED BENEFIT PENSION PLANS** (Continued)

A. **School Employees Retirement System** (Continued)

of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by SERS' Retirement Board. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2005, 2004, and 2003, were \$1,297,423, \$1,564,912, and \$1,466,512, respectively; 75.90 percent has been contributed for fiscal year 2005 and 100 percent for the fiscal years 2004 and 2003.

B. **State Teachers Retirement System**

The District participates in the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information for STRS. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771 or by calling (614) 227-4090.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during the fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 12: DEFINED BENEFIT PENSION PLANS (Continued)

A DB or Combined Plan member with five or more years of credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2005, plan members are required to contribute 10 percent of their annual covered salaries. The District is required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2005, 2004, and 2003, were \$4,076,043, \$3,988,251, and \$3,792,662, respectively; 82 percent has been contributed for fiscal year 2005 and 100 percent for fiscal years 2004 and 2003. Contributions to the DC and Combined Plans for fiscal year 2004 were \$32,456 made by the District and \$86,722 made by the plan member (the latest information available).

NOTE 13: POSTEMPLOYMENT BENEFITS

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

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 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, 2005, the STRS Board allocated employer contributions equal to 1.0 percent of covered payroll to the Health Care Reserve Fund.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 13: **POSTEMPLOYMENT BENEFITS** (Continued)

For the District, this amount equaled \$313,542 for fiscal year 2005.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2004 (the latest information available) the balance in the fund was \$3.1 billion. For the year ended June 30, 2004, net health care costs by STRS were \$268,739,000 and STRS had 111,853 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. Effective January 1, 2004, all retirees and beneficiaries are required to pay a portion of their health care premium. The portion is based on years of service, Medicare eligibility and retirement status. A safety net is in place for retirees whose household income falls below federal poverty levels. Premiums are reduced by 50 percent for those who apply.

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, 2005, employer contributions to fund health care benefits were 3.43 percent of covered payroll, a decrease of 1.48 percent from fiscal year 2004. 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 2005, the minimum pay has been established at \$27,400. However, the surcharge is capped at 2 percent of each employer's SERS salaries. For the District, the amount to fund health care benefits, including surcharge, during the 2005 fiscal year equaled \$608,669.

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 150 percent of annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2004, (the latest information available) were \$223,443,805 and the target level was \$335.2 million. At June 30, 2004, SERS had net assets available for payment of health care benefits of \$300.8 million. SERS has approximately 62,000 participants currently receiving health care benefits.

NOTE 14: **RISK MANAGEMENT**

The 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 2005, the District contracted with Hylant Administrative Services - Ohio School Plan for fleet and liability insurance, with Travelers Insurance for boiler and machinery, and with Hylant Administrative Services - Ohio School Plan for property and inland marine coverage. Coverages provided were as follows:

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)**

NOTE 14: **RISK MANAGEMENT** (Continued)

Building, Contents, Boiler and Machinery Contents (\$10,000 deductible)	\$ 145,193,500
Crime Insurance (\$1,000 deductible)	250,000
Automobile Liability (Buses \$1,000 Autos \$250/500)	2,000,000
Uninsured Motorists	50,000
General Liability (per occurrence)	1,000,000
General Liability (total per year)	3,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no change from prior years coverage.

Self-Insurance Program

The self-insurance program for health care has been administered by Medical Mutual of Ohio since January, 2001. Medical Mutual of Ohio began administering the program in January, 2001. Payments are made to Medical Mutual of Ohio for the actual amount of claims processed, monthly stop-loss premiums, and administrative charges. Operating revenues of the fund consist of payments from other funds and are based on self-insurance losses, policy stop-loss premiums, and other operating expenses.

The claims liability of \$1,139,600 reported in the fund at June 30, 2005 was estimated by the third party administrator and is based on the requirements of Governmental Standards Board Statement No. 30, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses (GASB 30). Changes in the fund's claims liability amount for the fiscal years ended June 30, 2003, 2004 and 2005 were:

	<u>Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
June 30, 2003	\$ 805,406	\$5,155,611	\$(5,028,517)	\$ 932,500
June 30, 2004	\$ 932,500	\$6,412,134	\$(6,291,734)	\$1,052,900
June 30, 2005	\$1,052,900	\$5,674,569	\$(5,587,869)	\$1,139,600

The above claim payments include management fees in the amount of \$608,712.

Workers' Compensation Program

The District participates in the State Workers' Compensation retrospective rating and payment system. The plan involves the payment of a minimum premium for administrative services and stop loss coverage plus the actual claim costs for employees injured. The program for workers' compensation is administered by Associated Compensation Resources. Payments are made directly to the Ohio Bureau of Workers' Compensation for actual claims processed. Operating revenues of the fund consist of payments from other funds and earnings on the investing of these funds that are based on self-insurance losses, policy stop-loss premiums, and other operating expenses.

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)**

NOTE 14: **RISK MANAGEMENT** (Continued)

Workers' Compensation Program (Continued)

The claims liability of \$713,674 reported in the fund at June 30, 2005 was estimated by the Bureau of Workers Compensation and is based on the requirement of Governmental Standards Board Statement No. 30, which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. Changes in the fund's current claims liability amount for the fiscal years ended June 30, 2003, 2004 and 2005 were:

	<u>Beginning Of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Interest Earned</u>	<u>Balance at End of Year</u>
June 30, 2003	\$ 260,267	\$ 116,152	\$ (78,725)	\$ 28,939	\$ 326,633
June 30, 2004	\$ 326,633	\$ 1,989,521	\$(1,496,252)	\$ 17,034	\$ 836,936
June 30, 2005	\$ 836,936	\$ 190,811	\$ (320,275)	\$ 6,202	\$ 713,674

NOTE 15: **JOINTLY GOVERNED ORGANIZATION**

The Ohio Schools' Council Association (Council) is a jointly governed organization among 83 school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. The Council sponsors an insurance purchasing plan in which the District participates. The Council also sponsors a workers' compensation group rating plan which is an insurance purchasing pool. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose terms rotate every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2005, the District paid \$1,056,804 to the Council. Financial information can be obtained by contacting David Cuttrell, Executive Secretary, at the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The District participates in the Council's electric purchase program which was implemented during fiscal year 1998. This program allows school districts to purchase electricity at reduced rates, if the school districts will commit to participating for an eight year period. The participants make monthly payments based on estimated usage. Each June these estimated payments are compared to their actual usage for the year and any necessary adjustments are made.

Energy Acquisition Corporation, a non-profit corporation with a self-appointing board, issued \$119,140,000 in debt to prepurchase eight years of electricity from Cleveland Electric Illuminating (CEI) for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the school district is required to repay the savings to CEI and CEI will refund the remaining prepayment related to that participant to Energy Acquisition Corporation.

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)**

NOTE 15: **JOINTLY GOVERNED ORGANIZATION** (Continued)

The District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2002. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for their participants. If a participating school district terminates its agreement, the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

NOTE 16: **RELATED ORGANIZATION**

Euclid Public Library- The Euclid Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Euclid City School District's Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the District for operational subsidies. Although the District serves as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate, and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Euclid Public Library at 631 East 222nd Street, Euclid, Ohio 44123.

NOTE 17: **CONTINGENCIES**

A. **Grants**

The 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 District at June 30, 2005.

**EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)**

NOTE 17: **CONTINGENCIES** (Continued)

B. Litigation

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

NOTE 18: **INTERFUND TRANSACTIONS**

Interfund balances on fund financial statements at June 30, 2005 consist of the following:

	<u>Receivable</u>	<u>Payable</u>
<u>Major Funds</u>		
General Fund	\$ 504,497	\$ 0
Permanent Improvement Fund	<u>122,503</u>	<u>500,000</u>
<u>Nonmajor Funds</u>		
Debt Service Fund	\$ 0	\$ 122,503
Special Revenue Funds	0	4,406
Capital Projects Funds	<u>0</u>	<u>91</u>
Total	<u>\$ 627,000</u>	<u>\$ 627,000</u>

Monies were advanced from one fund to another to cover operating expenses until additional monies are received. Interfund balances were eliminated since they were within governmental activities.

Transfers

Transfers were made to provide additional resources for current operations. Transfers of \$534,725 were eliminated since they were within the governmental activity.

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 0	\$ 253,248
Debt Service Fund	249,248	0
Special Revenue Funds	<u>285,477</u>	<u>281,477</u>
Total	<u>\$ 534,725</u>	<u>\$ 534,725</u>

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(CONTINUED)

NOTE 19: SET ASIDE REQUIREMENTS

The District is required by State statute to annually set aside in the general fund an amount 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 the end of the fiscal year 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. In prior years, the District was also required to set aside money for budget stabilization. At June 30, 2005, only the unspent portion of certain workers' compensation refunds continue to be a set-aside.

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

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Stabilization</u>
Set-Aside Reserve Balance as of June 30, 2004	\$ 0	\$ 0	\$ 1,169,331
Current Year Set-Aside Requirements	967,116	967,116	0
Qualifying Disbursements	(1,360,218)	0	0
Permanent Improvement Levy Revenues	<u>0</u>	<u>(6,161,733)</u>	<u>0</u>
Totals	<u>(393,102)</u>	<u>(5,194,617)</u>	<u>1,169,331</u>
Set-Aside Balance Carried Forward to Future Fiscal Years	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,169,331</u>
Set-Aside Reserve Balance as of June 30, 2005	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,169,331</u>

The District had qualifying expenditures during the fiscal year that reduced the textbooks set-aside amount below zero. This amount may be used to reduce the set-aside requirements of future years. Although the District had qualifying disbursements during the year that reduced the capital improvements set-aside amount below zero, these extra amounts may not be used to reduce the set-aside requirement in future years.

NOTE 20: SUBSEQUENT EVENT

On November 8, 2005 voters approved a continuing operating levy. This levy will generate 5.1 million in revenue for each year. Collections on this levy will begin January, 2006.

EUCLID CITY SCHOOL DISTRICT

COMBINING STATEMENTS OF INDIVIDUAL FUND SCHEDULES

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Following is a description of the District's nonmajor special revenue funds:

Special Trust - this fund accounts for monies used for purposes that are beneficial to the overall operation of the District.

Public School Support - this fund is used for the general support of the school building, staff, and students.

Transformation Initiative Grant - this fund accounts for funds to be used to narrow the achievement gap that exists between white and African American students of the District. Improving student achievement is the first goal by providing professional development to staff on alternative teaching methods, involving parents with family resource management skills and involving community partnerships. Funds will be used for teacher salaries and benefits, purchased services, supplies and equipment for the program.

Student Activity - this fund accounts for revenues from athletic events and all costs (except supplemental coaching contracts) of the District's athletic program.

Auxiliary Services - this fund accounts for state funds for the purchase of science and math materials, as well as psychological and other supplemental services at the parochial schools within the District.

Educational Management Information System - funds provided by the State of Ohio to be used solely for costs associated with the requirements of the education management information system required by Senate Bill 140.

Public School Preschool Grant - this fund accounts for the state revenues which address the educational needs of 4 year olds who are at risk of being poor achievers.

Entry Year Programs - This fund is used to implement entry-year programs pursuant to Division (T) of Section 3317.024 of the Ohio Revised Code.

School Net Professional Development - this fund was established to provide training for teachers to become practitioners. They will develop lesson labs related to proficiency outcomes.

Ohio Reads Grant - the Ohio Reads Grants were established to provide funds to be utilized to improve reading skills for students in grades K-3. These funds will be used for salaries, benefits, supplies and purchased services associated with this program.

(Continued)

EUCLID CITY SCHOOL DISTRICT

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds

(Continued)

Student Intervention - this fund was established to provide a tutorial program utilizing retired teachers as reading coaches. These programs will be aimed at students who are not proficient in reading skills. Funds will be used to pay coaches, purchase supplies, and teacher salaries/benefits.

Vocational Education Enhancement - this fund was established to provide funds to purchase vocational equipment with a value of \$300 or more with the State reimbursing the District, upon completion, up to 40 percent of the final cost.

Alternative Schools - this grant was established to provide funding for Saturday School for discipline problem students. The funds will be used for salaries, benefits, supplies, purchased services and equipment associated with the program.

Miscellaneous State Grants - this fund represents State monies that support academic and enrichment programs for the student body.

Adult Basic Education - this fund accounts for federal monies used to provide computer equipment, library resource materials, salaries, and room rental for adult education classes.

IDEA, Part B Special Education - the purpose of this federal program is to assist schools in the identification of handicapped children and provide educational opportunities for handicapped children at the preschool, elementary, and secondary levels.

Limited English Proficiency - the purpose of these funds are to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

Title I - the purpose of this federal program is to provide financial assistance to state and local education agencies to meet the special needs of educationally deprived children.

Title VI - this fund accounts for federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, and in-service and staff development.

Drug-Free Schools - this fund accounts for federal revenues to implement programs to educate and encourage students to live lives free of drug dependency.

(Continued)

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds
(Continued)

IDEA Preschool Grants for the Handicapped - this grant addressed the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Goals 2000 Proficiency - this fund accounts for federal monies which are used to pay for all costs involved in conducting proficiency improvement in-service, including substitute costs, presenter fees, supplies, and materials.

Nonmajor Debt Service Fund

Debt Service funds are used to account for the accumulation of resources for, and the payment of, general long-term principal, interest and related costs.

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

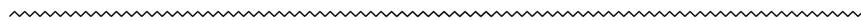
Nonmajor Capital Projects Funds

Capital Projects funds are used to account for the acquisition or construction of major capital facilities.

Replacement - this fund exists for the replacement of equipment and other items not covered by the District's building and contents insurance.

Vocational Education Equipment - to account for the purchase of equipment used for vocational education purposes.

School Net Plus - a fund to account for monies received from the State of Ohio for the purpose of purchasing computers for K-4 grades.



Nonmajor Enterprise Funds

Enterprise funds are established to account for operations that are financed and operated in a manner similar to private sector businesses where the intent is that the expense (including depreciation) of providing goods or services is primarily or solely to the general public be financed or recovered primarily through user charges.

(Continued)

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Enterprise Funds (Continued)

Food Service - this fund accounts for the provision of food service to the District.

Uniform School Supplies - this fund accounts for the purchase of necessary supplies, materials, or other school related items above these items provided for general instruction, paid for by students.

Customer Services - this fund accounts for services provided primarily to the general public which are financed or recovered through user charges.

Adult and Community Education - this fund accounts for the provision of adult education classes to the District.

Internal Service Funds

Internal Service Funds are used to account for the financing of services provided by one department to other departments of the government or to other districts on a cost reimbursement basis.

Special Rotary - this fund provides for the purchase of services and equipment by internal persons and organizations.

Health Reserve - this fund is to account for the receipt and expenditure of funds for medical and dental claims for employees.

Workers' Compensation - to account for the claims and premiums paid to the State for worker's compensation insurance.

Fiduciary Funds

Fiduciary funds are used to account for assets when a governmental unit is functioning either as a trustee or an agent for another party. Because the governmental unit is functioning in a fiduciary capacity, the authority to employ, dispose of, or otherwise use the assets is determined not by a legislative body or oversight board but by the public laws and private agreements that create the trustee or agency relationship.

Agency Fund

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

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2005**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 778,966	\$ 1,983,892	\$ 143,105	\$ 2,905,963
Receivables:				
Taxes	0	1,924,607	0	1,924,607
Intergovernmental	352,265	0	0	352,265
Prepaid Items	<u>59</u>	<u>0</u>	<u>0</u>	<u>59</u>
Total Assets	<u>\$ 1,131,290</u>	<u>\$ 3,908,499</u>	<u>\$ 143,105</u>	<u>\$ 5,182,894</u>
<u>Liabilities</u>				
Accounts Payable	\$ 197,299	\$ 0	\$ 0	\$ 197,299
Accrued Wages and Benefits Payable	243,988	0	0	243,988
Interfund Payable	4,406	122,503	91	127,000
Intergovernmental Payable	33,944	0	0	33,944
Deferred Revenue	<u>0</u>	<u>1,618,010</u>	<u>0</u>	<u>1,618,010</u>
Total Liabilities	<u>479,637</u>	<u>1,740,513</u>	<u>91</u>	<u>2,220,241</u>
<u>Fund Balances</u>				
Reserved for Encumbrances	140,911	0	0	140,911
Reserved for Prepaids	59	0	0	59
Reserved for Property Taxes	0	306,597	0	306,597
Unreserved, Undesignated, Reported in:				
Debt Service Fund	0	1,861,389	0	1,861,389
Special Revenue Funds	510,683	0	0	510,683
Capital Projects Funds	<u>0</u>	<u>0</u>	<u>143,014</u>	<u>143,014</u>
Total Fund Balances	<u>651,653</u>	<u>2,167,986</u>	<u>143,014</u>	<u>2,962,653</u>
Total Liabilities and Fund Balances	<u>\$ 1,131,290</u>	<u>\$ 3,908,499</u>	<u>\$ 143,105</u>	<u>\$ 5,182,894</u>

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Taxes	\$ 0	\$ 1,949,031	\$ 0	\$ 1,949,031
Intergovernmental	5,651,593	217,327	52,185	5,921,105
Transportation Fees	39,412	0	0	39,412
Earnings on Investments	3,966	0	3,081	7,047
Extracurricular Activities	417,007	0	0	417,007
Classroom Materials and Fees	164	0	0	164
Charges for Services	5,960	0	0	5,960
Miscellaneous	370,085	0	0	370,085
Total Revenues	<u>6,488,187</u>	<u>2,166,358</u>	<u>55,266</u>	<u>8,709,811</u>
Expenditures				
Current:				
Instruction:				
Regular	1,267,258	0	52,185	1,319,443
Special	2,460,402	0	0	2,460,402
Vocational Education	4,162	0	0	4,162
Adult/Continuing	106,214	0	0	106,214
Support Services:				
Pupil	445	0	0	445
Instructional Staff	869,156	0	0	869,156
Board of Education	0	85	0	85
Administration	122,674	36	0	122,710
Fiscal Services	0	13,243	0	13,243
Pupil Transportation	21,853	0	0	21,853
Central Services	27,867	0	0	27,867
Operation of Non-Instructional Services	1,204,875	0	0	1,204,875
Extracurricular Activities	500,547	0	0	500,547
Capital Outlay	0	0	144	144
Debt Service:				
Principal Retirement	0	492,355	0	492,355
Interest and Fiscal Charges	0	1,797,210	0	1,797,210
Total Expenditures	<u>6,585,453</u>	<u>2,302,929</u>	<u>52,329</u>	<u>8,940,711</u>
Excess of Revenues Over (Under) Expenditures	<u>(97,266)</u>	<u>(136,571)</u>	<u>2,937</u>	<u>(230,900)</u>
Other Financing Sources (Uses)				
Transfers In	285,477	249,248	0	534,725
Transfers Out	<u>(281,477)</u>	<u>0</u>	<u>0</u>	<u>(281,477)</u>
Total Other Financing Sources (Uses)	<u>4,000</u>	<u>249,248</u>	<u>0</u>	<u>253,248</u>
Net Change in Fund Balances	(93,266)	112,677	2,937	22,348
Fund Balances Beginning of Year	<u>744,919</u>	<u>2,055,309</u>	<u>140,077</u>	<u>2,940,305</u>
Fund Balances End of Year	<u>\$ 651,653</u>	<u>\$ 2,167,986</u>	<u>\$ 143,014</u>	<u>\$ 2,962,653</u>

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2005**

	<u>Special Trust</u>	<u>Public School Support</u>	<u>Transformation Initiative Grant</u>	<u>Student Activity</u>	<u>Auxiliary Services</u>	<u>Educational Management Information System</u>
Assets						
Equity in Pooled Cash and Cash Equivalents	\$ 42,050	\$ 73,615	\$ 131,384	\$ 61,257	\$ 88,056	\$ 10,793
Receivables:						
Intergovernmental	0	0	0	0	0	0
Prepaid Items	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>59</u>	<u>0</u>
Total Assets	<u>\$ 42,050</u>	<u>\$ 73,615</u>	<u>\$ 131,384</u>	<u>\$ 61,257</u>	<u>\$ 88,115</u>	<u>\$ 10,793</u>
Liabilities						
Accounts Payable	\$ 0	\$ 1,074	\$ 2,366	\$ 3,799	\$ 8,090	\$ 1,200
Accrued Wages and Benefits Payable	0	0	0	0	48,602	0
Interfund Payable	0	0	0	0	96	0
Intergovernmental Payable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>6,702</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>1,074</u>	<u>2,366</u>	<u>3,799</u>	<u>63,490</u>	<u>1,200</u>
Fund Balances						
Reserved for Encumbrances	0	3,514	5,658	3,110	19,958	0
Reserved for Prepays	0	0	0	0	59	0
Unreserved, Undesignated (Deficit)	<u>42,050</u>	<u>69,027</u>	<u>123,360</u>	<u>54,348</u>	<u>4,608</u>	<u>9,593</u>
Total Fund Balances (Deficit)	<u>42,050</u>	<u>72,541</u>	<u>129,018</u>	<u>57,458</u>	<u>24,625</u>	<u>9,593</u>
Total Liabilities and Fund Balances	<u>\$ 42,050</u>	<u>\$ 73,615</u>	<u>\$ 131,384</u>	<u>\$ 61,257</u>	<u>\$ 88,115</u>	<u>\$ 10,793</u>

(Continued)

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2005**

	Public School Preschool Grant	Entry Year Programs	School Net Professional Development	Ohio Reads Grant	Student Intervention	Vocational Education Enhancement
<u>Assets</u>						
Equity in Pooled Cash and Cash Equivalents	\$ 5,236	\$ 0	\$ 47	\$ 8,363	\$ 295	\$ 0
Receivables:						
Intergovernmental	9,158	0	0	0	8,889	0
Prepaid Items	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 14,394</u>	<u>\$ 0</u>	<u>\$ 47</u>	<u>\$ 8,363</u>	<u>\$ 9,184</u>	<u>\$ 0</u>
<u>Liabilities</u>						
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,102	\$ 0
Accrued Wages and Benefits Payable	12,823	0	0	0	0	0
Interfund Payable	0	0	0	0	0	4,310
Intergovernmental Payable	<u>1,594</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>14,417</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>6,102</u>	<u>4,310</u>
<u>Fund Balances</u>						
Reserved for Encumbrances	0	0	47	8,364	154	0
Reserved for Prepaids	0	0	0	0	0	0
Unreserved, Undesignated (Deficit)	<u>(23)</u>	<u>0</u>	<u>0</u>	<u>(1)</u>	<u>2,928</u>	<u>(4,310)</u>
Total Fund Balances (Deficit)	<u>(23)</u>	<u>0</u>	<u>47</u>	<u>8,363</u>	<u>3,082</u>	<u>(4,310)</u>
Total Liabilities and Fund Balances	<u>\$ 14,394</u>	<u>\$ 0</u>	<u>\$ 47</u>	<u>\$ 8,363</u>	<u>\$ 9,184</u>	<u>\$ 0</u>

(Continued)

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2005**

	Alternative Schools	Miscellaneous State Grants	Adult Basic Education	IDEA Part B Special Education	Limited English Proficiency
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 22,763	\$ 0	\$ 106,617	\$ 0	\$ 0
Receivables:					
Intergovernmental	0	0	5,280	0	0
Prepaid Items	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 22,763</u>	<u>\$ 0</u>	<u>\$ 111,897</u>	<u>\$ 0</u>	<u>\$ 0</u>
Liabilities					
Accounts Payable	\$ 1,735	\$ 0	\$ 10,021	\$ 0	\$ 0
Accrued Wages and Benefits Payable	4,884	0	35,125	0	0
Interfund Payable	0	0	0	0	0
Intergovernmental Payable	<u>673</u>	<u>0</u>	<u>6,997</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>7,292</u>	<u>0</u>	<u>52,143</u>	<u>0</u>	<u>0</u>
Fund Balances					
Reserved for Encumbrances	11,837	0	21,061	0	0
Reserved for Prepaids	0	0	0	0	0
Unreserved, Undesignated (Deficit)	<u>3,634</u>	<u>0</u>	<u>38,693</u>	<u>0</u>	<u>0</u>
Total Fund Balances (Deficit)	<u>15,471</u>	<u>0</u>	<u>59,754</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balances	<u>\$ 22,763</u>	<u>\$ 0</u>	<u>\$ 111,897</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2005**

	<u>Title I</u>	<u>Title VI</u>	<u>Drug Free Schools</u>	<u>IDEA Pre-School Grants for the Handicapped</u>	<u>Goals 2000 Proficiency</u>	<u>Totals</u>
Assets						
Equity in Pooled Cash and Cash Equivalents	\$ 184,140	\$ 6,454	\$ 6,020	\$ 49	\$ 31,827	\$ 778,966
Receivables:						
Intergovernmental	243,059	0	71,113	7,844	6,922	352,265
Prepaid Items	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>59</u>
Total Assets	<u>\$ 427,199</u>	<u>\$ 6,454</u>	<u>\$ 77,133</u>	<u>\$ 7,893</u>	<u>\$ 38,749</u>	<u>\$ 1,131,290</u>
Liabilities						
Accounts Payable	\$ 113,363	\$ 0	\$ 0	\$ 0	\$ 49,549	\$ 197,299
Accrued Wages and Benefits Payable	98,676	630	0	5,788	37,460	243,988
Interfund Payable	0	0	0	0	0	4,406
Intergovernmental Payable	<u>12,600</u>	<u>78</u>	<u>0</u>	<u>709</u>	<u>4,591</u>	<u>33,944</u>
Total Liabilities	<u>224,639</u>	<u>708</u>	<u>0</u>	<u>6,497</u>	<u>91,600</u>	<u>479,637</u>
Fund Balances						
Reserved for Encumbrances	53,404	1,882	6,019	0	5,903	140,911
Reserved for Prepaids	0	0	0	0	0	59
Unreserved, Undesignated (Deficit)	<u>149,156</u>	<u>3,864</u>	<u>71,114</u>	<u>1,396</u>	<u>(58,754)</u>	<u>510,683</u>
Total Fund Balances (Deficit)	<u>202,560</u>	<u>5,746</u>	<u>77,133</u>	<u>1,396</u>	<u>(52,851)</u>	<u>651,653</u>
Total Liabilities and Fund Balances	<u>\$ 427,199</u>	<u>\$ 6,454</u>	<u>\$ 77,133</u>	<u>\$ 7,893</u>	<u>\$ 38,749</u>	<u>\$ 1,131,290</u>

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Special Trust	Public School Support	Transformation Initiative Grant	Student Activity	Auxiliary Services	Educational Management Information System
Revenues						
Intergovernmental	\$ 0	\$ 0	\$ 0	\$ 0	\$ 907,728	\$ 20,993
Transportation Fees	0	14,748	0	24,664	0	0
Earnings on Investments	840	0	0	0	3,126	0
Extracurricular Activities	0	184,775	0	232,232	0	0
Classroom Materials and Fees	0	0	0	164	0	0
Charges for Services	5,960	0	0	0	0	0
Miscellaneous	0	24,568	276,000	43,509	0	0
Total Revenues	<u>6,800</u>	<u>224,091</u>	<u>276,000</u>	<u>300,569</u>	<u>910,854</u>	<u>20,993</u>
Expenditures						
Current:						
Instruction:						
Regular	15,684	0	187,810	0	0	0
Special	362	0	0	0	0	0
Vocational Education	0	0	0	0	0	0
Adult/Continuing	0	0	0	0	0	0
Support Services:						
Pupils	0	0	0	0	0	0
Instructional Staff	0	0	0	0	0	0
Administrative	0	0	16,088	0	0	0
Pupil Transportation	0	0	0	0	0	0
Central Services	0	0	0	0	0	27,867
Operation of Non-Instructional Services:						
Community Services	850	0	0	0	992,520	0
Extracurricular Activities	0	194,451	0	306,096	0	0
Total Expenditures	<u>16,896</u>	<u>194,451</u>	<u>203,898</u>	<u>306,096</u>	<u>992,520</u>	<u>27,867</u>
Excess of Revenues Over (Under) Expenditures	<u>(10,096)</u>	<u>29,640</u>	<u>72,102</u>	<u>(5,527)</u>	<u>(81,666)</u>	<u>(6,874)</u>
Other Financing Sources (Uses)						
Transfers In	0	4,000	0	0	45,935	0
Transfers Out	0	0	0	0	(45,935)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>4,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(10,096)	33,640	72,102	(5,527)	(81,666)	(6,874)
Fund Balances (Deficit) Beginning of Year	<u>52,146</u>	<u>38,901</u>	<u>56,916</u>	<u>62,985</u>	<u>106,291</u>	<u>16,467</u>
Fund Balances (Deficit) End of Year	<u>\$ 42,050</u>	<u>\$ 72,541</u>	<u>\$ 129,018</u>	<u>\$ 57,458</u>	<u>\$ 24,625</u>	<u>\$ 9,593</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Public School Preschool Grant	Entry Year Programs	School Net Professional Development	Ohio Reads Grant	Student Intervention	Vocational Education Enhancement
Revenues						
Intergovernmental	\$ 91,575	\$ 20,900	\$ 4,140	\$ 64,500	\$ 118,877	\$ 0
Transportation Fees	0	0	0	0	0	0
Earnings on Investments	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Classroom Materials and Fees	0	0	0	0	0	0
Charges for Services	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenues	<u>91,575</u>	<u>20,900</u>	<u>4,140</u>	<u>64,500</u>	<u>118,877</u>	<u>0</u>
Expenditures						
Current:						
Instruction:						
Regular	89,275	20,900	5,773	66,944	121,615	0
Special	0	0	0	0	0	0
Vocational Education	0	0	0	0	0	4,162
Adult/Continuing	0	0	0	0	0	0
Support Services:						
Pupils	0	0	0	0	0	0
Instructional Staff	0	0	0	250	0	0
Administrative	1,475	0	0	0	0	0
Pupil Transportation	0	0	0	500	0	0
Central Services	0	0	0	0	0	0
Operation of Non-Instructional Services:						
Community Services	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Total Expenditures	<u>90,750</u>	<u>20,900</u>	<u>5,773</u>	<u>67,694</u>	<u>121,615</u>	<u>4,162</u>
Excess of Revenues Over (Under)						
Expenditures	<u>825</u>	<u>0</u>	<u>(1,633)</u>	<u>(3,194)</u>	<u>(2,738)</u>	<u>(4,162)</u>
Other Financing Sources (Uses)						
Transfers In	0	0	1,679	0	0	0
Transfers Out	0	0	(1,679)	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	825	0	(1,633)	(3,194)	(2,738)	(4,162)
Fund Balances (Deficit) Beginning of Year	<u>(848)</u>	<u>0</u>	<u>1,680</u>	<u>11,557</u>	<u>5,820</u>	<u>(148)</u>
Fund Balances (Deficit) End of Year	<u><u>\$ (23)</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 47</u></u>	<u><u>\$ 8,363</u></u>	<u><u>\$ 3,082</u></u>	<u><u>\$ (4,310)</u></u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Alternative Schools	Miscellaneous State Grants	Adult Basic Education	IDEA Part B Special Education	Limited English Proficiency
Revenues					
Intergovernmental	\$ 247,487	\$ 0	\$ 650,713	\$ 1,366,068	\$ 10,818
Transportation Fees	0	0	0	0	0
Earnings on Investments	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Classroom Materials and Fees	0	0	0	0	0
Charges for Services	0	0	0	0	0
Miscellaneous	0	0	0	0	0
Total Revenues	<u>247,487</u>	<u>0</u>	<u>650,713</u>	<u>1,366,068</u>	<u>10,818</u>
Expenditures					
Current:					
Instruction:					
Regular	145,542	0	0	0	10,818
Special	0	0	0	1,254,877	0
Vocational Education	0	0	0	0	0
Adult/Continuing	0	0	106,214	0	0
Support Services:					
Pupils	0	0	0	0	0
Instructional Staff	27,119	2,545	563,819	0	0
Administrative	32,622	0	19,801	0	0
Pupil Transportation	3,270	0	0	0	0
Central Services	0	0	0	0	0
Operation of Non-Instructional Services:					
Community Services	42,780	0	0	111,191	0
Extracurricular Activities	0	0	0	0	0
Total Expenditures	<u>251,333</u>	<u>2,545</u>	<u>689,834</u>	<u>1,366,068</u>	<u>10,818</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,846)</u>	<u>(2,545)</u>	<u>(39,121)</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)					
Transfers In	0	0	61,228	0	0
Transfers Out	0	0	(61,228)	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(3,846)	(2,545)	(39,121)	0	0
Fund Balances Beginning of Year	<u>19,317</u>	<u>2,545</u>	<u>98,875</u>	<u>0</u>	<u>0</u>
Fund Balances (Deficit) End of Year	<u>\$ 15,471</u>	<u>\$ 0</u>	<u>\$ 59,754</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Title I	Title VI	Drug Free Schools	IDEA Pre-School Grants for the Handicapped	Goals 2000 Proficiency	Totals
Revenues						
Intergovernmental	\$ 1,101,168	\$ 12,810	\$ 90,387	\$ 55,247	\$ 888,182	\$ 5,651,593
Transportation Fees	0	0	0	0	0	39,412
Earnings on Investments	0	0	0	0	0	3,966
Extracurricular Activities	0	0	0	0	0	417,007
Classroom Materials and Fees	0	0	0	0	0	164
Charges for Services	0	0	0	0	0	5,960
Miscellaneous	0	0	0	0	26,008	370,085
Total Revenues	<u>1,101,168</u>	<u>12,810</u>	<u>90,387</u>	<u>55,247</u>	<u>914,190</u>	<u>6,488,187</u>
Expenditures						
Current:						
Instruction:						
Regular	39,936	62,327	19,017	0	481,617	1,267,258
Special	874,908	630	0	58,141	271,484	2,460,402
Vocational Education	0	0	0	0	0	4,162
Adult/Continuing	0	0	0	0	0	106,214
Support Services:						
Pupils	445	0	0	0	0	445
Instructional Staff	173,238	14,046	0	0	88,139	869,156
Administration	15,935	0	0	0	36,753	122,674
Pupil Transportation	1,498	0	0	0	16,585	21,853
Central Services	0	0	0	0	0	27,867
Operation of Non-Instructional Services:						
Community Services	38,600	4,739	2,856	0	11,339	1,204,875
Extracurricular Activities	0	0	0	0	0	500,547
Total Expenditures	<u>1,144,560</u>	<u>81,742</u>	<u>21,873</u>	<u>58,141</u>	<u>905,917</u>	<u>6,585,453</u>
Excess of Revenues Over (Under) Expenditures	<u>(43,392)</u>	<u>(68,932)</u>	<u>68,514</u>	<u>(2,894)</u>	<u>8,273</u>	<u>(97,266)</u>
Other Financing Sources (Uses)						
Transfers In	155,375	13,674	2,402	0	1,184	285,477
Transfers Out	<u>(155,375)</u>	<u>(13,674)</u>	<u>(2,402)</u>	<u>0</u>	<u>(1,184)</u>	<u>(281,477)</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,000</u>
Net Change in Fund Balances	(43,392)	(68,932)	68,514	(2,894)	8,273	(93,266)
Fund Balances (Deficit) Beginning of Year	<u>245,952</u>	<u>74,678</u>	<u>8,619</u>	<u>4,290</u>	<u>(61,124)</u>	<u>744,919</u>
Fund Balances (Deficit) End of Year	<u>\$ 202,560</u>	<u>\$ 5,746</u>	<u>\$ 77,133</u>	<u>\$ 1,396</u>	<u>\$ (52,851)</u>	<u>\$ 651,653</u>

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2005**

	<u>Replacement</u>	<u>Vocational Education Equipment</u>	<u>School Net Plus</u>	<u>Total</u>
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 143,105	\$ 0	\$ 0	\$ 143,105
Total Assets	<u>\$ 143,105</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 143,105</u>
<u>Liabilities</u>				
Interfund Payable	\$ 0	\$ 91	\$ 0	\$ 91
Total Liabilities	<u>0</u>	<u>91</u>	<u>0</u>	<u>91</u>
<u>Fund Balances</u>				
Unreserved, Undesignated	<u>143,105</u>	<u>(91)</u>	<u>0</u>	<u>143,014</u>
Total Fund Balances (Deficit)	<u>143,105</u>	<u>(91)</u>	<u>0</u>	<u>143,014</u>
Total Liabilities and Fund Balances	<u>\$ 143,105</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 143,105</u>

**EUCLID CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

	<u>Replacement</u>	<u>Vocational Education Equipment</u>	<u>School Net Plus</u>	<u>Total</u>
<u>Revenues</u>				
Intergovernmental	\$ 0	\$ 0	\$ 52,185	\$ 52,185
Earnings on Investments	<u>3,081</u>	<u>0</u>	<u>0</u>	<u>3,081</u>
Total Revenues	<u>3,081</u>	<u>0</u>	<u>52,185</u>	<u>55,266</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular	0	0	52,185	52,185
Capital Outlay	<u>144</u>	<u>0</u>	<u>0</u>	<u>144</u>
Total Expenditures	<u>144</u>	<u>0</u>	<u>52,185</u>	<u>52,329</u>
Excess of Revenues Over (Under) Expenditures	<u>2,937</u>	<u>0</u>	<u>0</u>	<u>2,937</u>
Net Change in Fund Balances	2,937	0	0	2,937
Fund Balances (Deficit) Beginning of Year	<u>140,168</u>	<u>(91)</u>	<u>0</u>	<u>140,077</u>
Fund Balances (Deficit) End of Year	<u>\$ 143,105</u>	<u>\$ (91)</u>	<u>\$ 0</u>	<u>\$ 143,014</u>

**EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2005**

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Customer Services</u>	<u>Adult and Community Education</u>	<u>Total</u>
<u>Assets</u>					
Current Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 687,906	\$ 32,712	\$ 292,243	\$ 79,043	\$ 1,091,904
Prepaid Items	0	0	248	0	248
Materials and Supplies Inventory	<u>28,383</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>28,383</u>
Total Current Assets	716,289	32,712	292,491	79,043	1,120,535
Capital Assets (Net of Depreciation)	<u>21,418</u>	<u>0</u>	<u>2,424</u>	<u>620</u>	<u>24,462</u>
Total Assets	<u>\$ 737,707</u>	<u>\$ 32,712</u>	<u>\$ 294,915</u>	<u>\$ 79,663</u>	<u>\$ 1,144,997</u>
<u>Liabilities</u>					
Current Liabilities:					
Accounts Payable	\$ 2,439	\$ 0	\$ 2,636	\$ 188	\$ 5,263
Accrued Wages and Benefits Payable	20,785	0	22,533	95	43,413
Intergovernmental Payable	70,014	0	44,048	175	114,237
Compensated Absences Payable	<u>48,700</u>	<u>0</u>	<u>32,953</u>	<u>0</u>	<u>81,653</u>
Total Current Liabilities	<u>141,938</u>	<u>0</u>	<u>102,170</u>	<u>458</u>	<u>244,566</u>
<u>Net Assets</u>					
Invested in Capital Assets	21,418	0	2,424	620	24,462
Retained Earnings:					
Unreserved	<u>574,351</u>	<u>32,712</u>	<u>190,321</u>	<u>78,585</u>	<u>875,969</u>
Total Net Assets	<u>\$ 595,769</u>	<u>\$ 32,712</u>	<u>\$ 192,745</u>	<u>\$ 79,205</u>	<u>\$ 900,431</u>

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Customer Services</u>	<u>Adult and Community Education</u>	<u>Total</u>
<u>Operating Revenues</u>					
Tuition	\$ 0	\$ 0	\$ 585,705	\$ 17,215	\$ 602,920
Transportation Fees	0	0	12,437	0	12,437
Food Services	787,217	0	16,415	0	803,632
Classroom Materials and Fees	0	0	0	153	153
Miscellaneous	<u>0</u>	<u>12,549</u>	<u>12,653</u>	<u>0</u>	<u>25,202</u>
Total Operating Revenues	<u>787,217</u>	<u>12,549</u>	<u>627,210</u>	<u>17,368</u>	<u>1,444,344</u>
<u>Operating Expenses</u>					
Salaries and Wages	821,490	0	363,134	12,101	1,196,725
Fringe Benefits	305,832	0	161,282	2,254	469,368
Purchased Services	30,479	0	62,021	1,505	94,005
Supplies and Materials	1,052,879	6,076	64,604	2	1,123,561
Depreciation	13,979	0	495	620	15,094
Other	<u>25</u>	<u>0</u>	<u>2,558</u>	<u>237</u>	<u>2,820</u>
Total Operating Expenses	<u>2,224,684</u>	<u>6,076</u>	<u>654,094</u>	<u>16,719</u>	<u>2,901,573</u>
Operating Income (Loss)	<u>(1,437,467)</u>	<u>6,473</u>	<u>(26,884)</u>	<u>649</u>	<u>(1,457,229)</u>
<u>Non-Operating Revenues</u>					
Earnings on Investments	3,260	0	0	0	3,260
Operating Grants	1,305,257	0	0	2,000	1,307,257
Donated Commodities	<u>178,643</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>178,643</u>
Total Non-Operating Revenues	<u>1,487,160</u>	<u>0</u>	<u>0</u>	<u>2,000</u>	<u>1,489,160</u>
Change in Net Assets	49,693	6,473	(26,884)	2,649	31,931
Net Assets Beginning of Year	<u>546,076</u>	<u>26,239</u>	<u>219,629</u>	<u>76,556</u>	<u>868,500</u>
Total Net Assets End of Year	<u>\$ 595,769</u>	<u>\$ 32,712</u>	<u>\$ 192,745</u>	<u>\$ 79,205</u>	<u>\$ 900,431</u>

**EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS -
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Customer Services</u>	<u>Adult and Community Education</u>	<u>Total</u>
<i>Increase (Decrease) in Cash and Cash Equivalents</i>					
<u>Cash Flows from Operating Activities</u>					
Cash Received from Customers	\$ 787,217	\$ 12,549	\$ 627,210	\$ 17,368	\$ 1,444,344
Cash Payments for Goods and Services	(1,086,259)	0	(126,518)	(1,507)	(1,214,284)
Cash Payments to Employees for Services	(823,430)	(6,076)	(362,244)	(12,006)	(1,203,756)
Cash Payments for Employee Benefits	(301,497)	0	(153,463)	(2,079)	(457,039)
Cash Payments for Other Operating Expenses	<u>(2,360)</u>	<u>0</u>	<u>(1,034)</u>	<u>(49)</u>	<u>(3,443)</u>
Net Cash Provided by (Used for)					
Operating Activities	<u>(1,426,329)</u>	<u>6,473</u>	<u>(16,049)</u>	<u>1,727</u>	<u>(1,434,178)</u>
<u>Cash Flows from Noncapital Financing Activities</u>					
Operating Grants Received	<u>1,662,875</u>	<u>0</u>	<u>0</u>	<u>2,000</u>	<u>1,664,875</u>
Net Cash Provided by Noncapital Financing Activities	<u>1,662,875</u>	<u>0</u>	<u>0</u>	<u>2,000</u>	<u>1,664,875</u>
<u>Cash Flows from Investing Activities</u>					
Earnings on Investments	<u>3,260</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,260</u>
Net Cash Provided by Investing Activities	<u>3,260</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,260</u>
Net Increase (Decrease) in Cash and Cash Equivalents	239,806	6,473	(16,049)	3,727	233,957
Cash and Cash Equivalents Beginning of Year	<u>448,100</u>	<u>26,239</u>	<u>308,292</u>	<u>75,316</u>	<u>857,947</u>
Cash and Cash Equivalents End of Year	<u>\$ 687,906</u>	<u>\$ 32,712</u>	<u>\$ 292,243</u>	<u>\$ 79,043</u>	<u>\$ 1,091,904</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>					
Operating Income (Loss)	\$(1,437,467)	\$ 6,473	\$ (26,884)	\$ 649	\$(1,457,229)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation	13,979	0	495	620	15,094
(Increase) Decrease in Assets:					
Prepaid Items	0	0	72	0	72
Materials and Supplies Inventory	(5,340)	0	0	0	(5,340)
Increase (Decrease) in Liabilities:					
Accounts Payable	(175)	0	1,568	188	1,581
Accrued Salaries and Benefits Payable	(1,940)	0	847	95	(998)
Intergovernmental Payable	766	0	5,038	175	5,979
Employee Benefit Obligations Payable	<u>3,848</u>	<u>0</u>	<u>2,815</u>	<u>0</u>	<u>6,663</u>
Total Adjustments	<u>11,138</u>	<u>0</u>	<u>10,835</u>	<u>1,078</u>	<u>23,051</u>
Net Cash Provided by (Used for)					
Operating Activities	<u>\$(1,426,329)</u>	<u>\$ 6,473</u>	<u>\$ (16,049)</u>	<u>\$ 1,727</u>	<u>\$(1,434,178)</u>

Schedule of Noncash Financing Activities

During the year, the Food Services Enterprise Fund received Donated Commodities of \$178,643.

**EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF NET ASSETS
ALL INTERNAL SERVICE FUNDS
JUNE 30, 2005**

	<u>Special Rotary</u>	<u>Health Reserve</u>	<u>Workers' Compensation</u>	<u>Total</u>
<u>Assets</u>				
<u>Current Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 231,941	\$ 2,831,993	\$ 1,308,750	\$ 4,372,684
Total Current Assets	<u>231,941</u>	<u>2,831,993</u>	<u>1,308,750</u>	<u>4,372,684</u>
Capital Assets (Net of Depreciation)	<u>19,987</u>	<u>0</u>	<u>0</u>	<u>19,987</u>
Total Assets	<u>\$ 251,928</u>	<u>\$ 2,831,993</u>	<u>\$ 1,308,750</u>	<u>\$ 4,392,671</u>
<u>Liabilities</u>				
<u>Current Liabilities</u>				
Accounts Payable	\$ 426	\$ 0	\$ 245	\$ 671
Intergovernmental Payable	0	0	559,786	559,786
Insurance Claims Payable	0	1,139,600	0	1,139,600
Worker's Compensation Claims Payable	<u>0</u>	<u>0</u>	<u>713,674</u>	<u>713,674</u>
Total Liabilities	<u>426</u>	<u>1,139,600</u>	<u>1,273,705</u>	<u>2,413,731</u>
<u>Net Assets</u>				
Unrestricted	<u>251,502</u>	<u>1,692,393</u>	<u>35,045</u>	<u>1,978,940</u>
Total Net Assets	<u>\$ 251,502</u>	<u>\$ 1,692,393</u>	<u>\$ 35,045</u>	<u>\$ 1,978,940</u>

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Special Rotary	Health Reserve	Workers' Compensation	Total
<u>Operating Revenues</u>				
Tuition	\$ 27,935	\$ 0	\$ 0	\$ 27,935
Transportation Fees	6,296	0	0	6,296
Extracurricular Activities	2,882	0	0	2,882
Classroom Materials and Fees	120,691	0	0	120,691
Charges for Services	1,164,762	6,224,243	438,646	7,827,651
Miscellaneous	<u>0</u>	<u>0</u>	<u>2,101</u>	<u>2,101</u>
Total Operating Revenues	<u>1,322,566</u>	<u>6,224,243</u>	<u>440,747</u>	<u>7,987,556</u>
<u>Operating Expenses</u>				
Salaries and Wages	16,703	0	0	16,703
Fringe Benefits	1,105,460	5,674,569	615,779	7,395,808
Purchased Services	15,851	0	18,217	34,068
Supplies and Materials	19,932	0	0	19,932
Other Expenses	<u>160,000</u>	<u>3,022</u>	<u>0</u>	<u>163,022</u>
Total Operating Expenses	<u>1,317,946</u>	<u>5,677,591</u>	<u>633,996</u>	<u>7,629,533</u>
Operating Income (Loss)	<u>4,620</u>	<u>546,652</u>	<u>(193,249)</u>	<u>358,023</u>
<u>Non-Operating Revenues</u>				
Earnings on Investments	<u>0</u>	<u>11,401</u>	<u>6,202</u>	<u>17,603</u>
Total Non-Operating Revenues	<u>0</u>	<u>11,401</u>	<u>6,202</u>	<u>17,603</u>
Change in Net Assets	4,620	558,053	(187,047)	375,626
Net Assets Beginning of Year	<u>246,882</u>	<u>1,134,340</u>	<u>222,092</u>	<u>1,603,314</u>
Net Assets End of Year	<u>\$ 251,502</u>	<u>\$ 1,692,393</u>	<u>\$ 35,045</u>	<u>\$ 1,978,940</u>

**EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

	Special Rotary	Health Reserve	Workers' Compensation	Total
<i>Increase (Decrease) in Cash and Cash Equivalents</i>				
<u>Cash Flows from Operating Activities</u>				
Cash Received from Customers	\$ 1,322,566	\$ 6,224,243	\$ 440,747	\$ 7,987,556
Cash Payments for Goods and Services	(36,058)	0	(18,217)	(54,275)
Cash Payments to Employees for Services	(16,855)	0	0	(16,855)
Cash Payments for Employee Benefits	(1,105,460)	(5,587,869)	(768,307)	(7,461,636)
Cash Payments for Other Operating Expenses	(160,000)	(3,022)	0	(163,022)
Net Cash Provided by (Used for)				
Operating Activities	<u>4,193</u>	<u>633,352</u>	<u>(345,777)</u>	<u>291,768</u>
<u>Cash Flows from Investing Activities</u>				
Earnings on Investments	<u>0</u>	<u>11,401</u>	<u>6,202</u>	<u>17,603</u>
Net Cash Provided by Investing Activities	<u>0</u>	<u>11,401</u>	<u>6,202</u>	<u>17,603</u>
Net Increase (Decrease) in Cash and Cash Equivalents	4,193	644,753	(339,575)	309,371
Cash and Cash Equivalents Beginning of Year	<u>227,748</u>	<u>2,187,240</u>	<u>1,648,325</u>	<u>4,063,313</u>
Cash and Cash Equivalents End of Year	<u>\$ 231,941</u>	<u>\$ 2,831,993</u>	<u>\$ 1,308,750</u>	<u>\$ 4,372,684</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>				
Operating Income (Loss)	\$ 4,620	\$ 546,652	\$(193,249)	\$358,023
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Increase (Decrease) in Liabilities:				
Accounts Payable	(427)	0	(287,335)	(287,762)
Intergovernmental Payable	0	0	258,069	258,069
Claims Payable	<u>0</u>	<u>86,700</u>	<u>(123,262)</u>	<u>(36,562)</u>
Total Adjustments	<u>(427)</u>	<u>86,700</u>	<u>(152,528)</u>	<u>(66,255)</u>
Net Cash Provided by (Used for)				
Operating Activities	<u>\$ 4,193</u>	<u>\$ 633,352</u>	<u>\$ (345,777)</u>	<u>\$ 291,768</u>

**EUCLID CITY SCHOOL DISTRICT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

	Balance <u>6/30/04</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>6/30/05</u>
<i>Student Activities</i>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 42,802	\$ 122,870	\$ 127,519	\$ 38,153
Due from Students	<u>0</u>	<u>6,152</u>	<u>0</u>	<u>6,152</u>
Total Assets	<u>\$ 42,802</u>	<u>\$ 129,022</u>	<u>\$ 127,519</u>	<u>\$ 44,305</u>
<u>Liabilities</u>				
Accounts Payable	\$ 0	\$ 1,503	\$ 0	\$ 1,503
Due to Students	<u>42,802</u>	<u>0</u>	<u>0</u>	<u>42,802</u>
Total Liabilities	<u>\$ 42,802</u>	<u>\$ 1,503</u>	<u>\$ 0</u>	<u>\$ 44,305</u>

EUCLID CITY SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULE OF
REVENUES, EXPENDITURES/EXPENSES
AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND
ACTUAL**

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
- BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Taxes	\$33,298,031	\$34,378,213	\$35,832,118	\$ 1,453,905
Intergovernmental	23,031,650	23,858,862	25,123,199	1,264,337
Tuition and Fees	104,500	104,500	50,503	(53,997)
Transportation Fees	57,000	57,000	76,004	19,004
Earnings on Investments	330,000	330,000	558,862	228,862
Classroom Materials and Fees	120,000	120,000	120,470	470
Charges for Services	76,000	76,000	71,808	(4,192)
Miscellaneous	135,750	135,750	199,368	63,618
Total Revenues	<u>57,152,931</u>	<u>59,060,325</u>	<u>62,032,332</u>	<u>2,972,007</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	19,249,494	19,124,539	18,816,807	307,732
Fringe Benefits	6,002,169	5,998,372	5,964,365	34,007
Purchased Services	164,420	378,661	350,705	27,956
Supplies and Materials	920,324	1,387,980	1,203,092	184,888
Capital Outlay	216,789	456,727	451,737	4,990
Other	5,380	4,217	2,976	1,241
Total Regular Instruction	<u>26,558,576</u>	<u>27,350,496</u>	<u>26,789,682</u>	<u>560,814</u>
Special Instruction:				
Salaries and Wages	4,852,708	4,849,951	4,802,457	47,494
Fringe Benefits	1,497,840	1,520,404	1,509,494	10,910
Purchased Services	2,991,865	3,721,649	3,385,895	335,754
Supplies and Materials	126,130	111,263	66,777	44,486
Capital Outlay	25,430	17,981	13,153	4,828
Total Special Instruction	<u>9,493,973</u>	<u>10,221,248</u>	<u>9,777,776</u>	<u>443,472</u>
Vocational Education:				
Salaries and Wages	745,471	705,471	692,135	13,336
Fringe Benefits	240,960	220,960	215,063	5,897
Purchased Services	80,000	183,195	108,855	74,340
Supplies and Materials	15,465	17,000	14,296	2,704
Capital Outlay	1,140	2,440	2,408	32
Other	0	234	234	0
Total Vocational Education	<u>1,083,036</u>	<u>1,129,300</u>	<u>1,032,991</u>	<u>96,309</u>
Total Instruction	<u>37,135,585</u>	<u>38,701,044</u>	<u>37,600,449</u>	<u>1,100,595</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
- BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Support Services:				
Pupil:				
Salaries and Wages	2,944,852	2,996,852	2,992,799	4,053
Fringe Benefits	966,183	955,183	946,987	8,196
Purchased Services	244,719	231,805	161,531	70,274
Supplies and Materials	50,584	53,663	49,195	4,468
Capital Outlay	0	7,197	7,197	0
Other	90	505	485	20
Total Pupil	<u>4,206,428</u>	<u>4,245,205</u>	<u>4,158,194</u>	<u>87,011</u>
Instructional Staff:				
Salaries and Wages	2,794,688	2,824,482	2,820,385	4,097
Fringe Benefits	1,074,450	1,135,207	1,129,373	5,834
Purchased Services	226,819	222,880	188,764	34,116
Supplies and Materials	164,911	365,220	346,951	18,269
Capital Outlay	81,961	123,294	112,256	11,038
Other	1,750	6,408	6,167	241
Total Instructional Staff	<u>4,344,579</u>	<u>4,677,491</u>	<u>4,603,896</u>	<u>73,595</u>
Board of Education:				
Salaries and Wages	10,000	11,500	10,720	780
Fringe Benefits	2,208	2,208	1,543	665
Purchased Services	23,250	23,097	17,928	5,169
Supplies and Materials	2,000	1,000	548	452
Other	47,500	34,494	34,416	78
Total Board of Education	<u>84,958</u>	<u>72,299</u>	<u>65,155</u>	<u>7,144</u>
Administration:				
Salaries and Wages	3,085,734	3,100,734	3,097,430	3,304
Fringe Benefits	1,232,184	1,296,184	1,289,698	6,486
Purchased Services	127,198	123,033	94,206	28,827
Supplies and Materials	32,060	28,954	24,860	4,094
Capital Outlay	2,400	12,290	12,241	49
Other	286,960	332,280	330,047	2,233
Total Administration	<u>4,766,536</u>	<u>4,893,475</u>	<u>4,848,482</u>	<u>44,993</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
-BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Fiscal Services:				
Salaries and Wages	631,978	676,978	673,151	3,827
Fringe Benefits	230,253	238,943	237,301	1,642
Purchased Services	371,800	354,547	249,007	105,540
Supplies and Materials	35,500	33,000	30,762	2,238
Capital Outlay	29,000	17,144	16,274	870
Other	588,500	577,498	575,821	1,677
Total Fiscal Services	<u>1,887,031</u>	<u>1,898,110</u>	<u>1,782,316</u>	<u>115,794</u>
Business:				
Salaries and Wages	339,452	354,452	346,859	7,593
Fringe Benefits	129,075	131,075	130,078	997
Purchased Services	348,900	266,186	213,374	52,812
Supplies and Materials	133,467	122,324	103,585	18,739
Capital Outlay	0	1,913	1,914	(1)
Other	2,575	2,762	2,758	4
Total Business	<u>953,469</u>	<u>878,712</u>	<u>798,568</u>	<u>80,144</u>
Operation and Maintenance of Plant Services:				
Salaries and Wages	3,806,688	3,720,688	3,688,223	32,465
Fringe Benefits	1,536,106	1,585,106	1,576,468	8,638
Purchased Services	2,105,370	2,150,511	2,080,937	69,574
Supplies and Materials	403,925	447,539	402,730	44,809
Capital Outlay	27,544	79,092	78,840	252
Other	120,000	119,836	119,836	0
Total Operation and Maintenance of Plant Services	<u>7,999,633</u>	<u>8,102,772</u>	<u>7,947,034</u>	<u>155,738</u>
Pupil Transportation:				
Salaries and Wages	1,583,757	1,505,757	1,484,324	21,433
Fringe Benefits	531,625	539,625	535,545	4,080
Purchased Services	476,835	557,258	519,859	37,399
Supplies and Materials	287,665	356,019	348,111	7,908
Capital Outlay	31,978	41,768	41,481	287
Other	57,650	57,650	56,809	841
Total Pupil Transportation	<u>2,969,510</u>	<u>3,058,077</u>	<u>2,986,129</u>	<u>71,948</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Central Services:				
Salaries and Wages	461,193	456,193	426,969	29,224
Fringe Benefits	179,323	184,844	182,420	2,424
Purchased Services	365,660	433,735	372,822	60,913
Supplies and Materials	96,973	130,879	124,655	6,224
Capital Outlay	60,050	83,836	67,597	16,239
Other	2,129	3,570	3,150	420
Total Central Services	<u>1,165,328</u>	<u>1,293,057</u>	<u>1,177,613</u>	<u>115,444</u>
Total Support Services	<u>28,377,472</u>	<u>29,119,198</u>	<u>28,367,387</u>	<u>751,811</u>
Operation of Non-Instructional Services:				
Food Services:				
Salaries and Wages	32,406	33,206	33,008	198
Fringe Benefits	<u>17,717</u>	<u>17,717</u>	<u>17,579</u>	<u>138</u>
Total Food Services	<u>50,123</u>	<u>50,923</u>	<u>50,587</u>	<u>336</u>
Community Services:				
Salaries and Wages	121,975	105,775	101,908	3,867
Fringe Benefits	<u>37,372</u>	<u>38,372</u>	<u>37,887</u>	<u>485</u>
Total Community Services	<u>159,347</u>	<u>144,147</u>	<u>139,795</u>	<u>4,352</u>
Total Operation of Non-Instructional Services	<u>209,470</u>	<u>195,070</u>	<u>190,382</u>	<u>4,688</u>
Extracurricular Activities:				
Academic-Subject Oriented Activities:				
Salaries and Wages	90,276	106,176	104,985	1,191
Fringe Benefits	14,338	17,838	17,131	707
Purchased Services	1,250	3,100	2,493	607
Capital Outlay	<u>3,000</u>	<u>3,000</u>	<u>0</u>	<u>3,000</u>
Total Academic-Subject Oriented Activities	<u>108,864</u>	<u>130,114</u>	<u>124,609</u>	<u>5,505</u>
Occupation Oriented Activities:				
Salaries and Wages	9,623	9,223	8,987	236
Fringe Benefits	<u>1,528</u>	<u>1,928</u>	<u>1,896</u>	<u>32</u>
Total Occupation Oriented Activities	<u>11,151</u>	<u>11,151</u>	<u>10,883</u>	<u>268</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Sport Oriented Activities:				
Salaries and Wages	471,047	497,547	496,686	861
Fringe Benefits	122,035	124,535	123,446	1,089
Purchased Services	4,850	2,200	1,840	360
Supplies and Materials	5,177	5,052	5,052	0
Capital Outlay	7,500	11,805	11,805	0
Other	6,305	5,125	3,810	1,315
<u>Total Sport Oriented Activities</u>	<u>616,914</u>	<u>646,264</u>	<u>642,639</u>	<u>3,625</u>
Co-Curricular:				
Salaries and Wages	62,712	69,712	69,422	290
Fringe Benefits	9,960	11,360	11,212	148
<u>Total Co-Curricular</u>	<u>72,672</u>	<u>81,072</u>	<u>80,634</u>	<u>438</u>
<u>Total Extracurricular Activities</u>	<u>809,601</u>	<u>868,601</u>	<u>858,765</u>	<u>9,836</u>
Total Expenditures	<u>66,532,128</u>	<u>68,883,913</u>	<u>67,016,983</u>	<u>1,866,930</u>
Excess of Revenue Over (Under) Expenditures	<u>(9,379,197)</u>	<u>(9,823,588)</u>	<u>(4,984,651)</u>	<u>4,838,937</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	(275,000)	(272,036)	(253,248)	18,788
Advances In	20,000	20,000	98,235	78,235
Advances Out	(550,000)	(587,964)	(587,964)	0
Contingencies	(150,000)	(27,000)	0	27,000
Refund of Prior Year Receipts	(1,700)	(2,855)	(1,385)	1,470
Refund of Prior Year Expenditures	300,000	300,000	268,981	(31,019)
Total Other Financing Sources (Uses)	<u>(656,700)</u>	<u>(569,855)</u>	<u>(475,381)</u>	<u>94,474</u>
Net Change in Fund Balance	(10,035,897)	(10,393,443)	(5,460,032)	4,933,411
Fund Balance Beginning of Year	18,041,419	18,041,419	18,041,419	0
Prior Year Encumbrances Appropriated	2,433,823	2,433,823	2,433,823	0
Fund Balance End of Year	<u>\$10,439,345</u>	<u>\$10,081,799</u>	<u>\$15,015,210</u>	<u>\$ 4,933,411</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
BOND RETIREMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
<u>Revenues</u>				
Taxes	\$ 1,885,315	\$ 2,001,311	\$ 2,027,257	\$ 25,946
Intergovernmental	<u>108,400</u>	<u>109,387</u>	<u>217,327</u>	<u>107,940</u>
Total Revenues	<u>1,993,715</u>	<u>2,110,698</u>	<u>2,244,584</u>	<u>133,886</u>
<u>Expenditures</u>				
Current:				
Board of Education:				
Other	<u>0</u>	<u>85</u>	<u>85</u>	<u>0</u>
Total Board of Education	<u>0</u>	<u>85</u>	<u>85</u>	<u>0</u>
Administration:				
Other	<u>0</u>	<u>36</u>	<u>36</u>	<u>0</u>
Fiscal Services:				
Other	<u>0</u>	<u>13,243</u>	<u>13,243</u>	<u>0</u>
Debt Service:				
Principal Retirement	492,355	492,355	492,355	0
Interest and Fiscal Charges	<u>1,797,212</u>	<u>1,854,228</u>	<u>1,797,211</u>	<u>57,017</u>
Total Debt Service	<u>2,289,567</u>	<u>2,346,583</u>	<u>2,289,566</u>	<u>57,017</u>
Total Expenditures	<u>2,289,567</u>	<u>2,359,947</u>	<u>2,302,930</u>	<u>57,017</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(295,852)</u>	<u>(249,249)</u>	<u>(58,346)</u>	<u>190,903</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	<u>0</u>	<u>249,247</u>	<u>249,247</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>249,247</u>	<u>249,247</u>	<u>0</u>
Net Change in Fund Balance	(295,852)	(2)	190,901	190,903
Fund Balance Beginning of Year	<u>1,792,989</u>	<u>1,792,989</u>	<u>1,792,989</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1,497,137</u>	<u>\$ 1,792,987</u>	<u>\$ 1,983,890</u>	<u>\$ 190,903</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SPECIAL TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Earnings on Investments	\$ 2,000	\$ 410	\$ 840	\$ 430
Miscellaneous	<u>53,000</u>	<u>15,025</u>	<u>5,960</u>	<u>(9,065)</u>
Total Revenues	<u>55,000</u>	<u>15,435</u>	<u>6,800</u>	<u>(8,635)</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	0	797	786	11
Supplies and Materials	1,863	12,815	12,025	790
Capital Outlay	<u>26,832</u>	<u>19,976</u>	<u>2,873</u>	<u>17,103</u>
Total Regular Instruction	<u>28,695</u>	<u>33,588</u>	<u>15,684</u>	<u>17,904</u>
Special:				
Purchased Services	366	205	204	1
Supplies and Materials	<u>0</u>	<u>159</u>	<u>158</u>	<u>1</u>
Total Special Instruction	<u>366</u>	<u>364</u>	<u>362</u>	<u>2</u>
Total Instruction	<u>29,061</u>	<u>33,952</u>	<u>16,046</u>	<u>17,906</u>
Operation of Non-Instructional Services:				
Community Service:				
Supplies and Materials	4,754	4,754	50	4,704
Other	<u>15,482</u>	<u>15,982</u>	<u>800</u>	<u>15,182</u>
Total Community Services	<u>20,236</u>	<u>20,736</u>	<u>850</u>	<u>19,886</u>
Total Operation of Non-Instructional Services	<u>20,236</u>	<u>20,736</u>	<u>850</u>	<u>19,886</u>
Extracurricular Activities:				
Academic-Subject Oriented Activities:				
Capital Outlay	<u>12,894</u>	<u>12,894</u>	<u>0</u>	<u>12,894</u>
Total Academic-Subject Oriented Activities	<u>12,894</u>	<u>12,894</u>	<u>0</u>	<u>12,894</u>
Total Extracurricular Activities	<u>12,894</u>	<u>12,894</u>	<u>0</u>	<u>12,894</u>
Total Expenditures	<u>62,191</u>	<u>67,582</u>	<u>16,896</u>	<u>50,686</u>
Net Change in Fund Balance	(7,191)	(52,147)	(10,096)	42,051
Fund Balance - Beginning of Year	51,577	51,577	51,577	0
Prior Year Encumbrances Appropriated	<u>570</u>	<u>570</u>	<u>570</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 44,956</u>	<u>\$ 0</u>	<u>\$ 42,051</u>	<u>\$ 42,051</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
PUBLIC SCHOOL SUPPORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Transportation Fees	\$ 8,000	\$ 8,000	\$ 14,748	\$ 6,748
Food Services	200	200	0	(200)
Extracurricular	214,800	195,054	184,775	(10,279)
Miscellaneous	<u>51,500</u>	<u>51,500</u>	<u>22,077</u>	<u>(29,423)</u>
Total Revenues	<u>274,500</u>	<u>254,754</u>	<u>221,600</u>	<u>(33,154)</u>
<u>Expenditures</u>				
Current:				
Extracurricular Activities:				
Co-Curricular:				
Purchased Services	55,982	85,480	68,803	16,677
Supplies and Materials	164,460	162,968	105,858	57,110
Capital Outlay	14,100	16,369	9,490	6,879
Other	<u>39,000</u>	<u>32,337</u>	<u>18,125</u>	<u>14,212</u>
Total Co-Curricular	<u>273,542</u>	<u>297,154</u>	<u>202,276</u>	<u>94,878</u>
Total Extracurricular Activities	<u>273,542</u>	<u>297,154</u>	<u>202,276</u>	<u>94,878</u>
Total Expenditures	<u>273,542</u>	<u>297,154</u>	<u>202,276</u>	<u>94,878</u>
Excess of Revenues Over (Under)				
Expenditures	<u>958</u>	<u>(42,400)</u>	<u>19,324</u>	<u>61,724</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	5,500	5,500	4,000	(1,500)
Transfers Out	(5,650)	(5,650)	0	5,650
Contingencies	(14,887)	(10,412)	0	10,412
Refund of Prior Year Receipts	(100)	(100)	0	100
Refund of Prior Year Expenditures	<u>0</u>	<u>0</u>	<u>2,491</u>	<u>2,491</u>
Total Other Financing Sources (Uses)	<u>(15,137)</u>	<u>(10,662)</u>	<u>6,491</u>	<u>17,153</u>
Net Change in Fund Balance	(14,179)	(53,062)	25,815	78,877
Fund Balance Beginning of Year	34,787	34,787	34,787	0
Prior Year Encumbrances Appropriated	<u>9,137</u>	<u>9,137</u>	<u>9,137</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 29,745</u>	<u>\$ (9,138)</u>	<u>\$ 69,739</u>	<u>\$ 78,877</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TRANSFORMATION INITIATIVE GRANT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Miscellaneous	\$ 750,000	\$ 663,420	\$ 276,000	\$ (387,420)
Total Revenues	<u>750,000</u>	<u>663,420</u>	<u>276,000</u>	<u>(387,420)</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	68,338	102,716	29,400	73,316
Fringe Benefits	11,117	18,813	5,572	13,241
Purchased Services	257,714	398,188	136,910	261,278
Supplies and Materials	184,202	196,098	31,805	164,293
Capital Outlay	825	6,117	5,100	1,017
Total Regular Instruction	<u>522,196</u>	<u>721,932</u>	<u>208,787</u>	<u>513,145</u>
Total Instruction	<u>522,196</u>	<u>721,932</u>	<u>208,787</u>	<u>513,145</u>
Support Services:				
Administration:				
Salaries and Wages	70,973	81,572	81,572	0
Fringe Benefits	29,447	30,130	30,130	0
Total Administration	<u>100,420</u>	<u>111,702</u>	<u>111,702</u>	<u>0</u>
Total Support Services	<u>100,420</u>	<u>111,702</u>	<u>111,702</u>	<u>0</u>
Total Expenditures	<u>622,616</u>	<u>833,634</u>	<u>320,489</u>	<u>513,145</u>
Net Change in Fund Balance	127,384	(170,214)	(44,489)	125,725
Fund Balance Beginning of Year	(40,803)	(40,803)	(40,803)	0
Prior Year Encumbrances Appropriated	<u>211,018</u>	<u>211,018</u>	<u>211,018</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 297,599</u>	<u>\$ 1</u>	<u>\$ 125,726</u>	<u>\$ 125,725</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL -
STUDENT ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Transportation Fees	\$ 40,235	\$ 54,600	\$ 24,664	\$ (29,936)
Food Services	1,943	2,000	164	(1,836)
Extracurricular	312,652	361,561	232,984	(128,577)
Miscellaneous	90,370	93,616	41,274	(52,342)
Total Revenues	<u>445,200</u>	<u>511,777</u>	<u>299,086</u>	<u>(212,691)</u>
Expenditures				
Current:				
Extracurricular Activities:				
Academic-Subject Oriented Activities:				
Purchased Services	76,471	81,775	35,929	45,846
Supplies and Materials	75,828	82,925	37,818	45,107
Capital Outlay	27,958	24,107	6,621	17,486
Other	26,809	34,446	25,702	8,744
Total Academic-Subject Oriented Activities	<u>207,066</u>	<u>223,253</u>	<u>106,070</u>	<u>117,183</u>
Sport-Oriented Activities:				
Purchased Services	44,250	62,500	52,044	10,456
Supplies and Materials	10,230	19,589	9,903	9,686
Capital Outlay	85,926	79,603	45,276	34,327
Other	23,713	34,194	32,164	2,030
Total Sport-Oriented Activities	<u>164,119</u>	<u>195,886</u>	<u>139,387</u>	<u>56,499</u>
Co-Curricular Activities:				
Purchased Services	51,905	55,905	27,644	28,261
Supplies and Materials	82,658	88,022	40,569	47,453
Capital Outlay	10,500	10,500	0	10,500
Other	5,899	6,226	538	5,688
Total Co-Curricular Activities	<u>150,962</u>	<u>160,653</u>	<u>68,751</u>	<u>91,902</u>
Total Extracurricular Activities	<u>522,147</u>	<u>579,792</u>	<u>314,208</u>	<u>265,584</u>
Total Expenditures	<u>522,147</u>	<u>579,792</u>	<u>314,208</u>	<u>265,584</u>
Excess of Revenues Over (Under) Expenditures	<u>(76,947)</u>	<u>(68,015)</u>	<u>(15,122)</u>	<u>52,893</u>
Other Financing Sources (Uses)				
Transfers In	3,800	8,300	0	(8,300)
Transfers Out	(8,800)	(8,800)	0	8,800
Contingencies	(10,865)	(10,511)	0	10,511
Refund of Prior Year Receipts	(3,770)	(3,770)	(76)	3,694
Refund of Prior Year Expenditures	1,000	1,000	1,557	557
Total Other Financing Sources (Uses)	<u>(18,635)</u>	<u>(13,781)</u>	<u>1,481</u>	<u>15,262</u>
Net Change in Fund Balance	(95,582)	(81,796)	(13,641)	68,155
Fund Balance Beginning of Year, as Restated	61,865	61,865	61,865	0
Prior Year Encumbrances Appropriated	<u>10,010</u>	<u>10,010</u>	<u>10,010</u>	<u>0</u>
Fund Balance End of Year	<u>\$ (23,707)</u>	<u>\$ (9,921)</u>	<u>\$ 58,234</u>	<u>\$ 68,155</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL -
AUXILIARY SERVICES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ 786,101	\$ 907,728	\$ 907,728	\$ 0
Earnings on Investments	<u>0</u>	<u>3,126</u>	<u>3,126</u>	<u>0</u>
Total Revenues	<u>786,101</u>	<u>910,854</u>	<u>910,854</u>	<u>0</u>
<u>Expenditures</u>				
Current:				
Operation of Non-Instructional Services:				
Community Service:				
Salaries and Wages	292,663	343,159	296,964	46,195
Fringe Benefits	78,858	96,022	82,400	13,622
Purchased Services	230,771	311,464	311,465	(1)
Supplies and Materials	277,488	289,352	289,351	1
Capital Outlay	31,883	51,582	51,283	299
Other	<u>400</u>	<u>500</u>	<u>500</u>	<u>0</u>
Total Community Service	<u>912,063</u>	<u>1,092,079</u>	<u>1,031,963</u>	<u>60,116</u>
Total Operation of Non-Instructional Services	<u>912,063</u>	<u>1,092,079</u>	<u>1,031,963</u>	<u>60,116</u>
Total Expenditures	<u>912,063</u>	<u>1,092,079</u>	<u>1,031,963</u>	<u>60,116</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(125,962)</u>	<u>(181,225)</u>	<u>(121,109)</u>	<u>60,116</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	45,935	45,935	45,935	0
Transfers Out	0	(45,935)	(45,935)	0
Advances In	87,964	87,964	87,964	0
Advances Out	<u>0</u>	<u>(87,964)</u>	<u>(87,964)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>133,899</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	7,937	(181,225)	(121,109)	60,116
Fund Balance Beginning of Year	22,319	22,319	22,319	0
Prior Year Encumbrances Appropriated	<u>158,906</u>	<u>158,906</u>	<u>158,906</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 189,162</u>	<u>\$ 0</u>	<u>\$ 60,116</u>	<u>\$ 60,116</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
EDUCATIONAL MANAGEMENT INFORMATION SYSTEM FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ 35,000	\$ 20,000	\$ 20,993	\$ 993
Total Revenues	<u>35,000</u>	<u>20,000</u>	<u>20,993</u>	<u>993</u>
<u>Expenditures</u>				
Current:				
Support Services:				
Central:				
Purchased Services	<u>36,467</u>	<u>36,467</u>	<u>28,942</u>	<u>7,525</u>
Total Central Services	<u>36,467</u>	<u>36,467</u>	<u>28,942</u>	<u>7,525</u>
Total Support Services	<u>36,467</u>	<u>36,467</u>	<u>28,942</u>	<u>7,525</u>
Total Expenditures	<u>36,467</u>	<u>36,467</u>	<u>28,942</u>	<u>7,525</u>
Net Change in Fund Balance	(1,467)	(16,467)	(7,949)	8,518
Fund Balance Beginning of Year	16,467	16,467	16,467	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 15,000</u>	<u>\$ 0</u>	<u>\$ 8,518</u>	<u>\$ 8,518</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
PUBLIC SCHOOL PRESCHOOL GRANT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
<u>Revenues</u>				
Intergovernmental	\$ 190,000	\$ 102,564	\$ 93,406	\$ (9,158)
Total Revenues	<u>190,000</u>	<u>102,564</u>	<u>93,406</u>	<u>(9,158)</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	71,094	76,029	66,355	9,674
Fringe Benefits	23,069	26,440	21,972	4,468
Purchased Services	1,000	347	181	166
Supplies and Materials	7,219	1,469	1,469	0
Capital Outlay	<u>1,000</u>	<u>347</u>	<u>261</u>	<u>86</u>
Total Regular Instruction	<u>103,382</u>	<u>104,632</u>	<u>90,238</u>	<u>14,394</u>
Total Instruction	<u>103,382</u>	<u>104,632</u>	<u>90,238</u>	<u>14,394</u>
Support Services:				
Administration:				
Salaries and Wages	<u>1,475</u>	<u>1,475</u>	<u>1,475</u>	<u>0</u>
Total Administration	<u>1,475</u>	<u>1,475</u>	<u>1,475</u>	<u>0</u>
Total Support Services	<u>1,475</u>	<u>1,475</u>	<u>1,475</u>	<u>0</u>
Total Expenditures	<u>104,857</u>	<u>106,107</u>	<u>91,713</u>	<u>14,394</u>
Net Change in Fund Balance	85,143	(3,543)	1,693	5,236
Fund Balance Beginning of Year	2,293	2,293	2,293	0
Prior Year Encumbrances Appropriated	<u>1,250</u>	<u>1,250</u>	<u>1,250</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 88,686</u>	<u>\$ 0</u>	<u>\$ 5,236</u>	<u>\$ 5,236</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ENTRY YEAR PROGRAMS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ 0	\$ 20,900	\$ 20,900	\$ 0
Total Revenues	<u>0</u>	<u>20,900</u>	<u>20,900</u>	<u>0</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	0	17,950	17,950	0
Fringe Benefits	<u>0</u>	<u>2,950</u>	<u>2,950</u>	<u>0</u>
Total Regular Instruction	<u>0</u>	<u>20,900</u>	<u>20,900</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>20,900</u>	<u>20,900</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>20,900</u>	<u>20,900</u>	<u>0</u>
Fund Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SCHOOL NET PROFESSIONAL DEVELOPMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
<u>Revenues</u>				
Intergovernmental	\$ 3,320	\$ 4,140	\$ 4,140	\$ 0
Total Revenues	<u>3,320</u>	<u>4,140</u>	<u>4,140</u>	<u>0</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	1,380	1,007	1,008	(1)
Fringe Benefits	95	177	177	0
Purchased Services	<u>205</u>	<u>4,635</u>	<u>4,635</u>	<u>0</u>
Total Regular Instruction	<u>1,680</u>	<u>5,819</u>	<u>5,820</u>	<u>(1)</u>
Total Instruction	<u>1,680</u>	<u>5,819</u>	<u>5,820</u>	<u>(1)</u>
Total Expenditures	<u>1,680</u>	<u>5,819</u>	<u>5,820</u>	<u>(1)</u>
Excess of Revenues Over (Under)				
Expenditures	<u>1,640</u>	<u>(1,679)</u>	<u>(1,680)</u>	<u>(1)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	1,680	1,680	1,680	0
Transfers Out	<u>0</u>	<u>(1,680)</u>	<u>(1,680)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>1,680</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	3,320	(1,679)	(1,680)	(1)
Fund Balance Beginning of Year	<u>1,680</u>	<u>1,680</u>	<u>1,680</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 5,000</u>	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ (1)</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
OHIO READS GRANT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 120,000	\$ 64,500	\$ 64,500	\$ 0
Total Revenues	<u>120,000</u>	<u>64,500</u>	<u>64,500</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	34,725	34,564	34,564	0
Fringe Benefits	5,922	6,155	6,155	0
Purchased Services	0	1,400	1,400	0
Supplies and Materials	11,952	44,627	44,627	0
Capital Outlay	<u>0</u>	<u>5,250</u>	<u>5,250</u>	<u>0</u>
Total Regular Instruction	<u>52,599</u>	<u>91,996</u>	<u>91,996</u>	<u>0</u>
Total Instruction	<u>52,599</u>	<u>91,996</u>	<u>91,996</u>	<u>0</u>
Support Services:				
Pupil:				
Purchased Services	<u>0</u>	<u>500</u>	<u>500</u>	<u>0</u>
Total Pupil	<u>0</u>	<u>500</u>	<u>500</u>	<u>0</u>
Instructional Staff:				
Supplies and Materials	<u>250</u>	<u>250</u>	<u>250</u>	<u>0</u>
Total Instruction Staff	<u>250</u>	<u>250</u>	<u>250</u>	<u>0</u>
Total Support Services	<u>250</u>	<u>750</u>	<u>750</u>	<u>0</u>
Total Expenditures	<u>52,849</u>	<u>92,746</u>	<u>92,746</u>	<u>0</u>
Net Change in Fund Balance	67,151	(28,246)	(28,246)	0
Fund Balance Beginning of Year	348	348	348	0
Prior Year Encumbrances Appropriated	<u>27,898</u>	<u>27,898</u>	<u>27,898</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 95,397</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL -
STUDENT INTERVENTION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 120,775	\$ 128,772	\$ 119,883	\$ (8,889)
Total Revenues	<u>120,775</u>	<u>128,772</u>	<u>119,883</u>	<u>(8,889)</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	79,812	85,530	84,171	1,359
Fringe Benefits	13,136	13,914	13,914	0
Purchases Services	3,700	1,448	1,448	0
Supplies and Materials	<u>23,000</u>	<u>28,089</u>	<u>20,559</u>	<u>7,530</u>
Total Regular Instruction	<u>119,648</u>	<u>128,981</u>	<u>120,092</u>	<u>8,889</u>
Total Expenditures	<u>119,648</u>	<u>128,981</u>	<u>120,092</u>	<u>8,889</u>
Net Change in Fund Balance	1,127	(209)	(209)	0
Fund Balance Beginning of Year	(9,124)	(9,124)	(9,124)	0
Prior Year Encumbrances Appropriated	<u>9,333</u>	<u>9,333</u>	<u>9,333</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1,336</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL -
VOCATIONAL EDUCATION ENHANCEMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 1,850	\$ 1,837	\$ 1,286	\$ (551)
Total Revenues	<u>1,850</u>	<u>1,837</u>	<u>1,286</u>	<u>(551)</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Vocational Education:				
Capital Outlay	<u>0</u>	<u>6,147</u>	<u>6,147</u>	<u>0</u>
Total Vocational Education	<u>0</u>	<u>6,147</u>	<u>6,147</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>6,147</u>	<u>6,147</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>6,147</u>	<u>6,147</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>1,850</u>	<u>(4,310)</u>	<u>(4,861)</u>	<u>(551)</u>
<u>Other Financing Sources (Uses)</u>				
Advances Out	<u>(1,837)</u>	<u>(2,143)</u>	<u>(2,143)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(1,837)</u>	<u>(2,143)</u>	<u>(2,143)</u>	<u>0</u>
Net Change in Fund Balance	13	(6,453)	(7,004)	(551)
Fund Balance Beginning of Year	551	551	551	0
Prior Year Encumbrances Appropriated	<u>6,453</u>	<u>6,453</u>	<u>6,453</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 7,017</u>	<u>\$ 551</u>	<u>\$ 0</u>	<u>\$ (551)</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALTERNATIVE SCHOOLS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ 300,000	\$ 315,223	\$ 315,223	\$ 0
Total Revenues	<u>300,000</u>	<u>315,223</u>	<u>315,223</u>	<u>0</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	60,725	59,779	59,779	0
Fringe Benefits	11,522	11,879	11,879	0
Purchased Services	8,378	18,420	18,420	0
Supplies and Materials	31,109	42,726	42,725	1
Capital Outlay	<u>20,901</u>	<u>51,571</u>	<u>51,571</u>	<u>0</u>
Total Regular Instruction	<u>132,635</u>	<u>184,375</u>	<u>184,374</u>	<u>1</u>
Total Instruction	<u>132,635</u>	<u>184,375</u>	<u>184,374</u>	<u>1</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	1,500	14,895	14,895	0
Fringe Benefits	249	2,645	2,645	0
Purchased Services	6,257	9,290	9,290	0
Supplies and Materials	<u>350</u>	<u>1,799</u>	<u>1,799</u>	<u>0</u>
Total Instructional Staff	<u>8,356</u>	<u>28,629</u>	<u>28,629</u>	<u>0</u>
Administration:				
Salaries and Wages	23,538	17,357	17,357	0
Fringe Benefits	4,616	3,555	3,555	0
Purchased Services	0	12,574	12,574	0
Capital Outlay	<u>0</u>	<u>1,490</u>	<u>1,490</u>	<u>0</u>
Total Administration	<u>28,154</u>	<u>34,976</u>	<u>34,976</u>	<u>0</u>
Pupil Transportation:				
Purchased Services	<u>2,000</u>	<u>3,938</u>	<u>3,938</u>	<u>0</u>
Total Pupil Transportation	<u>2,000</u>	<u>3,938</u>	<u>3,938</u>	<u>0</u>
Total Support Services	<u>38,510</u>	<u>67,543</u>	<u>67,543</u>	<u>0</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALTERNATIVE SCHOOLS FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
Operation of Non-Instructional Services:				
Community Service:				
Salaries and Wages	39,117	31,610	24,880	6,730
Fringe Benefits	9,046	11,794	9,334	2,460
Purchased Services	28,041	19,924	19,924	0
Supplies and Materials	288	0	0	0
Total Community Service	<u>76,492</u>	<u>63,328</u>	<u>54,138</u>	<u>9,190</u>
Total Operation of Non-Instructional Services	<u>76,492</u>	<u>63,328</u>	<u>54,138</u>	<u>9,190</u>
Total Expenditures	<u>247,637</u>	<u>315,246</u>	<u>306,055</u>	<u>9,191</u>
Net Change in Fund Balance	52,363	(23)	9,168	9,191
Fund Balance Beginning of Year	(67,587)	(67,587)	(67,587)	0
Prior Year Encumbrances Appropriated	<u>67,610</u>	<u>67,610</u>	<u>67,610</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 52,386</u>	<u>\$ 0</u>	<u>\$ 9,191</u>	<u>\$ 9,191</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
MISCELLANEOUS STATE GRANTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ 50,000	\$ 0	\$ 0	\$ 0
Total Revenues	<u>50,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Expenditures</u>				
Current:				
Support Services:				
Instructional Staff:				
Supplies and Materials	<u>0</u>	<u>1,445</u>	<u>1,445</u>	<u>0</u>
Total Instructional Staff	<u>0</u>	<u>1,445</u>	<u>1,445</u>	<u>0</u>
Total Support Services	<u>0</u>	<u>1,445</u>	<u>1,445</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>1,445</u>	<u>1,445</u>	<u>0</u>
Excess of Revenues Over (Under)				
Expenditures	<u>50,000</u>	<u>(1,445)</u>	<u>(1,445)</u>	<u>0</u>
<u>Other Financing Sources (Uses)</u>				
Refund of Prior Year Receipts	<u>0</u>	<u>(1,100)</u>	<u>(1,100)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(1,110)</u>	<u>(1,100)</u>	<u>0</u>
Net Change in Fund Balance	50,000	(2,545)	(2,545)	0
Fund Balance Beginning of Year	0	0	0	0
Prior Year Encumbrances Appropriated	<u>2,545</u>	<u>2,545</u>	<u>2,545</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 52,545</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ADULT BASIC EDUCATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
Revenues				
Intergovernmental	\$ 790,000	\$ 824,954	\$ 780,586	\$ (44,368)
Total Revenues	<u>790,000</u>	<u>824,954</u>	<u>780,586</u>	<u>(44,368)</u>
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	56,366	61,285	56,370	4,915
Fringe Benefits	16,678	15,872	14,123	1,749
Purchased Services	24,666	24,823	22,250	2,573
Supplies and Materials	6,384	8,760	7,763	997
Capital Outlay	0	3,330	3,267	63
Total Adult/Continuing	<u>104,094</u>	<u>114,070</u>	<u>103,773</u>	<u>10,297</u>
Total Instruction	<u>104,094</u>	<u>114,070</u>	<u>103,773</u>	<u>10,297</u>
Support Services:				
Instruction Staff:				
Salaries and Wages	366,873	340,840	303,586	37,254
Fringe Benefits	115,210	109,904	101,587	8,317
Purchased Services	161,024	189,115	147,273	41,842
Supplies and Materials	21,878	33,536	24,672	8,864
Capital Outlay	6,233	32,455	21,844	10,611
Other	2,110	3,115	1,335	1,780
Total Instructional Staff	<u>673,328</u>	<u>708,965</u>	<u>600,297</u>	<u>108,668</u>
Administration:				
Salaries and Wages	18,560	18,560	18,560	0
Purchased Services	1,200	1,241	1,241	0
Total Administration	<u>19,760</u>	<u>19,801</u>	<u>19,801</u>	<u>0</u>
Total Support Services	<u>693,088</u>	<u>728,766</u>	<u>620,098</u>	<u>108,668</u>
Total Expenditures	<u>797,182</u>	<u>842,836</u>	<u>723,871</u>	<u>118,965</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(7,182)</u>	<u>(17,882)</u>	<u>56,715</u>	<u>74,597</u>
Other Financing Sources (Uses)				
Transfers In	0	61,228	61,228	0
Transfers Out	0	(61,228)	(61,228)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ADULT BASIC EDUCATION FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Net Change in Fund Balance	(7,182)	(17,882)	56,715	74,597
Fund Balance Beginning of Year	(2,571)	(2,571)	(2,571)	0
Prior Year Encumbrances Appropriated	<u>20,453</u>	<u>20,453</u>	<u>20,453</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 10,700</u>	<u>\$ 0</u>	<u>\$ 74,597</u>	<u>\$ 74,597</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
IDEA - PART B, SPECIAL EDUCATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
<u>Revenues</u>				
Intergovernmental	\$ 1,342,000	\$ 1,366,068	\$ 1,366,068	\$ 0
Total Revenues	<u>1,342,000</u>	<u>1,366,068</u>	<u>1,366,068</u>	<u>0</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Special Instruction:				
Purchased Services	<u>1,254,877</u>	<u>1,254,877</u>	<u>1,254,877</u>	<u>0</u>
Total Special Instruction	<u>1,254,877</u>	<u>1,254,877</u>	<u>1,254,877</u>	<u>0</u>
Total Instruction	<u>1,254,877</u>	<u>1,254,877</u>	<u>1,254,877</u>	<u>0</u>
Operation of Non-Instructional Services:				
Community Service:				
Salaries and Wages	80,057	80,057	80,057	0
Fringe Benefits	<u>31,134</u>	<u>31,134</u>	<u>31,134</u>	<u>0</u>
Total Community Service	<u>111,191</u>	<u>111,191</u>	<u>111,191</u>	<u>0</u>
Total Operation of Non-Instructional Services	<u>111,191</u>	<u>111,191</u>	<u>111,191</u>	<u>0</u>
Total Expenditures	<u>1,366,068</u>	<u>1,366,068</u>	<u>1,366,068</u>	<u>0</u>
Net Change in Fund Balance	(24,068)	0	0	0
Fund Balance Beginning of Year	0	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ (24,068)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
LIMITED ENGLISH PROFICIENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 50,000	\$ 15,646	\$ 15,646	\$ 0
Total Revenues	<u>50,000</u>	<u>15,646</u>	<u>15,646</u>	<u>0</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	<u>0</u>	<u>10,818</u>	<u>10,818</u>	<u>0</u>
Total Regular Instruction	<u>0</u>	<u>10,818</u>	<u>10,818</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>10,818</u>	<u>10,818</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>50,000</u>	<u>4,828</u>	<u>4,828</u>	<u>0</u>
<u>Other Financing Sources (Uses)</u>				
Advances Out	<u>(4,828)</u>	<u>(4,828)</u>	<u>(4,828)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(4,828)</u>	<u>(4,828)</u>	<u>(4,828)</u>	<u>0</u>
Net Change in Fund Balance	45,172	0	0	0
Fund Balance Beginning of Year	0	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 45,172</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE I FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ 1,744,625	\$ 1,459,387	\$ 1,194,424	\$ (264,964)
Total Revenues	<u>1,744,625</u>	<u>1,459,387</u>	<u>1,194,424</u>	<u>(264,964)</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	8,300	11,932	11,932	0
Fringe Benefits	1,365	2,239	2,239	0
Purchased Services	5,500	39,275	39,275	0
Supplies and Materials	1,073	2,975	2,975	0
Capital Outlay	0	12,882	12,882	0
Total Regular Instruction	<u>16,238</u>	<u>69,303</u>	<u>69,303</u>	<u>0</u>
Special Instruction:				
Salaries and Wages	623,725	682,731	569,115	113,616
Fringe Benefits	196,088	199,726	165,911	33,815
Purchased Services	19,764	128,674	19,674	109,000
Supplies and Materials	96,240	92,398	82,484	9,914
Capital Outlay	62,911	62,010	7,601	54,409
Total Special Instruction	<u>998,728</u>	<u>1,165,539</u>	<u>844,785</u>	<u>320,754</u>
Total Instruction	<u>1,014,966</u>	<u>1,234,842</u>	<u>914,088</u>	<u>320,754</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	15,914	33,189	33,189	0
Fringe Benefits	7,000	14,022	14,022	0
Purchased Services	128,099	125,011	122,862	2,149
Supplies and Materials	26,352	24,428	12,871	11,557
Capital Outlay	15,000	15,000	2,241	12,759
Total Instructional Staff	<u>192,365</u>	<u>211,650</u>	<u>185,185</u>	<u>26,465</u>
Administration:				
Salaries and Wages	42,194	25,471	14,567	10,904
Fringe Benefits	14,472	8,410	2,820	5,590
Total Administration	<u>56,666</u>	<u>33,881</u>	<u>17,387</u>	<u>16,494</u>
Pupil Transportation:				
Purchased Services	4,000	5,000	1,498	3,502
Total Pupil Transportation	<u>4,000</u>	<u>5,000</u>	<u>1,498</u>	<u>3,502</u>
Total Support Services	<u>253,031</u>	<u>250,531</u>	<u>204,070</u>	<u>46,461</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE I FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Expenditures</u>				
Current:				
Operation of Non-Instructional Services:				
Community Service:				
Salaries and Wages	38,532	21,544	4,839	16,705
Fringe Benefits	9,074	4,000	796	3,204
Purchased Services	18,028	7,757	4,500	3,257
Supplies and Materials	5,000	23,139	22,429	710
Capital Outlay	<u>8,470</u>	<u>4,407</u>	<u>4,204</u>	<u>203</u>
Total Community Service	<u>79,104</u>	<u>60,847</u>	<u>36,768</u>	<u>24,079</u>
Total Operation of Non-Instructional Services	<u>79,104</u>	<u>60,847</u>	<u>36,768</u>	<u>24,079</u>
Total Expenditures	<u>1,347,101</u>	<u>1,546,220</u>	<u>1,154,926</u>	<u>391,294</u>
Excess of Revenues Over (Under)				
Expenditures	<u>397,524</u>	<u>(86,833)</u>	<u>39,498</u>	<u>126,331</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	155,375	155,375	155,375	0
Transfers Out	0	(155,375)	(155,375)	0
Refund of Prior Year Receipts	<u>0</u>	<u>(2,220)</u>	<u>(2,220)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>155,375</u>	<u>(2,220)</u>	<u>(2,220)</u>	<u>0</u>
Net Change in Fund Balance	552,899	(89,053)	37,278	126,331
Fund Balance Beginning of Year	43,132	43,132	43,132	0
Prior Year Encumbrances Appropriated	<u>45,921</u>	<u>45,921</u>	<u>45,921</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 641,952</u>	<u>\$ 0</u>	<u>\$ 126,331</u>	<u>\$ 126,331</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE VI FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues				
Intergovernmental	\$ 46,326	\$ 81,139	\$ 81,139	\$ 0
Total Revenues	<u>46,326</u>	<u>81,139</u>	<u>81,139</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	25,000	11,295	11,295	0
Fringe Benefits	6,800	1,858	1,848	10
Purchased Services	0	1,000	800	200
Supplies and Materials	29,530	19,539	18,341	1,198
Capital Outlay	25,000	30,883	30,771	112
Total Regular Instruction	<u>86,330</u>	<u>64,575</u>	<u>63,055</u>	<u>1,520</u>
Total Instruction	<u>86,330</u>	<u>64,575</u>	<u>63,055</u>	<u>1,520</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	0	200	200	0
Fringe Benefits	0	37	37	0
Purchased Services	13,425	4,052	4,052	0
Supplies and Materials	0	6,785	6,670	115
Capital Outlay	0	5,000	3,087	1,913
Total Instructional Staff	<u>13,425</u>	<u>16,074</u>	<u>14,046</u>	<u>2,028</u>
Total Support Services	<u>13,425</u>	<u>16,074</u>	<u>14,046</u>	<u>2,028</u>
Operation of Non-Instructional Services:				
Community Service:				
Salaries and Wages	2,000	1,878	990	888
Fringe Benefits	500	300	163	137
Purchased Services	2,450	3,493	3,493	0
Supplies and Materials	1,804	941	941	0
Capital Outlay	1,341	677	677	0
Total Community Service	<u>8,095</u>	<u>7,289</u>	<u>6,264</u>	<u>1,025</u>
Total Operation of Non-Instructional Services	<u>8,095</u>	<u>7,289</u>	<u>6,264</u>	<u>1,025</u>
Total Expenditures	<u>107,850</u>	<u>87,938</u>	<u>83,365</u>	<u>4,573</u>
Excess of Revenues Over (Under) Expenditures	<u>(61,524)</u>	<u>(6,799)</u>	<u>(2,226)</u>	<u>4,573</u>
Other Financing Sources (Uses)				
Transfers In	13,674	13,674	13,674	0
Transfers Out	0	(13,674)	(13,674)	0
Total Other Financing Sources (Uses)	<u>13,674</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(47,850)	(6,799)	(2,226)	4,573
Fund Balance Beginning of Year	6,799	6,799	6,799	0
Prior Year Encumbrances Appropriated	0	0	0	0
Fund Balance End of Year	<u>\$ (41,051)</u>	<u>\$ 0</u>	<u>\$ 4,573</u>	<u>\$ 4,573</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
DRUG FREE SCHOOLS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive (Negative)
Revenues				
Intergovernmental	\$ 42,598	\$ 35,013	\$ 27,900	\$ (7,113)
Total Revenues	<u>42,598</u>	<u>35,013</u>	<u>27,900</u>	<u>(7,113)</u>
Expenditures				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	12,796	24,109	17,217	6,892
Fringe Benefits	2,055	3,971	3,861	110
Purchased Services	2,171	3,958	3,958	0
Supplies and Materials	7,383	0	0	0
Total Regular Instruction	<u>24,405</u>	<u>32,038</u>	<u>25,036</u>	<u>7,002</u>
Total Instruction	<u>24,405</u>	<u>32,038</u>	<u>25,036</u>	<u>7,002</u>
Support Services:				
Instructional Staff:				
Supplies and Materials	7,600	0	0	0
Total Support Services	<u>7,600</u>	<u>0</u>	<u>0</u>	<u>0</u>
Operation of Non-Instructional Services:				
Community Service:				
Supplies and Materials	3,000	2,968	2,856	112
Total Community Services	<u>3,000</u>	<u>2,968</u>	<u>2,856</u>	<u>112</u>
Total Operation of Non-Instructional Services	<u>3,000</u>	<u>2,968</u>	<u>2,856</u>	<u>112</u>
Total Expenditures	<u>35,005</u>	<u>35,006</u>	<u>27,892</u>	<u>7,114</u>
Excess of Revenues Over (Under)				
Expenditures	<u>7,593</u>	<u>7</u>	<u>8</u>	<u>1</u>
Other Financing Sources (Uses)				
Transfers In	2,402	2,402	2,402	0
Transfer Out	0	(2,402)	(2,402)	0
Advances Out	(7)	(7)	(7)	0
Total Other Financing Sources (Uses)	<u>2,395</u>	<u>(7)</u>	<u>(7)</u>	<u>0</u>
Net Change in Fund Balance	9,988	0	1	1
Fund Balance Beginning of Year	0	0	0	0
Prior Year Encumbrances Appropriated	0	0	0	0
Fund Balance End of Year	<u>\$ 9,988</u>	<u>\$ 0</u>	<u>\$ 1</u>	<u>\$ 1</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
IDEA PRESCHOOL GRANTS FOR THE HANDICAPPED FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
<u>Revenues</u>				
Intergovernmental	\$ 50,000	\$ 60,218	\$ 52,375	\$ (7,843)
Total Revenues	<u>50,000</u>	<u>60,218</u>	<u>52,375</u>	<u>(7,843)</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Special Instruction:				
Salaries and Wages	39,143	42,813	37,158	5,655
Fringe Benefits	<u>23,088</u>	<u>23,088</u>	<u>20,851</u>	<u>2,237</u>
Total Special Instruction	<u>62,231</u>	<u>65,901</u>	<u>58,009</u>	<u>7,892</u>
Total Instruction	<u>62,231</u>	<u>65,901</u>	<u>58,009</u>	<u>7,892</u>
Total Expenditures	<u>62,231</u>	<u>65,901</u>	<u>58,009</u>	<u>7,892</u>
Net Change in Fund Balance	(12,231)	(5,683)	(5,634)	49
Fund Balance Beginning of Year	5,683	5,683	5,683	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ (6,548)</u>	<u>\$ 0</u>	<u>\$ 49</u>	<u>\$ 49</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
GOALS 2000 PROFICIENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues				
Intergovernmental	\$ 1,266,916	\$ 1,374,470	\$ 961,469	\$ (413,001)
Total Revenues	<u>1,266,916</u>	<u>1,374,470</u>	<u>961,469</u>	<u>(413,001)</u>
Expenditures				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	215,331	231,388	210,466	20,922
Fringe Benefits	57,740	90,297	83,700	6,597
Purchased Services	127,116	147,592	147,592	0
Supplies and Materials	39,568	38,297	38,297	0
Capital Outlay	<u>6,301</u>	<u>12,682</u>	<u>12,682</u>	<u>0</u>
Total Regular Instruction	<u>446,056</u>	<u>520,256</u>	<u>492,737</u>	<u>27,519</u>
Special Instruction:				
Salaries and Wages	98,145	98,145	65,584	32,561
Fringe Benefits	29,966	29,966	14,633	15,333
Purchased Services	550,942	550,942	216,111	334,831
Supplies and Materials	<u>46,847</u>	<u>46,847</u>	<u>25,231</u>	<u>21,616</u>
Total Special Instruction	<u>725,900</u>	<u>725,900</u>	<u>321,559</u>	<u>404,341</u>
Total Instruction	<u>1,171,956</u>	<u>1,246,156</u>	<u>814,296</u>	<u>431,860</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	5,150	8,009	8,010	(1)
Fringe Benefits	1,010	1,524	1,524	0
Purchased Services	48,672	23,259	23,259	0
Supplies and Materials	21,856	12,185	12,185	0
Capital Outlay	<u>25,186</u>	<u>45,479</u>	<u>45,479</u>	<u>0</u>
Total Instructional Staff	<u>101,874</u>	<u>90,456</u>	<u>90,457</u>	<u>(1)</u>
Administration:				
Salaries and Wages	6,000	11,899	11,899	0
Fringe Benefits	1,305	2,736	2,736	0
Purchased Services	28,264	25,626	25,626	0
Other	<u>0</u>	<u>6,301</u>	<u>6,301</u>	<u>0</u>
Total Administration	<u>35,569</u>	<u>46,562</u>	<u>46,562</u>	<u>0</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
GOALS 2000 PROFICIENCY FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Pupil Transportation:				
Purchased Services	<u>18,925</u>	<u>22,560</u>	<u>20,967</u>	<u>1,593</u>
Total Pupil Transportation	<u>18,925</u>	<u>22,560</u>	<u>20,967</u>	<u>1,593</u>
Total Support Services	<u>156,368</u>	<u>159,578</u>	<u>157,986</u>	<u>1,592</u>
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	8,984	32,276	26,948	5,328
Supplies and Materials	7,000	2,173	2,173	0
Capital Outlay	<u>0</u>	<u>3,000</u>	<u>3,000</u>	<u>0</u>
Total Community Services	<u>15,984</u>	<u>37,449</u>	<u>32,121</u>	<u>5,328</u>
Total Operation of Non-Instructional Services	<u>15,984</u>	<u>37,449</u>	<u>32,121</u>	<u>5,328</u>
Total Expenditures	<u>1,344,308</u>	<u>1,443,183</u>	<u>1,004,403</u>	<u>438,780</u>
Excess of Revenues Over (Under) Expenditures	<u>(77,392)</u>	<u>(68,713)</u>	<u>(42,934)</u>	<u>25,779</u>
Other Financing Sources (Uses)				
Transfers In	1,184	1,184	1,184	0
Transfers Out	0	(1,184)	(1,184)	0
Advances Out	(3,293)	(3,293)	(3,293)	0
Refund of Prior Year Receipts	<u>0</u>	<u>(134)</u>	<u>(134)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(2,109)</u>	<u>(3,427)</u>	<u>(3,427)</u>	<u>0</u>
Net Change in Fund Balance	(79,501)	(72,140)	(46,361)	25,779
Fund Balance Beginning of Year	(24,039)	(24,039)	(24,039)	0
Prior Year Encumbrances Appropriated	<u>71,775</u>	<u>71,775</u>	<u>71,775</u>	<u>0</u>
Fund Balance End of Year	<u>\$ (31,765)</u>	<u>\$ (24,404)</u>	<u>\$ 1,375</u>	<u>\$ 25,779</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL
PERMANENT IMPROVEMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
<u>Revenues</u>				
Taxes	\$ 1,101,100	\$ 901,100	\$ 887,638	\$ (13,462)
Intergovernmental	246,970	159,381	156,181	(3,200)
Total Revenues	1,348,070	1,060,481	1,043,819	(16,662)
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Supplies and Materials	400,000	401,035	232,916	168,119
Capital Outlay	622,117	685,992	685,989	3
Total Regular Instruction	1,022,117	1,087,027	918,905	168,122
Total Instruction	1,022,117	1,087,027	918,905	168,122
Support Services:				
Instructional Staff:				
Capital Outlay	2,801	2,801	2,801	0
Total Instructional Staff	2,801	2,801	2,801	0
Board of Education:				
Other	0	20	14	6
Total Board of Education	0	20	14	6
Administration:				
Other	0	10	6	4
Total Administration	0	10	6	4
Fiscal Services:				
Other	2,200	2,210	2,207	3
Total Fiscal Services	2,200	2,210	2,207	3
Business:				
Purchased Services	10,300	10,300	10,300	0
Capital Outlay	201,580	201,571	201,570	1
Total Business	211,880	211,871	211,870	1
Operation and Maintenance of Plant Services:				
Purchased Services	74,749	1,250,398	1,249,976	422
Supplies and Materials	86,765	71,654	69,891	1,763
Capital Outlay	146,000	937,114	899,734	37,380
Total Operation and Maintenance of Plant Services	307,514	2,259,166	2,219,601	39,565

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL
PERMANENT IMPROVEMENT FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Support Services: (Continued)				
Pupil Transportation:				
Capital Outlay	0	88,180	88,180	0
Total Pupil Transportation	<u>0</u>	<u>88,180</u>	<u>88,180</u>	<u>0</u>
Central Services:				
Purchased Services	0	39,446	39,446	0
Capital Outlay	50,000	100,577	100,319	258
Total Central Services	<u>50,000</u>	<u>140,023</u>	<u>139,765</u>	<u>258</u>
Total Support Services	<u>574,395</u>	<u>2,704,281</u>	<u>2,664,444</u>	<u>39,837</u>
Operation of Non-Instructional:				
Food Services:				
Capital Outlay	0	10,625	10,625	0
Total Food Services	<u>0</u>	<u>10,625</u>	<u>10,625</u>	<u>0</u>
Total Operation of Non-Instructional Food Services	<u>0</u>	<u>10,625</u>	<u>10,625</u>	<u>0</u>
Extracurricular Activities:				
Sport Oriented Activities:				
Purchased Services	0	129	129	0
Capital Outlay	0	43,669	43,669	0
Total Sport Oriented Activities	<u>0</u>	<u>43,798</u>	<u>43,798</u>	<u>0</u>
Total Extracurricular Activities	<u>0</u>	<u>43,798</u>	<u>43,798</u>	<u>0</u>
Capital Outlay:				
Site Improvement Services:				
Purchased Services	90,000	977,193	945,484	31,709
Total Site Improvement Services	<u>90,000</u>	<u>977,193</u>	<u>945,484</u>	<u>31,709</u>
Architectural and Engineering Services				
Purchased Services	200,000	243,841	243,841	0
Total Architectural & Engineering Services	<u>200,000</u>	<u>243,841</u>	<u>243,841</u>	<u>0</u>
Building Improvement Services:				
Purchased Services	0	2,992,342	2,991,061	1,281
Capital Outlay	0	104,000	102,556	1,444
Total Building Improvement Services	<u>0</u>	<u>3,096,342</u>	<u>3,093,617</u>	<u>2,725</u>
Total Capital Outlay	<u>290,000</u>	<u>4,317,376</u>	<u>4,282,942</u>	<u>34,434</u>
Total Expenditures	<u>1,886,512</u>	<u>8,163,107</u>	<u>7,920,714</u>	<u>242,393</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL
PERMANENT IMPROVEMENT FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
Excess of Revenues Over (Under)				
Expenditures	<u>(538,442)</u>	<u>(7,102,626)</u>	<u>(6,876,895)</u>	<u>225,731</u>
<u>Other Financing Sources (Uses)</u>				
Advances In	500,000	500,000	500,000	0
Contingencies	0	(69,288)	0	69,288
Refund of Prior Year Expenditures	<u>0</u>	<u>0</u>	<u>6,795</u>	<u>6,795</u>
Total Other Financing Sources (Uses)	<u>500,000</u>	<u>430,712</u>	<u>506,795</u>	<u>76,083</u>
Net Change in Fund Balance	(38,442)	(6,671,914)	(6,370,100)	301,814
Fund Balance Beginning of Year	326,032	326,032	326,032	0
Prior Year Encumbrances Appropriated	<u>6,345,884</u>	<u>6,345,884</u>	<u>6,345,884</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 6,633,474</u>	<u>\$ 2</u>	<u>\$ 301,816</u>	<u>\$ 301,814</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE-BUDGET (NON-GAAP BASIS) AND ACTUAL -
REPLACEMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Earnings on Investments	\$ 3,000	\$ 1,500	\$ 3,081	\$ 1,581
Total Revenues	<u>3,000</u>	<u>1,500</u>	<u>3,081</u>	<u>1,581</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Capital Outlay	<u>0</u>	<u>144</u>	<u>144</u>	<u>0</u>
Total Regular Instruction	<u>0</u>	<u>144</u>	<u>144</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>144</u>	<u>144</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>144</u>	<u>144</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>3,000</u>	<u>1,356</u>	<u>2,937</u>	<u>1,581</u>
<u>Other Financing Sources (Uses)</u>				
Contingencies	<u>(10,000)</u>	<u>(10,000)</u>	<u>0</u>	<u>10,000</u>
Total Other Financing Sources (Uses)	<u>(10,000)</u>	<u>(10,000)</u>	<u>0</u>	<u>10,000</u>
Net Change in Fund Balance	(7,000)	(8,644)	2,937	11,581
Fund Balance Beginning of Year	140,024	140,024	140,024	0
Prior Year Encumbrances Appropriated	<u>144</u>	<u>144</u>	<u>144</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 133,168</u>	<u>\$ 131,524</u>	<u>\$ 143,105</u>	<u>\$ 11,581</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
VOCATIONAL EDUCATION EQUIPMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ 7,500	\$ 0	\$ 0	\$ 0
Total Revenues	<u>7,500</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	7,500	0	0	0
Fund Balance Beginning of Year	0	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 7,500</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SCHOOL NET PLUS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 53,000	\$ 52,185	\$ 52,185	\$ 0
Total Revenues	<u>53,000</u>	<u>52,185</u>	<u>52,185</u>	<u>0</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Capital Outlay	<u>52,185</u>	<u>52,185</u>	<u>52,185</u>	<u>0</u>
Total Regular Instruction	<u>52,185</u>	<u>52,185</u>	<u>52,185</u>	<u>0</u>
Total Instruction	<u>52,185</u>	<u>52,185</u>	<u>52,185</u>	<u>0</u>
Total Expenditures	<u>52,185</u>	<u>52,185</u>	<u>52,185</u>	<u>0</u>
Net Change in Fund Balance	815	0	0	0
Fund Balance Beginning of Year	0	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 815</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
FOOD SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Earnings on Investments	\$ 3,500	\$ 3,000	\$ 3,260	\$ 260
Grant Revenue	1,690,000	1,155,000	1,662,875	507,875
Food Services	<u>806,500</u>	<u>826,100</u>	<u>787,217</u>	<u>(38,883)</u>
Total Revenues	<u>2,500,000</u>	<u>1,984,100</u>	<u>2,453,352</u>	<u>469,252</u>
<u>Expenses</u>				
Salaries and Wages:				
Supporting Services:				
Central	<u>0</u>	<u>4,850</u>	<u>4,724</u>	<u>126</u>
Total Supporting Services:	<u>0</u>	<u>4,850</u>	<u>4,724</u>	<u>126</u>
Operation of Non-Instructional Services:				
Food Service Operations	<u>755,000</u>	<u>821,000</u>	<u>818,706</u>	<u>2,294</u>
Total Operation of Non-Instructional Services	<u>755,000</u>	<u>821,000</u>	<u>818,706</u>	<u>2,294</u>
Total Salaries and Wages	<u>755,000</u>	<u>825,850</u>	<u>823,430</u>	<u>2,420</u>
Fringe Benefits:				
Supporting Services:				
Central	<u>0</u>	<u>1,900</u>	<u>1,879</u>	<u>21</u>
Total Supporting Services	<u>0</u>	<u>1,900</u>	<u>1,879</u>	<u>21</u>
Operation of Non-Instructional Services:				
Food Service Operations	<u>277,000</u>	<u>301,000</u>	<u>299,618</u>	<u>1,382</u>
Total Operation of Non-Instructional Services	<u>277,000</u>	<u>301,000</u>	<u>299,618</u>	<u>1,382</u>
Total Fringe Benefits	<u>277,000</u>	<u>302,900</u>	<u>301,497</u>	<u>1,403</u>
Purchased Services:				
Supporting Services:				
Operation and Maintenance of				
Plant Service	<u>4,000</u>	<u>10,620</u>	<u>8,417</u>	<u>2,203</u>
Total Operation and Maintenance of				
Plant Service	<u>4,000</u>	<u>10,620</u>	<u>8,417</u>	<u>2,203</u>
Operation of Non-Instructional Services:				
Food Service Operations	<u>50,000</u>	<u>30,109</u>	<u>22,512</u>	<u>7,597</u>
Total Operation of Non-Instructional Services	<u>50,000</u>	<u>30,109</u>	<u>22,512</u>	<u>7,597</u>
Total Purchased Services	<u>54,000</u>	<u>40,729</u>	<u>30,929</u>	<u>9,800</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
FOOD SERVICE FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Supplies and Materials:				
Supporting Services:				
Operation and Maintenance of				
Plant Services	22,000	41,300	29,173	12,127
Total Supporting Services	<u>22,000</u>	<u>41,300</u>	<u>29,173</u>	<u>12,127</u>
Operation of Non-Instructional Services:				
Food Service Operations	975,000	1,173,401	980,037	193,364
Total Operation of Non-Instructional Services	<u>975,000</u>	<u>1,173,401</u>	<u>980,037</u>	<u>193,364</u>
Total Supplies and Materials	<u>997,000</u>	<u>1,214,701</u>	<u>1,009,210</u>	<u>205,491</u>
Capital Outlay:				
Operation of Non-Instructional Services:				
Food Service Operations	64,000	70,000	47,717	22,283
Total Operation of Non-Instructional Services	<u>64,000</u>	<u>70,000</u>	<u>47,717</u>	<u>22,283</u>
Total Capital Outlay	<u>64,000</u>	<u>70,000</u>	<u>47,717</u>	<u>22,283</u>
Other:				
Supporting Services:				
Fiscal Services	0	10	1	9
Total Supporting Services	<u>0</u>	<u>10</u>	<u>1</u>	<u>9</u>
Operation of Non-Instructional Services:				
Food Service Operations	3,000	3,000	2,334	666
Total Operation of Non-Instructional Services	<u>3,000</u>	<u>3,000</u>	<u>2,334</u>	<u>666</u>
Total Other	<u>3,000</u>	<u>3,010</u>	<u>2,335</u>	<u>675</u>
Total Expenses	<u>2,150,000</u>	<u>2,457,190</u>	<u>2,215,118</u>	<u>242,072</u>
Excess of Revenues Over (Under) Expenses	<u>350,000</u>	<u>(473,090)</u>	<u>238,234</u>	<u>711,324</u>
<u>Other Financing Sources (Uses)</u>				
Contingencies	0	(715)	0	715
Refund of Prior Year Receipts	<u>0</u>	<u>(25)</u>	<u>(25)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(740)</u>	<u>(25)</u>	<u>715</u>
Net Change in Fund Balance	350,000	(473,830)	238,209	712,039
Fund Balance - Beginning of Year	440,169	440,169	440,169	0
Prior Year Encumbrances Appropriated	<u>7,930</u>	<u>7,930</u>	<u>7,930</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 798,099</u>	<u>\$ (25,731)</u>	<u>\$ 686,308</u>	<u>\$ 712,039</u>

**EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
UNIFORM SCHOOL SUPPLIES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
<u>Revenues</u>				
Miscellaneous Revenue	\$ 25,000	\$ 14,000	\$ 12,549	\$ (1,451)
Total Revenues	<u>25,000</u>	<u>14,000</u>	<u>12,549</u>	<u>(1,451)</u>
<u>Expenses</u>				
Supplies and Materials:				
Instruction:				
Regular Instruction	<u>15,000</u>	<u>20,807</u>	<u>6,076</u>	<u>14,731</u>
Total Instruction	<u>15,000</u>	<u>20,807</u>	<u>6,076</u>	<u>14,731</u>
Total Supplies and Materials	<u>15,000</u>	<u>20,807</u>	<u>6,076</u>	<u>14,731</u>
Total Expenses	<u>15,000</u>	<u>20,807</u>	<u>6,076</u>	<u>14,731</u>
Net Change in Fund Balance	10,000	(6,807)	6,473	13,280
Fund Balance - Beginning of Year	20,431	20,431	20,431	0
Prior Year Encumbrances Appropriated	<u>5,807</u>	<u>5,807</u>	<u>5,807</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 36,238</u>	<u>\$ 19,431</u>	<u>\$ 32,711</u>	<u>\$ 13,280</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
CUSTOMER SERVICES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
<u>Revenues</u>				
Tuition	\$ 616,000	\$ 600,000	\$ 585,705	\$ (14,295)
Transportation Fees	24,000	17,000	12,437	(4,563)
Miscellaneous	15,000	11,000	12,653	1,653
Charges for Services	<u>15,000</u>	<u>15,000</u>	<u>16,415</u>	<u>1,415</u>
Total Revenues	<u>670,000</u>	<u>643,000</u>	<u>627,210</u>	<u>(15,790)</u>
<u>Expenses</u>				
Salaries and Wages:				
Operation of Non-Instructional Services:				
Community Services	<u>380,000</u>	<u>368,500</u>	<u>362,244</u>	<u>6,256</u>
Total Salaries and Wages	<u>380,000</u>	<u>368,500</u>	<u>362,244</u>	<u>6,256</u>
Fringe Benefits:				
Operation of Non-Instructional Services:				
Community Services	<u>140,000</u>	<u>154,500</u>	<u>153,463</u>	<u>1,037</u>
Total Fringe Benefits	<u>140,000</u>	<u>154,500</u>	<u>153,463</u>	<u>1,037</u>
Purchased Services:				
Instruction:				
Vocational Instruction	1,000	0	0	0
Operation and Maintenance of Plant				
Services	49,000	48,475	46,225	2,250
Community Services	<u>17,000</u>	<u>28,589</u>	<u>21,848</u>	<u>6,741</u>
Total Instruction	<u>67,000</u>	<u>77,064</u>	<u>68,073</u>	<u>8,991</u>
Total Purchased Services	<u>67,000</u>	<u>77,064</u>	<u>68,073</u>	<u>8,991</u>
Supplies and Materials:				
Instruction:				
Vocational Education	<u>20,000</u>	<u>23,112</u>	<u>23,104</u>	<u>8</u>
Total Instruction	<u>20,000</u>	<u>23,112</u>	<u>23,104</u>	<u>8</u>
Supporting Services:				
Operation and Maintenance of Plant				
Services	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>
Total Operation and Maintenance of				
Plant Services	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
CUSTOMER SERVICES FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
Operation of Non-Instructional Services:				
Community Services	50,000	52,042	39,799	12,243
Total Operation of Non-Instructional Services	<u>50,000</u>	<u>52,042</u>	<u>39,799</u>	<u>12,243</u>
Total Supplies and Materials	<u>70,500</u>	<u>75,654</u>	<u>62,903</u>	<u>12,751</u>
Capital Outlay:				
Community Services	2,000	2,350	2,338	12
Total Capital Outlay	<u>2,000</u>	<u>2,350</u>	<u>2,338</u>	<u>12</u>
Other:				
Supporting Services:				
Fiscal Services	500	500	461	39
Total Supporting Services	<u>500</u>	<u>500</u>	<u>461</u>	<u>39</u>
Operation of Non-Instructional Services:				
Community Services	600	600	573	27
Total Operation of Non-Instructional Services	<u>600</u>	<u>600</u>	<u>573</u>	<u>27</u>
Total Other	<u>1,100</u>	<u>1,100</u>	<u>1,034</u>	<u>66</u>
Total Expenses	<u>660,600</u>	<u>679,168</u>	<u>650,055</u>	<u>29,113</u>
Excess of Revenues Over (Under) Expenditures	<u>9,400</u>	<u>(36,168)</u>	<u>(22,845)</u>	<u>13,323</u>
Other Financing Sources (Uses)				
Contingencies	(10,000)	0	0	0
Refund of Prior Year Receipts	<u>(100)</u>	<u>(100)</u>	<u>0</u>	<u>100</u>
Total Other Financing Sources (Uses)	<u>(10,100)</u>	<u>(100)</u>	<u>0</u>	<u>100</u>
Net Change in Fund Balance	(700)	(36,268)	(22,845)	13,423
Fund Balance - Beginning of Year	301,224	301,224	301,224	0
Prior Year Encumbrances Appropriated	<u>7,068</u>	<u>7,068</u>	<u>7,068</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 307,592</u>	<u>\$ 272,024</u>	<u>\$ 285,447</u>	<u>\$ 13,423</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ADULT AND COMMUNITY EDUCATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Tuition	\$ 9,000	\$ 3,000	\$ 17,215	\$ 14,215
Grant Revenue	8,000	2,000	2,000	0
Intergovernmental Revenue	13,000	7,300	153	(7,147)
Total Revenues	<u>30,000</u>	<u>12,300</u>	<u>19,368</u>	<u>7,068</u>
<u>Expenses</u>				
Salaries and Wages:				
Instruction:				
Adult/Continuing Instruction	<u>15,000</u>	<u>15,000</u>	<u>12,006</u>	<u>2,994</u>
Total Instruction	<u>15,000</u>	<u>15,000</u>	<u>12,006</u>	<u>2,994</u>
Total Salaries and Wages	<u>15,000</u>	<u>15,000</u>	<u>12,006</u>	<u>2,994</u>
Fringe Benefits:				
Instruction:				
Adult/Continuing Instruction	<u>2,400</u>	<u>2,400</u>	<u>2,079</u>	<u>321</u>
Total Instruction	<u>2,400</u>	<u>2,400</u>	<u>2,079</u>	<u>321</u>
Total Fringe Benefits	<u>2,400</u>	<u>2,400</u>	<u>2,079</u>	<u>321</u>
Purchased Services:				
Instruction:				
Adult/Continuing Instruction	<u>1,000</u>	<u>3,941</u>	<u>2,905</u>	<u>1,036</u>
Total Adult/Continuing Instruction	<u>1,000</u>	<u>3,941</u>	<u>2,905</u>	<u>1,036</u>
Total Purchased Services	<u>1,000</u>	<u>3,941</u>	<u>2,905</u>	<u>1,036</u>
Supplies and Materials:				
Instruction:				
Adult/Continuing Instruction	<u>0</u>	<u>2,010</u>	<u>2</u>	<u>2,008</u>
Total Instruction	<u>0</u>	<u>2,010</u>	<u>2</u>	<u>2,008</u>
Total Supplies and Materials	<u>0</u>	<u>2,010</u>	<u>2</u>	<u>2,008</u>
Total Expenses	<u>18,400</u>	<u>23,351</u>	<u>16,992</u>	<u>6,359</u>
Excess of Revenues Over (Under) Expenses	<u>11,600</u>	<u>(11,051)</u>	<u>2,376</u>	<u>13,427</u>

(Continued)

**EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ADULT AND COMMUNITY EDUCATION FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive (Negative)
<u>Other Financing Sources (Uses)</u>				
Refund of Prior Year Receipts	0	(49)	(49)	0
Refund of Prior Year Expenses	<u>0</u>	<u>150</u>	<u>0</u>	<u>(150)</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>101</u>	<u>(49)</u>	<u>(150)</u>
Net Change in Fund Balance	11,600	(10,950)	2,327	13,277
Fund Balance Beginning of Year	75,317	75,317	75,317	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance- End of Year	<u>\$ 86,917</u>	<u>\$ 64,367</u>	<u>\$ 77,644</u>	<u>\$ 13,277</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SPECIAL ROTARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
<u>Revenues</u>				
Tuition	\$ 40,000	\$ 27,935	\$ 27,935	\$ 0
Transportation Fees	22,000	19,000	6,296	(12,704)
Classroom Materials and Fees	123,500	175,500	120,691	(54,809)
Extracurricular Activities	550	5,500	2,882	(2,618)
Charges for Services	<u>1,113,950</u>	<u>1,286,213</u>	<u>1,164,761</u>	<u>(121,452)</u>
Total Revenues	<u>1,300,000</u>	<u>1,514,148</u>	<u>1,322,565</u>	<u>(191,583)</u>
<u>Expenses</u>				
Salaries and Wages:				
Instruction:				
Regular Instruction	<u>4,508</u>	<u>10,150</u>	<u>7,450</u>	<u>2,700</u>
Total Instruction	<u>4,508</u>	<u>10,150</u>	<u>7,450</u>	<u>2,700</u>
Supporting Services:				
Instructional Staff	0	6,900	0	6,900
Operation and Maintenance of Plant Services	<u>6,000</u>	<u>6,000</u>	<u>1,045</u>	<u>4,955</u>
Total Supporting Services	<u>6,000</u>	<u>12,900</u>	<u>1,045</u>	<u>11,855</u>
Operation of Non-Instructional Services:				
Community Services	<u>35,000</u>	<u>27,000</u>	<u>12,573</u>	<u>14,427</u>
Total Operation of Non-Instructional Services	<u>35,000</u>	<u>27,000</u>	<u>12,573</u>	<u>14,427</u>
Total Salaries and Wages	<u>45,508</u>	<u>50,050</u>	<u>21,068</u>	<u>28,982</u>
Fringe Benefits:				
Instruction:				
Regular Instruction	<u>549</u>	<u>1,701</u>	<u>1,366</u>	<u>335</u>
Total Instruction	<u>549</u>	<u>1,701</u>	<u>1,366</u>	<u>335</u>
Supporting Services:				
Instructional Staff	0	1,173	0	1,173
Operation and Maintenance of Plant Services	<u>1,000</u>	<u>1,000</u>	<u>26</u>	<u>974</u>
Total Supporting Services	<u>1,000</u>	<u>2,173</u>	<u>26</u>	<u>2,147</u>
Operation of Non-Instructional Services:				
Community Services	<u>955,300</u>	<u>1,234,300</u>	<u>1,104,761</u>	<u>129,539</u>
Total Operation of Non-Instructional Services	<u>955,300</u>	<u>1,234,300</u>	<u>1,104,761</u>	<u>129,539</u>
Total Fringe Benefits	<u>956,849</u>	<u>1,238,174</u>	<u>1,106,153</u>	<u>132,021</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SPECIAL ROTARY FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Purchased Services:				
Instruction:				
Regular Instruction	2,000	5,996	5,176	820
Total Instruction	<u>2,000</u>	<u>5,996</u>	<u>5,176</u>	<u>820</u>
Supporting Services:				
Instructional Staff	8,000	40,480	0	40,480
Total Supporting Services	<u>8,000</u>	<u>40,480</u>	<u>0</u>	<u>40,480</u>
Operation of Non-Instructional Services:				
Community Services	6,575	10,616	5,211	5,405
Total Operation of Non-Instructional Services	<u>6,575</u>	<u>10,616</u>	<u>5,211</u>	<u>5,405</u>
Extracurricular Activities:				
School and Public Service:				
Co-Curricular Activities	22,000	23,700	5,968	17,732
Total Extracurricular Activities	<u>22,000</u>	<u>23,700</u>	<u>5,968</u>	<u>17,732</u>
Total Purchased Services	<u>38,575</u>	<u>80,792</u>	<u>16,355</u>	<u>64,437</u>
Supplies and Materials:				
Instruction:				
Regular Instruction	17,512	22,186	10,312	11,874
Total Instruction	<u>17,512</u>	<u>22,186</u>	<u>10,312</u>	<u>11,874</u>
Supporting Services:				
Instructional Staff	0	26,500	0	26,500
Total Supporting Services	<u>0</u>	<u>26,500</u>	<u>0</u>	<u>26,500</u>
Operation of Non-Instructional Services:				
Community Services	11,351	11,263	10,258	1,005
Total Operation of Non-Instructional Services	<u>11,351</u>	<u>11,263</u>	<u>10,258</u>	<u>1,005</u>
Extracurricular Activities:				
School and Public Service:				
Co-Curricular Activities	0	300	0	300
Total Extracurricular Activities	<u>0</u>	<u>300</u>	<u>0</u>	<u>300</u>
Total Supplies and Materials	<u>28,863</u>	<u>60,249</u>	<u>20,570</u>	<u>39,679</u>
Capital Outlay:				
Instruction:				
Regular Instruction	75,766	76,516	751	75,765
Total Instruction	<u>75,766</u>	<u>76,516</u>	<u>751</u>	<u>75,765</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SPECIAL ROTARY FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive (Negative)
Supporting Services:				
Instructional Staff	<u>1,000</u>	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Supporting Services	<u>1,000</u>	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Operation of Non-Instructional Services:				
Community Services	<u>17,000</u>	<u>15,000</u>	<u>0</u>	<u>15,000</u>
Total Operation of Non-Instructional Services	<u>17,000</u>	<u>15,000</u>	<u>0</u>	<u>15,000</u>
Total Capital Outlay	<u>93,766</u>	<u>92,516</u>	<u>751</u>	<u>91,765</u>
Other:				
Extracurricular Activities:				
School and Public Service:				
Co-Curricular Activities	<u>168,510</u>	<u>209,510</u>	<u>160,002</u>	<u>49,508</u>
Total Extracurricular Activities	<u>168,510</u>	<u>209,510</u>	<u>160,002</u>	<u>49,508</u>
Total Other	<u>168,510</u>	<u>209,510</u>	<u>160,002</u>	<u>49,508</u>
Total Expenses	<u>1,332,071</u>	<u>1,731,291</u>	<u>1,324,899</u>	<u>406,392</u>
Excess of Revenues Over (Under) Expenses	<u>(32,071)</u>	<u>(217,143)</u>	<u>(2,334)</u>	<u>214,509</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	0	46,650	0	(46,650)
Refund of Prior Year Receipts	<u>(6,000)</u>	<u>(5,500)</u>	<u>0</u>	<u>5,500</u>
Total Other Financing Sources (Uses)	<u>(6,000)</u>	<u>41,150</u>	<u>0</u>	<u>(41,150)</u>
Net Change in Fund Balance	(38,071)	(175,993)	(2,334)	173,659
Fund Balance - Beginning of Year	217,640	217,640	217,640	0
Prior Year Encumbrances Appropriated	<u>10,107</u>	<u>10,107</u>	<u>10,107</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 189,676</u>	<u>\$ 51,754</u>	<u>\$ 225,413</u>	<u>\$ 173,659</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
HEALTH RESERVE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Earnings on Investments	\$ 11,100	\$ 11,100	\$ 11,401	\$ 301
Charges for Services	<u>5,888,900</u>	<u>6,834,000</u>	<u>6,224,243</u>	<u>(609,757)</u>
Total Revenues	<u>5,900,000</u>	<u>6,845,100</u>	<u>6,235,644</u>	<u>(609,456)</u>
<u>Expenses</u>				
Fringe Benefits:				
Supporting Services:				
Central	<u>6,920,000</u>	<u>6,920,000</u>	<u>5,587,869</u>	<u>1,332,131</u>
Total Supporting Services	<u>6,920,000</u>	<u>6,920,000</u>	<u>5,587,869</u>	<u>1,332,131</u>
Total Fringe Benefits	<u>6,920,000</u>	<u>6,920,000</u>	<u>5,587,869</u>	<u>1,332,131</u>
Total Expenses	<u>6,920,000</u>	<u>6,920,000</u>	<u>5,587,869</u>	<u>1,332,131</u>
Excess of Revenues Over (Under) Expenses	<u>(1,020,000)</u>	<u>(74,900)</u>	<u>647,775</u>	<u>722,675</u>
<u>Other Financing Sources (Uses)</u>				
Refund of Prior Year Receipts	<u>(10,000)</u>	<u>(10,000)</u>	<u>(3,022)</u>	<u>6,978</u>
Total Other Financing Sources (Uses)	<u>(10,000)</u>	<u>(10,000)</u>	<u>(3,022)</u>	<u>6,978</u>
Net Change in Fund Balance	(1,030,000)	(84,900)	644,753	729,653
Fund Balance - Beginning of Year	2,187,240	2,187,240	2,187,240	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 1,157,240</u>	<u>\$ 2,102,340</u>	<u>\$ 2,831,993</u>	<u>\$ 729,653</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
WORKERS' COMPENSATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
<u>Revenues</u>				
Earnings on Investments	\$ 41,420	\$ 19,000	\$ 6,202	\$ (12,798)
Self-Insurance	0	0	0	0
Charges for Services	<u>908,580</u>	<u>417,000</u>	<u>438,646</u>	<u>21,646</u>
Total Revenues	<u>950,000</u>	<u>436,000</u>	<u>444,848</u>	<u>8,848</u>
<u>Expenses</u>				
Fringe Benefits:				
Supporting Services:				
Central	<u>850,000</u>	<u>1,140,604</u>	<u>768,307</u>	<u>372,297</u>
Total Supporting Services	<u>850,000</u>	<u>1,140,604</u>	<u>768,307</u>	<u>372,297</u>
Total Fringe Benefits	<u>850,000</u>	<u>1,140,604</u>	<u>768,307</u>	<u>372,297</u>
Purchased Services:				
Supporting Services:				
Central	<u>30,000</u>	<u>30,175</u>	<u>18,518</u>	<u>11,657</u>
Total Supporting Services	<u>30,000</u>	<u>30,175</u>	<u>18,518</u>	<u>11,657</u>
Total Purchased Services	<u>30,000</u>	<u>30,175</u>	<u>18,518</u>	<u>11,657</u>
Total Expenses	<u>880,000</u>	<u>1,170,779</u>	<u>786,825</u>	<u>383,954</u>
Excess of Revenues Over (Under) Expenses	<u>70,000</u>	<u>(734,779)</u>	<u>(341,977)</u>	<u>392,802</u>
<u>Other Financing Sources (Uses)</u>				
Refund of Prior Year Expenditures	<u>0</u>	<u>0</u>	<u>2,101</u>	<u>2,101</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>2,101</u>	<u>2,101</u>
Net Changes in Fund Balance	70,000	(734,779)	(339,876)	394,903
Fund Balance - Beginning of Year	1,357,546	1,357,546	1,357,546	0
Prior Year Encumbrances Appropriated	<u>290,779</u>	<u>290,779</u>	<u>290,779</u>	<u>0</u>
Fund Balance - End of Year	<u>\$ 1,718,325</u>	<u>\$ 913,546</u>	<u>\$ 1,308,449</u>	<u>\$ 394,903</u>

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**EUCLID CITY SCHOOL DISTRICT
GENERAL GOVERNMENTAL
EXPENSES/EXPENDITURES BY FUNCTION
LAST TEN YEARS (2)**

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Instruction	\$ 42,541,499	\$ 38,990,185	\$ 34,184,760	\$ 32,129,612	\$ 31,150,490
Support Services:					
Pupil	4,198,302	3,898,995	3,516,098	3,286,808	3,192,596
Instructional Staff	5,490,332	4,474,740	3,766,168	3,289,662	3,214,649
Board of Education	62,438	55,903	51,081	65,395	30,205
Administration	5,107,922	5,080,997	4,028,170	3,913,321	3,586,799
Fiscal Services	1,802,982	1,683,433	1,639,518	1,539,678	1,493,676
Business	974,330	755,259	729,558	882,140	1,549,928
Operation and Maintenance of Plant Services	6,539,696	8,274,032	8,031,948	7,325,076	6,649,418
Pupil Transportation	3,149,997	2,961,979	2,924,521	2,590,401	2,445,529
Central Services	1,332,194	1,412,449	1,258,017	1,331,554	1,233,995
Operation of Non-Instructional Services	1,489,136	1,010,153	1,229,449	1,214,190	1,225,263
Extracurricular Activities	1,445,647	1,367,238	1,151,165	1,177,861	1,127,192
Capital Outlay	0	0	0	1,609,423	151,446
Debt Service	1,808,547	1,509,349	1,482,413	1,848,415	1,856,150
Expenditures and Other Uses	<u>7,255</u>	<u>50,357</u>	<u>2,389</u>	<u>256,185</u>	<u>222,556</u>
Total	<u>\$ 75,950,277</u>	<u>\$ 71,525,069</u>	<u>\$ 63,995,255</u>	<u>\$ 62,459,721</u>	<u>\$ 59,129,892</u>

Source: School District financial records

- (1) Includes General, Special Revenue, Capital Projects and Debt Service Funds for Modified accrual and all Governmental activities for full accrual.
- (2) 2003 and 2005 reported on full accrual basis and 1996 through 2002 reported on GAAP (modified accrual) basis.

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
\$ 28,659,221	\$ 26,479,448	\$ 26,067,793	\$ 23,731,723	\$ 23,304,377
3,066,599	3,057,372	2,714,278	2,655,878	2,505,122
2,776,812	2,562,470	2,447,742	2,045,038	2,097,371
93,627	22,804	106,735	47,599	64,062
3,467,715	3,373,175	3,639,099	3,256,517	2,979,318
1,346,252	1,248,433	1,425,763	1,414,727	1,011,624
833,410	785,414	778,367	743,600	776,878
5,976,857	5,918,755	5,897,278	6,128,437	6,106,775
1,932,803	2,258,158	1,908,596	2,060,119	1,849,434
875,146	912,381	1,279,120	1,245,625	996,496
1,181,152	1,443,099	1,055,039	933,094	756,209
1,040,320	1,105,810	834,469	827,676	732,055
284,956	1,918,925	1,144,656	956,457	246,020
1,831,987	4,369,230	1,859,128	1,420,472	3,227,389
<u>606,852</u>	<u>592,420</u>	<u>94,625</u>	<u>140,741</u>	<u>462,551</u>
<u>\$ 53,973,709</u>	<u>\$ 56,047,894</u>	<u>\$ 51,252,688</u>	<u>\$ 47,607,703</u>	<u>\$ 47,115,681</u>

**EUCLID CITY SCHOOL DISTRICT
GENERAL GOVERNMENTAL
REVENUES BY SOURCE
LAST TEN YEARS (1)**

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<u>Program Revenues</u>					
Charges for Services	\$ 480,607	\$ 1,730,326	\$ 1,084,574	\$ N/A	\$ N/A
Operating Grants and Contributions	7,617,407	6,746,185	5,729,433	N/A	N/A
Capital Grants and Contributions	173,354	103,391	94,612	N/A	N/A
<u>General Revenues</u>					
Taxes	37,635,635	33,431,232	40,583,330	42,686,926	40,005,186
Intergovernmental	23,982,780	21,995,348	19,127,511	24,085,856	20,239,039
Tuition and Fees	0	0	0	121,712	118,497
Transportation Fees	0	0	0	65,650	51,995
Earnings on Investments	560,456	332,955	488,399	700,550	1,284,388
Food Services	0	0	0	0	278
Extracurricular Activities	0	0	0	365,020	313,259
Classroom Materials and Fees	0	0	0	141,209	193,758
Charges for Services	0	0	0	416,439	192,400
Miscellaneous	<u>259,413</u>	<u>175,505</u>	<u>352,734</u>	<u>4,920,224</u>	<u>883,377</u>
Total	<u>\$ 70,709,652</u>	<u>\$ 64,514,942</u>	<u>\$ 67,460,593</u>	<u>\$ 73,503,586</u>	<u>\$ 63,282,177</u>

Source: School District financial records

(1) Includes General, Special Revenue, Capital Projects and Debt Service Funds for modified accrual and all Governmental Activities for full accrual.

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
\$ N/A				
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
35,735,899	36,450,411	35,796,170	34,419,198	33,564,448
18,234,105	16,814,908	14,219,541	12,283,611	11,148,607
127,422	126,457	185,878	98,832	158,120
36,281	58,017	39,784	45,426	32,088
918,120	719,333	711,849	593,907	593,098
0	650	56	803	118,864
272,942	240,606	213,135	224,554	205,002
152,957	148,744	164,307	164,959	162,810
231,132	405,847	328,292	425,394	0
<u>1,248,754</u>	<u>921,376</u>	<u>2,973,939</u>	<u>364,199</u>	<u>3,604,207</u>
<u>\$ 56,957,612</u>	<u>\$ 55,886,349</u>	<u>\$ 54,632,951</u>	<u>\$ 48,620,883</u>	<u>\$ 49,587,244</u>

**EUCLID CITY SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
REAL AND PERSONAL PROPERTY TAXES (1)
LAST TEN FISCAL YEARS**

Tax Year/ Collection Year	Current Levy	Levy	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collected as a Percent of Current Levy
2004/2005	\$ 38,109,366	\$ 4,260,344	\$ 42,369,710	\$ 34,817,685	91.36	\$ 2,063,608	\$36,881,293	96.78
2003/2004	36,883,031	3,810,752	40,693,783	33,543,689	90.95	1,466,873	35,010,562	94.92
2002/2003	36,992,571	4,226,058	41,218,629	28,376,462	76.71	1,689,594	30,066,056	81.28
2001/2002	37,451,041	3,369,483	40,820,524	34,531,895	92.21	1,933,726	36,465,621	97.37
2000/2001	37,704,753	3,807,724	41,512,477	36,481,558	96.75	1,012,416	37,493,974	99.44
1999/2000	36,733,539	2,716,767	39,450,306	33,714,924	91.78	1,059,005	34,773,929	94.66
1998/1999	32,812,628	2,827,663	35,640,291	31,723,077	96.68	602,687	32,325,764	98.52
1997/1998	33,208,227	3,012,239	36,220,466	31,549,644	95.01	1,297,365	32,847,009	98.91
1996/1997	32,698,303	507,946	33,206,249	31,247,129	95.56	917,783	32,164,912	98.36
1995/1996	32,022,818	2,881,809	34,904,627	31,239,441	97.55	702,883	31,942,324	99.74

Source: Cuyahoga County Auditor - Data is presented on a fiscal year basis, consistent with the County Auditor's method of maintaining the information.

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

**EUCLID CITY SCHOOL DISTRICT
 ASSESSED AND ESTIMATED VALUE OF TAXABLE PROPERTY
 LAST TEN CALENDAR YEARS**

<u>Tax Year/ Collection Year</u>	<u>Agricultural and Residential Real Estate</u>	<u>Other Real Estate</u>	<u>Public Utility Personal</u>	<u>Tangible Personal</u>	<u>Assessed Valuation</u>	<u>Actual Value</u>	<u>Ratio</u>
2004/2005	\$ 549,066,990	\$ 196,770,870	\$ 24,167,100	\$ 80,320,200	\$ 850,325,160	\$2,507,646,187	34%
2003/2004	549,167,830	202,727,320	24,947,560	88,592,903	865,435,613	2,424,898,656	36%
2002/2003	502,349,750	199,443,630	24,563,360	90,128,261	816,485,001	2,424,898,656	34%
2001/2002	502,484,040	195,662,440	25,710,060	102,144,004	826,000,544	2,432,496,222	34%
2000/2001	502,678,150	191,537,930	31,693,220	102,559,257	828,468,557	2,429,726,566	34%
1999/2000	459,297,580	175,137,390	32,953,180	100,830,156	768,218,306	2,216,029,414	35%
1998/1999	459,091,630	184,734,180	36,010,170	110,781,356	790,617,336	2,323,462,700	34%
1997/1998	459,728,870	185,491,630	36,901,670	111,485,310	793,607,480	2,331,362,100	34%
1996/1997	424,531,580	190,256,120	38,623,560	111,984,245	765,395,505	2,186,844,300	35%
1995/1996	424,366,460	190,785,450	40,351,590	99,697,733	755,201,233	2,288,488,585	33%

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis, consistent with the County Auditor's method of maintaining the information.

**EUCLID CITY SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 ASSESSED VALUATION)
LAST TEN CALENDAR YEARS**

<u>Tax Year/ Collection Year</u>	<u>School Levy</u>	<u>County Levy</u>	<u>City Levy</u>	<u>Total Levy</u>	<u>Debt Service Included in Total Levy</u>		
					<u>School</u>	<u>County</u>	<u>Total</u>
2004/2005	72.80	16.45	15.60	104.85	2.28	.88	3.16
2003/2004	70.30	16.45	15.60	102.35	2.28	.50	2.78
2002/2003	70.30	16.20	15.60	102.10	2.58	.86	3.44
2001/2002	70.60	16.20	15.60	102.40	2.18	.86	3.04
2000/2001	70.20	16.20	15.60	102.00	2.28	.79	3.07
1999/2000	70.30	15.30	15.60	101.20	2.38	.85	3.23
1998/1999	65.30	15.30	15.60	96.20	2.38	.72	3.10
1997/1998	65.40	16.60	15.80	97.80	2.48	.90	3.38
1996/1997	62.42	16.60	15.80	94.82	1.90	.63	2.53
1995/1996	65.40	16.60	15.90	97.90	1.90	.87	2.77

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis consistent with the County Auditor's method of maintaining the information.

**EUCLID CITY SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>General Bonded Debt</u>	<u>Less Debt Service Fund</u>	<u>Net General Bonded Debt</u>	<u>Assessed Value</u>	<u>(1) Population</u>	<u>Ratio of Debt to Assessed Value</u>	<u>Per Capita</u>
2004/2005	\$ 19,120,108	\$ 2,167,986	\$ 16,952,122	\$ 850,325,160	52,717	1.99%	\$ 322
2003/2004	19,612,464	2,055,309	17,557,155	865,435,613	52,717	2.03%	\$ 333
2002/2003	13,649,556	1,715,263	11,934,293	816,485,001	52,717	1.46%	226
2001/2002	14,295,000	4,528,737	9,766,263	826,000,544	52,717	1.18%	185
2000/2001	12,800,000	1,488,350	11,311,650	828,468,557	52,717	1.37%	243
1999/2000	13,965,000	1,344,005	12,620,995	768,218,306	54,875	1.64%	254
1998/1999	15,080,000	1,293,466	13,786,534	790,617,336	54,875	1.74%	275
1997/1998	16,160,000	1,708,685	14,451,315	793,607,480	54,875	2.04%	294
1996/1997	17,205,000	821,842	16,383,158	765,395,505	54,875	2.25%	327
1995/1996	18,325,000	722,508	17,602,492	755,201,233	54,875	2.43%	334

NOTE: (1) Population data for 1996 through 2000 is assumed to be the same as that of the 1990 census, 2001 through 2005 population based on 2000 census provided by the City of Euclid.

**EUCLID CITY SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2005**

Assessed Valuation		<u>\$ 850,325,160</u>
Bonded Debt Limit - 9% of Assessed Value (1)		\$ 76,529,264
Amount of Debt Applicable to Debt Limit:		
Bonded Debt	19,120,108	
Less: Amount Available in Debt Service Fund	<u>(1,983,890)</u>	
		<u>(17,136,218)</u>
 Voted Debt Margin		 <u>\$ 59,393,046</u>
 Bonded Debt Limit - .1% of Assessed Value (1)		 \$ 850,325
Amount of Debt Applicable		<u>0</u>
 Unvoted Debt Margin		 <u>\$ 850,325</u>

- (1) Bond Law by Ohio Revised Code sets a limit of 9% for voted debt margin and .1% for unvoted debt. All District debt subject to the allowable margin is voted.

**EUCLID CITY SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
GENERAL OBLIGATION
AS OF JUNE 30, 2005**

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Applicable to School District</u>
Direct			
Euclid City School District	\$ 12,620,108	100.00%	\$ 12,620,108
Total Direct	<u>12,620,108</u>		<u>12,620,108</u>
Overlapping			
City of Euclid	47,713,000	100.00%	47,713,000
Cuyahoga County	251,154,636	2.77%	6,968,353
Regional Transit Authority	<u>147,025,000</u>	2.77%	<u>4,079,248</u>
Total Overlapping	<u>445,892,636</u>		<u>58,760,601</u>
Grand Total	<u>\$ 458,512,744</u>		<u>\$ 71,380,709</u>

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis, consistent with the County Auditor's method of maintaining the information.

- (1) Percentages were determined by dividing the assessed valuation of the political subdivision by the total assessed valuation, which includes all overlapping valuation. The valuations were used for the 2004 collection year.

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Governmental Expenditures</u>	<u>Ratio of Debt Service to Governmental Expenditures (Percentage)</u>
2004/2005	\$ 492,355	\$ 1,797,210	\$ 2,289,565	\$ 81,316,456	2.82%
2003/2004	537,093	1,480,427	2,017,520	70,296,537	2.87%
2002/2003	645,444	1,436,546	2,081,990	63,970,093	3.26%
2001/2002	1,220,000	575,490	1,795,490	62,459,721	2.87%
2000/2001	1,165,000	585,575	1,750,575	59,129,892	2.96%
1999/2000	1,115,000	633,187	1,748,187	53,973,709	3.24%
1998/1999	1,080,000	805,230	1,885,230	56,047,894	3.36%
1997/1998	1,045,000	814,128	1,859,128	51,252,688	3.63%
1996/1997	890,000	530,472	1,420,472	47,607,703	2.98%
1995/1996	445,000	782,389	1,227,389	47,115,681	2.61%

Source: School District financial records

**EUCLID CITY SCHOOL DISTRICT
DEMOGRAPHIC STATISTICS
LAST TEN YEARS**

<u>Year</u>	<u>County Population(1)</u>	<u>Euclid City Population(2)</u>	<u>School Enrollment</u>	<u>Unemployment Rate(1)</u>
2005	1,393,978	52,717	6,628	6.2%
2004	1,393,978	52,717	6,423	4.5%
2003	1,393,978	52,717	6,116	4.5%
2002	1,401,552	52,717	6,145	4.5%
2001	1,371,717	52,717	6,021	4.6%
2000	1,371,717	54,875	6,021	4.6%
1999	1,380,696	54,875	6,016	4.5%
1998	1,412,140	54,875	6,214	4.0%
1997	1,398,169	54,875	6,199	4.7%
1996	1,412,140	54,875	5,773	4.9%

Source: Information in this table was provided by the City of Euclid and Cuyahoga County.

(1) Represents Cuyahoga County

(2) Population data for 1996-2000 is assumed to be the same as that of the 1990 census, 2001-2005 population based on 2000 census provided by the City of Euclid.

**EUCLID CITY SCHOOL DISTRICT
PROPERTY VALUES, BANK DEPOSITS, AND CONSTRUCTION
LAST TEN YEARS**

<u>Year</u>	Assessed Value Real/Personal Property (Amounts in 000's) (1)	Bank Deposits (Amounts in 000's) (2)	<u>Building Permits Issued (3)</u>	
			<u>Number</u>	<u>Value</u>
2004	\$ 850,325	\$ 101,838,959	2,713	\$ 12,927,470
2003	865,435	97,238,973	1,266	17,409,525
2002	816,485	95,761,917	1,286	39,586,980
2001	826,000	70,782,246	1,172	26,237,007
2000	768,218	61,942,764	1,115	25,979,661
1999	768,218	60,296,678	1,059	14,819,890
1998	790,617	58,904,596	1,132	11,398,567
1997	793,607	53,941,971	1,192	11,987,836
1996	755,202	27,068,211	1,060	10,170,356
1995	773,919	22,694,304	923	11,469,358

Sources: (1) Cuyahoga County Auditor's Office Data Service (the values listed pertain to the year of collection).

(2) Federal Reserve Bank of Cleveland (total demand, time and savings deposits banks in Cuyahoga County).

(3) Division of Building and Housing, City of Euclid.

**EUCLID CITY SCHOOL DISTRICT
TEN LARGEST EMPLOYERS
DECEMBER 31, 2004**

<u>Name of Employer</u>	<u>Nature of Business</u>	<u>Number of Employees</u>
Lincoln Electric Company	Arc welding products	3,300
Euclid Board of Education	Education	1,043
Meridia Euclid Hospital	Hospital	970
City of Euclid	Municipal government	720
Argo-Tech Corporation	Ammunition, aircraft, and engine pumps and torpedoes	450
Turbine Engine Components	Jet engine blades and aerospace forgings	190
Motch Corporation	Grinding machines, lathes	175
Stumco Industries, Inc.	Metal stampings, dies, secondary, operations and heavy gauge specialties	160
U.S. Metal Service, Inc.	Metal slitting and shearing	150
Hose Master, Inc.	Flexible metal, corrugated, exhaust and Dry bulk handling hose	135

Source: 2004 Harris Ohio Industry Directory in cooperation with the Ohio Department of Development, City, and District records.

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
REAL ESTATE TAX
DECEMBER 31, 2004**

<u>Name of Taxpayer</u>	<u>Percent of Total Assessed Value Assessed Value (1)</u>	<u>Percent of Total of Real Property</u>	<u>Assessed Value</u>
Lincoln Electric Co.	\$ 12,244,630	1.64%	1.44%
Cleveland Electric Illuminating Co.	9,992,040	1.34%	1.18%
Ohio Bell Telephone Company	9,238,010	1.25%	1.08%
Indian Hills Senior Community Inc.	8,263,500	1.11%	0.97%
Aerc-Watergate, Inc.	7,971,600	1.07%	0.94%
Harbor Crest, Ltd.	5,511,100	0.74%	0.65%
Euclid Commerce One, LLC.	4,657,980	0.62%	0.55%
Horizon House, Ltd.	3,642,630	0.49%	0.43%
Willow Arms Associates, Ltd.	3,300,500	0.44%	0.39%
Depot Land, Co., Ltd.	3,163,030	0.42%	0.37%
A E Portfolio, Ltd.	3,155,540	0.42%	0.37%
Euclid Retirement Village	2,492,110	0.33%	0.29%
Mentor Inn Property Co., Ltd.	2,394,150	0.32%	0.28%
Advance Health Care II, LLC	<u>2,278,240</u>	<u>0.31%</u>	<u>0.27%</u>
Total	<u>\$ 78,305,060</u>	<u>10.50%</u>	<u>9.21%</u>
Total Assessed Value of Real Property	<u>\$ 745,837,860</u>	<u>100.00%</u>	<u>87.71%</u>
Total Assessed Valuation	<u>\$ 850,325,160</u>		<u>100.00%</u>

Source: Cuyahoga County Auditor

(1) Assessed values are for 2004

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
TANGIBLE PERSONAL PROPERTY TAX
DECEMBER 31, 2004**

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Tangible Assessed Value</u>	<u>Percent of Total Assessed Value</u>
Lincoln Electric Company	\$ 15,563,820	19.38%	1.83%
ArgoTech Corporation	5,953,300	7.41%	0.70%
HC Starck Inc.	3,009,600	3.75%	0.35%
GE Lighting Inc.	2,941,620	3.66%	0.35%
Stamco Industries, Inc.	2,355,450	2.93%	0.28%
Marine Mechanical Corporation	1,983,470	2.47%	0.23%
Turbine Engine Components	1,983,290	2.47%	0.23%
LBA Industries, Inc.	1,764,080	2.20%	0.21%
Park Ohio Holdings Corp.	1,718,970	2.14%	0.21%
Rick Case Motors, Inc.	1,661,210	2.06%	0.19%
Kerr Lakeside Incorporated	1,635,540	2.04%	0.19%
Mid America Steel Corp.	1,417,060	1.76%	0.17%
K-Mart Corporation	1,390,300	1.73%	0.16%
Hose Master Inc.	1,355,790	1.69%	0.16%
Home Depot USA, Inc.	<u>1,309,410</u>	<u>1.63%</u>	<u>0.15%</u>
Total	<u>\$ 46,042,910</u>	<u>57.32%</u>	<u>5.41%</u>
Total Tangible Assessed Valuation	<u>\$ 80,320,200</u>	<u>100.00%</u>	<u>9.45%</u>
Total Assessed Valuation	<u>\$ 850,325,160</u>		<u>100.00%</u>

Source: Cuyahoga County Auditor

(1) Assessed values are for 2004

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
PUBLIC UTILITIES TAX
DECEMBER 31, 2004**

Name of Taxpayer	Assessed Value (1)	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$ 9,893,300	40.94%
Ohio Bell Telephone Company	7,041,790	29.14%
East Ohio Gas Company	1,693,090	7.00%
American Transmission System	997,200	4.13%
Norfolk Southern Combined	883,410	3.65%
Alltel Communications	488,500	2.02%
CSX Transportation - Combined	330,810	1.37%
New Par	191,890	0.79%
Ameritech Advanced	170,020	0.70%
Alltel Ohio Limited Partner	134,690	0.56%
Total	\$ 21,824,700	90.30%
 Total Public Utility Assessed Valuation	 \$ 24,167,100	

Source: Cuyahoga County Auditor

(1) Assessed values are for 2004

**EUCLID CITY SCHOOL DISTRICT
PER PUPIL COST
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Governmental Fund Expenditures</u>	<u>Average Per Student Enrollment</u>	<u>Pupil Cost</u>
2004/2005	\$ 81,316,456	6,502	\$ 12,506
2003/2004	71,525,069	6,423	\$ 11,136
2002/2003	63,970,093	6,116	10,459
2001/2002	62,459,721	6,145	10,164
2000/2001	59,129,892	6,021	9,821
1999/2000	53,973,709	6,021	8,964
1998/1999	56,047,894	6,015	9,318
1997/1998	51,252,688	6,214	8,247
1996/1997	47,607,703	6,199	7,679
1995/1996	47,115,681	5,773	8,161

Source: School District Financial Records

**EUCLID CITY SCHOOL DISTRICT
TEACHER EDUCATION AND EXPERIENCE
FOR THE YEAR ENDED JUNE 30, 2005**

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	138	29.87%
Master's Degree	322	69.70%
Ph.D.	<u>2</u>	<u>.43%</u>
Total	<u>462</u>	<u>100.00%</u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	107	23.16%
6 - 10	136	29.44%
11 and over	<u>219</u>	<u>47.40%</u>
	<u>462</u>	<u>100.00%</u>



**Auditor of State
Betty Montgomery**

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EUCLID CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 12, 2006**