

**Mary Taylor, CPA**  
Auditor of State



**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**TABLE OF CONTENTS**

<b>TITLE</b>	<b>PAGE</b>
Schedule of Federal Awards Receipts and Expenditures.....	1
Notes to the Schedule of Federal Awards Receipts and Expenditures .....	3
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i> .....	5
Independent Accountants' Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 .....	7
Schedule of Findings.....	9

**This page intentionally left blank.**

**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**Schedule of Federal Awards Receipts and Expenditures  
for the year ended June 30, 2006**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b>U. S. Department of Agriculture</b>						
<i>Passed Through the Ohio Department of Education:</i>						
Food Distribution	N/A	10.550	\$0	\$189,863	\$0	\$189,863
Child Care - Summer School Meals	05PU-05	10.553	53,838	0	53,838	0
Child Care - Summer School Meals	05PU-06	10.553	343,264	0	343,264	0
Subtotal Child Care - Summer School Meals			397,102	0	397,102	0
National School Lunch Program	LL-P1 06	10.555	4,004	0	4,004	0
National School Lunch Program	LL-P4 05	10.555	188,809	0	188,809	0
National School Lunch Program	LL-P4 06	10.555	955,998	0	955,998	0
Subtotal National School Lunch Program			1,148,811	0	1,148,811	0
National School Breakfast Program	23-PU 05	10.559	8,118	0	8,118	0
National School Breakfast Program	24-PU-05	10.559	841	0	841	0
Subtotal Child Care Food Program			8,959	0	8,959	0
<b>Total U. S. Department of Agriculture - Nutrition Cluster</b>			<b>1,554,872</b>	<b>189,863</b>	<b>1,554,872</b>	<b>189,863</b>
<b>U. S. Department of Education</b>						
<i>Passed Through the Ohio Department of Education:</i>						
Special Education Cluster:						
Title VI-B	6B-SF-06	84.027	1,526,218	0	1,519,925	0
Preschool Grant	PG-S1-05	84.173	7,421	0	7,892	0
Preschool Grant	PG-S1-06	84.173	54,940	0	48,965	0
Subtotal Preschool			62,361	0	56,857	0
<b>Total Special Education Cluster</b>			<b>1,588,579</b>	<b>0</b>	<b>1,576,782</b>	<b>0</b>
Adult Basic Education	AB-S1-04 C	84.002	5,200	0	5,200	0
Adult Basic Education	AB-S1-05	84.002	(11,835)	0	0	0
Adult Basic Education	AB-S1-06	84.002	61,123	0	7,076	0
Adult Basic Education Special Demonstration	AB-S2-05	84.002	(2,002)	0	2,002	0
Adult Basic Education Special Demonstration	AB-S2-06	84.002	37,490	0	35,488	0
Adult Basic Education Special Demonstration	AB-S3-06	84.002	119,850	0	102,114	0
Adult Basic State Leadership	AB-SL-05	84.002	(17,000)	0	0	0
Adult Basic State Leadership	AB-SL-06	84.002	406,204	0	342,556	0
Total Adult Basic Education			599,030	0	494,436	0
Title I	C1-S1-05	84.010	5,791	0	143,946	0
Title I	C1-S1-06	84.010	929,347	0	882,943	0
Title I	C1-SK-05	84.010	39,939	0	49,939	0
Title I	C1-SK-06	84.010	44,032	0	43,095	0
Total Title I			1,019,109	0	1,119,923	0
Drug Free Schools Grant - State Grant	DR-S1-05	84.186	6,028	0	13,132	0
Drug Free Schools Grant - State Grant	DR-S1-06	84.186	28,897	0	26,851	0
Total Drug Free Schools - State Grant			34,925	0	39,983	0

(continued)

**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**Schedule of Federal Awards Receipts and Expenditures  
for the year ended June 30, 2006  
(Continued)**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b>U. S. Department of Education</b>						
<i>Passed Through the Ohio Department of Education:</i>						
Goals 2000 - 21st Century	T1-S1-05	84.287	6,922	0	10,421	0
Goals 2000 - 21st Century	T1-S1-06	84.287	216,356	0	211,356	0
Total Goals 2000 - 21st Century			223,278	0	221,777	0
Innovative Education Program Strategies	C2-S1-05	84.298	(4,579)	0	1,875	0
Innovative Education Program Strategies	C2-S1-06	84.298	27,779	0	26,583	0
Total Innovative Education Program Strategies			23,200	0	28,458	0
Tech Literacy Challenge	TJ-S1-06	84.318	16,663	0	15,755	0
Tech Literacy Challenge	TJ-SL-06	84.318	286,000	0	283,950	0
Total Tech Literacy Challenge- Virtual Middle School			302,663	0	299,705	0
Advanced Placement Incentive	AV-TF-05	84.330	624	0	624	0
Comprehensive School Reform Demonstration	RF-CC-05	84.332	88,093	0	124,708	0
Comprehensive School Reform Demonstration	RF-CC-06	84.332	187,645	0	122,581	0
Comprehensive School Reform Demonstration	RF-K3-05	84.332	50,000	0	49,055	0
Total Comprehensive School Reform Demonstration			325,738	0	296,344	0
Improving Teacher Quality State Grant	TR-S1-06	84.367	263,789	0	263,789	0
<i>Total Passed Through the Ohio Department of Education</i>			4,380,935	0	4,341,821	0
Direct Program:						
Teaching American History Grants		84.215	196,389	0	196,389	0
<b>Total U. S. Department of Education</b>			4,577,324	0	4,538,210	0
<b>U. S. Department of Health and Human Services</b>						
<i>Passed Through the Ohio Department of MRDD:</i>						
Medicaid	N/A	93.778	80,874	0	80,874	0
State Children's Insurance Program	N/A	93.767	9,899	0	9,899	0
<b>Total U.S. Department of Health and Human Services</b>			90,773	0	90,773	0
<b>Total Federal Assistance</b>			\$6,222,969	\$189,863	\$6,183,855	\$189,863

**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FISCAL YEAR ENDED JUNE 30, 2006**

**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 2005 grant year to the 2006 grant year for four separate grants. These amounts are shown as negative receipts for the 2005 grant year and positive receipts in the 2006 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

**This page intentionally left blank.**



# Mary Taylor, CPA

## Auditor of State

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

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

To the Board of Education:

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, 2006, which collectively comprise the District's basic financial statements and have issued our report thereon dated February 12, 2007. 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 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 February 12, 2007, 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 an instance of noncompliance or other matters that we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings as items 2006-001 and 2006-002. In a separate letter to the District's management dated February 12, 2007, we reported other matters related to noncompliance we deemed immaterial.

Lausche Building / 615 Superior Ave., NW / Twelfth Floor / Cleveland, OH 44113-1801  
Telephone: (216) 787-3665 (800) 626-2297 Fax: (216) 787-3361  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

We intend this report solely for the information and use of the audit committee, management, the 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 "Mary Taylor". The signature is written in a cursive, flowing style.

Mary Taylor, CPA  
Auditor of State

February 12, 2007



# Mary Taylor, CPA

## Auditor of State

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

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

To the Board of Education:

#### 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, 2006. 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 Euclid City School 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, 2006.

#### 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 a major federal program 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.

#### **Federal Awards Receipts and Expenditures Schedule**

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, 2006, and have issued our report thereon dated February 12, 2007. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of federal awards receipts and expenditures 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, the Board of Education, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Mary Taylor, CPA  
Auditor of State

February 12, 2007

**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2006**

<b>1. SUMMARY OF AUDITOR'S RESULTS</b>
--

<i>(d)(1)(i)</i>	<b>Type of Financial Statement Opinion</b>	Unqualified
<i>(d)(1)(ii)</i>	<b>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(ii)</i>	<b>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(iii)</i>	<b>Was there any reported material non-compliance at the financial statement level (GAGAS)?</b>	Yes
<i>(d)(1)(iv)</i>	<b>Were there any material internal control weakness conditions reported for major federal programs?</b>	No
<i>(d)(1)(iv)</i>	<b>Were there any other reportable internal control weakness conditions reported for major federal programs?</b>	No
<i>(d)(1)(v)</i>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<i>(d)(1)(vi)</i>	<b>Are there any reportable findings under § .510?</b>	No
<i>(d)(1)(vii)</i>	<b>Major Programs (list):</b>	Title 1 – CFDA #84.010 and Special Education Cluster - CFDA #84.027 and #84.173
<i>(d)(1)(viii)</i>	<b>Dollar Threshold: Type A\B Programs</b>	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	<b>Low Risk Auditee?</b>	Yes

**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2006  
(CONTINUED)**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
---

<b>Finding Number</b>	<b>2006-001</b>
-----------------------	-----------------

**CERTIFICATE OF ESTIMATED RESOURCES AMENDMENTS – NONCOMPLIANCE CITATION**

Ohio Revised Code Section 133.22(B) requires that when a subdivision issues anticipatory securities, the fiscal officer of the subdivision shall file a copy of the legislation passed under division (A) of this section with the county auditor of each county in which any part of the subdivision is located. Ohio Revised Code Section 5705.36(A)(3) requires that an increased amended certificate be obtained from the budget commission if the legislative authority intends to appropriate and expend the excess revenue collected by a subdivision.

The District did not obtain an amended certificate of estimated resources for the \$7,459,954 refunded bonds. We recommend the District obtain an amended certificate of estimated resources on a timely basis and file a copy of the legislation on a timely basis with the county auditor.

**Officials Response**

The District will amend the certificate of estimated resources on a regular basis to ensure that appropriations do not exceed estimated resources in any fund and file all required legislation with the county auditor.

<b>Finding Number</b>	<b>2006-002</b>
-----------------------	-----------------

**APPROPRIATIONS EXCEEDING ESTIMATED RESOURCES – NONCOMPLIANCE CITATION**

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

The following fund had original appropriations exceeding original estimated resources:

<b>Fund</b>	<b><u>Estimated Resources</u></b>	<b><u>Appropriations</u></b>	<b><u>Variance</u></b>
<b>Debt Service Fund</b>			
Bond Retirement Fund	\$4,828,875	\$11,119,943	\$6,291,068

The following fund had appropriations exceeding estimated resources at June 30, 2006:

<b>Fund</b>	<b><u>Estimated Resources</u></b>	<b><u>Appropriations</u></b>	<b><u>Variance</u></b>
<b>Debt Service Fund</b>			
Bond Retirement Fund	\$4,828,873	\$10,965,383	\$6,136,510

We recommend the District monitor appropriations and amend the certificate of estimated resources to ensure that appropriations do not exceed estimated resources.

**Officials Response**

The District will amend the certificate of estimated resources upon the issuance of any future debt to ensure that appropriations do not exceed estimated resources.

**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS  
*OMB CIRCULAR A -133 § .505*  
JUNE 30, 2006  
(CONTINUED)**

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None



EUCLID CITY  
SCHOOL  
DISTRICT  
EUCLID, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006



**EUCLID CITY SCHOOL DISTRICT  
EUCLID, OHIO  
COMPREHENSIVE ANNUAL  
FINANCIAL REPORT FOR  
THE FISCAL YEAR ENDED  
JUNE 30, 2006**

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

EUCLID CITY SCHOOL DISTRICT  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

TABLE OF CONTENTS

	<u>PAGE</u>
<b><u>I. Introductory Section</u></b>	
Title Page	i
Table of Contents	ii
Letter of Transmittal	vii
Certificate of Achievement	xiii
List of Principal Officials	xiv
Organizational Chart	xv
<b><u>II. Financial Section</u></b>	
Independent Accountants' Report	1-2
Basic Financial Statements:	
Management's Discussion and Analysis	3-11
Statement of Net Assets	13
Statement of Activities	14
Balance Sheet - Governmental Funds	15
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	16
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	17
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	18
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - General Fund	19
Statement of Net Assets - Proprietary Funds	20
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds	21
Statement of Cash Flows - Proprietary Funds	22
Statement of Fiduciary Net Assets - Fiduciary Funds	23

EUCLID CITY SCHOOL DISTRICT  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

TABLE OF CONTENTS

	<u>PAGE</u>
<b>II. <u>Financial Section</u> (Continued)</b>	
Notes to the Basic Financial Statements	25-61
Combining Statements and Individual Fund Schedules:	
Description of Funds	63-66
Combining Balance Sheet - Nonmajor Governmental Funds	67
Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	68
Combining Balance Sheet - Nonmajor Special Revenue Funds	69-72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	73-76
Combining Balance Sheet - Nonmajor Capital Projects Funds	77
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	78
Combining Statement of Net Assets - Nonmajor Enterprise Funds	79
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets - Nonmajor Enterprise Funds	80
Combining Statement of Cash Flows - Nonmajor Enterprise Funds	81
Combining Statement of Net Assets - All Internal Service Funds	82
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets - All Internal Service Funds	83
Combining Statement of Cash Flows - All Internal Service Funds	84
Combining Statement of Changes in Assets and Liabilities - Agency Funds	85

EUCLID CITY SCHOOL DISTRICT  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

TABLE OF CONTENTS

	<u>PAGE</u>
<b>II. <u>Financial Section</u> (Continued)</b>	
Individual Fund Schedules of Revenues, Expenditures/ Expenses and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual	
General Fund	87-91
Bond Retirement Fund	92
Special Trust Fund	93
Public School Support Fund	94
Knowledge Works Grant Fund	95
Student Activity Fund	96
Auxiliary Services Fund	97
Educational Management Information System Fund	98
Public School Preschool Grant Fund	99
Entry Year Programs Fund	100
School Net Professional Development Fund	101
Ohio Reads Grant Fund	102
Summer Intervention Fund	103
Vocational Education Enhancement Fund	104
Alternative School Fund	105-106
Poverty Based Assistance Fund	107
Adult Basic Education Fund	108-109
IDEA, Part B, Special Education Fund	110
Title I Fund	111-112
Title VI Fund	113
Drug Free Schools Fund	114
Idea Preschool Grants for the Handicapped Fund	115
Reducing Class Size Fund	116
Goals 2000 Proficiency Fund	117-118
Permanent Improvement Fund	119-121
Replacement Fund	122
Food Service Fund	123-124
Uniform School Supplies Fund	125
Customer Services Fund	126-127
Adult and Community Education Fund	128-129
Special Rotary Fund	130-132
Health Reserve Fund	133
Workers' Compensation Fund	134

EUCLID CITY SCHOOL DISTRICT  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

TABLE OF CONTENTS

	<u>PAGE</u>
<b>III. <u>Statistical Section</u></b>	
Net Assets by Component	
- Last Four Fiscal Years (Accrual Basis of Accounting)	S2
Changes in Net Assets	
- Last Four Fiscal Years (Accrual Basis of Accounting)	S3-S5
Program Revenues By Function/Program	
- Last Four Fiscal Years (Accrual Basis of Accounting)	S6
Fund Balances - Governmental Funds	
- Last Four Fiscal Years (Modified Accrual Basis of Accounting)	S7-S8
Assessed and Estimated Actual Value of Taxable Property	
- Last Ten Years	S9
Property Tax Rates - Last Ten Years	S10-11
Property Tax Levies and Collections - Last Ten Years	S12
Principal Taxpayers - Real Estate Tax	S13
Principal Taxpayers - Tangible Personal Property Tax	S14
Principal Taxpayers - Public Utility Personal Property Tax	S15
Computation of Direct and Overlapping Debt Attributable to Governmental Activities	S16
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years	S17
Computation of Legal Debt Margin - Last Ten Fiscal Years	S18
Ratio of Debt to Assessed Value and Debt Per Capita	
- Last Ten Fiscal Years	S19
Demographic and Economic Statistics - Last Seven Years	S20
Principal Employers - Current Year	S21
Building Statistics by Function/Program - Current Fiscal Year	S22

EUCLID CITY SCHOOL DISTRICT  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

TABLE OF CONTENTS

	<u>PAGE</u>
<b>III. <u>Statistical Section</u> (Continued)</b>	
Per Pupil Cost - Last Eight Fiscal Years	S23
Enrollment Statistics - Last Nine Fiscal Years	S24
Full-Time Equivalent School District Teachers by Education - Last Nine Years	S25
Average Numbers of Students Per Teacher - Last Eight School Years	S26
Attendance and Graduation Rates - Last Ten School Years	S27
SAT Scores - Last Three School Years	S28
ACT Composite Scores - Last Three School Years	S29
School District Employees by Function/Program - Last Two Fiscal Years	S30
Free or Reduced Lunch Program Percentages	S31

# Euclid City Schools

---

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

e-mail: [svasek@euclid.k12.oh.us](mailto:svasek@euclid.k12.oh.us)

February 12, 2007

**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, 2006.

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 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 Accountants' 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, Business Manager and Director of Professional Development. 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 decreased from \$191 million in 1995 to \$185 million in 2005. The tangible personal property assessed valuation has decreased from \$100 million to \$77 million in that same time frame. The total assessed valuation for all property was \$755 million in 1995 compared to \$833 million in 2005. 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 39 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 6,145 to 6,572. The average daily membership for the 2005-2006 school year was 6,572.

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.

House Bill No. 66 (H.B. 66), the State's biennial budget for fiscal year 2006 and 2007, was enacted in June 2005. This legislation adopted sweeping changes in the State's tax structure. The most significant provisions impacting the School District are the elimination of the Cost of Doing Business factor (CODB) portion of the State Formula Aid calculation and the elimination of the tangible personal property tax on business.

The CODB is being phased-out over fiscal years 2006 and 2007. H.B. 66, however, provides for a "guarantee", or a floor (the fiscal 2005 State formula Aid amount) below which school districts' funding will not fall during this biennium.

H.B. 66 eliminates the tangible personal property tax. The phase-out for the tangible personal property tax begins with the 2006 tax collection year, in which approximately 75 percent of the traditional amount will be payable, followed by 50 percent and 25 percent in tax collection years 2007 and 2008, respectively, with no tax due in tax collection year 2009.

At the same time the tax phase-out is occurring, the phase-in of the H.B. 66 personal property tax loss reimbursement mechanism will begin to make payments to school districts to help offset the loss of personal property tax collections. The reimbursement payments will coincide with the phase-out, and will in essence approximate the reciprocal percentage of the phase-out tax payment percentage (i.e., 25, 50, 75 and 100 for the tax collection years 2006, 2007, 2008, and 2009, respectively). After a second 100 percent reimbursement year in tax collection year 2010, the reimbursement payments will be phased-out over the ensuing five years.

Because personal property tax collections are unpredictable under normal circumstances, the exact impact of the tax phase-out and tax reimbursement phase-in is unknown at this time. It is vital for the School District's Board and management team to continue to carefully and prudently plan to provide the educational resources required to meet the future needs of its students.

## **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.

In 2004, a 2.5 mill continuing permanent improvement levy was passed by the voters. These funds were intended to be used for costs associated with a District wide reorganization, which included the reopening of two elementary schools, and ongoing capital improvements.

In 2005, a 5.9 mill continuing operating levy was passed by voters. This added approximately \$4.8 million annually for operating needs. The current financial forecast show an operating deficit occurring in the 2008-09 fiscal year.

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, 2005. 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.

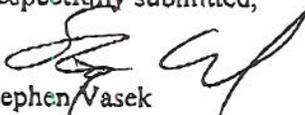
**Acknowledgments**

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. Jeffrey 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, 2005

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



A handwritten signature in black ink, appearing to read "Thomas J. Flannery".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

**EUCLID CITY SCHOOL DISTRICT  
PRINCIPAL OFFICIALS  
JUNE 30, 2006**

**BOARD OF EDUCATION**

Mr. Kent Smith  
Mrs. Donna Sudar  
Mrs. Angela Lisy  
Mr. Brian Palisin  
Mrs. Kay VanHo

President  
Vice-President  
Member  
Member  
Member

**Treasurer**

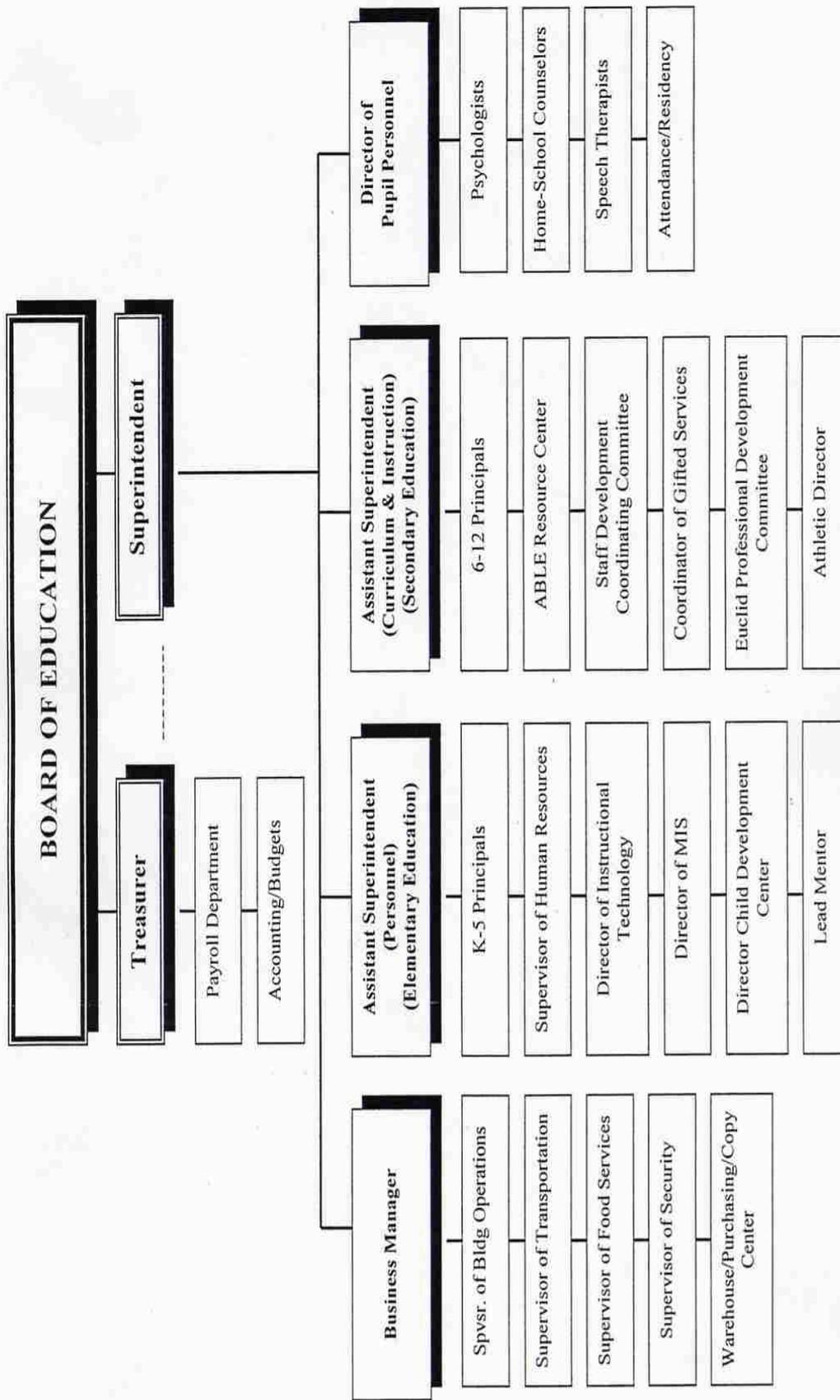
Stephen Vasek

**Administration**

Dr. Joffrey Jones  
Mr. John Fell  
Dr. John Schweitzer  
Mr. Ken Clickenger  
Mr. David Van Leer

Superintendent  
Assistant Superintendent  
Assistant Superintendent  
Business Manager  
Director, Pupil Personnel

**Euclid City Schools  
Organizational Chart 2006-07**



**This page intentionally left blank.**



# Mary Taylor, CPA

## Auditor of State

### INDEPENDENT ACCOUNTANTS' REPORT

Euclid City School District  
Cuyahoga County  
651 East 222<sup>nd</sup> Street  
Euclid, Ohio 44123

To the Board of Education:

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 20, 2006, 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, 2006, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 12, 2007, 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 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 non-major 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 cursive script that reads "Mary Taylor".

Mary Taylor, CPA  
Auditor of State

February 12, 2007

**EUCLID CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**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, 2006. 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 2006 are as follows:

- In total, net assets increased \$1,443,730. Net assets of governmental activities increased \$1,490,724 which represents a 5 percent increase from 2005 to 2006. Net assets of business-type activities decreased \$46,994 or 5 percent from 2005.
- General revenues accounted for \$68,280,985 in revenue or 87 percent of all governmental revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$10,100,735 or 13 percent of total governmental revenues of \$78,381,720.
- Total assets of governmental activities increased by \$3,943,382 as current assets increased by \$4,745,299.
- The District had \$76,878,996 in expenses related to governmental activities; only \$10,100,735 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues (primarily taxes) of \$68,280,985 were not adequate to provide for the \$76,878,996 in total governmental operations.
- Among the major funds, the general fund had \$63,742,084 in revenues and \$63,271,110 in expenditures. The general fund's fund balance increased to \$13,581,171 from \$13,376,919.

**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.

**EUCLID CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

---

---

***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 2006?" 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.
- 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.

**EUCLID CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

*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.

**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 2006 compared to 2005:

**Table 1 - Net Assets**

	Governmental Activities		Business-Type Activities		Total	
	2006	2005*	2006	2005	2006	2005*
<b>Assets</b>						
Current and Other Assets	\$ 69,239,923	\$ 64,494,624	\$ 1,065,919	\$ 1,120,535	\$ 70,305,842	\$ 65,615,159
Capital Assets	<u>26,158,836</u>	<u>26,960,753</u>	<u>9,678</u>	<u>24,462</u>	<u>26,168,514</u>	<u>26,985,215</u>
<b>Total Assets</b>	<u>\$ 95,398,759</u>	<u>\$ 91,455,377</u>	<u>\$ 1,075,597</u>	<u>\$ 1,144,997</u>	<u>\$ 96,474,356</u>	<u>\$ 92,600,374</u>
<b>Liabilities</b>						
Long-Term Liabilities	\$ 21,427,183	\$ 22,235,675	\$ 76,115	\$ 81,653	\$ 21,503,298	\$ 22,317,328
Other Liabilities	<u>43,463,296</u>	<u>40,202,146</u>	<u>146,045</u>	<u>162,913</u>	<u>43,609,341</u>	<u>40,365,059</u>
<b>Total Liabilities</b>	<u>\$ 64,890,479</u>	<u>\$ 62,437,821</u>	<u>\$ 222,160</u>	<u>\$ 244,566</u>	<u>\$ 65,112,639</u>	<u>\$ 62,682,387</u>
<b>Net Assets</b>						
Invested in Capital Asset,						
Net of Debt	\$ 8,013,882	\$ 7,840,645	\$ 9,678	\$ 24,462	\$ 8,023,560	\$ 7,865,107
Restricted	4,328,204	4,675,441	0	0	4,328,304	4,675,441
Unrestricted (Deficit)	<u>18,166,194</u>	<u>16,501,470</u>	<u>843,759</u>	<u>875,969</u>	<u>19,009,953</u>	<u>17,377,439</u>
<b>Total Net Assets</b>	<u>\$ 30,508,280</u>	<u>\$ 29,017,556</u>	<u>\$ 853,437</u>	<u>\$ 900,431</u>	<u>\$ 31,361,717</u>	<u>\$ 29,917,987</u>

\* As Restated

Current assets in all governmental funds were increased \$4,745,299. Capital assets decreased by \$801,917. Equity in pooled cash and cash equivalents and investments decreased by \$2,122,440. Taxes receivable increased \$6,069,258, due to the 2006 year being the first collection year of the additional levy.

The net assets of the District's business-type activities decreased by \$46,994 or 5 percent.

**EUCLID CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

Table 2 shows the changes in net assets for fiscal year 2006.

**Table 2 - Change in Net Assets**

	Governmental Activities		Business-Type Activities		Total	
	2006	2005*	2006	2005	2006	2005*
<b>Revenues</b>						
Program Revenues:						
Charges for Services	\$ 1,685,295	\$ 480,607	\$ 1,423,038	\$ 1,402,727	\$ 3,108,333	\$ 1,883,334
Operating Grants and Contributions	8,406,551	7,617,407	1,328,415	1,485,900	9,734,966	9,103,307
Capital Grants and Contributions	8,889	173,354	0	0	8,889	173,354
General Revenues:						
Property Taxes	35,880,558	32,249,296	0	0	35,880,558	32,249,296
Income Tax	6,143,703	5,386,339	0	0	6,143,703	5,386,339
Grants and Entitlements	25,089,258	23,946,592	0	0	25,089,258	23,946,592
Investment Earnings	1,082,909	560,456	4,738	3,260	1,087,647	563,716
Other	84,557	259,413	31,508	41,617	116,065	301,030
<b>Total Revenues</b>	<u>78,381,720</u>	<u>70,673,464</u>	<u>2,787,699</u>	<u>2,933,504</u>	<u>81,169,419</u>	<u>73,606,968</u>
<b>Program Expenses</b>						
Instruction:						
Regular	28,900,819	29,061,639	0	0	28,900,819	29,061,639
Special	12,699,262	12,316,845	0	0	12,699,262	12,316,845
Vocational	1,088,483	1,009,053	0	0	1,088,483	1,009,053
Adult Continuing	36,595	153,962	0	0	36,595	153,962
Other	64,471	0	0	0	64,471	0
Support Services:						
Pupil	3,920,772	4,198,302	0	0	3,920,772	4,198,302
Instructional Staff	5,005,227	5,490,332	0	0	5,005,227	5,490,332
Board of Education	115,826	62,438	0	0	115,826	62,438
Administration	5,158,833	5,107,922	0	0	5,158,833	5,107,922
Fiscal	1,649,290	1,802,982	0	0	1,649,290	1,802,982
Business	828,727	974,330	0	0	828,727	974,330
Operation and Maintenance						
of Plant	8,292,688	6,539,696	0	0	8,292,688	6,539,696
Pupil Transportation	3,498,865	3,149,997	0	0	3,498,865	3,149,997
Central	1,268,704	1,332,194	0	0	1,268,704	1,332,194
Operation of Non-Instructional						
Services	1,150,875	1,489,136	0	0	1,150,875	1,489,136
Extracurricular Activities	1,355,265	1,445,647	0	0	1,355,265	1,445,647
Interest and Fiscal Charges	1,844,294	1,808,547	0	0	1,844,294	1,808,547
Other	0	7,255	0	0	0	7,255
Food Service	0	0	2,166,079	2,224,684	2,166,079	2,224,684
Uniform School	0	0	5,301	6,076	5,301	6,076
Customer Service	0	0	670,086	654,094	670,086	654,094
Adult Education	0	0	5,227	16,719	5,227	16,719
<b>Total Program Expenses</b>	<u>76,878,996</u>	<u>75,950,277</u>	<u>2,846,693</u>	<u>2,901,573</u>	<u>79,725,689</u>	<u>78,851,850</u>
Increase (Decrease) in Net Assets,						
Before Transfers	<u>1,502,724</u>	<u>(5,276,813)</u>	<u>(58,994)</u>	<u>31,931</u>	<u>1,443,730</u>	<u>(5,244,882)</u>
Transfers	(12,000)	0	12,000	0	0	0
Change in Net Assets	1,490,724	(5,276,813)	(46,994)	31,931	1,443,730	(5,244,882)
Net Assets at Beginning of Year	<u>29,017,556</u>	<u>34,294,369</u>	<u>900,431</u>	<u>868,500</u>	<u>29,917,987</u>	<u>35,162,869</u>
<b>Net Assets End of Year</b>	<u>\$30,508,280</u>	<u>\$ 29,017,556</u>	<u>\$ 853,437</u>	<u>\$ 900,431</u>	<u>\$ 31,361,717</u>	<u>\$ 29,917,987</u>

**EUCLID CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**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 46 percent of revenues for governmental activities for the District in fiscal year 2006. General grants and entitlements represented 32 percent of governmental activity revenue in fiscal year 2006.

Instruction comprises 55.6 percent of governmental program expenses. Pupil and Instructional Support Services comprised 11.6 percent, Operation and Maintenance of Plant Services comprised 10.8 percent, and Pupil Transportation comprised 4.6 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 8.1 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>2006</u>	Total Cost of Services <u>2005</u>	Net Cost of Services <u>2006</u>	Net Cost of Services <u>2005</u>
Instruction	\$ 42,789,630	\$ 42,541,499	\$ 37,261,471	\$ 36,899,883
Support Services:				
Pupil and Instructional Staff	8,925,999	9,688,634	8,100,034	8,711,491
Board of Education, Administration, Fiscal, and Business	7,752,676	7,947,672	7,749,073	7,723,279
Operation and Maintenance of Plant	8,292,688	6,539,696	8,223,895	6,477,363
Pupil Transportation	3,498,865	3,149,997	3,392,033	3,035,297
Central	1,268,704	1,332,194	1,246,121	1,311,201
Other	0	7,255	0	7,255
Operation of Non-Instructional Service	1,150,875	1,489,136	(1,985,989)	340,431
Extracurricular Activities	1,355,265	1,445,647	947,329	1,364,162
Interest and Fiscal Charges	1,844,294	1,808,547	1,844,294	1,808,547
<b>Total Expenses</b>	<u>\$ 76,878,996</u>	<u>\$ 75,950,277</u>	<u>\$ 66,778,261</u>	<u>\$ 67,878,909</u>

**EUCLID CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

---

---

The dependence upon general revenues for governmental activities is apparent. Over 86 percent of governmental activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is also over 86 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 \$2,787,699 and expenditures of \$2,846,693 in fiscal 2006. The net change, a decrease in net assets of \$46,994 included a net loss of \$66,887 in the food service program. Non-operating revenues, including \$1,131,528 in grants and \$200,125 in donated commodities and earnings on investments helped offset an operating loss of \$1,398,540 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 \$76,541,293 and expenditures of \$76,795,884. The net decrease in fund balance of \$266,591 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 revenue levels, the general fund experienced a net increase in fund balance of \$204,252. The Permanent Improvement fund experienced a net decrease in fund balance of \$359,967. All other Governmental Funds netted a decrease in fund balance of \$110,876 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.

During the course of fiscal 2006 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 \$60,594,299 from the original budget estimates of \$59,555,382, due to more optimistic state funding estimates.

**EUCLID CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

The original appropriations of \$66,683,321 were increased to \$67,402,894. 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 \$4,459,287 above the final budgeted amount.

**Capital Assets and Debt Administration**

*Capital Assets*

At the end of fiscal 2006, the District had \$26,168,514 invested in land, buildings, equipment, and vehicles of which, \$26,158,836 represented governmental activities. Table 4 shows fiscal 2006 balances compared to 2005. Capital investments were made in fiscal 2006 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	
	2006	2005	2006	2005	2006	2005
Land	\$ 2,052,789	\$ 2,052,789	\$ 0	\$ 0	\$ 2,052,789	\$ 2,052,789
Land Improvements	1,296,502	1,328,311	0	0	1,296,502	1,328,311
Buildings and Improvements	21,025,347	20,959,385	0	0	21,025,347	20,959,385
Furniture and Equipment	1,196,083	1,816,185	9,678	24,462	1,205,761	1,840,647
Vehicles	588,115	804,083	0	0	588,115	804,083
<b>Totals</b>	<u>\$ 26,158,836</u>	<u>\$ 26,960,753</u>	<u>\$ 9,678</u>	<u>\$ 24,462</u>	<u>\$ 26,168,514</u>	<u>\$ 26,985,215</u>

For fiscal year 2006, Ohio law required school districts to set aside three percent of certain revenues for capital improvements and textbooks. For fiscal year 2006, this amounted to \$1,001,746 for each set aside. For fiscal year 2006, 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.

**EUCLID CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

***Debt***

At June 30, 2006, the District had \$18,144,954 in bonds outstanding and long-term notes outstanding, with \$1,970,000 due within one year. Table 5 summarizes bonds and notes outstanding.

**Table 5 - Outstanding Debt at Year End**

	Governmental Activities <u>2006</u>	Governmental Activities <u>2005</u>
Long-Term Debt:		
School Refunding	\$ 2,020,000	\$ 6,974,009
Library Improvements	585,000	3,391,099
Energy Conservation	2,105,000	2,255,000
School and Library Refunding	7,459,954	0
Long-Term Tax Anticipation Notes	<u>5,975,000</u>	<u>6,500,000</u>
<b>Total</b>	<u><u>\$18,144,954</u></u>	<u><u>\$19,120,108</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, 2006 the District's overall legal debt margin was \$62,859,000 with an unvoted debt margin of \$833,249. 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.

In 2006, the District issued bonds to refund most of the school refunding and library improvement issues.

**EUCLID CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**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 enabled 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.

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 totaled approximately \$5,000,000 annually.

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](mailto:svasek@euclid.K12.oh.us).

## ***BASIC FINANCIAL STATEMENTS***

**EUCLID CITY SCHOOL DISTRICT**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2006**

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
<b><u>Assets</u></b>			
Equity in Pooled Cash and Cash Equivalents	\$ 16,690,971	\$ 1,038,439	\$ 17,729,410
Accrued Interest Receivable	94,147	0	94,147
Accounts Receivable	950,265	0	950,265
Intergovernmental Receivable	299,550	0	299,550
Prepays Items	80,990	295	81,285
Materials and Supplies Inventory	107,828	27,185	135,013
Taxes Receivable	44,985,289	0	44,985,289
Deferred Bond Issuance Cost	154,560	0	154,560
Investments	5,876,323	0	5,876,323
Nondepreciable Capital Assets	2,052,789	0	2,052,789
Depreciable Capital Assets, Net	<u>24,106,047</u>	<u>9,678</u>	<u>24,115,725</u>
<b>Total Assets</b>	<b><u>\$ 95,398,759</u></b>	<b><u>\$ 1,075,597</u></b>	<b><u>\$ 96,474,356</u></b>
<b><u>Liabilities</u></b>			
Accounts Payable	\$ 239,035	\$ 12,144	\$ 251,179
Contracts Payable	316,219	0	316,219
Accrued Wages and Benefits Payable	4,852,015	22,758	4,874,773
Intergovernmental Payable	2,528,767	111,143	2,639,910
Deferred Revenue	33,507,273	0	33,507,273
Accrued Interest Payable	104,252	0	104,252
Insurance Claims Payable	1,795,652	0	1,795,652
Deferred Charges	120,083	0	120,083
Long-Term Liabilities:			
Due Within One Year	3,413,862	4,567	3,418,429
Due Within More than One Year	<u>18,013,321</u>	<u>71,548</u>	<u>18,084,869</u>
<b>Total Liabilities</b>	<b><u>64,890,479</u></b>	<b><u>222,160</u></b>	<b><u>65,112,639</u></b>
<b><u>Net Assets</u></b>			
Invested in Capital Assets, Net of Related Debt	8,013,882	9,678	8,023,560
Restricted for:			
Capital Projects	706,251	0	706,251
Debt Service	2,107,810	0	2,107,810
Set Asides	1,276,135	0	1,276,135
Special Revenue	238,008	0	238,008
Unrestricted	<u>18,166,194</u>	<u>843,759</u>	<u>19,009,953</u>
<b>Total Net Assets</b>	<b><u>\$ 30,508,280</u></b>	<b><u>\$ 853,437</u></b>	<b><u>\$ 31,361,717</u></b>

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	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
<b>Governmental Activities</b>							
Instruction:							
Regular	\$ 28,900,819	\$ 1,139,527	\$ 1,489,754	\$ 8,889	\$ (26,262,649)	\$ 0	\$ (26,262,649)
Special	12,699,262	974	2,807,356	0	(9,890,932)	0	(9,890,932)
Vocational Education	1,088,483	0	0	0	(1,088,483)	0	(1,088,483)
Adult/Continuing	36,595	0	81,659	0	45,064	0	45,064
Other	64,471	0	0	0	(64,471)	0	(64,471)
Support Services:							
Pupil	3,920,772	0	0	0	(3,920,772)	0	(3,920,772)
Instructional Staff	5,005,227	0	825,965	0	(4,179,262)	0	(4,179,262)
Board of Education	115,826	0	0	0	(115,826)	0	(115,826)
Administration	5,158,833	3,603	0	0	(5,155,230)	0	(5,155,230)
Fiscal Services	1,649,290	0	0	0	(1,649,290)	0	(1,649,290)
Business	828,727	0	0	0	(828,727)	0	(828,727)
Operation and Maintenance							
of Plant Services	8,292,688	65,965	2,828	0	(8,223,895)	0	(8,223,895)
Pupil Transportation	3,498,865	82,495	24,337	0	(3,392,033)	0	(3,392,033)
Central Services	1,268,704	0	22,583	0	(1,246,121)	0	(1,246,121)
Operation of Non-Instructional							
Services	1,150,875	0	3,136,864	0	1,985,989	0	1,985,989
Extracurricular Activities	1,355,265	392,731	15,205	0	(947,329)	0	(947,329)
Interest and Fiscal Charges	1,844,294	0	0	0	(1,844,294)	0	(1,844,294)
<b>Total Governmental Activities</b>	<b>76,878,996</b>	<b>1,685,295</b>	<b>8,406,551</b>	<b>8,889</b>	<b>(66,778,261)</b>	<b>0</b>	<b>(66,778,261)</b>
<b>Business-Type Activities</b>							
Food Service	2,166,079	767,539	1,326,915	0	0	(71,625)	(71,625)
Uniform School Supplies	5,301	0	0	0	0	(5,301)	(5,301)
Customer Services	670,086	655,346	0	0	0	(14,740)	(14,740)
Adult and Community Education	5,227	153	1,500	0	0	(3,574)	(3,574)
<b>Total Business-Type Activities</b>	<b>2,846,693</b>	<b>1,423,038</b>	<b>1,328,415</b>	<b>0</b>	<b>0</b>	<b>(95,240)</b>	<b>(95,240)</b>
<b>Totals</b>	<b>\$ 79,725,689</b>	<b>\$ 3,108,333</b>	<b>\$ 9,734,966</b>	<b>\$ 8,889</b>	<b>\$ (66,778,261)</b>	<b>\$ (95,240)</b>	<b>\$ (66,873,501)</b>
<b>General Revenues</b>							
Property Taxes Levied for:							
General Purposes					32,102,887	0	32,102,887
Debt Service					2,361,032	0	2,361,032
Capital Outlay					1,416,639	0	1,416,639
Income Tax Levied for:							
General Purposes					6,091,431	0	6,091,431
Grants and Entitlements not Restricted to Specific Programs					25,089,258	0	25,089,258
Payment in Lieu of Taxes					52,272	0	52,272
Investment Earnings					1,082,909	4,738	1,087,647
Miscellaneous					84,557	31,508	116,065
<b>Total General Revenues before Transfers</b>					<b>68,280,985</b>	<b>36,246</b>	<b>68,317,231</b>
Transfers					(12,000)	12,000	0
<b>Total General Revenues, Special Item, Contributions Transfers, and Extraordinary Items</b>					<b>68,268,985</b>	<b>48,246</b>	<b>68,317,231</b>
Change in Net Assets					1,490,724	(46,994)	1,443,730
Net Assets Beginning of Year, Restated					29,017,556	900,431	29,917,987
<b>Net Assets End of Year</b>					<b>\$ 30,508,280</b>	<b>\$ 853,437</b>	<b>\$ 31,361,717</b>

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2006**

	<u>General</u>	<u>Permanent Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b><u>Assets</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$ 7,018,760	\$ 1,066,732	\$ 3,084,297	\$ 11,169,789
Restricted Cash	1,276,135	0	0	1,276,135
Investments	5,876,323	0	0	5,876,323
Receivables:				
Taxes	40,801,243	2,134,846	2,049,200	44,985,289
Accounts	950,265	0	0	950,265
Accrued Interest	94,147	0	0	94,147
Intergovernmental	0	0	299,550	299,550
Interfund	842,314	122,503	0	964,817
Prepaid Items	80,889	0	101	80,990
Inventory	<u>107,828</u>	<u>0</u>	<u>0</u>	<u>107,828</u>
<b>Total Assets</b>	<b><u>\$ 57,047,904</u></b>	<b><u>\$ 3,324,081</u></b>	<b><u>\$ 5,433,148</u></b>	<b><u>\$ 65,805,133</u></b>
<b><u>Liabilities and Fund Balances</u></b>				
Accounts Payable	\$ 191,836	\$ 0	\$ 43,836	\$ 235,672
Contracts Payable	0	316,219	0	316,219
Accrued Wages and Benefits Payable	4,373,602	0	456,104	4,829,706
Interfund Payable	0	750,000	177,017	927,017
Intergovernmental Payable	1,754,765	0	106,515	1,861,280
Deferred Revenue	37,054,723	1,914,228	1,847,948	40,816,899
Retirement Payout Liability	<u>91,807</u>	<u>0</u>	<u>0</u>	<u>91,807</u>
<b>Total Liabilities</b>	<b><u>43,466,733</u></b>	<b><u>2,980,447</u></b>	<b><u>2,631,420</u></b>	<b><u>49,078,600</u></b>
<b><u>Fund Balances</u></b>				
Reserved for Encumbrances	775,622	750,513	306,823	1,832,958
Reserved for Inventory	107,828	0	0	107,828
Reserved for Prepays	80,889	0	101	80,990
Reserved for Property Taxes	3,375,338	220,618	201,252	3,797,208
Reserved for Budget Stabilization	1,276,135	0	0	1,276,135
Unreserved, Undesignated, Reported in:				
General Fund	7,965,359	0	0	7,965,359
Debt Service Funds	0	0	2,019,030	2,019,030
Special Revenue Funds	0	0	127,013	127,013
Capital Project Funds	<u>0</u>	<u>(627,497)</u>	<u>147,509</u>	<u>(479,988)</u>
<b>Total Fund Balances</b>	<b><u>13,581,171</u></b>	<b><u>343,634</u></b>	<b><u>2,801,728</u></b>	<b><u>16,726,533</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 57,047,904</u></b>	<b><u>\$ 3,324,081</u></b>	<b><u>\$ 5,433,148</u></b>	<b><u>\$ 65,805,133</u></b>

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, 2006**

---

Total Governmental Fund Balances		\$ 16,726,533
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not functional resources and therefore are not reported in the funds.		26,136,943
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		7,309,626
Deferred Charges on the Issuance of Debt		154,560
An internal service fund is used by management to charge the costs of insurance to individual funds and the special rotary fund. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		1,740,329
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	(12,169,954)	
Tax Anticipation Notes Payable	(5,975,000)	
Compensated Absences	(2,302,635)	
Retirement Payout Liability	(493,585)	
Unamortized Bond Premium	(394,202)	
Deferred Charges	(120,083)	
Accrued Interest Payable	<u>(104,252)</u>	
Total		<u>(21,559,711)</u>
<b>Net Assets of Governmental Activities</b>		<b><u>\$ 30,508,280</u></b>

**EUCLID CITY SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	General	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>				
Taxes	\$ 36,465,170	\$ 1,392,042	\$ 2,293,565	\$ 40,150,777
Intergovernmental	25,198,402	229,124	8,038,636	33,466,162
Tuition and Fees	88,141	0	0	88,141
Transportation Fees	61,463	0	29,324	90,787
Earnings on Investments	1,032,465	0	38,114	1,070,579
Extracurricular Activities	0	0	400,403	400,403
Classroom Materials and Fees	425,194	0	210	425,404
Charges for Services	412,646	0	0	412,646
Miscellaneous	58,603	0	377,791	436,394
<b>Total Revenues</b>	<u>63,742,084</u>	<u>1,621,166</u>	<u>11,178,043</u>	<u>76,541,293</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	24,362,530	563,671	3,091,814	28,018,015
Special	9,473,713	0	2,975,070	12,448,783
Vocational Education	1,038,210	0	0	1,038,210
Adult/Continuing	4,749	0	80,652	85,401
Support Services:				
Pupil	3,749,688	0	49,658	3,799,346
Instructional Staff	4,048,891	6,353	907,120	4,962,364
Board of Education	114,790	0	0	114,790
Administration	4,908,758	25	116,196	5,024,979
Fiscal Services	1,578,726	2,645	15,872	1,597,243
Business	767,596	37,539	0	805,135
Operation and Maintenance of Plant Services	7,873,818	925,126	76,622	8,875,566
Pupil Transportation	3,215,959	123,464	20,364	3,359,787
Central Services	1,148,935	68,858	0	1,217,793
Operation of Non-Instructional Services	147,511	0	1,001,356	1,148,867
Extracurricular Activities	837,236	0	519,595	1,356,831
Capital Outlay	0	253,452	0	253,452
Debt Service:				
Principal Retirement	0	0	975,110	975,110
Interest and Fiscal Charges	0	0	1,714,212	1,714,212
<b>Total Expenditures</b>	<u>63,271,110</u>	<u>1,981,133</u>	<u>11,543,641</u>	<u>76,795,884</u>
Excess of Revenues Over (Under) Expenditures	<u>470,974</u>	<u>(359,967)</u>	<u>(365,598)</u>	<u>(254,591)</u>
<b>Other Financing Sources (Uses)</b>				
Premium on Refunding Bonds	0	0	415,006	415,006
Proceeds of Refunding Bonds	0	0	7,459,954	7,459,954
Refunding Bond Issuance Costs	0	0	(154,560)	(154,560)
Payment to Bond Escrow Agent	0	0	(7,720,400)	(7,720,400)
Transfers In	0	0	254,722	254,722
Transfers Out	(266,722)	0	0	(266,722)
<b>Total Other Financing Sources (Uses)</b>	<u>(266,722)</u>	<u>0</u>	<u>254,722</u>	<u>(12,000)</u>
Net Change in Fund Balances	204,252	(359,967)	(110,876)	(266,591)
Fund Balances Beginning of Year, as Restated	<u>13,376,919</u>	<u>703,601</u>	<u>2,912,604</u>	<u>16,993,124</u>
<b>Fund Balances End of Year</b>	<u>\$ 13,581,171</u>	<u>\$ 343,634</u>	<u>\$ 2,801,728</u>	<u>\$ 16,726,533</u>

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, 2006**

---

Net Change in Fund Balances - Total Governmental Funds \$ (266,591)

*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	\$ 931,070	
Current Year Depreciation	<u>(1,734,892)</u>	
Total		(803,822)

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

Taxes	<u>1,821,212</u>	
Total		1,821,212

Proceeds of debt issues are an other financing source in the funds, but the debt issue increases long-term liabilities in the statement of net assets. (7,459,954)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets 8,435,108

Premium on bonds issued are recognized as revenues in the governmental funds, however, they are amortized over the life of the issuance in the statement of activities. (394,202)

Bond issuance costs are recognized as expenditures in the governmental funds, however, they are amortized over the life of the issuance in the statement of activities. 154,560

Deferred Charges Amortized over the life of the loan on the Statement of Net Assets. (9,830)

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 131,594

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.

Compensated Absences Payable	403,853	
Retirement Payout Liability	<u>(282,593)</u>	
Total		121,260

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. (238,611)

**Change in Net Assets of Governmental Activities. \$ 1,490,724**

**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, 2006**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues</b>				
Taxes	\$32,710,448	\$34,917,678	\$37,401,813	\$ 2,484,135
Intergovernmental	25,831,329	24,663,016	24,970,167	307,151
Tuition and Fees	58,000	58,000	119,147	61,147
Transportation Fees	77,000	77,000	61,463	(15,537)
Earnings on Investments	615,000	615,000	895,184	280,184
Classroom Materials and Fees	128,000	128,000	122,169	(5,831)
Charges for Services	70,500	70,500	69,760	(740)
Miscellaneous	65,105	65,105	55,669	(9,436)
<b>Total Revenues</b>	<u>59,555,382</u>	<u>60,594,299</u>	<u>63,695,372</u>	<u>3,101,073</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	25,318,120	25,900,990	25,737,386	163,604
Special	9,686,597	9,956,984	9,887,735	69,249
Vocational Education	963,524	1,184,524	1,158,523	26,001
Other Instruction	337,000	283,178	233,756	49,422
Support Services:				
Pupil	4,229,467	4,090,400	3,918,531	171,869
Instructional Staff	4,384,802	4,141,797	4,195,763	(53,966)
Board of Education	104,771	129,997	111,543	18,454
Administration	4,952,832	4,945,748	4,873,500	72,248
Fiscal Services	1,798,453	1,788,008	1,615,332	172,676
Business	961,652	930,109	782,499	147,610
Operation and Maintenance of Plant				
Services	8,106,829	8,354,382	8,209,402	144,980
Pupil Transportation	3,133,129	3,377,271	3,306,394	70,877
Central Services	1,659,721	1,301,423	1,202,633	98,790
Operation of Non-Instructional Services	166,070	156,367	152,885	3,482
Extracurricular Activities	880,354	861,716	837,347	24,369
<b>Total Expenditures</b>	<u>66,683,321</u>	<u>67,402,894</u>	<u>66,223,229</u>	<u>1,179,665</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(7,127,939)</u>	<u>(6,808,595)</u>	<u>(2,527,857)</u>	<u>4,280,738</u>
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Assets	8,000	8,000	2,934	(5,066)
Transfers Out	(250,223)	(266,723)	(266,723)	0
Advances In	250,000	250,000	270,000	20,000
Advances Out	(100,000)	(610,000)	(607,817)	2,183
Contingencies	(200,000)	(202,785)	0	202,785
Refund of Prior Year Receipts	(1,600)	(1,767)	(1,355)	412
Refund of Prior Year Expenditures	270,000	270,000	228,235	(41,765)
<b>Total Other Financing Sources (Uses)</b>	<u>(23,823)</u>	<u>(553,275)</u>	<u>(374,726)</u>	<u>178,549</u>
Net Change in Fund Balance	<u>(7,151,762)</u>	<u>(7,361,870)</u>	<u>(2,902,583)</u>	<u>4,459,287</u>
Fund Balance Beginning of Year	15,015,210	15,015,210	15,015,210	0
Prior Year Encumbrances Appropriated	737,024	737,024	737,024	0
<b>Fund Balance End of Year</b>	<u>\$ 8,600,472</u>	<u>\$ 8,390,364</u>	<u>\$12,536,634</u>	<u>\$ 4,459,287</u>

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2006**

	<u>Business-Type</u> <u>Activities</u> Enterprise <u>Funds</u>	<u>Governmental</u> <u>Activities</u> Internal Service <u>Fund</u>
<b><u>Assets</u></b>		
<b><u>Current Assets</u></b>		
Equity in Pooled Cash and Cash Equivalents	\$ 1,038,439	\$ 4,245,047
Prepaid Items	295	0
Materials and Supplies Inventory	<u>27,185</u>	<u>0</u>
<b>Total Current Assets</b>	1,065,919	4,245,047
Capital Assets, Net	<u>9,678</u>	<u>21,892</u>
<b>Total Assets</b>	<u>1,075,597</u>	<u>4,266,939</u>
<b><u>Liabilities</u></b>		
<b><u>Current Liabilities</u></b>		
Accounts Payable	12,144	3,363
Accrued Wages and Benefits Payable	22,758	22,309
Intergovernmental Payable	111,143	667,486
Compensated Absences Payable	76,115	0
Insurance Claims Payable	0	1,210,000
Worker's Compensation Claim Payable	0	585,652
Interfund Payable	<u>0</u>	<u>37,800</u>
<b>Total Liabilities</b>	<u>222,160</u>	<u>2,526,610</u>
<b><u>Net Assets</u></b>		
Invested in Capital Assets	9,678	0
Unrestricted	<u>843,759</u>	<u>1,740,329</u>
<b>Total Net Assets</b>	<u>853,437</u>	<u>1,740,329</u>
<b>Total Liabilities and Fund Equity</b>	<u>\$ 1,075,597</u>	<u>\$ 4,266,939</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, 2006**

	Business-Type <u>Activities</u> Enterprise Funds	Governmental <u>Activities</u> Internal Service Fund
<b><u>Operating Revenues</u></b>		
Tuition	\$ 647,146	\$ 0
Transportation Fees	8,200	3,456
Food Services	767,539	0
Extracurricular Activities	0	5,457
Classroom Materials and Fees	153	122,549
Charge for Services	0	8,018,428
Miscellaneous	<u>31,508</u>	<u>10,176</u>
<b>Total Operating Revenues</b>	<u>1,454,546</u>	<u>8,160,066</u>
<b><u>Operating Expenses</u></b>		
Salaries and Wages	1,216,020	69,455
Fringe Benefits	472,318	8,102,378
Purchased Services	100,291	37,238
Supplies and Materials	1,025,156	42,549
Depreciation	14,784	100
Capital Outlay	14,375	65,833
Other	<u>3,749</u>	<u>159,157</u>
<b>Total Operating Expenses</b>	<u>2,846,693</u>	<u>8,476,710</u>
Operating Income (Loss)	<u>(1,392,147)</u>	<u>(316,644)</u>
<b><u>Non-Operating Revenues</u></b>		
Earnings on Investments	4,738	78,033
Operating Grants	1,133,028	0
Donated Commodities	<u>195,387</u>	<u>0</u>
<b>Total Non-Operating Revenues</b>	<u>1,333,153</u>	<u>78,033</u>
Changes in Net Assets	(58,994)	(238,611)
Transfers In	<u>12,000</u>	<u>0</u>
Changes in Net Assets	(46,994)	(238,611)
Net Assets Beginning of Year	<u>900,431</u>	<u>1,978,940</u>
Net Assets End of Year	<u>\$ 853,437</u>	<u>\$ 1,740,329</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, 2006**

	Business-Type Activities Enterprise Funds	Governmental Activities Internal Service Fund
<i>Increase (Decrease) in Cash and Cash Equivalents</i>		
<b><u>Cash Flows from Operating Activities</u></b>		
Cash Received from Customers	\$ 1,454,546	\$ 8,160,051
Cash Payments for Goods and Services	(1,131,747)	(145,703)
Cash Payments to Employees for Services	(1,236,718)	(44,125)
Cash Payments for Employee Benefits	(480,950)	(8,052,530)
Cash Payments for Other Operating Expenses	(3,749)	(159,158)
<b>Net Cash Provided by (Used for) Operating Activities</b>	<b><u>(1,398,618)</u></b>	<b><u>(241,465)</u></b>
<b><u>Cash Flows from Noncapital Financing Activities</u></b>		
Operating Grants Received	1,328,415	0
Operating Transfers In	12,000	0
Advances from Other Funds	0	37,800
<b>Net Cash Provided by Noncapital Financing Activities</b>	<b><u>1,340,415</u></b>	<b><u>37,800</u></b>
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>		
Payments for Capital Acquisition	0	(2,005)
<b>Total Cash Flows from Capital and Related Financing Activities</b>	<b><u>0</u></b>	<b><u>(2,005)</u></b>
<b><u>Cash Flows from Investing Activities</u></b>		
Earnings on Investments	4,738	78,033
<b>Net Cash Provided by Investing Activities</b>	<b><u>4,738</u></b>	<b><u>78,033</u></b>
Net Increase (Decrease) in Cash and Cash Equivalents	(53,465)	(127,637)
Cash and Cash Equivalents Beginning of Year	1,091,904	4,372,684
<b>Cash and Cash Equivalents End of Year</b>	<b><u>\$ 1,038,439</u></b>	<b><u>\$ 4,245,047</u></b>
<b><u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u></b>		
Operating Income (Loss)	\$ (1,392,147)	\$ (316,644)
<b><u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u></b>		
Depreciation	14,784	100
(Increase) Decrease in Assets:		
Prepaid Items	(47)	0
Materials and Supplies Inventory	1,198	0
Increase (Decrease) in Liabilities:		
Accounts Payable	6,881	2,692
Accrued Salaries and Benefits Payable	(20,655)	22,309
Intergovernmental Payable	(3,094)	107,700
Employee Benefit Obligations Payable	(5,538)	0
Claims Payable	0	(57,622)
<b>Total Adjustments</b>	<b><u>(6,471)</u></b>	<b><u>75,179</u></b>
<b>Net Cash Provided by (Used for) Operating Activities</b>	<b><u>\$ (1,398,618)</u></b>	<b><u>\$ (241,465)</u></b>

**Schedule of Noncash Financing Activities**

During the year, the Food Services Enterprise Fund received Donated Commodities of \$189,863.

See accompanying notes to the basic financial statements.

**EUCLID CITY SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUND  
JUNE 30, 2006**

---

---

	<u>Agency Fund</u>
<b><u>Assets</u></b>	
Equity in Pooled Cash and Cash Equivalents	\$ 31,371
Due from Students	<u>13,660</u>
<b>Total Assets</b>	<b><u>\$ 45,031</u></b>
<b><u>Liabilities</u></b>	
Accounts Payable	\$ 2,229
Due to Students	<u>42,802</u>
<b>Total Liabilities</b>	<b><u>\$ 45,031</u></b>

See accompanying notes to the basic financial statements.

## **NOTES TO THE FINANCIAL STATEMENTS**

**EUCLID CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

---

---

**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, 2006 was 6,573. 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, 2006**  
**(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 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, 2006**  
**(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, 2006**  
**(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 the preparation of the proprietary fund financial statements, but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief 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, 2006**  
**(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, 2006**  
**(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, 2006, but which were levied to finance fiscal year 2007 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, 2006**  
**(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 2006, 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 2006 amounted to \$1,032,465, which includes \$512,862 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, 2006**  
**(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, 2006 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, 2006  
(CONTINUED)**

---

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

H. **Capital Assets** (Continued)

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 for computers is \$500 and all other items are \$1,500 during 2006. 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, 2006**  
**(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.

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.

**EUCLID CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

---

---

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

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.

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

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

---

---

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

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. Any revenues and expenses not meeting the definition of operating are reported as nonoperating.

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 2006.

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, 2006**  
**(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 2006.

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(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 or fund level for all other funds, 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, 2006  
(CONTINUED)**

---

---

NOTE 3: **COMPLIANCE AND ACCOUNTABILITY**

A. **Changes in Accounting Principles**

For fiscal year 2006, the District has implemented GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets for Insurance Recoveries*, GASB Statement No. 44, *Economic Condition Reporting: The Statistical Section*, GASB Statement No. 46, *Net Assets Restricted by Enabling Legislation* and GASB Statement No. 47, *Accounting for Termination Benefits*.

GASB Statement No. 42 amends GASB Statement No. 34 and establishes accounting and financial reporting standards for impairment of capital assets and accounting requirements for insurance recoveries.

The purpose of GASB Statement No. 44 is to improve the understandability and usefulness of the information that state and local governments present as supplementary information in the statistical section.

GASB Statement No. 46 defines enabling legislation and specifies net assets should be reported in the financial statements when there are changes in such legislation. The Statement also requires governments to disclose in the notes to the financial statements the amount of net assets restricted by enabling legislation.

GASB Statement No. 47 establishes accounting standards for termination benefits.

The implementation of these GASB Statements did not have an effect on the fund balances/net assets of the District as previously reported at June 30, 2005.

B. **Legal Compliance**

***Certificate of Estimated Resources Amendments***

Ohio Revised Code Section 133.22(B) requires that when a subdivision issues anticipatory securities, the fiscal officer of the subdivision shall file a copy of the legislation passed under division (A) of this section with the county auditor of each county in which any part of the subdivision is located. Ohio Revised Code Section 5705.36(A)(3) requires that an increased amended certificate be obtained from the budget commission if the legislative authority intends to appropriate and expend the excess revenue collected by a subdivision. An amended certificate of estimated resources was not obtained for the \$7,459,954 refunded bonds. The unique situation of refunding bonds caused the District to overlook obtaining an amended certificate.

**EUCLID CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
 (CONTINUED)**

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

B. **Legal Compliance** (Continued)

**Expenditures Plus Encumbrances in Excess of Appropriations**

Ohio Revised Code Section 5705.41(B) prohibits a subdivision from making an expenditure unless it has been appropriated. Ohio Revised Code Section 5705.41(D)(1) states that no subdivision shall make any contract or order any expenditure of money unless the certificate of the fiscal officer is attached. The fiscal officer must certify that the amount required to meet such a commitment has been lawfully appropriated and is in the treasury or in the process of collection to the credit of an appropriate fund free from any previous encumbrances. Further, contracts and orders for expenditure lacking prior certification shall be void. Ohio Revised Code Section 5705.38 ( C ) provides that appropriation measures shall be classified so as to set forth separately the amounts appropriated for each office, department, and division, and, within each, the amount appropriated for personal services.

As of June 30, 2006, the following accounts had expenditures plus encumbrances in excess of appropriations:

<u>Fund/Function/Object</u>	<u>Appropriations</u>	<u>Expenditures Plus Encumbrances</u>	<u>Excess</u>
General Fund:			
Regular Instruction - Purchased Services	\$ 312,242	\$ 335,943	\$ 23,701
Support Services Pupil - Capital Outlay	1,550	1,725	175
Support Services Instructional Staff - Salaries	2,588,698	2,731,043	142,345

**Appropriations Exceeding Estimated Resources**

Ohio Revised Code Section 5705.39 prohibits appropriations from each fund from exceeding the total estimated resources. The Debt Service Bond Retirement fund had appropriations exceeding estimated resources as follows:

<u>Debt Service Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
Original Budget	\$ 4,828,875	\$11,119,943	\$(6,291,068)
Final Budget	4,828,873	10,965,383	(6,136,510)

The District will re-evaluate the budget process.

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

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

C. **Negative Fund Balances and Net Assets**

The following funds had negative fund balances at June 30, 2006.

*Special Revenue Funds*

Vocational Education Enhancement	\$ (4,310)
Poverty Based Assistance	(173,110)
IDEA Part B Special Education	(3,058)
Reducing Class Size	(31,551)

*Capital Projects Fund*

Vocational Educational Equipment	(91)
----------------------------------	------

*Internal Service Fund*

Workers' Compensation	(462,328)
-----------------------	-----------

The fund deficits in the special revenue funds and the capital projects fund resulted from accrued liabilities. The general fund is liable for the deficits in these funds and will provide operating transfers when cash is required, not when accruals occur.

The internal service fund had a deficit in net assets. Management is analyzing the operation to determine appropriate steps to alleviate the deficit.

D. **Restatement of Net Assets and Fund Balances**

During the fiscal year ended June 30, 2005, fund balance for the general fund and other governmental funds were restated due to an accounting error in pension expense. The fund balances for other governmental funds were restated due to an accounting error in Intergovernmental Revenue.

	<u>General Fund</u>	<u>Other Governmental Funds</u>
Fund Balance, June 30, 2005, as reported	\$ 14,088,229	\$ 2,962,653
Understatement of Pension Expense	(711,310)	(13,861)
Intergovernmental Overstatement of Revenues	0	(36,188)
<b>Fund Balance, June 30, 2005, as Restated</b>	<u>\$ 13,376,919</u>	<u>\$ 2,912,604</u>
		<u>Governmental Activities</u>
Net Assets, June 30, 2005, as reported		\$ 29,053,744
Correction of accounting error for Intergovernmental Revenue		(36,188)
<b>Adjustment to Net Assets, June 30, 2005, as Restated</b>		<u>\$ 29,017,556</u>

During the fiscal year ended June 30, 2005, net assets for Governmental Activities were restated due to an accounting error in Intergovernmental Revenue.

**EUCLID CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

---

**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).

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	\$ 204,252
Net Adjustment for Revenue Accruals	184,457
Net Adjustment for Expenditure Accruals	(1,723,025)
Advances In	270,000
Advances Out	(607,817)
Adjustment for Encumbrances	(1,230,450)
Budget Basis	\$(2,902,583)

**EUCLID CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

---

---

**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.

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;

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

---

---

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

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.

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, 2006, 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, 2006, the carrying amount of the District's deposits was \$13,680,407, including restricted cash of \$1,276,135, and the bank balance was \$15,546,478. \$383,904 of the District's bank balance was covered by Federal Depository Insurance and \$15,162,574 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.

**EUCLID CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

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.

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	\$ 3,987,077
FNMA	<1	AAA	3,973,961
FHLMC DN	<1	AAA	1,993,479
Total Portfolio			<u>\$ 9,954,517</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.

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

---

---

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

*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 40 percent in FNMA and 20 percent are FHLMC. All other investments not specifically guaranteed by the U.S. government are less than 40 percent of the District's total investments.

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 2006 represents collections of calendar year 2005 taxes. Real property taxes received in calendar year 2006 were levied after April 1, 2005, on the assessed value listed as of January 1, 2005, 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 2006 represents collections of calendar year 2005 taxes. Public utility real and tangible personal property taxes received in calendar year 2006 became a lien December 31, 2004, were levied after April 1, 2005 and are collected in 2006 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 2006 (other than public utility property) represents the collection of 2006 taxes. Tangible personal property taxes received in calendar year 2006 were levied after April 1, 2005, on the value as of December 31, 2005. Tangible personal property is currently assessed at twenty-five percent of true value for capital assets and twenty-three 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.

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

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

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, 2006, are available to finance fiscal year 2006 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property; public utility property and tangible personal property taxes which are measurable as of June 30, 2006 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, 2006 was \$3,375,338 in the general fund, \$201,252 in the bond retirement fund, and \$220,618 in the permanent improvement capital projects fund. 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.

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.

The assessed values upon which the fiscal year 2006 taxes were collected are:

	<u>2005 Second-Half Collections</u>		<u>2006 First-Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$ 745,839,860	87.71%	\$ 734,139,270	88.10%
Public Utility	24,167,100	2.84%	22,108,400	2.65%
Tangible Personal Property	<u>80,320,200</u>	<u>9.45%</u>	<u>77,001,463</u>	<u>9.25%</u>
	<u>\$ 850,327,160</u>	<u>100.00%</u>	<u>\$ 833,249,133</u>	<u>100.00%</u>
 Tax Rate per \$1,000 of Assessed Valuation	 \$ 72.80		 \$ 78.20	

**EUCLID CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
 (CONTINUED)**

---

**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 City of Euclid. Taxpayers are required to file an annual return with the City of Euclid. 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, 2006 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.

A summary of the principal items of intergovernmental receivables follows:

	<u>Governmental Activities</u>
Public School Preschool Grant	\$ 8,126
Alternative School	9,729
Adult Basic Education	97,133
Title I	135,438
Goals 2000 Proficiency	<u>49,124</u>
<b>Total Receivables</b>	<b><u>\$ 299,550</u></b>

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

**NOTE 9: CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2006, was as follows:

	Balance at 6/30/2005	Additions	Deletions	Balance 6/30/2006
<b><u>Governmental Activities</u></b>				
<i>Capital Assets not being Depreciated:</i>				
Land	\$ 2,052,789	\$ 0	\$ 0	\$ 2,052,789
<i>Total Capital Assets not being Depreciated</i>	<u>2,052,789</u>	<u>0</u>	<u>0</u>	<u>2,052,789</u>
<i>Capital Assets being Depreciated:</i>				
Land Improvements	3,218,868	43,290	0	3,262,158
Buildings and Improvements	50,835,723	592,508	0	51,428,231
Furniture and Equipment	5,570,583	150,121	(152,843)	5,567,861
Vehicles	3,464,760	147,056	(135,729)	3,476,087
<i>Total Capital Assets being Depreciated</i>	<u>63,089,934</u>	<u>932,975</u>	<u>(288,572)</u>	<u>63,734,337</u>
Less Accumulated Depreciation:				
Land Improvements	(1,890,557)	(75,099)	0	(1,965,656)
Building and Building Improvements	(29,876,338)	(526,546)	0	(30,402,884)
Furniture and Equipment	(3,754,398)	(770,223)	152,843	(4,371,778)
Vehicles	(2,660,677)	(363,024)	135,729	(2,887,972)
Total Accumulated Depreciation	<u>(38,181,970)</u>	<u>(1,734,892)</u>	<u>288,572</u>	<u>(39,628,290)</u>
<i>Total Capital Assets being Depreciated</i>	<u>24,907,964</u>	<u>(801,917)</u>	<u>0</u>	<u>24,106,047</u>
<b>Total Capital Assets - Governmental Activities</b>	<u>\$ 26,960,753</u>	<u>\$ (801,917)</u>	<u>\$ 0</u>	<u>\$ 26,158,836</u>
<b><u>Business-Type Activities</u></b>				
Furniture and Equipment	\$ 326,712	\$ 0	\$ 0	\$ 326,712
Less Accumulated Depreciation	<u>(302,250)</u>	<u>(14,784)</u>	<u>0</u>	<u>(317,034)</u>
<b>Total Capital Assets - Business-Type Activities , Net</b>	<u>\$ 24,462</u>	<u>\$ (14,784)</u>	<u>\$ 0</u>	<u>\$ 9,678</u>

\* Depreciation was charged to governmental functions as follows:

Instruction:		
Regular		\$ 659,259
Special		225,535
Vocational		52,046
Support Services:		
Pupils		86,744
Instructional Staff		104,094
Administration		104,094
Fiscal		52,047
Business		34,698
Operation and Maintenance of Plant		208,187
Pupil Transportation		86,745
Central Service		52,047
Food Service		17,349
Extracurricular Activities		52,047
<b>Total Depreciation Expense</b>		<u>\$ 1,734,892</u>

**EUCLID CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR JUNE 30, 2006  
(CONTINUED)**

**NOTE 10: LONG-TERM OBLIGATIONS**

The changes in the District's long-term obligations during fiscal year 2006 were as follows:

	Principal Outstanding at 6/30/05	Additions	Deductions	Balance Outstanding at 6/30/06	Amounts Due In One Year
<b><u>General Obligation Bonds</u></b>					
School Refunding Bond \$13,325,000 - 6.55%	\$ 6,974,009	\$ 0	\$ (4,954,009)	\$ 2,020,000	\$ 985,000
Bond Series \$5,000,000 1995- Library Improvement - 5.40%	3,391,099	0	(2,806,099)	585,000	285,000
1996 Energy Conservation Bond \$2,715,000 - 4.40%	2,255,000	0	(150,000)	2,105,000	150,000
School and Library Refunding - \$7,459,954 - 5.00%	0	7,459,954	0	7,459,954	0
<b>Total General Obligation Bonds</b>	<u>12,620,108</u>	<u>7,459,954</u>	<u>(7,910,108)</u>	<u>12,169,954</u>	<u>1,420,000</u>
<b>Permanent Improvement Tax</b>					
Anticipation \$6,500,000 - 4.25%	6,500,000	0	(525,000)	5,975,000	550,000
Unamortized Bond Premium	0	415,006	(20,804)	394,202	88,320
Retirement Payout Liability	409,078	516,713	(340,399)	585,392	192,364
Compensated Absences Payable	<u>2,706,488</u>	<u>1,021,909</u>	<u>(1,425,762)</u>	<u>2,302,635</u>	<u>1,163,178</u>
<b>Total Governmental Activities</b>					
<b>Long-Term Liabilities</b>	<u>\$ 22,235,674</u>	<u>\$ 9,413,582</u>	<u>\$(10,222,073)</u>	<u>\$ 21,427,183</u>	<u>\$ 3,413,862</u>
<b><u>Business-Type Activities</u></b>					
Compensated Absences	<u>\$ 81,653</u>	<u>\$ 0</u>	<u>\$ (5,538)</u>	<u>\$ 76,115</u>	<u>\$ 4,567</u>

**Current Year Defeased Debt**

On March 7, 2006, the District issued general obligation bonds of \$7,459,954 with an interest rate of 5.00 percent to advance refund the portion of the District's library improvement and school refunding bonds, series 1995, stated to mature on December 1, in the years 2008 through 2011, and 2015, in the aggregate principal amount of \$7,460,000, with an interest rate of 5.40 - 6.55 percent. Refunding bonds were issued at a premium of \$415,006 with issuance costs of \$154,560, the net proceeds were \$7,720,400. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. Government securities and those securities were deposited into an irrevocable trust with an escrow agent to provide debt service payments until refunding bonds are called on December 1, 2014. The advance refunding met the requirements of an in-substance debt defeasance and the various 1995 series bonds were removed from the District's government-wide financial statements.

As a result of the advance refunding, the District's reduced its total debt service requirements by \$362,804, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$289,415.

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

---

---

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

**Prior Year Defeased Debt**

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, 2006, the amount of defeased debt outstanding but removed from the financial statements amounted to \$7,760,108.

**General Obligation Bonds**

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.

In 2004, the District issued \$6,500,000 in long-term payable 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 property taxes.

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 \$62,859,000 with an unvoted debt margin of \$833,249 at June 30, 2006.

**EUCLID CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

Principal and interest requirements to retire the general obligation debt outstanding at June 30, 2006 are as follows:

Fiscal Year Ending June 30,	Permanent Improvement Tax Anticipation Note		General Obligation Bonds		Total
	Principal	Interest	Principal	Interest	
2007	\$ 550,000	\$ 250,137	\$ 1,420,000	\$ 570,006	\$ 2,790,143
2008	575,000	222,011	1,495,000	500,016	2,792,027
2009	600,000	192,638	1,565,000	425,044	2,782,682
2010	635,000	161,763	1,645,000	345,910	2,787,673
2011	665,000	129,263	1,725,000	260,977	2,780,240
2012-2016	2,950,000	235,007	4,319,954	462,012	7,966,973
	<u>\$ 5,975,000</u>	<u>\$ 1,190,819</u>	<u>\$ 12,169,954</u>	<u>\$ 2,563,965</u>	<u>\$ 21,899,738</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.

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 has implemented an early retirement incentive offered to certified employees only. The incentive consists of a cash payment in five (5) equal installments. The eligibility requirements for certified employees are age 60/5 years of service credit, age 55/25 years of service credit or any age with 30 years of service credit. The District's liability for fiscal year ended June 30, 2006 is \$585,392.

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

---

---

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 (800) 878-5853.

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 2006, 10.58 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2005, 10.57 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, 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, 2006, 2005, and 2004, were \$1,272,065, \$1,297,423, and \$1,564,912, respectively; 64.63 percent has been contributed for fiscal year 2006 and 100 percent for the fiscal years 2005 and 2004.

**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. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-alone financial report that may be obtained by writing to STRS, 275 East Broad Street, Columbus, Ohio 43215-3771 or by calling (614) 227-4090.

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

---

---

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

**B. State Teachers Retirement System** (Continued)

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The 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.

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, 2006, 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 the State Teachers Retirement Board, 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.

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

---

---

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

B. **State Teachers Retirement System** (Continued)

The District's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2006, 2005, and 2004, were \$4,123,858, \$4,076,043, and \$3,988,251, respectively; 76 percent has been contributed for fiscal year 2006 and 100 percent for fiscal years 2005 and 2004. Contributions to the DC and Combined Plans for fiscal year 2005 were \$16,514 made by the District and \$21,589 made by the plan members.

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.

STRS retirees who participate in the DB or Combined plans and their 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. All 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 rates, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2006, the STRS Board allocated employer contributions equal to 1.0 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$317,220 for fiscal year 2006.

STRS pays health care benefits from the Health Care Stabilization Fund. At June 30, 2005 (the latest information available) the balance in the fund was \$3.3 billion. For the year ended June 30, 2004, net health care costs by STRS were \$254,780,000 and STRS had 115,395 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. 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. Premiums are reduced for retirees whose household income falls below the poverty level.

**EUCLID CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
 (CONTINUED)**

---

**NOTE 13: POSTEMPLOYMENT BENEFITS**

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, 2006, employer contributions to fund health care benefits were 3.42 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2006, the minimum pay has been established at \$35,800. However, the surcharge is capped at 2 percent of each employer's SERS salaries. For the fiscal year, the District paid \$595,258 to fund health care benefits, including surcharge.

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 the projected claims less premium contribution for the next fiscal year. Expenses for health care for the fiscal year ended June 30, 2005, ( the latest information available) were \$178,221,113 and the target level was \$267.5 million. SERS has approximately 58,123 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 2006, 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:

Building, Contents, Boiler and Machinery Contents (\$10,000 deductible)	\$ 149,562,077
Crime Insurance (\$1,000 deductible)	25,000
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.

**EUCLID CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
 (CONTINUED)**

---

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

**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 \$1,210,000 reported in the fund at June 30, 2006 was estimated by the third party administrator and is based on the requirements of GASB 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 Statement No. 30). Changes in the fund's claims liability amount for the fiscal years ended June 30, 2004, 2005, and 2006 were:

	<u>Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
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
June 30, 2006	\$ 1,139,600	\$ 3,495,577	\$(5,845,177)	\$(1,210,000)

The above claim payments include management fees in the amount of \$753,348.

**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.

The claims liability of \$585,652 reported in the fund at June 30, 2006 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, 2004, 2005, and 2006 were:

**EUCLID CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
 (CONTINUED)**

---

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

**Workers' Compensation Program** (Continued)

	<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, 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
June 30, 2006	\$ 713,674	\$ 832,331	\$ (987,173)	\$ 26,820	\$ 585,652

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 2006, the District paid \$1,378,296 to the Council. Financial information can be obtained by contacting David Cottrell, 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, 2006**  
**(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, 2006.

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(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, 2006 consist of the following:

	<u>Receivable</u>	<u>Payable</u>
<i>Major Funds</i>		
General Fund	\$ 842,314	\$ 0
Permanent Improvement Fund	122,503	750,000
<i>Nonmajor Funds</i>		
Debt Service Fund	0	122,503
Special Revenue Funds	0	54,423
Capital Projects Funds	0	91
<i>Internal Service Fund</i>		
Special Rotary Fund	0	37,800
<b>Total Interfund Transactions</b>	<u>\$ 964,817</u>	<u>\$ 964,817</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 \$147,950 were eliminated since they were within the governmental activity.

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 0	\$ 266,722
Debt Service Fund	250,223	0
Special Revenue Funds	4,499	0
Enterprise Fund	12,000	0
Total	<u>\$ 266,722</u>	<u>\$ 266,722</u>

**EUCLID CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

NOTE 19: **SET ASIDE REQUIREMENTS**

The District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by 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, 2006, 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, 2005	\$ (393,102)	\$ 0	\$ 1,169,331
Current Year Set-Aside Requirements	1,001,746	1,001,746	106,804
Qualifying Disbursements	(1,220,091)	(1,470,453)	0
Permanent Improvement Levy Revenues	<u>0</u>	<u>0</u>	<u>0</u>
Totals	<u>(611,447)</u>	<u>(468,707)</u>	<u>1,276,135</u>
Set-Aside Balance Carried Forward to Future Fiscal Years	<u>\$ (611,447)</u>	<u>\$ 0</u>	<u>\$ 1,276,135</u>
Set-Aside Reserve Balance as of June 30, 2006	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,276,135</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.

**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.

**Knowledge Works Grant** - this grant was established to account for funds received through the Knowledge Works Foundation for the establishment of the Ohio Small Schools Initiative. This was a three year grant.

**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)

**Summer 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 teachers, purchase supplies and provide 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.

**Poverty Based Assistance** - In 2005, the Ohio General Assembly passed a biennial budget bill which included a new allocation termed PBA. Qualifying districts receive these funds through the State Foundation Program, but must be accounted in a special fund. These funds must be used for all day kindergarten, student intervention, class size reduction, professional development and community outreach.

**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.

**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.

**Reducing Class Size** - This fund was established with federal funds to help reduce the teacher to student ratio in the lower classes. Roosevelt and Glenbrook will have the pilot program with co-teachers in the first grade classrooms. The funds will be used for teacher salaries and benefits.

**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 those 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, 2006**

|                                            | Nonmajor<br>Debt<br>Service<br>Fund | Nonmajor<br>Special<br>Revenue<br>Funds | Nonmajor<br>Capital<br>Projects<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|--------------------------------------------|-------------------------------------|-----------------------------------------|------------------------------------------|--------------------------------------------|
| <b><u>Assets</u></b>                       |                                     |                                         |                                          |                                            |
| Equity in Pooled Cash and Cash Equivalents | \$ 2,141,533                        | \$ 795,164                              | \$ 147,600                               | \$ 3,084,297                               |
| Receivables:                               |                                     |                                         |                                          |                                            |
| Taxes                                      | 2,049,200                           | 0                                       | 0                                        | 2,049,200                                  |
| Intergovernmental                          | 0                                   | 299,550                                 | 0                                        | 299,550                                    |
| Prepaid Items                              | <u>0</u>                            | <u>101</u>                              | <u>0</u>                                 | <u>101</u>                                 |
| <b>Total Assets</b>                        | <b><u>\$ 4,190,733</u></b>          | <b><u>\$ 1,094,815</u></b>              | <b><u>\$ 147,600</u></b>                 | <b><u>\$ 5,433,148</u></b>                 |
| <b><u>Liabilities</u></b>                  |                                     |                                         |                                          |                                            |
| Accounts Payable                           | \$ 0                                | \$ 43,836                               | \$ 0                                     | \$ 43,836                                  |
| Accrued Wages and Benefits Payable         | 0                                   | 456,104                                 | 0                                        | 456,104                                    |
| Interfund Payable                          | 122,503                             | 54,423                                  | 91                                       | 177,017                                    |
| Intergovernmental Payable                  | 0                                   | 106,515                                 | 0                                        | 106,515                                    |
| Deferred Revenue                           | <u>1,847,948</u>                    | <u>0</u>                                | <u>0</u>                                 | <u>1,847,948</u>                           |
| <b>Total Liabilities</b>                   | <b><u>1,970,451</u></b>             | <b><u>660,878</u></b>                   | <b><u>91</u></b>                         | <b><u>2,631,420</u></b>                    |
| <b><u>Fund Balances</u></b>                |                                     |                                         |                                          |                                            |
| Reserved for Encumbrances                  | 0                                   | 306,823                                 | 0                                        | 306,823                                    |
| Reserved for Prepaids                      | 0                                   | 101                                     | 0                                        | 101                                        |
| Reserved for Property Taxes                | 201,252                             | 0                                       | 0                                        | 201,252                                    |
| Unreserved, Undesignated, Reported in:     |                                     |                                         |                                          |                                            |
| Debt Service Fund                          | 2,019,030                           | 0                                       | 0                                        | 2,019,030                                  |
| Special Revenue Funds                      | 0                                   | 127,013                                 | 0                                        | 127,013                                    |
| Capital Projects Funds                     | <u>0</u>                            | <u>0</u>                                | <u>147,509</u>                           | <u>147,509</u>                             |
| <b>Total Fund Balances</b>                 | <b><u>2,220,282</u></b>             | <b><u>433,937</u></b>                   | <b><u>147,509</u></b>                    | <b><u>2,801,728</u></b>                    |
| <b>Total Liabilities and Fund Balances</b> | <b><u>\$ 4,190,733</u></b>          | <b><u>\$ 1,094,815</u></b>              | <b><u>\$ 147,600</u></b>                 | <b><u>\$ 5,433,148</u></b>                 |

**EUCLID CITY SCHOOL DISTRICT**  
**COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                              | Nonmajor<br>Debt<br>Service<br>Fund | Nonmajor<br>Special<br>Revenue<br>Funds | Nonmajor<br>Capital<br>Projects<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|----------------------------------------------|-------------------------------------|-----------------------------------------|------------------------------------------|--------------------------------------------|
| <b>Revenues</b>                              |                                     |                                         |                                          |                                            |
| Taxes                                        | \$ 2,293,565                        | \$ 0                                    | \$ 0                                     | \$ 2,293,565                               |
| Intergovernmental                            | 190,148                             | 7,848,488                               | 0                                        | 8,038,636                                  |
| Transportation Fees                          | 0                                   | 29,324                                  | 0                                        | 29,324                                     |
| Earnings on Investments                      | 23,702                              | 8,579                                   | 5,833                                    | 38,114                                     |
| Extracurricular Activities                   | 0                                   | 400,403                                 | 0                                        | 400,403                                    |
| Classroom Materials and Fees                 | 0                                   | 210                                     | 0                                        | 210                                        |
| Miscellaneous                                | 0                                   | 377,711                                 | 80                                       | 377,791                                    |
| <b>Total Revenues</b>                        | <u>2,507,415</u>                    | <u>8,664,715</u>                        | <u>5,913</u>                             | <u>11,178,043</u>                          |
| <b>Expenditures</b>                          |                                     |                                         |                                          |                                            |
| Current:                                     |                                     |                                         |                                          |                                            |
| Instruction:                                 |                                     |                                         |                                          |                                            |
| Regular                                      | 0                                   | 3,091,814                               | 0                                        | 3,091,814                                  |
| Special                                      | 0                                   | 2,975,070                               | 0                                        | 2,975,070                                  |
| Adult/Continuing                             | 0                                   | 80,652                                  | 0                                        | 80,652                                     |
| Support Services:                            |                                     |                                         |                                          |                                            |
| Pupil                                        | 0                                   | 49,658                                  | 0                                        | 49,658                                     |
| Instructional Staff                          | 0                                   | 907,120                                 | 0                                        | 907,120                                    |
| Administration                               | 148                                 | 116,048                                 | 0                                        | 116,196                                    |
| Fiscal Services                              | 15,872                              | 0                                       | 0                                        | 15,872                                     |
| Operation and Maintenance                    | 0                                   | 75,463                                  | 1,159                                    | 76,622                                     |
| Pupil Transportation                         | 0                                   | 20,364                                  | 0                                        | 20,364                                     |
| Operation of Non-Instructional Services      | 0                                   | 1,001,097                               | 259                                      | 1,001,356                                  |
| Extracurricular Activities                   | 0                                   | 519,595                                 | 0                                        | 519,595                                    |
| Debt Service:                                |                                     |                                         |                                          |                                            |
| Principal Retirement                         | 975,110                             | 0                                       | 0                                        | 975,110                                    |
| Interest and Fiscal Charges                  | 1,714,212                           | 0                                       | 0                                        | 1,714,212                                  |
| <b>Total Expenditures</b>                    | <u>2,705,342</u>                    | <u>8,836,881</u>                        | <u>1,418</u>                             | <u>11,543,641</u>                          |
| Excess of Revenues Over (Under) Expenditures | <u>(197,927)</u>                    | <u>(172,166)</u>                        | <u>4,495</u>                             | <u>(365,598)</u>                           |
| <b>Other Financing Sources (Uses)</b>        |                                     |                                         |                                          |                                            |
| Premium on Refunding Bonds                   | 415,006                             | 0                                       | 0                                        | 415,006                                    |
| Proceeds of Refunding Bonds                  | 7,459,954                           | 0                                       | 0                                        | 7,459,954                                  |
| Refunding Bond Issuance Costs                | (154,560)                           | 0                                       | 0                                        | (154,560)                                  |
| Payment to Bond Escrow Agent                 | (7,720,400)                         | 0                                       | 0                                        | (7,720,400)                                |
| Transfers In                                 | 250,223                             | 4,499                                   | 0                                        | 254,722                                    |
| <b>Total Other Financing Sources (Uses)</b>  | <u>250,223</u>                      | <u>4,499</u>                            | <u>0</u>                                 | <u>254,722</u>                             |
| Net Change in Fund Balances                  | 52,296                              | (167,667)                               | 4,495                                    | (110,876)                                  |
| Fund Balances Beginning of Year              | <u>2,167,986</u>                    | <u>601,604</u>                          | <u>143,014</u>                           | <u>2,912,604</u>                           |
| <b>Fund Balances End of Year</b>             | <u>\$ 2,220,282</u>                 | <u>\$ 433,937</u>                       | <u>\$ 147,509</u>                        | <u>\$ 2,801,728</u>                        |

**EUCLID CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2006**

|                                               | <u>Special<br/>Trust</u> | <u>Public<br/>School<br/>Support</u> | <u>Knowledge<br/>Works<br/>Grant</u> | <u>Student<br/>Activity</u> | <u>Auxiliary<br/>Services</u> | <u>Educational<br/>Management<br/>Information<br/>System</u> |
|-----------------------------------------------|--------------------------|--------------------------------------|--------------------------------------|-----------------------------|-------------------------------|--------------------------------------------------------------|
| <b><u>Assets</u></b>                          |                          |                                      |                                      |                             |                               |                                                              |
| Equity in Pooled Cash<br>and Cash Equivalents | \$ 39,953                | \$ 76,429                            | \$ 95,792                            | \$ 56,352                   | \$ 149,983                    | \$ 7,946                                                     |
| Receivables:                                  |                          |                                      |                                      |                             |                               |                                                              |
| Intergovernmental                             | 0                        | 0                                    | 0                                    | 0                           | 0                             | 0                                                            |
| Prepaid Items                                 | <u>0</u>                 | <u>0</u>                             | <u>0</u>                             | <u>0</u>                    | <u>101</u>                    | <u>0</u>                                                     |
| <b>Total Assets</b>                           | <b><u>\$ 39,953</u></b>  | <b><u>\$ 76,429</u></b>              | <b><u>\$ 95,792</u></b>              | <b><u>\$ 56,352</u></b>     | <b><u>\$ 150,084</u></b>      | <b><u>\$ 7,946</u></b>                                       |
| <b><u>Liabilities</u></b>                     |                          |                                      |                                      |                             |                               |                                                              |
| Accounts Payable                              | \$ 2,727                 | \$ 5,715                             | \$ 1,534                             | \$ 1,765                    | \$ 6,979                      | \$ 0                                                         |
| Accrued Wages and Benefits Payable            | 0                        | 0                                    | 11,275                               | 0                           | 29,683                        | 0                                                            |
| Interfund Payable                             | 0                        | 0                                    | 0                                    | 0                           | 96                            | 0                                                            |
| Intergovernmental Payable                     | <u>0</u>                 | <u>0</u>                             | <u>5,458</u>                         | <u>0</u>                    | <u>7,085</u>                  | <u>0</u>                                                     |
| <b>Total Liabilities</b>                      | <b><u>2,727</u></b>      | <b><u>5,715</u></b>                  | <b><u>18,267</u></b>                 | <b><u>1,765</u></b>         | <b><u>43,843</u></b>          | <b><u>0</u></b>                                              |
| <b><u>Fund Balances</u></b>                   |                          |                                      |                                      |                             |                               |                                                              |
| Reserved for Encumbrances                     | 1,096                    | 9,261                                | 94,258                               | 0                           | 91,206                        | 0                                                            |
| Reserved for Prepays                          | 0                        | 0                                    | 0                                    | 0                           | 101                           | 0                                                            |
| Unreserved, Undesignated (Deficit)            | <u>36,130</u>            | <u>61,453</u>                        | <u>(16,733)</u>                      | <u>54,587</u>               | <u>14,934</u>                 | <u>7,946</u>                                                 |
| Total Fund Balances (Deficit)                 | <u>37,226</u>            | <u>70,714</u>                        | <u>77,525</u>                        | <u>54,587</u>               | <u>106,241</u>                | <u>7,946</u>                                                 |
| <b>Total Liabilities and Fund Balances</b>    | <b><u>\$ 39,953</u></b>  | <b><u>\$ 76,429</u></b>              | <b><u>\$ 95,792</u></b>              | <b><u>\$ 56,352</u></b>     | <b><u>\$ 150,084</u></b>      | <b><u>\$ 7,946</u></b>                                       |

(Continued)

**EUCLID CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
JUNE 30, 2006**

|                                               | <u>Public<br/>School<br/>Preschool<br/>Grant</u> | <u>Entry Year<br/>Programs</u> | <u>School Net<br/>Professional<br/>Development</u> | <u>Ohio Reads<br/>Grant</u> | <u>Summer<br/>Intervention</u> | <u>Vocational<br/>Education<br/>Enhancement</u> |
|-----------------------------------------------|--------------------------------------------------|--------------------------------|----------------------------------------------------|-----------------------------|--------------------------------|-------------------------------------------------|
| <b><u>Assets</u></b>                          |                                                  |                                |                                                    |                             |                                |                                                 |
| Equity in Pooled Cash<br>and Cash Equivalents | \$ 5,969                                         | \$ 0                           | \$ 2,743                                           | \$ 5,892                    | \$ 0                           | \$ 0                                            |
| Receivables:                                  |                                                  |                                |                                                    |                             |                                |                                                 |
| Intergovernmental                             | 8,126                                            | 0                              | 0                                                  | 0                           | 0                              | 0                                               |
| Prepaid Items                                 | <u>0</u>                                         | <u>0</u>                       | <u>0</u>                                           | <u>0</u>                    | <u>0</u>                       | <u>0</u>                                        |
| <b>Total Assets</b>                           | <b><u>\$ 14,095</u></b>                          | <b><u>\$ 0</u></b>             | <b><u>\$ 2,743</u></b>                             | <b><u>\$ 5,892</u></b>      | <b><u>\$ 0</u></b>             | <b><u>\$ 0</u></b>                              |
| <b><u>Liabilities</u></b>                     |                                                  |                                |                                                    |                             |                                |                                                 |
| Accounts Payable                              | \$ 0                                             | \$ 0                           | \$ 0                                               | \$ 1,652                    | \$ 0                           | \$ 0                                            |
| Accrued Wages and Benefits Payable            | 10,358                                           | 0                              | 0                                                  | 0                           | 0                              | 0                                               |
| Interfund Payable                             | 0                                                | 0                              | 0                                                  | 0                           | 0                              | 4,310                                           |
| Intergovernmental Payable                     | <u>1,822</u>                                     | <u>0</u>                       | <u>0</u>                                           | <u>0</u>                    | <u>0</u>                       | <u>0</u>                                        |
| <b>Total Liabilities</b>                      | <b><u>12,180</u></b>                             | <b><u>0</u></b>                | <b><u>0</u></b>                                    | <b><u>1,652</u></b>         | <b><u>0</u></b>                | <b><u>4,310</u></b>                             |
| <b><u>Fund Balances</u></b>                   |                                                  |                                |                                                    |                             |                                |                                                 |
| Reserved for Encumbrances                     | 0                                                | 0                              | 2,743                                              | 4,083                       | 0                              | 0                                               |
| Reserved for Prepaids                         | 0                                                | 0                              | 0                                                  | 0                           | 0                              | 0                                               |
| Unreserved, Undesignated (Deficit)            | <u>1,915</u>                                     | <u>0</u>                       | <u>0</u>                                           | <u>157</u>                  | <u>0</u>                       | <u>(4,310)</u>                                  |
| Total Fund Balances (Deficit)                 | <u>1,915</u>                                     | <u>0</u>                       | <u>2,743</u>                                       | <u>4,240</u>                | <u>0</u>                       | <u>(4,310)</u>                                  |
| <b>Total Liabilities and Fund Balances</b>    | <b><u>\$ 14,095</u></b>                          | <b><u>\$ 0</u></b>             | <b><u>\$ 2,743</u></b>                             | <b><u>\$ 5,892</u></b>      | <b><u>\$ 0</u></b>             | <b><u>\$ 0</u></b>                              |

(Continued)

**EUCLID CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
JUNE 30, 2006**

|                                               | <u>Alternative<br/>Schools</u> | <u>Poverty<br/>Based<br/>Assistance</u> | <u>Adult Basic<br/>Education</u> | <u>IDEA Part B<br/>Special<br/>Education</u> | <u>Title I</u>    | <u>Title VI</u> |
|-----------------------------------------------|--------------------------------|-----------------------------------------|----------------------------------|----------------------------------------------|-------------------|-----------------|
| <b><u>Assets</u></b>                          |                                |                                         |                                  |                                              |                   |                 |
| Equity in Pooled Cash<br>and Cash Equivalents | \$ 1,317                       | \$ 148,836                              | \$ 67,137                        | \$ 6,293                                     | \$ 113,348        | \$ 1,195        |
| Receivables:                                  |                                |                                         |                                  |                                              |                   |                 |
| Intergovernmental                             | 9,729                          | 0                                       | 97,133                           | 0                                            | 135,438           | 0               |
| Prepaid Items                                 | <u>0</u>                       | <u>0</u>                                | <u>0</u>                         | <u>0</u>                                     | <u>0</u>          | <u>0</u>        |
| <b>Total Assets</b>                           | <u>\$ 11,046</u>               | <u>\$ 148,836</u>                       | <u>\$ 164,270</u>                | <u>\$ 6,293</u>                              | <u>\$ 248,786</u> | <u>\$ 1,195</u> |
| <b><u>Liabilities</u></b>                     |                                |                                         |                                  |                                              |                   |                 |
| Accounts Payable                              | \$ 198                         | \$ 0                                    | \$ 9,045                         | \$ 0                                         | \$ 1,564          | \$ 0            |
| Accrued Wages and Benefits Payable            | 3,979                          | 231,670                                 | 26,820                           | 7,969                                        | 98,127            | 0               |
| Interfund Payable                             | 0                              | 50,017                                  | 0                                | 0                                            | 0                 | 0               |
| Intergovernmental Payable                     | <u>690</u>                     | <u>40,259</u>                           | <u>22,058</u>                    | <u>1,382</u>                                 | <u>21,480</u>     | <u>0</u>        |
| <b>Total Liabilities</b>                      | <u>4,867</u>                   | <u>321,946</u>                          | <u>57,923</u>                    | <u>9,351</u>                                 | <u>121,171</u>    | <u>0</u>        |
| <b><u>Fund Balances</u></b>                   |                                |                                         |                                  |                                              |                   |                 |
| Reserved for Encumbrances                     | 1,167                          | 0                                       | 32,458                           | 500                                          | 66,923            | 1,196           |
| Reserved for Prepays                          | 0                              | 0                                       | 0                                | 0                                            | 0                 | 0               |
| Unreserved, Undesignated (Deficit)            | <u>5,012</u>                   | <u>(173,110)</u>                        | <u>73,889</u>                    | <u>(3,558)</u>                               | <u>60,692</u>     | <u>(1)</u>      |
| Total Fund Balances (Deficit)                 | <u>6,179</u>                   | <u>(173,110)</u>                        | <u>106,347</u>                   | <u>(3,058)</u>                               | <u>127,615</u>    | <u>1,195</u>    |
| <b>Total Liabilities and Fund Balances</b>    | <u>\$ 11,046</u>               | <u>\$ 148,836</u>                       | <u>\$ 164,270</u>                | <u>\$ 6,293</u>                              | <u>\$ 248,786</u> | <u>\$ 1,195</u> |

(Continued)

**EUCLID CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
JUNE 30, 2006**

|                                               | Drug Free<br>Schools | IDEA<br>Pre-School<br>Grants for the<br>Handicapped | Reducing<br>Class Size | Goals 2000<br>Proficiency | Totals              |
|-----------------------------------------------|----------------------|-----------------------------------------------------|------------------------|---------------------------|---------------------|
| <b>Assets</b>                                 |                      |                                                     |                        |                           |                     |
| Equity in Pooled Cash<br>and Cash Equivalents | \$ 2,047             | \$ 5,976                                            | \$ 0                   | \$ 7,956                  | \$ 795,164          |
| Receivables:                                  |                      |                                                     |                        |                           |                     |
| Intergovernmental                             | 0                    | 0                                                   | 0                      | 49,124                    | 299,550             |
| Prepaid Items                                 | 0                    | 0                                                   | 0                      | 0                         | 101                 |
| <b>Total Assets</b>                           | <u>\$ 2,047</u>      | <u>\$ 5,976</u>                                     | <u>\$ 0</u>            | <u>\$ 57,080</u>          | <u>\$ 1,094,815</u> |
| <b>Liabilities</b>                            |                      |                                                     |                        |                           |                     |
| Accounts Payable                              | \$ 2,046             | \$ 0                                                | \$ 0                   | \$ 10,611                 | \$ 43,836           |
| Accrued Wages and Benefits Payable            | 0                    | 4,672                                               | 31,551                 | 0                         | 456,104             |
| Interfund Payable                             | 0                    | 0                                                   | 0                      | 0                         | 54,423              |
| Intergovernmental Payable                     | 0                    | 810                                                 | 0                      | 5,471                     | 106,515             |
| <b>Total Liabilities</b>                      | <u>2,046</u>         | <u>5,482</u>                                        | <u>31,551</u>          | <u>16,082</u>             | <u>660,878</u>      |
| <b>Fund Balances</b>                          |                      |                                                     |                        |                           |                     |
| Reserved for Encumbrances                     | 0                    | 0                                                   | 0                      | 1,932                     | 306,823             |
| Reserved for Prepaids                         | 0                    | 0                                                   | 0                      | 0                         | 101                 |
| Unreserved, Undesignated (Deficit)            | 1                    | 494                                                 | (31,551)               | 39,066                    | 127,013             |
| Total Fund Balances (Deficit)                 | 1                    | 494                                                 | (31,551)               | 40,998                    | 433,937             |
| <b>Total Liabilities and Fund Balances</b>    | <u>\$ 2,047</u>      | <u>\$ 5,976</u>                                     | <u>\$ 0</u>            | <u>\$ 57,080</u>          | <u>\$ 1,094,815</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, 2006**

|                                                        | Special<br>Trust | Public<br>School<br>Support | Knowledge<br>Works<br>Grant | Student<br>Activity | Auxiliary<br>Services | Educational<br>Management<br>Information<br>System |
|--------------------------------------------------------|------------------|-----------------------------|-----------------------------|---------------------|-----------------------|----------------------------------------------------|
| <b>Revenues</b>                                        |                  |                             |                             |                     |                       |                                                    |
| Intergovernmental                                      | \$ 0             | \$ 0                        | \$ 0                        | \$ 161              | \$ 781,262            | \$ 22,583                                          |
| Transportation Fees                                    | 0                | 21,032                      | 0                           | 8,292               | 0                     | 0                                                  |
| Earnings on Investments                                | 1,484            | 0                           | 0                           | 0                   | 7,095                 | 0                                                  |
| Extracurricular Activities                             | 0                | 182,439                     | 0                           | 217,964             | 0                     | 0                                                  |
| Classroom Materials and Fees                           | 0                | 0                           | 0                           | 210                 | 0                     | 0                                                  |
| Miscellaneous                                          | 15,205           | 22,754                      | 284,280                     | 55,472              | 0                     | 0                                                  |
| <b>Total Revenues</b>                                  | <u>16,689</u>    | <u>226,225</u>              | <u>284,280</u>              | <u>282,099</u>      | <u>788,357</u>        | <u>22,583</u>                                      |
| <b>Expenditures</b>                                    |                  |                             |                             |                     |                       |                                                    |
| Current:                                               |                  |                             |                             |                     |                       |                                                    |
| Instruction:                                           |                  |                             |                             |                     |                       |                                                    |
| Regular                                                | 18,425           | 0                           | 334,708                     | 0                   | 0                     | 0                                                  |
| Special                                                | 14               | 0                           | 0                           | 0                   | 0                     | 0                                                  |
| Adult/Continuing                                       | 0                | 0                           | 0                           | 0                   | 0                     | 0                                                  |
| Other                                                  | 0                | 0                           | 0                           | 0                   | 0                     | 0                                                  |
| Support Services:                                      |                  |                             |                             |                     |                       |                                                    |
| Pupils                                                 | 0                | 0                           | 0                           | 0                   | 0                     | 24,230                                             |
| Instructional Staff                                    | 0                | 0                           | 0                           | 0                   | 0                     | 0                                                  |
| Administrative                                         | 0                | 0                           | 0                           | 0                   | 0                     | 0                                                  |
| Operation and Maintenance of                           |                  |                             |                             |                     |                       |                                                    |
| Plant Services                                         | 0                | 0                           | 0                           | 0                   | 0                     | 0                                                  |
| Pupil Transportation                                   | 0                | 0                           | 0                           | 0                   | 0                     | 0                                                  |
| Operation of Non-Instructional Services:               |                  |                             |                             |                     |                       |                                                    |
| Community Services                                     | 1,000            | 0                           | 1,065                       | 0                   | 703,192               | 0                                                  |
| Extracurricular Activities                             | 2,074            | 232,551                     | 0                           | 284,970             | 0                     | 0                                                  |
| <b>Total Expenditures</b>                              | <u>21,513</u>    | <u>232,551</u>              | <u>335,773</u>              | <u>284,970</u>      | <u>703,192</u>        | <u>24,230</u>                                      |
| Excess of Revenues Over<br>(Under) Expenditures        | <u>(4,824)</u>   | <u>(6,326)</u>              | <u>(51,493)</u>             | <u>(2,871)</u>      | <u>85,165</u>         | <u>(1,647)</u>                                     |
| <b>Other Financing Sources (Uses)</b>                  |                  |                             |                             |                     |                       |                                                    |
| Transfers In                                           | 0                | 4,499                       | 0                           | 0                   | 0                     | 0                                                  |
| Transfers Out                                          | 0                | 0                           | 0                           | 0                   | 0                     | 0                                                  |
| <b>Total Other Financing Sources (Uses)</b>            | <u>0</u>         | <u>4,499</u>                | <u>0</u>                    | <u>0</u>            | <u>0</u>              | <u>0</u>                                           |
| Net Change in Fund Balances                            | (4,824)          | (1,827)                     | (51,493)                    | (2,871)             | 85,165                | (1,647)                                            |
| Fund Balances (Deficit) Beginning of Year,<br>Restated | <u>42,050</u>    | <u>72,541</u>               | <u>129,018</u>              | <u>57,458</u>       | <u>21,076</u>         | <u>9,593</u>                                       |
| <b>Fund Balances (Deficit) End of Year</b>             | <u>\$ 37,226</u> | <u>\$ 70,714</u>            | <u>\$ 77,525</u>            | <u>\$ 54,587</u>    | <u>\$ 106,241</u>     | <u>\$ 7,946</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, 2006**

|                                             | Public<br>School<br>Preschool<br>Grant | Entry Year<br>Programs | School Net<br>Professional<br>Development | Ohio Reads<br>Grant | Summer<br>Intervention | Vocational<br>Education<br>Enhancement |
|---------------------------------------------|----------------------------------------|------------------------|-------------------------------------------|---------------------|------------------------|----------------------------------------|
| <b>Revenues</b>                             |                                        |                        |                                           |                     |                        |                                        |
| Intergovernmental                           | \$ 94,905                              | \$ 8,750               | \$ 3,925                                  | \$ 132,000          | \$ 0                   | \$ 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                                      |
| Miscellaneous                               | 0                                      | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| <b>Total Revenues</b>                       | <u>94,905</u>                          | <u>8,750</u>           | <u>3,925</u>                              | <u>132,000</u>      | <u>0</u>               | <u>0</u>                               |
| <b>Expenditures</b>                         |                                        |                        |                                           |                     |                        |                                        |
| Current:                                    |                                        |                        |                                           |                     |                        |                                        |
| Instruction:                                |                                        |                        |                                           |                     |                        |                                        |
| Regular                                     | 92,118                                 | 8,750                  | 1,229                                     | 136,123             | 3,082                  | 0                                      |
| Special                                     | 0                                      | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| Adult/Continuing                            | 0                                      | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| Other                                       | 0                                      | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| Support Services:                           |                                        |                        |                                           |                     |                        |                                        |
| Pupils                                      | 0                                      | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| Instructional Staff                         | 0                                      | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| Administrative                              | 849                                    | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| Operation and Maintenance of                |                                        |                        |                                           |                     |                        |                                        |
| Plant Services                              | 0                                      | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| Pupil Transportation                        | 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                                      |
| <b>Total Expenditures</b>                   | <u>92,967</u>                          | <u>8,750</u>           | <u>1,229</u>                              | <u>136,123</u>      | <u>3,082</u>           | <u>0</u>                               |
| Excess of Revenues Over (Under)             |                                        |                        |                                           |                     |                        |                                        |
| Expenditures                                | <u>1,938</u>                           | <u>0</u>               | <u>2,696</u>                              | <u>(4,123)</u>      | <u>(3,082)</u>         | <u>0</u>                               |
| <b>Other Financing Sources (Uses)</b>       |                                        |                        |                                           |                     |                        |                                        |
| Transfers In                                | 0                                      | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| Transfers Out                               | 0                                      | 0                      | 0                                         | 0                   | 0                      | 0                                      |
| <b>Total Other Financing Sources (Uses)</b> | <u>0</u>                               | <u>0</u>               | <u>0</u>                                  | <u>0</u>            | <u>0</u>               | <u>0</u>                               |
| Net Change in Fund Balances                 | 1,938                                  | 0                      | 2,696                                     | (4,123)             | (3,082)                | 0                                      |
| Fund Balances (Deficit) Beginning of Year   | <u>(23)</u>                            | <u>0</u>               | <u>47</u>                                 | <u>8,363</u>        | <u>3,082</u>           | <u>(4,310)</u>                         |
| <b>Fund Balances (Deficit) End of Year</b>  | <u>\$ 1,915</u>                        | <u>\$ 0</u>            | <u>\$ 2,743</u>                           | <u>\$ 4,240</u>     | <u>\$ 0</u>            | <u>\$ (4,310)</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, 2006**

|                                                 | Alternative<br>Schools | Poverty<br>Based<br>Assistance | Adult Basic<br>Education | IDEA Part B<br>Special<br>Education | Title I           | Title VI        |
|-------------------------------------------------|------------------------|--------------------------------|--------------------------|-------------------------------------|-------------------|-----------------|
| <b>Revenues</b>                                 |                        |                                |                          |                                     |                   |                 |
| Intergovernmental                               | \$ 220,088             | \$ 1,989,010                   | \$ 726,323               | \$ 1,526,218                        | \$ 1,237,225      | \$ 23,200       |
| 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               |
| Miscellaneous                                   | 0                      | 0                              | 0                        | 0                                   | 0                 | 0               |
| <b>Total Revenues</b>                           | <u>220,088</u>         | <u>1,989,010</u>               | <u>726,323</u>           | <u>1,526,218</u>                    | <u>1,237,225</u>  | <u>23,200</u>   |
| <b>Expenditures</b>                             |                        |                                |                          |                                     |                   |                 |
| Current:                                        |                        |                                |                          |                                     |                   |                 |
| Instruction:                                    |                        |                                |                          |                                     |                   |                 |
| Regular                                         | 38,590                 | 1,748,837                      | 0                        | 0                                   | 49,055            | 730             |
| Special                                         | 0                      | 335,849                        | 0                        | 1,406,551                           | 1,030,278         | 0               |
| Adult/Continuing                                | 0                      | 0                              | 80,652                   | 0                                   | 0                 | 0               |
| Other                                           | 0                      | 0                              | 118                      | 0                                   | 0                 | 0               |
| Support Services:                               |                        |                                |                          |                                     |                   |                 |
| Pupils                                          | 209                    | 0                              | 21,691                   | 0                                   | 3,528             | 0               |
| Instructional Staff                             | 8,959                  | 9,775                          | 553,757                  | 0                                   | 179,251           | 23,429          |
| Administrative                                  | 48,957                 | 0                              | 15,000                   | 0                                   | 21,808            | 0               |
| Operation and Maintenance of                    |                        |                                |                          |                                     |                   |                 |
| Plant Services                                  | 4,975                  | 67,659                         | 0                        | 0                                   | 0                 | 0               |
| Pupil Transportation                            | 0                      | 0                              | 0                        | 0                                   | 0                 | 0               |
| Operation of Non-Instructional Services:        |                        |                                |                          |                                     |                   |                 |
| Community Services                              | 127,504                | 0                              | 0                        | 122,725                             | 26,636            | 3,592           |
| Extracurricular Activities                      | 0                      | 0                              | 0                        | 0                                   | 0                 | 0               |
| <b>Total Expenditures</b>                       | <u>229,194</u>         | <u>2,162,120</u>               | <u>671,218</u>           | <u>1,529,276</u>                    | <u>1,310,556</u>  | <u>27,751</u>   |
| Excess of Revenues Over<br>(Under) Expenditures | <u>(9,106)</u>         | <u>(173,110)</u>               | <u>55,105</u>            | <u>(3,058)</u>                      | <u>(73,331)</u>   | <u>(4,551)</u>  |
| <b>Other Financing Sources (Uses)</b>           |                        |                                |                          |                                     |                   |                 |
| Transfers In                                    | 0                      | 0                              | 0                        | 0                                   | 0                 | 0               |
| Transfers Out                                   | 0                      | 0                              | 0                        | 0                                   | 0                 | 0               |
| <b>Total Other Financing Sources (Uses)</b>     | <u>0</u>               | <u>0</u>                       | <u>0</u>                 | <u>0</u>                            | <u>0</u>          | <u>0</u>        |
| Net Change in Fund Balances                     | (9,106)                | (173,110)                      | 55,105                   | (3,058)                             | (73,331)          | (4,551)         |
| Fund Balances Beginning of Year                 | <u>15,285</u>          | <u>0</u>                       | <u>51,242</u>            | <u>0</u>                            | <u>200,946</u>    | <u>5,746</u>    |
| <b>Fund Balances (Deficit) End of Year</b>      | <u>\$ 6,179</u>        | <u>\$ (173,110)</u>            | <u>\$ 106,347</u>        | <u>\$ (3,058)</u>                   | <u>\$ 127,615</u> | <u>\$ 1,195</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, 2006**

|                                                 | Drug Free<br>Schools | IDEA<br>Pre-School<br>Grants for the<br>Handicapped | Reducing<br>Class Size | Goals 2000<br>Proficiency | Totals            |
|-------------------------------------------------|----------------------|-----------------------------------------------------|------------------------|---------------------------|-------------------|
| <b>Revenues</b>                                 |                      |                                                     |                        |                           |                   |
| Intergovernmental                               | \$ 0                 | \$ 54,517                                           | \$ 263,789             | \$ 764,532                | \$ 7,848,488      |
| Transportation Fees                             | 0                    | 0                                                   | 0                      | 0                         | 29,324            |
| Earnings on Investments                         | 0                    | 0                                                   | 0                      | 0                         | 8,579             |
| Extracurricular Activities                      | 0                    | 0                                                   | 0                      | 0                         | 400,403           |
| Classroom Materials and Fees                    | 0                    | 0                                                   | 0                      | 0                         | 210               |
| Miscellaneous                                   | 0                    | 0                                                   | 0                      | 0                         | 377,711           |
| <b>Total Revenues</b>                           | <u>0</u>             | <u>54,517</u>                                       | <u>263,789</u>         | <u>764,532</u>            | <u>8,664,715</u>  |
| <b>Expenditures</b>                             |                      |                                                     |                        |                           |                   |
| Current:                                        |                      |                                                     |                        |                           |                   |
| Instruction:                                    |                      |                                                     |                        |                           |                   |
| Regular                                         | 38,444               | 0                                                   | 285,576                | 336,147                   | 3,091,814         |
| Special                                         | 0                    | 55,419                                              | 0                      | 146,841                   | 2,974,952         |
| Adult/Continuing                                | 0                    | 0                                                   | 0                      | 0                         | 80,652            |
| Other                                           | 0                    | 0                                                   | 0                      | 0                         | 118               |
| Support Services:                               |                      |                                                     |                        |                           |                   |
| Pupils                                          | 0                    | 0                                                   | 0                      | 0                         | 49,658            |
| Instructional Staff                             | 0                    | 0                                                   | 9,764                  | 122,185                   | 907,120           |
| Administration                                  | 0                    | 0                                                   | 0                      | 29,434                    | 116,048           |
| Operation and Maintenance of                    |                      |                                                     |                        |                           |                   |
| Plant Services                                  | 0                    | 0                                                   | 0                      | 2,829                     | 75,463            |
| Pupil Transportation                            | 0                    | 0                                                   | 0                      | 20,364                    | 20,364            |
| Operation of Non-Instructional Services:        |                      |                                                     |                        |                           |                   |
| Community Services                              | 2,500                | 0                                                   | 0                      | 12,883                    | 1,001,097         |
| Extracurricular Activities                      | 0                    | 0                                                   | 0                      | 0                         | 519,595           |
| <b>Total Expenditures</b>                       | <u>40,944</u>        | <u>55,419</u>                                       | <u>295,340</u>         | <u>670,683</u>            | <u>8,836,881</u>  |
| Excess of Revenues Over<br>(Under) Expenditures | <u>(40,944)</u>      | <u>(902)</u>                                        | <u>(31,551)</u>        | <u>93,849</u>             | <u>(172,166)</u>  |
| <b>Other Financing Sources (Uses)</b>           |                      |                                                     |                        |                           |                   |
| Transfers In                                    | 0                    | 0                                                   | 0                      | 0                         | 4,499             |
| Transfers Out                                   | 0                    | 0                                                   | 0                      | 0                         | 0                 |
| <b>Total Other Financing Sources (Uses)</b>     | <u>0</u>             | <u>0</u>                                            | <u>0</u>               | <u>0</u>                  | <u>4,499</u>      |
| Net Change in Fund Balances                     | (40,944)             | (902)                                               | (31,551)               | 93,849                    | (167,667)         |
| Fund Balances (Deficit) Beginning of Year       | <u>40,945</u>        | <u>1,396</u>                                        | <u>0</u>               | <u>(52,851)</u>           | <u>601,604</u>    |
| <b>Fund Balances (Deficit) End of Year</b>      | <u>\$ 1</u>          | <u>\$ 494</u>                                       | <u>\$ (31,551)</u>     | <u>\$ 40,998</u>          | <u>\$ 433,937</u> |

**EUCLID CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2006**

|                                            | <u>Replacement</u> | <u>Vocational<br/>Education<br/>Equipment</u> | <u>School<br/>Net Plus</u> | <u>Total</u>      |
|--------------------------------------------|--------------------|-----------------------------------------------|----------------------------|-------------------|
| <b><u>Assets</u></b>                       |                    |                                               |                            |                   |
| Equity in Pooled Cash and Cash Equivalents | \$ 147,600         | \$ 0                                          | \$ 0                       | \$ 147,600        |
| <b>Total Assets</b>                        | <u>\$ 147,600</u>  | <u>\$ 0</u>                                   | <u>\$ 0</u>                | <u>\$ 147,600</u> |
| <b><u>Liabilities</u></b>                  |                    |                                               |                            |                   |
| Interfund Payable                          | \$ 0               | \$ 91                                         | \$ 0                       | \$ 91             |
| <b>Total Liabilities</b>                   | <u>0</u>           | <u>91</u>                                     | <u>0</u>                   | <u>91</u>         |
| <b><u>Fund Balances</u></b>                |                    |                                               |                            |                   |
| Unreserved, Undesignated                   | <u>147,600</u>     | <u>(91)</u>                                   | <u>0</u>                   | <u>147,509</u>    |
| <b>Total Fund Balances (Deficit)</b>       | <u>147,600</u>     | <u>(91)</u>                                   | <u>0</u>                   | <u>147,509</u>    |
| <b>Total Liabilities and Fund Balances</b> | <u>\$ 147,600</u>  | <u>\$ 0</u>                                   | <u>\$ 0</u>                | <u>\$ 147,600</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, 2006**

|                                                 | <u>Replacement</u> | <u>Vocational<br/>Education<br/>Equipment</u> | <u>School<br/>Net Plus</u> | <u>Total</u>      |
|-------------------------------------------------|--------------------|-----------------------------------------------|----------------------------|-------------------|
| <b><u>Revenues</u></b>                          |                    |                                               |                            |                   |
| Earnings on Investments                         | \$ 5,833           | \$ 0                                          | \$ 0                       | \$ 5,833          |
| <b>Total Revenues</b>                           | <u>5,833</u>       | <u>0</u>                                      | <u>0</u>                   | <u>5,833</u>      |
| <b><u>Expenditures</u></b>                      |                    |                                               |                            |                   |
| Current:                                        |                    |                                               |                            |                   |
| Support Services:                               |                    |                                               |                            |                   |
| Operation of Maintenance and Plant Services     | 1,159              | 0                                             | 0                          | 1,159             |
| Operation of Non-Instructional Services         | <u>259</u>         | <u>0</u>                                      | <u>0</u>                   | <u>259</u>        |
| <b>Total Expenditures</b>                       | <u>1,418</u>       | <u>0</u>                                      | <u>0</u>                   | <u>1,418</u>      |
| Excess of Revenues Over<br>(Under) Expenditures | <u>4,415</u>       | <u>0</u>                                      | <u>0</u>                   | <u>4,415</u>      |
| <b><u>Other Financing Sources (Uses)</u></b>    |                    |                                               |                            |                   |
| Proceeds from Sale of Assets                    | <u>80</u>          | <u>0</u>                                      | <u>0</u>                   | <u>80</u>         |
| <b>Total Other Financing Sources (Uses)</b>     | <u>80</u>          | <u>0</u>                                      | <u>0</u>                   | <u>80</u>         |
| Net Change in Fund Balances                     | 4,495              | 0                                             | 0                          | 4,495             |
| Fund Balances (Deficit) Beginning of Year       | <u>143,105</u>     | <u>(91)</u>                                   | <u>0</u>                   | <u>143,014</u>    |
| <b>Fund Balances (Deficit) End of Year</b>      | <u>\$ 147,600</u>  | <u>\$ (91)</u>                                | <u>\$ 0</u>                | <u>\$ 147,509</u> |

**EUCLID CITY SCHOOL DISTRICT  
COMBINING STATEMENT OF NET ASSETS  
NONMAJOR ENTERPRISE FUNDS  
JUNE 30, 2006**

|                                               | <u>Food Service</u>      | <u>Uniform<br/>School<br/>Supplies</u> | <u>Customer<br/>Services</u> | <u>Adult and<br/>Community<br/>Education</u> | <u>Total</u>               |
|-----------------------------------------------|--------------------------|----------------------------------------|------------------------------|----------------------------------------------|----------------------------|
| <b><u>Assets</u></b>                          |                          |                                        |                              |                                              |                            |
| Current Assets:                               |                          |                                        |                              |                                              |                            |
| Equity in Pooled Cash and<br>Cash Equivalents | \$ 620,571               | \$ 38,238                              | \$ 304,309                   | \$ 75,321                                    | \$ 1,038,439               |
| Prepaid Items                                 | 0                        | 0                                      | 295                          | 0                                            | 295                        |
| Materials and Supplies Inventory              | <u>27,185</u>            | <u>0</u>                               | <u>0</u>                     | <u>0</u>                                     | <u>27,185</u>              |
| <b>Total Current Assets</b>                   | <b>647,756</b>           | <b>38,238</b>                          | <b>304,604</b>               | <b>75,321</b>                                | <b>1,065,919</b>           |
| Capital Assets (Net of Depreciation)          | <u>7,439</u>             | <u>0</u>                               | <u>1,929</u>                 | <u>310</u>                                   | <u>9,678</u>               |
| <b>Total Assets</b>                           | <b><u>\$ 655,195</u></b> | <b><u>\$ 38,238</u></b>                | <b><u>\$ 306,533</u></b>     | <b><u>\$ 75,631</u></b>                      | <b><u>\$ 1,075,597</u></b> |
| <b><u>Liabilities</u></b>                     |                          |                                        |                              |                                              |                            |
| Current Liabilities:                          |                          |                                        |                              |                                              |                            |
| Accounts Payable                              | \$ 12,144                | \$ 0                                   | \$ 0                         | \$ 0                                         | \$ 12,144                  |
| Accrued Wages and Benefits Payable            | 9,026                    | 0                                      | 13,732                       | 0                                            | 22,758                     |
| Intergovernmental Payable                     | 61,153                   | 0                                      | 49,990                       | 0                                            | 111,143                    |
| Compensated Absences Payable                  | <u>43,990</u>            | <u>0</u>                               | <u>32,125</u>                | <u>0</u>                                     | <u>76,115</u>              |
| <b>Total Current Liabilities</b>              | <u>126,313</u>           | <u>0</u>                               | <u>95,847</u>                | <u>0</u>                                     | <u>222,160</u>             |
| <b><u>Net Assets</u></b>                      |                          |                                        |                              |                                              |                            |
| Invested in Capital Assets                    | 7,439                    | 0                                      | 1,929                        | 310                                          | 9,678                      |
| Retained Earnings:                            |                          |                                        |                              |                                              |                            |
| Unreserved                                    | <u>521,443</u>           | <u>38,238</u>                          | <u>208,757</u>               | <u>75,321</u>                                | <u>843,759</u>             |
| <b>Total Net Assets</b>                       | <u>528,882</u>           | <u>38,238</u>                          | <u>210,686</u>               | <u>75,631</u>                                | <u>853,437</u>             |
| <b>Total Fund Equity</b>                      | <b><u>\$ 655,195</u></b> | <b><u>\$ 38,238</u></b>                | <b><u>\$ 306,533</u></b>     | <b><u>\$ 75,631</u></b>                      | <b><u>\$ 1,075,597</u></b> |

**EUCLID CITY SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                      | Food<br>Service    | Uniform<br>School<br>Supplies | Customer<br>Services | Adult and<br>Community<br>Education | Total              |
|--------------------------------------|--------------------|-------------------------------|----------------------|-------------------------------------|--------------------|
| <b><u>Operating Revenues</u></b>     |                    |                               |                      |                                     |                    |
| Tuition                              | \$ 0               | \$ 0                          | \$ 647,146           | \$ 0                                | \$ 647,146         |
| Transportation Fees                  | 0                  | 0                             | 8,200                | 0                                   | 8,200              |
| Food Services                        | 767,539            | 0                             | 0                    | 0                                   | 767,539            |
| Classroom Materials and Fees         | 0                  | 0                             | 0                    | 153                                 | 153                |
| Miscellaneous                        | 0                  | 10,827                        | 20,681               | 0                                   | 31,508             |
| <b>Total Operating Revenues</b>      | <u>767,539</u>     | <u>10,827</u>                 | <u>676,027</u>       | <u>153</u>                          | <u>1,454,546</u>   |
| <b><u>Operating Expenses</u></b>     |                    |                               |                      |                                     |                    |
| Salaries and Wages                   | 825,980            | 0                             | 386,451              | 3,589                               | 1,216,020          |
| Fringe Benefits                      | 308,420            | 0                             | 163,211              | 687                                 | 472,318            |
| Purchased Services                   | 38,240             | 0                             | 61,410               | 641                                 | 100,291            |
| Supplies and Materials               | 965,554            | 5,301                         | 54,301               | 0                                   | 1,025,156          |
| Depreciation                         | 13,979             | 0                             | 495                  | 310                                 | 14,784             |
| Capital Outlay                       | 11,431             | 0                             | 2,944                | 0                                   | 14,375             |
| Other                                | 2,475              | 0                             | 1,274                | 0                                   | 3,749              |
| <b>Total Operating Expenses</b>      | <u>2,166,079</u>   | <u>5,301</u>                  | <u>670,086</u>       | <u>5,227</u>                        | <u>2,846,693</u>   |
| Operating Income (Loss)              | <u>(1,398,540)</u> | <u>5,526</u>                  | <u>5,941</u>         | <u>(5,074)</u>                      | <u>(1,392,147)</u> |
| <b><u>Non-Operating Revenues</u></b> |                    |                               |                      |                                     |                    |
| Earnings on Investments              | 4,738              | 0                             | 0                    | 0                                   | 4,738              |
| Operating Grants                     | 1,131,528          | 0                             | 0                    | 1,500                               | 1,133,028          |
| Donated Commodities                  | 195,387            | 0                             | 0                    | 0                                   | 195,387            |
| <b>Total Non-Operating Revenues</b>  | <u>1,331,653</u>   | <u>0</u>                      | <u>0</u>             | <u>1,500</u>                        | <u>1,333,153</u>   |
| Change in Net Assets                 | <u>(66,887)</u>    | <u>5,526</u>                  | <u>5,941</u>         | <u>(3,574)</u>                      | <u>(58,994)</u>    |
| <b><u>Transfers</u></b>              |                    |                               |                      |                                     |                    |
| Transfers In                         | 0                  | 0                             | 12,000               | 0                                   | 12,000             |
| <b>Total Transfers</b>               | <u>0</u>           | <u>0</u>                      | <u>12,000</u>        | <u>0</u>                            | <u>12,000</u>      |
| Change in Net Assets                 | <u>(66,887)</u>    | <u>5,526</u>                  | <u>17,941</u>        | <u>(3,574)</u>                      | <u>(46,994)</u>    |
| Net Assets Beginning of Year         | <u>595,769</u>     | <u>32,712</u>                 | <u>192,745</u>       | <u>79,205</u>                       | <u>900,431</u>     |
| <b>Total Net Assets End of Year</b>  | <u>\$ 528,882</u>  | <u>\$ 38,238</u>              | <u>\$ 210,686</u>    | <u>\$ 75,631</u>                    | <u>\$ 853,437</u>  |

**EUCLID CITY SCHOOL DISTRICT  
COMBINING STATEMENT OF CASH FLOWS -  
NONMAJOR ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                                                                                                 | Food<br>Service      | Uniform School<br>Supplies | Customer<br>Services | Adult and<br>Community<br>Education | Total                |
|-----------------------------------------------------------------------------------------------------------------|----------------------|----------------------------|----------------------|-------------------------------------|----------------------|
| <b><i>Increase (Decrease) in Cash and Cash Equivalents</i></b>                                                  |                      |                            |                      |                                     |                      |
| <b><u>Cash Flows from Operating Activities</u></b>                                                              |                      |                            |                      |                                     |                      |
| Cash Received from Customers                                                                                    | \$ 767,539           | \$ 10,827                  | \$ 676,027           | \$ 153                              | \$ 1,454,546         |
| Cash Payments for Goods and Services                                                                            | (1,004,322)          | (5,301)                    | (121,295)            | (829)                               | (1,131,747)          |
| Cash Payments to Employees for Services                                                                         | (837,739)            | 0                          | (395,295)            | (3,684)                             | (1,236,718)          |
| Cash Payments for Employee Benefits                                                                             | (321,991)            | 0                          | (158,097)            | (862)                               | (480,950)            |
| Cash Payments for Other Operating Expenses                                                                      | (2,475)              | 0                          | (1,274)              | 0                                   | (3,749)              |
| <b>Net Cash Provided by (Used for)</b>                                                                          |                      |                            |                      |                                     |                      |
| <b>Operating Activities</b>                                                                                     | <u>(1,398,988)</u>   | <u>5,526</u>               | <u>66</u>            | <u>(5,222)</u>                      | <u>(1,398,618)</u>   |
| <b><u>Cash Flows from Noncapital Financing Activities</u></b>                                                   |                      |                            |                      |                                     |                      |
| Operating Grants Received                                                                                       | 1,326,915            | 0                          | 0                    | 1,500                               | 1,328,415            |
| Operating Transfers In                                                                                          | 0                    | 0                          | 12,000               | 0                                   | 12,000               |
| <b>Net Cash Provided by Noncapital</b>                                                                          |                      |                            |                      |                                     |                      |
| <b>Financing Activities</b>                                                                                     | <u>1,326,915</u>     | <u>0</u>                   | <u>12,000</u>        | <u>1,500</u>                        | <u>1,340,415</u>     |
| <b><u>Cash Flows from Investing Activities</u></b>                                                              |                      |                            |                      |                                     |                      |
| Earnings on Investments                                                                                         | 4,738                | 0                          | 0                    | 0                                   | 4,738                |
| <b>Net Cash Provided by Investing Activities</b>                                                                | <u>4,738</u>         | <u>0</u>                   | <u>0</u>             | <u>0</u>                            | <u>4,738</u>         |
| Net Increase (Decrease) in Cash and<br>Cash Equivalents                                                         | (67,335)             | 5,526                      | 12,066               | (3,722)                             | (53,465)             |
| Cash and Cash Equivalents Beginning of Year                                                                     | <u>687,906</u>       | <u>32,712</u>              | <u>292,243</u>       | <u>79,043</u>                       | <u>1,091,904</u>     |
| <b>Cash and Cash Equivalents End of Year</b>                                                                    | <u>\$ 620,571</u>    | <u>\$ 38,238</u>           | <u>\$ 304,309</u>    | <u>\$ 75,321</u>                    | <u>\$ 1,038,439</u>  |
| <b><u>Reconciliation of Operating Income (Loss)</u></b>                                                         |                      |                            |                      |                                     |                      |
| <b><u>to Net Cash Provided by (Used for) Operating Activities</u></b>                                           |                      |                            |                      |                                     |                      |
| Operating Income (Loss)                                                                                         | \$(1,398,540)        | \$ 5,526                   | \$ 5,941             | \$ (5,074)                          | \$(1,392,147)        |
| Adjustments to Reconcile Operating Income (Loss)<br>to Net Cash Provided by (Used for) Operating<br>Activities: |                      |                            |                      |                                     |                      |
| Depreciation                                                                                                    | 13,979               | 0                          | 495                  | 310                                 | 14,784               |
| (Increase) Decrease in Assets:                                                                                  |                      |                            |                      |                                     |                      |
| Prepaid Items                                                                                                   | 0                    | 0                          | (47)                 | 0                                   | (47)                 |
| Materials and Supplies Inventory                                                                                | 1,198                | 0                          | 0                    | 0                                   | 1,198                |
| Increase (Decrease) in Liabilities:                                                                             |                      |                            |                      |                                     |                      |
| Accounts Payable                                                                                                | 9,705                | 0                          | (2,636)              | (188)                               | 6,881                |
| Accrued Salaries and Benefits Payable                                                                           | (11,759)             | 0                          | (8,801)              | (95)                                | (20,655)             |
| Intergovernmental Payable                                                                                       | (8,861)              | 0                          | 5,942                | (175)                               | (3,094)              |
| Employee Benefit Obligations Payable                                                                            | (4,710)              | 0                          | (828)                | 0                                   | (5,538)              |
| Total Adjustments                                                                                               | <u>(448)</u>         | <u>0</u>                   | <u>(5,875)</u>       | <u>(148)</u>                        | <u>(6,471)</u>       |
| <b>Net Cash Provided by (Used for)</b>                                                                          |                      |                            |                      |                                     |                      |
| <b>Operating Activities</b>                                                                                     | <u>\$(1,398,988)</u> | <u>\$ 5,526</u>            | <u>\$ 66</u>         | <u>\$ (5,222)</u>                   | <u>\$(1,398,618)</u> |

**Schedule of Noncash Financing Activities**

During the year, the Food Services Enterprise Fund received Donated Commodities of \$189,863.

**EUCLID CITY SCHOOL DISTRICT  
COMBINING STATEMENT OF NET ASSETS  
ALL INTERNAL SERVICE FUNDS  
JUNE 30, 2006**

|                                            | Special<br>Rotary        | Health<br>Reserve          | Workers'<br>Compensation   | Total                      |
|--------------------------------------------|--------------------------|----------------------------|----------------------------|----------------------------|
| <b><u>Assets</u></b>                       |                          |                            |                            |                            |
| <b><u>Current Assets</u></b>               |                          |                            |                            |                            |
| Equity in Pooled Cash and Cash Equivalents | \$ 238,380               | \$ 3,221,422               | \$ 785,245                 | \$ 4,245,047               |
| Total Current Assets                       | <u>238,380</u>           | <u>3,221,422</u>           | <u>785,245</u>             | <u>4,245,047</u>           |
| Capital Assets (Net of Depreciation)       | <u>21,892</u>            | <u>0</u>                   | <u>0</u>                   | <u>21,892</u>              |
| <b>Total Assets</b>                        | <b><u>\$ 260,272</u></b> | <b><u>\$ 3,221,422</u></b> | <b><u>\$ 785,245</u></b>   | <b><u>\$ 4,266,939</u></b> |
| <b><u>Liabilities</u></b>                  |                          |                            |                            |                            |
| <b><u>Current Liabilities</u></b>          |                          |                            |                            |                            |
| Accounts Payable                           | \$ 3,363                 | \$ 0                       | \$ 0                       | \$ 3,363                   |
| Accrued Salaries and Benefits Payable      | 22,309                   | 0                          | 0                          | 22,309                     |
| Intergovernmental Payable                  | 5,565                    | 0                          | 661,921                    | 667,486                    |
| Insurance Claims Payable                   | 0                        | 1,210,000                  | 0                          | 1,210,000                  |
| Worker's Compensation Claims Payable       | 0                        | 0                          | 585,652                    | 585,652                    |
| Interfund Payable                          | <u>37,800</u>            | <u>0</u>                   | <u>0</u>                   | <u>37,800</u>              |
| <b>Total Liabilities</b>                   | <b><u>69,037</u></b>     | <b><u>1,210,000</u></b>    | <b><u>1,247,573</u></b>    | <b><u>2,526,610</u></b>    |
| <b><u>Net Assets</u></b>                   |                          |                            |                            |                            |
| Unrestricted                               | <u>191,235</u>           | <u>2,011,422</u>           | <u>(462,328)</u>           | <u>1,740,329</u>           |
| <b>Total Net Assets</b>                    | <b><u>\$ 191,235</u></b> | <b><u>\$ 2,011,422</u></b> | <b><u>\$ (462,328)</u></b> | <b><u>\$ 1,740,329</u></b> |

**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, 2006**

|                                      | Special<br>Rotary        | Health<br>Reserve          | Workers'<br>Compensation   | Total                      |
|--------------------------------------|--------------------------|----------------------------|----------------------------|----------------------------|
| <b><u>Operating Revenues</u></b>     |                          |                            |                            |                            |
| Transportation Fees                  | \$ 3,456                 | \$ 0                       | \$ 0                       | \$ 3,456                   |
| Extracurricular Activities           | 5,457                    | 0                          | 0                          | 5,457                      |
| Classroom Materials and Fees         | 122,549                  | 0                          | 0                          | 122,549                    |
| Charges for Services                 | 1,378,412                | 6,185,804                  | 454,212                    | 8,018,428                  |
| Miscellaneous                        | 10,176                   | 0                          | 0                          | 10,176                     |
| <b>Total Operating Revenues</b>      | <b><u>1,520,050</u></b>  | <b><u>6,185,804</u></b>    | <b><u>454,212</u></b>      | <b><u>8,160,066</u></b>    |
| <b><u>Operating Expenses</u></b>     |                          |                            |                            |                            |
| Salaries and Wages                   | 69,455                   | 0                          | 0                          | 69,455                     |
| Fringe Benefits                      | 1,225,760                | 5,915,577                  | 961,041                    | 8,102,378                  |
| Purchased Services                   | 20,632                   | 0                          | 16,606                     | 37,238                     |
| Supplies and Materials               | 42,549                   | 0                          | 0                          | 42,549                     |
| Depreciation                         | 100                      | 0                          | 0                          | 100                        |
| Capital Outlay                       | 65,833                   | 0                          | 0                          | 65,833                     |
| Other Expenses                       | 155,988                  | 2,411                      | 758                        | 159,157                    |
| <b>Total Operating Expenses</b>      | <b><u>1,580,317</u></b>  | <b><u>5,917,988</u></b>    | <b><u>978,405</u></b>      | <b><u>8,476,710</u></b>    |
| Operating Income (Loss)              | <u>(60,267)</u>          | <u>267,816</u>             | <u>(524,193)</u>           | <u>(316,644)</u>           |
| <b><u>Non-Operating Revenues</u></b> |                          |                            |                            |                            |
| Earnings on Investments              | <u>0</u>                 | <u>51,213</u>              | <u>26,820</u>              | <u>78,033</u>              |
| <b>Total Non-Operating Revenues</b>  | <b><u>0</u></b>          | <b><u>51,213</u></b>       | <b><u>26,820</u></b>       | <b><u>78,033</u></b>       |
| Change in Net Assets                 | (60,267)                 | 319,029                    | (497,373)                  | (238,611)                  |
| Net Assets Beginning of Year         | <u>251,502</u>           | <u>1,692,393</u>           | <u>35,045</u>              | <u>1,978,940</u>           |
| <b>Net Assets End of Year</b>        | <b><u>\$ 191,235</u></b> | <b><u>\$ 2,011,422</u></b> | <b><u>\$ (462,328)</u></b> | <b><u>\$ 1,740,329</u></b> |

**EUCLID CITY SCHOOL DISTRICT  
COMBINING STATEMENT OF CASH FLOWS  
ALL INTERNAL SERVICE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                                                                                                     | <u>Special<br/>Rotary</u> | <u>Health<br/>Reserve</u> | <u>Workers'<br/>Compensation</u> | <u>Total</u>        |
|---------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|----------------------------------|---------------------|
| <i>Increase (Decrease) in Cash and Cash Equivalents</i>                                                             |                           |                           |                                  |                     |
| <b><u>Cash Flows from Operating Activities</u></b>                                                                  |                           |                           |                                  |                     |
| Cash Received from Customers                                                                                        | \$ 1,520,035              | \$ 6,185,804              | \$ 454,212                       | \$ 8,160,051        |
| Cash Payments for Goods and Services                                                                                | (129,097)                 | 0                         | (16,606)                         | (145,703)           |
| Cash Payments to Employees for Services                                                                             | (44,125)                  | 0                         | 0                                | (44,125)            |
| Cash Payments for Employee Benefits                                                                                 | (1,220,180)               | (5,845,177)               | (987,173)                        | (8,052,530)         |
| Cash Payments for Other Operating Expenses                                                                          | (155,989)                 | (2,411)                   | (758)                            | (159,158)           |
| <b>Net Cash Provided by (Used for)<br/>Operating Activities</b>                                                     | <u>(29,356)</u>           | <u>338,216</u>            | <u>(550,325)</u>                 | <u>(241,465)</u>    |
| <b><u>Cash Flows from Noncapital Financing Activities</u></b>                                                       |                           |                           |                                  |                     |
| Operating Advances In                                                                                               | 37,800                    | 0                         | 0                                | 37,800              |
| <b>Net Cash Provided by Noncapital Financing<br/>Activities</b>                                                     | <u>37,800</u>             | <u>0</u>                  | <u>0</u>                         | <u>37,800</u>       |
| <b><u>Cash Flows from Capital and Related Financing Activities</u></b>                                              |                           |                           |                                  |                     |
| Payments for Capital Acquisition                                                                                    | (2,005)                   | 0                         | 0                                | (2,005)             |
| <b>Net Cash Provided by (Used for) Capital<br/>and Related Financing Activities</b>                                 | <u>(2,005)</u>            | <u>0</u>                  | <u>0</u>                         | <u>(2,005)</u>      |
| <b><u>Cash Flows from Investing Activities</u></b>                                                                  |                           |                           |                                  |                     |
| Earnings on Investments                                                                                             | 0                         | 51,213                    | 26,820                           | 78,033              |
| Net Increase (Decrease) in Cash and<br>Cash Equivalents                                                             | 6,439                     | 389,429                   | (523,505)                        | (127,637)           |
| Cash and Cash Equivalents Beginning of Year                                                                         | 231,941                   | 2,831,993                 | 1,308,750                        | 4,372,684           |
| <b>Cash and Cash Equivalents End of Year</b>                                                                        | <u>\$ 238,380</u>         | <u>\$ 3,221,422</u>       | <u>\$ 785,245</u>                | <u>\$ 4,245,047</u> |
| <b><u>Reconciliation of Operating Income (Loss) to Net<br/>Cash Provided by (Used for) Operating Activities</u></b> |                           |                           |                                  |                     |
| Operating Income (Loss)                                                                                             | \$ (60,267)               | \$ 267,816                | \$ (524,193)                     | \$ (316,644)        |
| Adjustments to Reconcile Operating Income<br>(Loss) to Net Cash Provided by (Used for)<br>Operating Activities:     |                           |                           |                                  |                     |
| Depreciation                                                                                                        | 100                       | 0                         | 0                                | 100                 |
| Increase (Decrease) in Liabilities:                                                                                 |                           |                           |                                  |                     |
| Accounts Payable                                                                                                    | 2,937                     | 0                         | (245)                            | 2,692               |
| Accrued Salaries and Benefits Payable                                                                               | 22,309                    | 0                         | 0                                | 22,309              |
| Intergovernmental Payable                                                                                           | 5,565                     | 0                         | 102,135                          | 107,700             |
| Claims Payable                                                                                                      | 0                         | 70,400                    | (128,022)                        | (57,622)            |
| Total Adjustments                                                                                                   | <u>30,911</u>             | <u>70,400</u>             | <u>(26,132)</u>                  | <u>75,179</u>       |
| <b>Net Cash Provided by (Used for)<br/>Operating Activities</b>                                                     | <u>\$ (29,356)</u>        | <u>\$ 338,216</u>         | <u>\$ (550,325)</u>              | <u>\$ (241,465)</u> |

**EUCLID CITY SCHOOL DISTRICT  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                            | <u>Balance</u><br><u>6/30/05</u> | <u>Additions</u>         | <u>Reductions</u>        | <u>Balance</u><br><u>6/30/06</u> |
|--------------------------------------------|----------------------------------|--------------------------|--------------------------|----------------------------------|
| <b><i>Student Activities</i></b>           |                                  |                          |                          |                                  |
| <b><u>Assets</u></b>                       |                                  |                          |                          |                                  |
| Equity in Pooled Cash and Cash Equivalents | \$ 38,153                        | \$ 102,159               | \$ 108,941               | \$ 31,371                        |
| Due from Students                          | <u>6,152</u>                     | <u>7,508</u>             | <u>0</u>                 | <u>13,660</u>                    |
| <b>Total Assets</b>                        | <b><u>\$ 44,305</u></b>          | <b><u>\$ 109,667</u></b> | <b><u>\$ 108,941</u></b> | <b><u>\$ 45,031</u></b>          |
| <b><u>Liabilities</u></b>                  |                                  |                          |                          |                                  |
| Accounts Payable                           | \$ 1,503                         | \$ 2,229                 | \$ 1,503                 | \$ 2,229                         |
| Due to Students                            | <u>42,802</u>                    | <u>0</u>                 | <u>0</u>                 | <u>42,802</u>                    |
| <b>Total Liabilities</b>                   | <b><u>\$ 44,305</u></b>          | <b><u>\$ 2,229</u></b>   | <b><u>\$ 1,503</u></b>   | <b><u>\$ 45,031</u></b>          |

**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, 2006**

|                              | <u>Budgeted Amounts</u>  |                          | <u>Actual</u>            | Variance with           |
|------------------------------|--------------------------|--------------------------|--------------------------|-------------------------|
|                              | <u>Original</u>          | <u>Final</u>             |                          | Final Budget            |
|                              |                          |                          |                          | Positive<br>(Negative)  |
| <b><u>Revenues</u></b>       |                          |                          |                          |                         |
| Taxes                        | \$32,710,448             | \$34,917,678             | \$37,401,813             | \$ 2,484,135            |
| Intergovernmental            | 25,831,329               | 24,663,016               | 24,970,167               | 307,151                 |
| Tuition and Fees             | 58,000                   | 58,000                   | 119,147                  | 61,147                  |
| Transportation Fees          | 77,000                   | 77,000                   | 61,463                   | (15,537)                |
| Earnings on Investments      | 615,000                  | 615,000                  | 895,184                  | 280,184                 |
| Classroom Materials and Fees | 128,000                  | 128,000                  | 122,169                  | (5,831)                 |
| Charges for Services         | 70,500                   | 70,500                   | 69,760                   | (740)                   |
| Miscellaneous                | 65,105                   | 65,105                   | 55,669                   | (9,436)                 |
| <b>Total Revenues</b>        | <b><u>59,555,382</u></b> | <b><u>60,594,299</u></b> | <b><u>63,695,372</u></b> | <b><u>3,101,073</u></b> |
| <b><u>Expenditures</u></b>   |                          |                          |                          |                         |
| Current:                     |                          |                          |                          |                         |
| Instruction:                 |                          |                          |                          |                         |
| Regular Instruction:         |                          |                          |                          |                         |
| Salaries and Wages           | 18,812,279               | 18,816,157               | 18,812,183               | 3,974                   |
| Fringe Benefits              | 5,656,850                | 5,660,268                | 5,626,002                | 34,266                  |
| Purchased Services           | 93,097                   | 312,242                  | 335,943                  | (23,701)                |
| Supplies and Materials       | 648,489                  | 1,002,786                | 860,755                  | 142,031                 |
| Capital Outlay               | 106,101                  | 105,578                  | 99,148                   | 6,430                   |
| Other                        | 1,304                    | 3,959                    | 3,355                    | 604                     |
| Total Regular Instruction    | <u>25,318,120</u>        | <u>25,900,990</u>        | <u>25,737,386</u>        | <u>163,604</u>          |
| Special Instruction:         |                          |                          |                          |                         |
| Salaries and Wages           | 4,891,780                | 5,121,780                | 5,116,998                | 4,782                   |
| Fringe Benefits              | 1,613,475                | 1,574,951                | 1,566,031                | 8,920                   |
| Purchased Services           | 3,101,313                | 3,186,408                | 3,136,414                | 49,994                  |
| Supplies and Materials       | 65,374                   | 61,619                   | 57,314                   | 4,305                   |
| Capital Outlay               | 9,655                    | 11,726                   | 10,478                   | 1,248                   |
| Other                        | 5,000                    | 500                      | 500                      | 0                       |
| Total Special Instruction    | <u>9,686,597</u>         | <u>9,956,984</u>         | <u>9,887,735</u>         | <u>69,249</u>           |
| Vocational Education:        |                          |                          |                          |                         |
| Salaries and Wages           | 619,479                  | 657,479                  | 654,037                  | 3,442                   |
| Fringe Benefits              | 218,210                  | 199,756                  | 198,133                  | 1,623                   |
| Purchased Services           | 110,000                  | 310,130                  | 289,618                  | 20,512                  |
| Supplies and Materials       | 13,135                   | 14,001                   | 13,577                   | 424                     |
| Capital Outlay               | 2,200                    | 2,820                    | 2,820                    | 0                       |
| Other                        | 500                      | 338                      | 338                      | 0                       |
| Total Vocational Education   | <u>963,524</u>           | <u>1,184,524</u>         | <u>1,158,523</u>         | <u>26,001</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, 2006**

|                           | Budgeted Amounts  |                   | Actual            | Variance with          |
|---------------------------|-------------------|-------------------|-------------------|------------------------|
|                           | Original          | Final             |                   | Final Budget           |
|                           |                   |                   |                   | Positive<br>(Negative) |
| Instruction: (Continued)  |                   |                   |                   |                        |
| Other Instruction:        |                   |                   |                   |                        |
| Salaries and Wages        | 200,000           | 142,833           | 113,938           | 28,895                 |
| Fringe Benefits           | 44,675            | 28,518            | 20,387            | 8,131                  |
| Purchased Services        | 42,325            | 42,347            | 35,462            | 6,885                  |
| Supplies and Materials    | 50,000            | 62,759            | 57,248            | 5,511                  |
| Capital Outlay            | 0                 | 6,721             | 6,721             | 0                      |
| Total Other Instruction   | <u>337,000</u>    | <u>283,178</u>    | <u>233,756</u>    | <u>49,422</u>          |
| Total Instruction         | <u>36,305,241</u> | <u>37,325,676</u> | <u>37,017,400</u> | <u>308,276</u>         |
| Support Services:         |                   |                   |                   |                        |
| Pupil:                    |                   |                   |                   |                        |
| Salaries and Wages        | 3,077,287         | 3,077,287         | 2,917,550         | 159,737                |
| Fringe Benefits           | 1,016,176         | 944,707           | 939,306           | 5,401                  |
| Purchased Services        | 107,690           | 53,549            | 47,895            | 5,654                  |
| Supplies and Materials    | 25,309            | 12,445            | 11,876            | 569                    |
| Capital Outlay            | 2,550             | 1,550             | 1,725             | (175)                  |
| Other                     | 455               | 862               | 179               | 683                    |
| Total Pupil               | <u>4,229,467</u>  | <u>4,090,400</u>  | <u>3,918,531</u>  | <u>171,869</u>         |
| Instructional Staff:      |                   |                   |                   |                        |
| Salaries and Wages        | 2,833,629         | 2,588,698         | 2,731,043         | (142,345)              |
| Fringe Benefits           | 1,172,849         | 1,134,969         | 1,119,816         | 15,153                 |
| Purchased Services        | 187,819           | 215,860           | 161,943           | 53,917                 |
| Supplies and Materials    | 117,535           | 130,552           | 116,993           | 13,559                 |
| Capital Outlay            | 65,420            | 64,518            | 60,708            | 3,810                  |
| Other                     | 7,550             | 7,200             | 5,260             | 1,940                  |
| Total Instructional Staff | <u>4,384,802</u>  | <u>4,141,797</u>  | <u>4,195,763</u>  | <u>(53,966)</u>        |
| Board of Education:       |                   |                   |                   |                        |
| Salaries and Wages        | 17,000            | 17,000            | 15,518            | 1,482                  |
| Fringe Benefits           | 3,796             | 2,796             | 2,216             | 580                    |
| Purchased Services        | 19,300            | 18,114            | 6,067             | 12,047                 |
| Supplies and Materials    | 1,000             | 1,025             | 1,016             | 9                      |
| Other                     | 63,675            | 91,062            | 86,726            | 4,336                  |
| Total Board of Education  | <u>104,771</u>    | <u>129,997</u>    | <u>111,543</u>    | <u>18,454</u>          |
| Administration:           |                   |                   |                   |                        |
| Salaries and Wages        | 3,150,248         | 3,187,248         | 3,183,859         | 3,389                  |
| Fringe Benefits           | 1,357,739         | 1,314,180         | 1,307,619         | 6,561                  |
| Purchased Services        | 97,900            | 112,717           | 92,042            | 20,675                 |
| Supplies and Materials    | 28,142            | 31,660            | 24,188            | 7,472                  |
| Capital Outlay            | 4,500             | 12,245            | 11,909            | 336                    |
| Other                     | 314,303           | 287,698           | 253,883           | 33,815                 |
| Total Administration      | <u>4,952,832</u>  | <u>4,945,748</u>  | <u>4,873,500</u>  | <u>72,248</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, 2006**

|                                                              | <u>Budgeted Amounts</u> |                  | <u>Actual</u>    | Variance with                          |
|--------------------------------------------------------------|-------------------------|------------------|------------------|----------------------------------------|
|                                                              | <u>Original</u>         | <u>Final</u>     |                  | Final Budget<br>Positive<br>(Negative) |
| <b>Fiscal Services:</b>                                      |                         |                  |                  |                                        |
| Salaries and Wages                                           | 674,351                 | 652,350          | 635,379          | 16,971                                 |
| Fringe Benefits                                              | 253,652                 | 235,385          | 230,738          | 4,647                                  |
| Purchased Services                                           | 281,850                 | 310,830          | 196,505          | 114,325                                |
| Supplies and Materials                                       | 36,200                  | 35,130           | 18,299           | 16,831                                 |
| Capital Outlay                                               | 10,500                  | 10,500           | 0                | 10,500                                 |
| Other                                                        | <u>541,900</u>          | <u>543,813</u>   | <u>534,411</u>   | <u>9,402</u>                           |
| <b>Total Fiscal Services</b>                                 | <u>1,798,453</u>        | <u>1,788,008</u> | <u>1,615,332</u> | <u>172,676</u>                         |
| <b>Business:</b>                                             |                         |                  |                  |                                        |
| Salaries and Wages                                           | 366,772                 | 361,272          | 344,754          | 16,518                                 |
| Fringe Benefits                                              | 135,334                 | 123,880          | 120,534          | 3,346                                  |
| Purchased Services                                           | 317,446                 | 299,770          | 211,010          | 88,760                                 |
| Supplies and Materials                                       | 134,800                 | 134,957          | 99,614           | 35,343                                 |
| Capital Outlay                                               | 3,500                   | 5,430            | 1,800            | 3,630                                  |
| Other                                                        | <u>3,800</u>            | <u>4,800</u>     | <u>4,787</u>     | <u>13</u>                              |
| <b>Total Business</b>                                        | <u>961,652</u>          | <u>930,109</u>   | <u>782,499</u>   | <u>147,610</u>                         |
| <b>Operation and Maintenance of Plant Services:</b>          |                         |                  |                  |                                        |
| Salaries and Wages                                           | 3,554,478               | 3,524,478        | 3,512,848        | 11,630                                 |
| Fringe Benefits                                              | 1,603,768               | 1,496,490        | 1,491,028        | 5,462                                  |
| Purchased Services                                           | 2,329,255               | 2,648,546        | 2,580,722        | 67,824                                 |
| Supplies and Materials                                       | 402,709                 | 404,936          | 351,604          | 53,332                                 |
| Capital Outlay                                               | 98,000                  | 159,563          | 152,832          | 6,731                                  |
| Other                                                        | <u>118,619</u>          | <u>120,369</u>   | <u>120,368</u>   | <u>1</u>                               |
| <b>Total Operation and Maintenance<br/>of Plant Services</b> | <u>8,106,829</u>        | <u>8,354,382</u> | <u>8,209,402</u> | <u>144,980</u>                         |
| <b>Pupil Transportation:</b>                                 |                         |                  |                  |                                        |
| Salaries and Wages                                           | 1,574,269               | 1,559,269        | 1,555,664        | 3,605                                  |
| Fringe Benefits                                              | 549,060                 | 569,892          | 566,558          | 3,334                                  |
| Purchased Services                                           | 572,300                 | 708,945          | 685,278          | 23,667                                 |
| Supplies and Materials                                       | 368,838                 | 421,821          | 412,955          | 8,866                                  |
| Capital Outlay                                               | 14,795                  | 63,477           | 32,072           | 31,405                                 |
| Other                                                        | <u>53,867</u>           | <u>53,867</u>    | <u>53,867</u>    | <u>0</u>                               |
| <b>Total Pupil Transportation</b>                            | <u>3,133,129</u>        | <u>3,377,271</u> | <u>3,306,394</u> | <u>70,877</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, 2006**

|                                               | Budgeted Amounts  |                   | Actual            | Variance with  |
|-----------------------------------------------|-------------------|-------------------|-------------------|----------------|
|                                               | Original          | Final             |                   | Final Budget   |
|                                               |                   |                   |                   | Positive       |
|                                               |                   |                   |                   | (Negative)     |
| Central Services:                             |                   |                   |                   |                |
| Salaries and Wages                            | 474,482           | 435,993           | 434,016           | 1,977          |
| Fringe Benefits                               | 445,332           | 232,229           | 230,521           | 1,708          |
| Purchased Services                            | 560,053           | 466,582           | 411,413           | 55,169         |
| Supplies and Materials                        | 109,204           | 114,383           | 94,954            | 19,429         |
| Capital Outlay                                | 68,000            | 50,963            | 30,833            | 20,130         |
| Other                                         | 2,650             | 1,273             | 896               | 377            |
| Total Central Services                        | <u>1,659,721</u>  | <u>1,301,423</u>  | <u>1,202,633</u>  | <u>98,790</u>  |
| Total Support Services                        | <u>29,331,656</u> | <u>29,059,135</u> | <u>28,215,597</u> | <u>843,538</u> |
| Operation of Non-Instructional Services:      |                   |                   |                   |                |
| Food Services:                                |                   |                   |                   |                |
| Salaries and Wages                            | 33,047            | 34,047            | 33,450            | 597            |
| Fringe Benefits                               | 18,786            | 18,082            | 17,566            | 516            |
| Total Food Services                           | <u>51,833</u>     | <u>52,129</u>     | <u>51,016</u>     | <u>1,113</u>   |
| Community Services:                           |                   |                   |                   |                |
| Salaries and Wages                            | 86,267            | 83,267            | 81,833            | 1,434          |
| Fringe Benefits                               | 27,970            | 20,971            | 20,036            | 935            |
| Total Community Services                      | <u>114,237</u>    | <u>104,238</u>    | <u>101,869</u>    | <u>2,369</u>   |
| Total Operation of Non-Instructional Services | <u>166,070</u>    | <u>156,367</u>    | <u>152,885</u>    | <u>3,482</u>   |
| Extracurricular Activities:                   |                   |                   |                   |                |
| Academic-Subject Oriented Activities:         |                   |                   |                   |                |
| Salaries and Wages                            | 104,985           | 99,485            | 98,346            | 1,139          |
| Fringe Benefits                               | 16,932            | 15,932            | 15,414            | 518            |
| Purchased Services                            | 2,050             | 4,259             | 3,883             | 376            |
| Capital Outlay                                | 3,000             | 3,000             | 0                 | 3,000          |
| Total Academic-Subject Oriented Activities    | <u>126,967</u>    | <u>122,676</u>    | <u>117,643</u>    | <u>5,033</u>   |
| Occupation Oriented Activities:               |                   |                   |                   |                |
| Salaries and Wages                            | 8,987             | 9,987             | 9,796             | 191            |
| Fringe Benefits                               | 1,449             | 1,649             | 1,589             | 60             |
| Total Occupation Oriented Activities          | <u>10,436</u>     | <u>11,636</u>     | <u>11,385</u>     | <u>251</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, 2006**

|                                                | <u>Budgeted Amounts</u> |                     | <u>Actual</u>       | Variance with                          |
|------------------------------------------------|-------------------------|---------------------|---------------------|----------------------------------------|
|                                                | <u>Original</u>         | <u>Final</u>        |                     | Final Budget<br>Positive<br>(Negative) |
| <b>Sport Oriented Activities:</b>              |                         |                     |                     |                                        |
| Salaries and Wages                             | 507,542                 | 495,542             | 491,136             | 4,406                                  |
| Fringe Benefits                                | 129,372                 | 126,758             | 125,258             | 1,500                                  |
| Purchased Services                             | 2,200                   | 2,280               | 1,980               | 300                                    |
| Supplies and Materials                         | 8,400                   | 6,887               | 3,111               | 3,776                                  |
| Capital Outlay                                 | 7,500                   | 7,500               | 0                   | 7,500                                  |
| Other                                          | 4,100                   | 4,100               | 4,000               | 100                                    |
| <b>Total Sport Oriented Activities</b>         | <u>659,114</u>          | <u>643,067</u>      | <u>625,485</u>      | <u>17,582</u>                          |
| <b>Co-Curricular:</b>                          |                         |                     |                     |                                        |
| Salaries and Wages                             | 72,194                  | 72,194              | 71,016              | 1,178                                  |
| Fringe Benefits                                | 11,643                  | 12,143              | 11,818              | 325                                    |
| <b>Total Co-Curricular</b>                     | <u>83,837</u>           | <u>84,337</u>       | <u>82,834</u>       | <u>1,503</u>                           |
| <b>Total Extracurricular Activities</b>        | <u>880,354</u>          | <u>861,716</u>      | <u>837,347</u>      | <u>24,369</u>                          |
| <b>Total Expenditures</b>                      | <u>66,683,321</u>       | <u>67,402,894</u>   | <u>66,223,229</u>   | <u>1,179,665</u>                       |
| Excess of Revenue Over<br>(Under) Expenditures | <u>(7,127,939)</u>      | <u>(6,808,595)</u>  | <u>(2,527,857)</u>  | <u>4,280,738</u>                       |
| <b>Other Financing Sources (Uses)</b>          |                         |                     |                     |                                        |
| Proceeds from Sale of Assets                   | 8,000                   | 8,000               | 2,934               | (5,066)                                |
| Transfers Out                                  | (250,223)               | (266,723)           | (266,723)           | 0                                      |
| Advances In                                    | 250,000                 | 250,000             | 270,000             | 20,000                                 |
| Advances Out                                   | (100,000)               | (610,000)           | (607,817)           | 2,183                                  |
| Contingencies                                  | (200,000)               | (202,785)           | 0                   | 202,785                                |
| Refund of Prior Year Receipts                  | (1,600)                 | (1,767)             | (1,355)             | 412                                    |
| Refund of Prior Year Expenditures              | 270,000                 | 270,000             | 228,235             | (41,765)                               |
| <b>Total Other Financing Sources (Uses)</b>    | <u>(23,823)</u>         | <u>(553,275)</u>    | <u>(374,726)</u>    | <u>178,549</u>                         |
| <b>Net Change in Fund Balance</b>              | <u>(7,151,762)</u>      | <u>(7,361,870)</u>  | <u>(2,902,583)</u>  | <u>4,459,287</u>                       |
| Fund Balance Beginning of Year                 | 15,015,210              | 15,015,210          | 15,015,210          | 0                                      |
| Prior Year Encumbrances Appropriated           | 737,024                 | 737,024             | 737,024             | 0                                      |
| <b>Fund Balance End of Year</b>                | <u>\$ 8,600,472</u>     | <u>\$ 8,390,364</u> | <u>\$12,849,651</u> | <u>\$ 4,459,287</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, 2006**

|                                                 | Final<br>Budget             | Actual                     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-------------------------------------------------|-----------------------------|----------------------------|---------------------------------------------------------|
| <b>Revenues</b>                                 |                             |                            |                                                         |
| Taxes                                           | \$ 2,404,760                | \$ 2,398,910               | \$ (5,850)                                              |
| Intergovernmental                               | 190,000                     | 190,148                    | 148                                                     |
| Earnings on Investments                         | 0                           | 23,702                     | 23,702                                                  |
| <b>Total Revenues</b>                           | <u>2,594,760</u>            | <u>2,612,760</u>           | <u>18,000</u>                                           |
| <b>Expenditures</b>                             |                             |                            |                                                         |
| Current:                                        |                             |                            |                                                         |
| Support Services:                               |                             |                            |                                                         |
| Board of Education:                             |                             |                            |                                                         |
| Other                                           | 250                         | 0                          | 250                                                     |
| Total Board of Education                        | <u>250</u>                  | <u>0</u>                   | <u>250</u>                                              |
| Administration:                                 |                             |                            |                                                         |
| Other                                           | 610                         | 148                        | 462                                                     |
| Total Administration                            | <u>610</u>                  | <u>148</u>                 | <u>462</u>                                              |
| Fiscal Services:                                |                             |                            |                                                         |
| Other                                           | 38,500                      | 15,872                     | 22,628                                                  |
| Total Fiscal Services                           | <u>38,500</u>               | <u>15,872</u>              | <u>22,628</u>                                           |
| Total Support Services                          | <u>39,360</u>               | <u>16,020</u>              | <u>23,340</u>                                           |
| Debt Service:                                   |                             |                            |                                                         |
| Principal Retirement                            | 3,205,623                   | 2,689,321                  | 516,302                                                 |
| Total Debt Service                              | <u>3,205,623</u>            | <u>2,689,321</u>           | <u>516,302</u>                                          |
| <b>Total Expenditures</b>                       | <u>3,244,983</u>            | <u>2,705,341</u>           | <u>539,642</u>                                          |
| Excess of Revenues Over (Under)<br>Expenditures | <u>(650,223)</u>            | <u>(92,581)</u>            | <u>557,642</u>                                          |
| <b>Other Financing Sources (Uses)</b>           |                             |                            |                                                         |
| Premium on Refunding Bond                       | 0                           | 415,006                    | 415,006                                                 |
| Proceeds from Refunding of Bonds Issued         | 0                           | 7,459,954                  | 7,459,954                                               |
| Payment to Refunded Bond Escrow Agent           | (7,720,400)                 | (7,720,400)                | 0                                                       |
| Bond Issuance Cost                              | 0                           | (154,560)                  | (154,560)                                               |
| Transfers In                                    | 250,223                     | 250,223                    | 0                                                       |
| <b>Total Other Financing Sources (Uses)</b>     | <u>(7,470,177)</u>          | <u>250,223</u>             | <u>7,720,400</u>                                        |
| Net Change in Fund Balance                      | (8,120,400)                 | 157,642                    | 8,278,042                                               |
| Fund Balance Beginning of Year                  | <u>1,983,890</u>            | <u>1,983,890</u>           | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>                 | <u><u>\$(6,136,510)</u></u> | <u><u>\$ 2,141,532</u></u> | <u><u>\$ 8,278,042</u></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, 2006**

|                                               | Final<br>Budget | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|-----------------|------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                        |                 |                  |                                                         |
| Earnings on Investments                       | \$ 860          | \$ 1,484         | \$ 624                                                  |
| Miscellaneous                                 | 15,296          | 15,205           | (91)                                                    |
| <b>Total Revenues</b>                         | <u>16,156</u>   | <u>16,689</u>    | <u>533</u>                                              |
| <b><u>Expenditures</u></b>                    |                 |                  |                                                         |
| Current:                                      |                 |                  |                                                         |
| Instruction:                                  |                 |                  |                                                         |
| Regular:                                      |                 |                  |                                                         |
| Purchased Services                            | 357             | 357              | 0                                                       |
| Supplies and Materials                        | 2,324           | 1,611            | 713                                                     |
| Capital Outlay                                | 17,614          | 17,553           | 61                                                      |
| Total Regular Instruction                     | <u>20,295</u>   | <u>19,521</u>    | <u>774</u>                                              |
| Special:                                      |                 |                  |                                                         |
| Supplies and Materials                        | 14              | 14               | 0                                                       |
| Total Special Instruction                     | <u>14</u>       | <u>14</u>        | <u>0</u>                                                |
| Total Instruction                             | <u>20,309</u>   | <u>19,535</u>    | <u>774</u>                                              |
| Operation of Non-Instructional Services:      |                 |                  |                                                         |
| Community Service:                            |                 |                  |                                                         |
| Supplies and Materials                        | 4,863           | 0                | 4,863                                                   |
| Other                                         | 15,670          | 1,000            | 14,670                                                  |
| Total Community Services                      | <u>20,533</u>   | <u>1,000</u>     | <u>19,533</u>                                           |
| Total Operation of Non-Instructional Services | <u>20,533</u>   | <u>1,000</u>     | <u>19,533</u>                                           |
| Extracurricular Activities:                   |                 |                  |                                                         |
| Academic-Subject Oriented Activities:         |                 |                  |                                                         |
| Capital Outlay                                | 17,364          | 0                | 17,364                                                  |
| Total Academic-Subject Oriented Activities    | <u>17,364</u>   | <u>0</u>         | <u>17,364</u>                                           |
| Total Extracurricular Activities              | <u>17,364</u>   | <u>0</u>         | <u>17,364</u>                                           |
| <b>Total Expenditures</b>                     | <u>58,206</u>   | <u>20,535</u>    | <u>37,671</u>                                           |
| Net Change in Fund Balance                    | (42,050)        | (3,846)          | 38,204                                                  |
| Fund Balance - Beginning of Year              | <u>42,051</u>   | <u>42,051</u>    | <u>0</u>                                                |
| <b>Fund Balance - End of Year</b>             | <u>\$ 1</u>     | <u>\$ 38,205</u> | <u>\$ 38,204</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, 2006**

|                                              | <u>Final<br/>Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|----------------------------------------------|-------------------------|------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                       |                         |                  |                                                         |
| Transportation Fees                          | \$ 10,500               | \$ 21,032        | \$ 10,532                                               |
| Extracurricular                              | 210,605                 | 182,439          | (28,166)                                                |
| Tuition and Fees                             | 3,830                   | 0                | (3,830)                                                 |
| Miscellaneous                                | <u>49,000</u>           | <u>22,754</u>    | <u>(26,246)</u>                                         |
| <b>Total Revenues</b>                        | <u>273,935</u>          | <u>226,225</u>   | <u>(47,710)</u>                                         |
| <b><u>Expenditures</u></b>                   |                         |                  |                                                         |
| Current:                                     |                         |                  |                                                         |
| Extracurricular Activities:                  |                         |                  |                                                         |
| Co-Curricular:                               |                         |                  |                                                         |
| Purchased Services                           | 89,427                  | 74,753           | 14,674                                                  |
| Supplies and Materials                       | 183,709                 | 136,985          | 46,724                                                  |
| Capital Outlay                               | 10,879                  | 5,929            | 4,950                                                   |
| Other                                        | <u>35,982</u>           | <u>20,932</u>    | <u>15,050</u>                                           |
| Total Co-Curricular                          | <u>319,997</u>          | <u>238,599</u>   | <u>81,398</u>                                           |
| Total Extracurricular Activities             | <u>319,997</u>          | <u>238,599</u>   | <u>81,398</u>                                           |
| <b>Total Expenditures</b>                    | <u>319,997</u>          | <u>238,599</u>   | <u>81,398</u>                                           |
| Excess of Revenues Over (Under)              |                         |                  |                                                         |
| Expenditures                                 | <u>(46,062)</u>         | <u>(12,374)</u>  | <u>33,688</u>                                           |
| <b><u>Other Financing Sources (Uses)</u></b> |                         |                  |                                                         |
| Transfers In                                 | 5,000                   | 6,286            | 1,286                                                   |
| Transfers Out                                | (18,662)                | (1,787)          | 16,875                                                  |
| Contingencies                                | (13,787)                | 0                | 13,787                                                  |
| Refund of Prior Year Receipts                | <u>(100)</u>            | <u>0</u>         | <u>100</u>                                              |
| <b>Total Other Financing Sources (Uses)</b>  | <u>(27,549)</u>         | <u>4,499</u>     | <u>32,048</u>                                           |
| Net Change in Fund Balance                   | (73,611)                | (7,875)          | 65,736                                                  |
| Fund Balance Beginning of Year               | 69,739                  | 69,739           | 0                                                       |
| Prior Year Encumbrances Appropriated         | <u>3,877</u>            | <u>3,877</u>     | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>              | <u>\$ 5</u>             | <u>\$ 65,741</u> | <u>\$ 65,736</u>                                        |

**EUCLID CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL -**  
**KNOWLEDGE WORKS GRANT FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                      | <u>Final<br/>Budget</u> | <u>Actual</u>  | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--------------------------------------|-------------------------|----------------|-------------------------------------------------------------------|
| <b><u>Revenues</u></b>               |                         |                |                                                                   |
| Miscellaneous                        | \$ 357,420              | \$ 284,280     | \$ (73,140)                                                       |
| <b>Total Revenues</b>                | <u>357,420</u>          | <u>284,280</u> | <u>(73,140)</u>                                                   |
| <b><u>Expenditures</u></b>           |                         |                |                                                                   |
| Current:                             |                         |                |                                                                   |
| Instruction:                         |                         |                |                                                                   |
| Regular Instruction:                 |                         |                |                                                                   |
| Salaries and Wages                   | 70,567                  | 70,566         | 1                                                                 |
| Fringe Benefits                      | 13,241                  | 13,241         | 0                                                                 |
| Purchased Services                   | 231,278                 | 213,138        | 18,140                                                            |
| Supplies and Materials               | 114,969                 | 59,969         | 55,000                                                            |
| Capital Outlay                       | <u>58,749</u>           | <u>58,750</u>  | <u>(1)</u>                                                        |
| Total Regular Instruction            | <u>488,804</u>          | <u>415,664</u> | <u>73,140</u>                                                     |
| Total Instruction                    | <u>488,804</u>          | <u>415,664</u> | <u>73,140</u>                                                     |
| <b>Total Expenditures</b>            | <u>488,804</u>          | <u>415,664</u> | <u>73,140</u>                                                     |
| Net Change in Fund Balance           | (131,384)               | (131,384)      | 0                                                                 |
| Fund Balance Beginning of Year       | 125,726                 | 125,726        | 0                                                                 |
| Prior Year Encumbrances Appropriated | <u>5,658</u>            | <u>5,658</u>   | <u>0</u>                                                          |
| Fund Balance at End of Year          | <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 ACTIVITY FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                             | Final<br>Budget | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------------|-----------------|------------------|---------------------------------------------------------|
| <b>Revenues</b>                             |                 |                  |                                                         |
| Transportation Fees                         | \$ 48,200       | \$ 8,292         | \$ (39,908)                                             |
| Extracurricular                             | 358,226         | 217,964          | (140,262)                                               |
| Classroom Materials and Fees                | 0               | 210              | 210                                                     |
| Miscellaneous                               | 94,711          | 52,799           | (41,912)                                                |
| <b>Total Revenues</b>                       | <u>501,137</u>  | <u>279,265</u>   | <u>(221,872)</u>                                        |
| <b>Expenditures</b>                         |                 |                  |                                                         |
| Current:                                    |                 |                  |                                                         |
| Extracurricular Activities:                 |                 |                  |                                                         |
| Academic-Subject Oriented Activities:       |                 |                  |                                                         |
| Purchased Services                          | 95,024          | 42,564           | 52,460                                                  |
| Supplies and Materials                      | 60,544          | 14,765           | 45,779                                                  |
| Capital Outlay                              | 28,223          | 12,346           | 15,877                                                  |
| Other                                       | 28,146          | 16,215           | 11,931                                                  |
| Total Academic-Subject Oriented Activities  | <u>211,937</u>  | <u>85,890</u>    | <u>126,047</u>                                          |
| Sport-Oriented Activities:                  |                 |                  |                                                         |
| Purchased Services                          | 67,046          | 57,554           | 9,492                                                   |
| Supplies and Materials                      | 18,430          | 4,162            | 14,268                                                  |
| Capital Outlay                              | 68,550          | 51,562           | 16,988                                                  |
| Other                                       | 25,846          | 19,028           | 6,818                                                   |
| Total Sport-Oriented Activities             | <u>179,872</u>  | <u>132,306</u>   | <u>47,566</u>                                           |
| Co-Curricular Activities:                   |                 |                  |                                                         |
| Purchased Services                          | 53,891          | 27,514           | 26,377                                                  |
| Supplies and Materials                      | 91,597          | 42,057           | 49,540                                                  |
| Capital Outlay                              | 10,525          | 32               | 10,493                                                  |
| Other                                       | 6,080           | 1,435            | 4,645                                                   |
| Total Co-Curricular Activities              | <u>162,093</u>  | <u>71,038</u>    | <u>91,055</u>                                           |
| Total Extracurricular Activities            | <u>553,902</u>  | <u>289,234</u>   | <u>264,668</u>                                          |
| <b>Total Expenditures</b>                   | <u>553,902</u>  | <u>289,234</u>   | <u>264,668</u>                                          |
| Excess of Revenues Over (Under)             |                 |                  |                                                         |
| Expenditures                                | <u>(52,765)</u> | <u>(9,969)</u>   | <u>42,796</u>                                           |
| <b>Other Financing Sources (Uses)</b>       |                 |                  |                                                         |
| Proceeds from Sale of Assets                | 2,950           | 2,673            | (277)                                                   |
| Transfers In                                | 8,300           | 0                | (8,300)                                                 |
| Transfers Out                               | (8,800)         | 0                | 8,800                                                   |
| Contingencies                               | (8,284)         | 0                | 8,284                                                   |
| Refund of Prior Year Receipts               | (3,620)         | 0                | 3,620                                                   |
| Refund of Prior Year Expenditures           | 1,000           | 161              | (839)                                                   |
| <b>Total Other Financing Sources (Uses)</b> | <u>(8,454)</u>  | <u>2,834</u>     | <u>11,288</u>                                           |
| Net Change in Fund Balance                  | (61,219)        | (7,135)          | 54,084                                                  |
| Fund Balance Beginning of Year, as Restated | 58,234          | 58,234           | 0                                                       |
| Prior Year Encumbrances Appropriated        | 3,110           | 3,110            | 0                                                       |
| <b>Fund Balance End of Year</b>             | <u>\$ 125</u>   | <u>\$ 54,209</u> | <u>\$ 54,084</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, 2006**

|                                               | <u>Final<br/>Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|-------------------------|------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                        |                         |                  |                                                         |
| Intergovernmental                             | \$ 781,162              | \$ 781,262       | \$ 100                                                  |
| Earnings on Investments                       | <u>4,300</u>            | <u>7,095</u>     | <u>2,795</u>                                            |
| <b>Total Revenues</b>                         | <u>785,462</u>          | <u>788,357</u>   | <u>2,895</u>                                            |
| <b><u>Expenditures</u></b>                    |                         |                  |                                                         |
| Current:                                      |                         |                  |                                                         |
| Operation of Non-Instructional Services:      |                         |                  |                                                         |
| Community Service:                            |                         |                  |                                                         |
| Salaries and Wages                            | 327,419                 | 294,589          | 32,830                                                  |
| Fringe Benefits                               | 101,830                 | 91,522           | 10,308                                                  |
| Purchased Services                            | 219,124                 | 213,394          | 5,730                                                   |
| Supplies and Materials                        | 186,650                 | 185,690          | 960                                                     |
| Capital Outlay                                | 38,496                  | 37,820           | 676                                                     |
| Other                                         | <u>0</u>                | <u>500</u>       | <u>(500)</u>                                            |
| Total Community Service                       | <u>873,519</u>          | <u>823,515</u>   | <u>50,004</u>                                           |
| Total Operation of Non-Instructional Services | <u>873,519</u>          | <u>823,515</u>   | <u>50,004</u>                                           |
| <b>Total Expenditures</b>                     | <u>873,519</u>          | <u>823,515</u>   | <u>50,004</u>                                           |
| Net Change in Fund Balance                    | (88,057)                | (35,158)         | 52,899                                                  |
| Fund Balance Beginning of Year                | 60,116                  | 60,116           | 0                                                       |
| Prior Year Encumbrances Appropriated          | <u>27,941</u>           | <u>27,941</u>    | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>               | <u>\$ 0</u>             | <u>\$ 52,899</u> | <u>\$ 52,899</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, 2006**

|                                              | <u>Final<br/>Budget</u> | <u>Actual</u>   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|----------------------------------------------|-------------------------|-----------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                       |                         |                 |                                                         |
| Intergovernmental                            | \$ 20,000               | \$ 22,583       | \$ 2,583                                                |
| <b>Total Revenues</b>                        | <u>20,000</u>           | <u>22,583</u>   | <u>2,583</u>                                            |
| <b><u>Expenditures</u></b>                   |                         |                 |                                                         |
| Current:                                     |                         |                 |                                                         |
| Support Services:                            |                         |                 |                                                         |
| Central:                                     |                         |                 |                                                         |
| Purchased Services                           | <u>30,793</u>           | <u>25,430</u>   | <u>5,363</u>                                            |
| Total Central Services                       | <u>30,793</u>           | <u>25,430</u>   | <u>5,363</u>                                            |
| Total Support Services                       | <u>30,793</u>           | <u>25,430</u>   | <u>5,363</u>                                            |
| <b>Total Expenditures</b>                    | <u>30,793</u>           | <u>25,430</u>   | <u>5,363</u>                                            |
| <b><u>Other Financing Sources (Uses)</u></b> |                         |                 |                                                         |
| Advances In                                  | 20,000                  | 20,000          | 0                                                       |
| Advances Out                                 | <u>(20,000)</u>         | <u>(20,000)</u> | <u>0</u>                                                |
| <b>Total Other Financing Sources (Uses)</b>  | <u>0</u>                | <u>0</u>        | <u>0</u>                                                |
| Net Change in Fund Balance                   | (10,793)                | (2,847)         | 7,946                                                   |
| Fund Balance Beginning of Year               | 8,518                   | 8,518           | 0                                                       |
| Prior Year Encumbrances Appropriated         | <u>2,275</u>            | <u>2,275</u>    | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>              | <u>\$ 0</u>             | <u>\$ 7,946</u> | <u>\$ 7,946</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>Final<br/>Budget</u> | <u>Actual</u>   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------|-------------------------|-----------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>          |                         |                 |                                                         |
| Intergovernmental               | \$ 104,063              | \$ 95,937       | \$ (8,126)                                              |
| <b>Total Revenues</b>           | <u>104,063</u>          | <u>95,937</u>   | <u>(8,126)</u>                                          |
| <b><u>Expenditures</u></b>      |                         |                 |                                                         |
| Current:                        |                         |                 |                                                         |
| Instruction:                    |                         |                 |                                                         |
| Regular Instruction:            |                         |                 |                                                         |
| Salaries and Wages              | 79,980                  | 70,467          | 9,513                                                   |
| Fringe Benefits                 | 27,777                  | 23,194          | 4,583                                                   |
| Supplies and Materials          | 347                     | 347             | 0                                                       |
| Capital Outlay                  | 347                     | 347             | 0                                                       |
| Total Regular Instruction       | <u>108,451</u>          | <u>94,355</u>   | <u>14,096</u>                                           |
| Total Instruction               | <u>108,451</u>          | <u>94,355</u>   | <u>14,096</u>                                           |
| Support Services:               |                         |                 |                                                         |
| Administration:                 |                         |                 |                                                         |
| Salaries and Wages              | 848                     | 848             | 0                                                       |
| Total Administration            | <u>848</u>              | <u>848</u>      | <u>0</u>                                                |
| Total Support Services          | <u>848</u>              | <u>848</u>      | <u>0</u>                                                |
| <b>Total Expenditures</b>       | <u>109,299</u>          | <u>95,203</u>   | <u>14,096</u>                                           |
| Net Change in Fund Balance      | (5,236)                 | 734             | 5,970                                                   |
| Fund Balance Beginning of Year  | <u>5,236</u>            | <u>5,236</u>    | <u>0</u>                                                |
| <b>Fund Balance End of Year</b> | <u>\$ 0</u>             | <u>\$ 5,970</u> | <u>\$ 5,970</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, 2006**

---

|                                       | <u>Final<br/>Budget</u> | <u>Actual</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---------------------------------------|-------------------------|---------------|-------------------------------------------------------------------|
| <b><u>Revenues</u></b>                |                         |               |                                                                   |
| Intergovernmental                     | \$ 8,750                | \$ 8,750      | \$ 0                                                              |
| <b>Total Revenues</b>                 | <u>8,750</u>            | <u>8,750</u>  | <u>0</u>                                                          |
| <b><u>Expenditures</u></b>            |                         |               |                                                                   |
| Current:                              |                         |               |                                                                   |
| Instruction:                          |                         |               |                                                                   |
| Regular:                              |                         |               |                                                                   |
| Salaries and Wages                    | 7,262                   | 7,262         | 0                                                                 |
| Fringe Benefits                       | 1,238                   | 1,238         | 0                                                                 |
| Purchased Services                    | <u>250</u>              | <u>250</u>    | <u>0</u>                                                          |
| Total Regular Instruction             | <u>8,750</u>            | <u>8,750</u>  | <u>0</u>                                                          |
| Total Instruction                     | <u>8,750</u>            | <u>8,750</u>  | <u>0</u>                                                          |
| <b>Total Expenditures</b>             | <u>8,750</u>            | <u>8,750</u>  | <u>0</u>                                                          |
| <b>Fund Balance Beginning of Year</b> | <u>0</u>                | <u>0</u>      | <u>0</u>                                                          |
| <b>Fund Balance End of Year</b>       | <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, 2006**

|                                      | Final<br>Budget | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|-----------------|--------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>               |                 |              |                                                         |
| Intergovernmental                    | \$ 3,925        | \$ 3,925     | \$ 0                                                    |
| <b>Total Revenues</b>                | <u>3,925</u>    | <u>3,925</u> | <u>0</u>                                                |
| <b><u>Expenditures</u></b>           |                 |              |                                                         |
| Current:                             |                 |              |                                                         |
| Instruction:                         |                 |              |                                                         |
| Regular Instruction:                 |                 |              |                                                         |
| Salaries and Wages                   | 1,847           | 1,847        | 0                                                       |
| Fringe Benefits                      | 318             | 318          | 0                                                       |
| Purchased Services                   | 625             | 625          | 0                                                       |
| Supplies and Materials               | 1,182           | 1,182        | 0                                                       |
| Total Regular Instruction            | <u>3,972</u>    | <u>3,972</u> | <u>0</u>                                                |
| Total Instruction                    | <u>3,972</u>    | <u>3,972</u> | <u>0</u>                                                |
| <b>Total Expenditures</b>            | <u>3,972</u>    | <u>3,972</u> | <u>0</u>                                                |
| Net Change in Fund Balance           | (47)            | (47)         | 0                                                       |
| Fund Balance Beginning of Year       | 0               | 0            | 0                                                       |
| Prior Year Encumbrances Appropriated | <u>47</u>       | <u>47</u>    | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>      | <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 -**  
**OHIO READS GRANT FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                      | Final<br>Budget | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|-----------------|----------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>               |                 |                |                                                         |
| Intergovernmental                    | \$ 132,000      | \$ 132,000     | \$ 0                                                    |
| <b>Total Revenues</b>                | <u>132,000</u>  | <u>132,000</u> | <u>0</u>                                                |
| <b><u>Expenditures</u></b>           |                 |                |                                                         |
| Current:                             |                 |                |                                                         |
| Instruction:                         |                 |                |                                                         |
| Regular Instruction:                 |                 |                |                                                         |
| Salaries and Wages                   | 100,197         | 100,197        | 0                                                       |
| Fringe Benefits                      | 16,783          | 16,783         | 0                                                       |
| Supplies and Materials               | <u>23,384</u>   | <u>23,384</u>  | <u>0</u>                                                |
| Total Regular Instruction            | <u>140,364</u>  | <u>140,364</u> | <u>0</u>                                                |
| Total Instruction                    | <u>140,364</u>  | <u>140,364</u> | <u>0</u>                                                |
| <b>Total Expenditures</b>            | <u>140,364</u>  | <u>140,364</u> | <u>0</u>                                                |
| Net Change in Fund Balance           | (8,364)         | (8,364)        | 0                                                       |
| Fund Balance Beginning of Year       | 0               | 0              | 0                                                       |
| Prior Year Encumbrances Appropriated | <u>8,364</u>    | <u>8,364</u>   | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>      | <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 -**  
**SUMMER INTERVENTION FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                      | <u>Final<br/>Budget</u> | <u>Actual</u> | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|-------------------------|---------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>               |                         |               |                                                         |
| Intergovernmental                    | \$ 8,889                | \$ 8,889      | \$ 0                                                    |
| <b>Total Revenues</b>                | <u>8,889</u>            | <u>8,889</u>  | <u>0</u>                                                |
| <b><u>Expenditures</u></b>           |                         |               |                                                         |
| Current:                             |                         |               |                                                         |
| Instruction:                         |                         |               |                                                         |
| Regular Instruction:                 |                         |               |                                                         |
| Salaries and Wages                   | 1,433                   | 1,433         | 0                                                       |
| Fringe Benefits                      | 29                      | 29            | 0                                                       |
| Supplies and Materials               | <u>7,722</u>            | <u>7,722</u>  | <u>0</u>                                                |
| Total Regular Instruction            | <u>9,184</u>            | <u>9,184</u>  | <u>0</u>                                                |
| <b>Total Expenditures</b>            | <u>9,184</u>            | <u>9,184</u>  | <u>0</u>                                                |
| Net Change in Fund Balance           | (295)                   | (295)         | 0                                                       |
| Fund Balance Beginning of Year       | 0                       | 0             | 0                                                       |
| Prior Year Encumbrances Appropriated | <u>295</u>              | <u>295</u>    | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>      | <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, 2006**

---

|                                      | <u>Final<br/>Budget</u> | <u>Actual</u>      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|-------------------------|--------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>               |                         |                    |                                                         |
| Intergovernmental                    | \$ 0                    | \$ 0               | \$ 0                                                    |
| <b>Total Revenues</b>                | <u>0</u>                | <u>0</u>           | <u>0</u>                                                |
| <b><u>Expenditures</u></b>           |                         |                    |                                                         |
| <b>Total Expenditures</b>            | <u>0</u>                | <u>0</u>           | <u>0</u>                                                |
| Net Change in Fund Balance           | 0                       | 0                  | 0                                                       |
| Fund Balance Beginning of Year       | 0                       | 0                  | 0                                                       |
| Prior Year Encumbrances Appropriated | <u>0</u>                | <u>0</u>           | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>      | <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 -**  
**ALTERNATIVE SCHOOLS FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                                   | <u>Final<br/>Budget</u> | <u>Actual</u>  | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---------------------------------------------------|-------------------------|----------------|-------------------------------------------------------------------|
| <b><u>Revenues</u></b>                            |                         |                |                                                                   |
| Intergovernmental                                 | \$ 220,088              | \$ 210,359     | \$ (9,729)                                                        |
| <b>Total Revenues</b>                             | <u>220,088</u>          | <u>210,359</u> | <u>(9,729)</u>                                                    |
| <b><u>Expenditures</u></b>                        |                         |                |                                                                   |
| Current:                                          |                         |                |                                                                   |
| Instruction:                                      |                         |                |                                                                   |
| Regular Instruction:                              |                         |                |                                                                   |
| Salaries and Wages                                | 9,210                   | 9,210          | 0                                                                 |
| Fringe Benefits                                   | 1,518                   | 1,518          | 0                                                                 |
| Purchased Services                                | 24,900                  | 24,900         | 0                                                                 |
| Supplies and Materials                            | 11,141                  | 9,791          | 1,350                                                             |
| Total Regular Instruction                         | <u>46,769</u>           | <u>45,419</u>  | <u>1,350</u>                                                      |
| Total Instruction                                 | <u>46,769</u>           | <u>45,419</u>  | <u>1,350</u>                                                      |
| Support Services:                                 |                         |                |                                                                   |
| Instructional Staff:                              |                         |                |                                                                   |
| Salaries and Wages                                | 7,105                   | 7,105          | 0                                                                 |
| Fringe Benefits                                   | 1,251                   | 1,251          | 0                                                                 |
| Purchased Services                                | 36                      | 36             | 0                                                                 |
| Capital Outlay                                    | 567                     | 567            | 0                                                                 |
| Total Instructional Staff                         | <u>8,959</u>            | <u>8,959</u>   | <u>0</u>                                                          |
| Administration:                                   |                         |                |                                                                   |
| Salaries and Wages                                | 18,270                  | 17,470         | 800                                                               |
| Fringe Benefits                                   | 4,093                   | 3,873          | 220                                                               |
| Purchased Services                                | 22,855                  | 22,605         | 250                                                               |
| Capital Outlay                                    | 7,681                   | 5,931          | 1,750                                                             |
| Total Administration                              | <u>52,899</u>           | <u>49,879</u>  | <u>3,020</u>                                                      |
| Operation and Maintenance of Plant Services:      |                         |                |                                                                   |
| Salaries and Wages                                | 4,200                   | 4,200          | 0                                                                 |
| Fringe Benefits                                   | 775                     | 775            | 0                                                                 |
| Total Operation and Maintenance of Plant Services | <u>4,975</u>            | <u>4,975</u>   | <u>0</u>                                                          |
| Pupil Transportation:                             |                         |                |                                                                   |
| Purchased Services                                | 245                     | 245            | 0                                                                 |
| Total Pupil Transportation                        | <u>245</u>              | <u>245</u>     | <u>0</u>                                                          |
| Total Support Services                            | <u>67,078</u>           | <u>64,058</u>  | <u>3,020</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, 2006**

---

|                                               | <u>Final<br/>Budget</u> | <u>Actual</u>  | Variance with<br>Final Budget<br>Positive<br><u>(Negative)</u> |
|-----------------------------------------------|-------------------------|----------------|----------------------------------------------------------------|
| Operation of Non-Instructional Services:      |                         |                |                                                                |
| Community Service:                            |                         |                |                                                                |
| Salaries and Wages                            | 32,469                  | 28,765         | 3,704                                                          |
| Fringe Benefits                               | 13,053                  | 11,398         | 1,655                                                          |
| Purchased Services                            | <u>83,482</u>           | <u>83,482</u>  | <u>0</u>                                                       |
| Total Community Service                       | <u>129,004</u>          | <u>123,645</u> | <u>5,359</u>                                                   |
| Total Operation of Non-Instructional Services | <u>129,004</u>          | <u>123,645</u> | <u>5,359</u>                                                   |
| <b>Total Expenditures</b>                     | <u>242,851</u>          | <u>233,122</u> | <u>9,729</u>                                                   |
| Net Change in Fund Balance                    | (22,763)                | (22,763)       | 0                                                              |
| Fund Balance Beginning of Year                | 9,191                   | 9,191          | 0                                                              |
| Prior Year Encumbrances Appropriated          | <u>13,572</u>           | <u>13,572</u>  | <u>0</u>                                                       |
| <b>Fund Balance End of Year</b>               | <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 -**  
**POVERTY BASED ASSISTANCE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                                   | Final<br>Budget  | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------------------|------------------|-------------------|---------------------------------------------------------|
| <b>Revenues</b>                                   |                  |                   |                                                         |
| Intergovernmental                                 | \$ 1,990,521     | \$ 1,989,010      | \$ (1,511)                                              |
| <b>Total Revenues</b>                             | <u>1,990,521</u> | <u>1,989,010</u>  | <u>(1,511)</u>                                          |
| <b>Expenditures</b>                               |                  |                   |                                                         |
| Current:                                          |                  |                   |                                                         |
| Instruction:                                      |                  |                   |                                                         |
| Regular:                                          |                  |                   |                                                         |
| Salaries and Wages                                | 1,175,239        | 1,116,273         | 58,966                                                  |
| Fringe Benefits                                   | 382,725          | 363,102           | 19,623                                                  |
| Total Regular Instruction                         | <u>1,557,964</u> | <u>1,479,375</u>  | <u>78,589</u>                                           |
| Special:                                          |                  |                   |                                                         |
| Salaries and Wages                                | 265,000          | 264,097           | 903                                                     |
| Fringe Benefits                                   | 71,057           | 69,285            | 1,772                                                   |
| Total Special Instruction                         | <u>336,057</u>   | <u>333,382</u>    | <u>2,675</u>                                            |
| Total Instruction                                 | <u>1,894,021</u> | <u>1,812,757</u>  | <u>81,264</u>                                           |
| Support Services:                                 |                  |                   |                                                         |
| Instructional Staff:                              |                  |                   |                                                         |
| Salaries and Wages                                | 10,000           | 8,500             | 1,500                                                   |
| Fringe Benefits                                   | 1,500            | 1,275             | 225                                                     |
| Total Instructional Staff                         | <u>11,500</u>    | <u>9,775</u>      | <u>1,725</u>                                            |
| Operation and Maintenance of Plant Services:      |                  |                   |                                                         |
| Salaries and Wages                                | 58,000           | 45,160            | 12,840                                                  |
| Fringe Benefits                                   | 27,000           | 22,499            | 4,501                                                   |
| Total Operation and Maintenance of Plant Services | <u>85,000</u>    | <u>67,659</u>     | <u>17,341</u>                                           |
| Total Support Services                            | <u>96,500</u>    | <u>77,434</u>     | <u>19,066</u>                                           |
| <b>Total Expenditures</b>                         | <u>1,990,521</u> | <u>1,890,191</u>  | <u>100,330</u>                                          |
| Excess of Revenues Over (Under)                   |                  |                   |                                                         |
| Expenditures                                      | <u>0</u>         | <u>98,819</u>     | <u>98,819</u>                                           |
| <b>Other Financing Sources (Uses)</b>             |                  |                   |                                                         |
| Advances In                                       | 50,017           | 50,017            | 0                                                       |
| Advances Out                                      | (50,017)         | 0                 | 50,017                                                  |
| <b>Total Other Financing Sources (Uses)</b>       | <u>0</u>         | <u>50,017</u>     | <u>50,017</u>                                           |
| Net Change in Fund Balance                        | 0                | 148,836           | 148,836                                                 |
| Fund Balance Beginning of Year                    | 0                | 0                 | 0                                                       |
| Prior Year Encumbrances Appropriated              | <u>0</u>         | <u>0</u>          | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>                   | <u>\$ 0</u>      | <u>\$ 148,836</u> | <u>\$ 148,836</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, 2006**

|                                               | <u>Final</u><br><u>Budget</u> | <u>Actual</u>   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|-------------------------------|-----------------|---------------------------------------------------------|
| <b>Revenues</b>                               |                               |                 |                                                         |
| Intergovernmental                             | \$ 731,603                    | \$ 641,435      | \$ (90,168)                                             |
| <b>Total Revenues</b>                         | <u>731,603</u>                | <u>641,435</u>  | <u>(90,168)</u>                                         |
| <b>Expenditures</b>                           |                               |                 |                                                         |
| Current:                                      |                               |                 |                                                         |
| Instruction:                                  |                               |                 |                                                         |
| Adult/Continuing:                             |                               |                 |                                                         |
| Salaries and Wages                            | 66,864                        | 62,195          | 4,669                                                   |
| Fringe Benefits                               | 16,399                        | 15,035          | 1,364                                                   |
| Purchased Services                            | 2,885                         | 2,228           | 657                                                     |
| Supplies and Materials                        | 8,315                         | 6,789           | 1,526                                                   |
| Capital Outlay                                | 3,030                         | 3,030           | 0                                                       |
| Total Adult/Continuing                        | <u>97,493</u>                 | <u>89,277</u>   | <u>8,216</u>                                            |
| Total Instruction                             | <u>97,493</u>                 | <u>89,277</u>   | <u>8,216</u>                                            |
| Support Services:                             |                               |                 |                                                         |
| Instruction Staff:                            |                               |                 |                                                         |
| Salaries and Wages                            | 346,610                       | 293,894         | 52,716                                                  |
| Fringe Benefits                               | 110,496                       | 89,639          | 20,857                                                  |
| Purchased Services                            | 209,876                       | 173,689         | 36,187                                                  |
| Supplies and Materials                        | 42,934                        | 42,593          | 341                                                     |
| Capital Outlay                                | 13,000                        | 12,224          | 776                                                     |
| Other                                         | 2,310                         | 1,450           | 860                                                     |
| Total Instructional Staff                     | <u>725,226</u>                | <u>613,489</u>  | <u>111,737</u>                                          |
| Administration:                               |                               |                 |                                                         |
| Salaries and Wages                            | 15,000                        | 15,000          | 0                                                       |
| Total Administration                          | <u>15,000</u>                 | <u>15,000</u>   | <u>0</u>                                                |
| Total Support Services                        | <u>740,226</u>                | <u>628,489</u>  | <u>111,737</u>                                          |
| Operation of Non-Instructional Services:      |                               |                 |                                                         |
| Community Services:                           |                               |                 |                                                         |
| Purchased Services                            | 100                           | 0               | 100                                                     |
| Supplies and Materials                        | 400                           | 0               | 400                                                     |
| Total Community Services                      | <u>500</u>                    | <u>0</u>        | <u>500</u>                                              |
| Total Operation of Non-Instructional Services | <u>500</u>                    | <u>0</u>        | <u>500</u>                                              |
| <b>Total Expenditures</b>                     | <u>838,219</u>                | <u>717,766</u>  | <u>120,453</u>                                          |
| Excess of Revenues Over (Under)               |                               |                 |                                                         |
| Expenditures                                  | <u>(106,616)</u>              | <u>(76,331)</u> | <u>30,285</u>                                           |
| <b>Other Financing Sources (Uses)</b>         |                               |                 |                                                         |
| Transfers In                                  | 30,837                        | 30,837          | 0                                                       |
| Transfers Out                                 | <u>(30,837)</u>               | <u>(30,837)</u> | <u>0</u>                                                |
| <b>Total Other Financing Sources (Uses)</b>   | <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, 2006**

---

|                                      | <u>Final<br/>Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br><u>(Negative)</u> |
|--------------------------------------|-------------------------|------------------|----------------------------------------------------------------|
| Net Change in Fund Balance           | (106,616)               | (76,331)         | 30,285                                                         |
| Fund Balance Beginning of Year       | 74,597                  | 74,597           | 0                                                              |
| Prior Year Encumbrances Appropriated | <u>32,022</u>           | <u>32,022</u>    | <u>0</u>                                                       |
| <b>Fund Balance End of Year</b>      | <u>\$ 3</u>             | <u>\$ 30,288</u> | <u>\$ 30,285</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, 2006**

|                                               | <u>Final<br/>Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|-------------------------|------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                        |                         |                  |                                                         |
| Intergovernmental                             | \$ 1,526,218            | \$ 1,526,218     | \$ 0                                                    |
| <b>Total Revenues</b>                         | <u>1,526,218</u>        | <u>1,526,218</u> | <u>0</u>                                                |
| <b><u>Expenditures</u></b>                    |                         |                  |                                                         |
| Current:                                      |                         |                  |                                                         |
| Instruction:                                  |                         |                  |                                                         |
| Special Instruction:                          |                         |                  |                                                         |
| Purchased Services                            | 1,406,551               | 1,406,551        | 0                                                       |
| Total Special Instruction                     | <u>1,406,551</u>        | <u>1,406,551</u> | <u>0</u>                                                |
| Total Instruction                             | <u>1,406,551</u>        | <u>1,406,551</u> | <u>0</u>                                                |
| Operation of Non-Instructional Services:      |                         |                  |                                                         |
| Community Service:                            |                         |                  |                                                         |
| Salaries and Wages                            | 91,218                  | 87,403           | 3,815                                                   |
| Fringe Benefits                               | <u>28,449</u>           | <u>26,471</u>    | <u>1,978</u>                                            |
| Total Community Service                       | <u>119,667</u>          | <u>113,874</u>   | <u>5,793</u>                                            |
| Total Operation of Non-Instructional Services | <u>119,667</u>          | <u>113,874</u>   | <u>5,793</u>                                            |
| <b>Total Expenditures</b>                     | <u>1,526,218</u>        | <u>1,520,425</u> | <u>5,793</u>                                            |
| Net Change in Fund Balance                    | 0                       | 5,793            | 5,793                                                   |
| Fund Balance Beginning of Year                | 0                       | 0                | 0                                                       |
| Prior Year Encumbrances Appropriated          | <u>0</u>                | <u>0</u>         | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>               | <u>\$ 0</u>             | <u>\$ 5,793</u>  | <u>\$ 5,793</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, 2006**

|                           | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------|------------------|------------------|---------------------------------------------------------|
| <b>Revenues</b>           |                  |                  |                                                         |
| Intergovernmental         | \$ 1,480,284     | \$ 1,344,846     | \$ (135,438)                                            |
| <b>Total Revenues</b>     | <u>1,480,284</u> | <u>1,344,846</u> | <u>(135,438)</u>                                        |
| <b>Expenditures</b>       |                  |                  |                                                         |
| Current:                  |                  |                  |                                                         |
| Instruction:              |                  |                  |                                                         |
| Regular Instruction:      |                  |                  |                                                         |
| Salaries and Wages        | 9,000            | 9,000            | 0                                                       |
| Fringe Benefits           | 1,481            | 1,481            | 0                                                       |
| Purchased Services        | 34,520           | 34,519           | 1                                                       |
| Supplies and Materials    | 5,000            | 5,000            | 0                                                       |
| Total Regular Instruction | <u>50,001</u>    | <u>50,000</u>    | <u>1</u>                                                |
| Special Instruction:      |                  |                  |                                                         |
| Salaries and Wages        | 786,649          | 674,070          | 112,579                                                 |
| Fringe Benefits           | 220,571          | 204,757          | 15,814                                                  |
| Purchased Services        | 247,741          | 246,241          | 1,500                                                   |
| Supplies and Materials    | 23,996           | 23,478           | 518                                                     |
| Capital Outlay            | 500              | 433              | 67                                                      |
| Total Special Instruction | <u>1,279,457</u> | <u>1,148,979</u> | <u>130,478</u>                                          |
| Total Instruction         | <u>1,329,458</u> | <u>1,198,979</u> | <u>130,479</u>                                          |
| Support Services:         |                  |                  |                                                         |
| Pupil:                    |                  |                  |                                                         |
| Purchased Services        | 4,000            | 3,973            | 27                                                      |
| Total Pupil               | <u>4,000</u>     | <u>3,973</u>     | <u>27</u>                                               |
| Instructional Staff:      |                  |                  |                                                         |
| Salaries and Wages        | 80,231           | 62,801           | 17,430                                                  |
| Fringe Benefits           | 22,349           | 20,197           | 2,152                                                   |
| Purchased Services        | 126,815          | 123,809          | 3,006                                                   |
| Supplies and Materials    | 42,972           | 29,207           | 13,765                                                  |
| Total Instructional Staff | <u>272,367</u>   | <u>236,014</u>   | <u>36,353</u>                                           |
| Administration:           |                  |                  |                                                         |
| Salaries and Wages        | 23,680           | 14,657           | 9,023                                                   |
| Fringe Benefits           | 7,638            | 3,462            | 4,176                                                   |
| Total Administration      | <u>31,318</u>    | <u>18,119</u>    | <u>13,199</u>                                           |
| Total Support Services    | <u>307,685</u>   | <u>258,106</u>   | <u>49,579</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, 2006**

|                                                 | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-------------------------------------------------|------------------|------------------|---------------------------------------------------------|
| Operation of Non-Instructional Services:        |                  |                  |                                                         |
| Community Service:                              |                  |                  |                                                         |
| Salaries and Wages                              | 22,096           | 22,095           | 1                                                       |
| Fringe Benefits                                 | 3,624            | 3,624            | 0                                                       |
| Purchased Services                              | 660              | 572              | 88                                                      |
| Supplies and Materials                          | 903              | 708              | 195                                                     |
| Total Community Service                         | <u>27,283</u>    | <u>26,999</u>    | <u>284</u>                                              |
| Total Operation of Non-Instructional Services   | <u>27,283</u>    | <u>26,999</u>    | <u>284</u>                                              |
| <b>Total Expenditures</b>                       | <u>1,664,426</u> | <u>1,484,084</u> | <u>180,342</u>                                          |
| Excess of Revenues Over (Under)<br>Expenditures | <u>(184,142)</u> | <u>(139,238)</u> | <u>44,904</u>                                           |
| <b><u>Other Financing Sources (Uses)</u></b>    |                  |                  |                                                         |
| Transfers In                                    | 109,236          | 109,236          | 0                                                       |
| Transfers Out                                   | <u>(109,236)</u> | <u>(109,236)</u> | <u>0</u>                                                |
| <b>Total Other Financing Sources (Uses)</b>     | <u>0</u>         | <u>0</u>         | <u>0</u>                                                |
| Net Change in Fund Balance                      | (184,142)        | (139,238)        | 44,904                                                  |
| Fund Balance Beginning of Year                  | 126,331          | 126,331          | 0                                                       |
| Prior Year Encumbrances Appropriated            | <u>57,811</u>    | <u>57,811</u>    | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>                 | <u>\$ 0</u>      | <u>\$ 44,904</u> | <u>\$ 44,904</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, 2006**

|                                               | Final<br>Budget | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|-----------------|----------------|---------------------------------------------------------|
| <b>Revenues</b>                               |                 |                |                                                         |
| Intergovernmental                             | \$ 23,200       | \$ 23,200      | \$ 0                                                    |
| <b>Total Revenues</b>                         | <u>23,200</u>   | <u>23,200</u>  | <u>0</u>                                                |
| <b>Expenditures</b>                           |                 |                |                                                         |
| Current:                                      |                 |                |                                                         |
| Instruction:                                  |                 |                |                                                         |
| Regular Instruction:                          |                 |                |                                                         |
| Supplies and Materials                        | 730             | 730            | 0                                                       |
| Total Regular Instruction                     | <u>730</u>      | <u>730</u>     | <u>0</u>                                                |
| Total Instruction                             | <u>730</u>      | <u>730</u>     | <u>0</u>                                                |
| Support Services:                             |                 |                |                                                         |
| Instructional Staff:                          |                 |                |                                                         |
| Salaries and Wages                            | 4,203           | 4,203          | 0                                                       |
| Purchased Services                            | 13,900          | 13,900         | 0                                                       |
| Supplies and Materials                        | 550             | 550            | 0                                                       |
| Capital Outlay                                | 5,406           | 5,406          | 0                                                       |
| Total Instructional Staff                     | <u>24,059</u>   | <u>24,059</u>  | <u>0</u>                                                |
| Total Support Services                        | <u>24,059</u>   | <u>24,059</u>  | <u>0</u>                                                |
| Operation of Non-Instructional Services:      |                 |                |                                                         |
| Community Service:                            |                 |                |                                                         |
| Salaries and Wages                            | 990             | 990            | 0                                                       |
| Fringe Benefits                               | 156             | 156            | 0                                                       |
| Purchased Services                            | 2,608           | 2,608          | 0                                                       |
| Capital Outlay                                | 1,112           | 1,112          | 0                                                       |
| Total Community Service                       | <u>4,866</u>    | <u>4,866</u>   | <u>0</u>                                                |
| Total Operation of Non-Instructional Services | <u>4,866</u>    | <u>4,866</u>   | <u>0</u>                                                |
| <b>Total Expenditures</b>                     | <u>29,655</u>   | <u>29,655</u>  | <u>0</u>                                                |
| Excess of Revenues Over (Under)               |                 |                |                                                         |
| Expenditures                                  | <u>(6,455)</u>  | <u>(6,455)</u> | <u>0</u>                                                |
| <b>Other Financing Sources (Uses)</b>         |                 |                |                                                         |
| Transfers In                                  | 4,579           | 4,579          | 0                                                       |
| Transfers Out                                 | <u>(4,579)</u>  | <u>(4,579)</u> | <u>0</u>                                                |
| <b>Total Other Financing Sources (Uses)</b>   | <u>0</u>        | <u>0</u>       | <u>0</u>                                                |
| Net Change in Fund Balance                    | (6,455)         | (6,455)        | 0                                                       |
| Fund Balance Beginning of Year                | 4,573           | 4,573          | 0                                                       |
| Prior Year Encumbrances Appropriated          | <u>1,882</u>    | <u>1,882</u>   | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>               | <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 -**  
**DRUG FREE SCHOOLS FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                               | Final<br>Budget | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|-----------------|----------------|---------------------------------------------------------|
| <b>Revenues</b>                               |                 |                |                                                         |
| Intergovernmental                             | \$ 34,925       | \$ 34,925      | \$ 0                                                    |
| <b>Total Revenues</b>                         | <u>34,925</u>   | <u>34,925</u>  | <u>0</u>                                                |
| <b>Expenditures</b>                           |                 |                |                                                         |
| Current:                                      |                 |                |                                                         |
| Instruction:                                  |                 |                |                                                         |
| Regular Instruction:                          |                 |                |                                                         |
| Salaries and Wages                            | 27,425          | 27,425         | 0                                                       |
| Fringe Benefits                               | 5,477           | 5,477          | 0                                                       |
| Purchased Services                            | 2,676           | 2,676          | 0                                                       |
| Supplies and Materials                        | 2,866           | 2,866          | 0                                                       |
| Total Regular Instruction                     | <u>38,444</u>   | <u>38,444</u>  | <u>0</u>                                                |
| Total Instruction                             | <u>38,444</u>   | <u>38,444</u>  | <u>0</u>                                                |
| Operation of Non-Instructional Services:      |                 |                |                                                         |
| Community Service:                            |                 |                |                                                         |
| Supplies and Materials                        | 2,500           | 2,500          | 0                                                       |
| Total Community Services                      | <u>2,500</u>    | <u>2,500</u>   | <u>0</u>                                                |
| Total Operation of Non-Instructional Services | <u>2,500</u>    | <u>2,500</u>   | <u>0</u>                                                |
| <b>Total Expenditures</b>                     | <u>40,944</u>   | <u>40,944</u>  | <u>0</u>                                                |
| Excess of Revenues Over (Under)               |                 |                |                                                         |
| Expenditures                                  | <u>(6,019)</u>  | <u>(6,019)</u> | <u>0</u>                                                |
| <b>Other Financing Sources (Uses)</b>         |                 |                |                                                         |
| Transfers In                                  | 1,085           | 1,085          | 0                                                       |
| Transfers Out                                 | <u>(1,085)</u>  | <u>(1,085)</u> | <u>0</u>                                                |
| <b>Total Other Financing Sources (Uses)</b>   | <u>0</u>        | <u>0</u>       | <u>0</u>                                                |
| Net Change in Fund Balance                    | (6,019)         | (6,019)        | 0                                                       |
| Fund Balance Beginning of Year                | 1               | 1              | 0                                                       |
| Prior Year Encumbrances Appropriated          | <u>6,018</u>    | <u>6,018</u>   | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>               | <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 -**  
**IDEA PRESCHOOL GRANTS FOR THE HANDICAPPED FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                              | Final<br>Budget | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|----------------------------------------------|-----------------|-----------------|---------------------------------------------------------|
| <b>Revenues</b>                              |                 |                 |                                                         |
| Intergovernmental                            | \$ 62,361       | \$ 62,361       | \$ 0                                                    |
| <b>Total Revenues</b>                        | <u>62,361</u>   | <u>62,361</u>   | <u>0</u>                                                |
| <b>Expenditures</b>                          |                 |                 |                                                         |
| Current:                                     |                 |                 |                                                         |
| Instruction:                                 |                 |                 |                                                         |
| Special Instruction:                         |                 |                 |                                                         |
| Salaries and Wages                           | 42,076          | 37,671          | 4,405                                                   |
| Fringe Benefits                              | <u>20,334</u>   | <u>18,763</u>   | <u>1,571</u>                                            |
| Total Special Instruction                    | <u>62,410</u>   | <u>56,434</u>   | <u>5,976</u>                                            |
| Total Instruction                            | <u>62,410</u>   | <u>56,434</u>   | <u>5,976</u>                                            |
| <b>Total Expenditures</b>                    | <u>62,410</u>   | <u>56,434</u>   | <u>5,976</u>                                            |
| Excess of Revenues Over (Under) Expenditures | <u>(49)</u>     | <u>5,927</u>    | <u>5,976</u>                                            |
| <b>Other Financing Sources (Uses)</b>        |                 |                 |                                                         |
| Transfers In                                 | 422             | 422             | 0                                                       |
| Transfers Out                                | <u>(422)</u>    | <u>(422)</u>    | <u>0</u>                                                |
| <b>Total Other Financing Sources (Uses)</b>  | <u>0</u>        | <u>0</u>        | <u>0</u>                                                |
| Net Change in Fund Balance                   | (49)            | 5,927           | 5,976                                                   |
| Fund Balance Beginning of Year               | 49              | 49              | 0                                                       |
| Prior Year Encumbrances Appropriated         | <u>0</u>        | <u>0</u>        | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>              | <u>\$ 0</u>     | <u>\$ 5,976</u> | <u>\$ 5,976</u>                                         |

**EUCLID CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL**  
**REDUCING CLASS SIZE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                      | <u>Final<br/>Budget</u> | <u>Actual</u>  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|-------------------------|----------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>               |                         |                |                                                         |
| Intergovernmental                    | \$ 263,789              | \$ 263,789     | \$ 0                                                    |
| <b>Total Revenues</b>                | <u>263,789</u>          | <u>263,789</u> | <u>0</u>                                                |
| <b><u>Expenditures</u></b>           |                         |                |                                                         |
| Current:                             |                         |                |                                                         |
| Instruction:                         |                         |                |                                                         |
| Regular Instruction:                 |                         |                |                                                         |
| Salaries and Wages                   | 175,336                 | 175,336        | 0                                                       |
| Fringe Benefits                      | <u>78,689</u>           | <u>78,689</u>  | <u>0</u>                                                |
| Total Regular Instruction            | <u>254,025</u>          | <u>254,025</u> | <u>0</u>                                                |
| Total Instruction                    | <u>254,025</u>          | <u>254,025</u> | <u>0</u>                                                |
| Support Services:                    |                         |                |                                                         |
| Instructional Staff:                 |                         |                |                                                         |
| Supplies and Materials               | <u>9,764</u>            | <u>9,764</u>   | <u>0</u>                                                |
| Total Instructional Staff            | <u>9,764</u>            | <u>9,764</u>   | <u>0</u>                                                |
| Total Support Services               | <u>9,764</u>            | <u>9,764</u>   | <u>0</u>                                                |
| <b>Total Expenditures</b>            | <u>263,789</u>          | <u>263,789</u> | <u>0</u>                                                |
| Net Change in Fund Balance           | 0                       | 0              | 0                                                       |
| Fund Balance Beginning of Year       | 0                       | 0              | 0                                                       |
| Prior Year Encumbrances Appropriated | <u>0</u>                | <u>0</u>       | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>      | <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 -  
GOALS 2000 PROFICIENCY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                                   | <u>Final<br/>Budget</u> | <u>Actual</u>  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------------------|-------------------------|----------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                            |                         |                |                                                         |
| Intergovernmental                                 | \$ 1,977,895            | \$ 722,330     | \$(1,255,565)                                           |
| <b>Total Revenues</b>                             | <u>1,977,895</u>        | <u>722,330</u> | <u>(1,255,565)</u>                                      |
| <b><u>Expenditures</u></b>                        |                         |                |                                                         |
| Current:                                          |                         |                |                                                         |
| Instruction:                                      |                         |                |                                                         |
| Regular Instruction:                              |                         |                |                                                         |
| Salaries and Wages                                | 222,359                 | 31,382         | 190,977                                                 |
| Fringe Benefits                                   | 63,086                  | 8,317          | 54,769                                                  |
| Purchased Services                                | 884,001                 | 198,760        | 685,241                                                 |
| Supplies and Materials                            | 117,442                 | 49,942         | 67,500                                                  |
| Capital Outlay                                    | <u>80,765</u>           | <u>80,765</u>  | <u>0</u>                                                |
| Total Regular Instruction                         | <u>1,367,653</u>        | <u>369,166</u> | <u>998,487</u>                                          |
| Special Instruction:                              |                         |                |                                                         |
| Salaries and Wages                                | 52,561                  | 41,947         | 10,614                                                  |
| Fringe Benefits                                   | 35,333                  | 34,565         | 768                                                     |
| Purchased Services                                | 294,831                 | 102,797        | 192,034                                                 |
| Supplies and Materials                            | <u>21,616</u>           | <u>17,081</u>  | <u>4,535</u>                                            |
| Total Special Instruction                         | <u>404,341</u>          | <u>196,390</u> | <u>207,951</u>                                          |
| Total Instruction                                 | <u>1,771,994</u>        | <u>565,556</u> | <u>1,206,438</u>                                        |
| Support Services:                                 |                         |                |                                                         |
| Instructional Staff:                              |                         |                |                                                         |
| Salaries and Wages                                | 11,822                  | 11,822         | 0                                                       |
| Fringe Benefits                                   | 2,147                   | 2,147          | 0                                                       |
| Purchased Services                                | 33,600                  | 33,600         | 0                                                       |
| Supplies and Materials                            | 60,800                  | 60,800         | 0                                                       |
| Capital Outlay                                    | <u>13,816</u>           | <u>13,816</u>  | <u>0</u>                                                |
| Total Instructional Staff                         | <u>122,185</u>          | <u>122,185</u> | <u>0</u>                                                |
| Administration:                                   |                         |                |                                                         |
| Salaries and Wages                                | 7,000                   | 7,000          | 0                                                       |
| Fringe Benefits                                   | 1,922                   | 1,922          | 0                                                       |
| Purchased Services                                | <u>20,512</u>           | <u>20,512</u>  | <u>0</u>                                                |
| Total Administration                              | <u>29,434</u>           | <u>29,434</u>  | <u>0</u>                                                |
| Operation and Maintenance of Plant Services:      |                         |                |                                                         |
| Salaries and Wages                                | 2,388                   | 2,388          | 0                                                       |
| Fringe Benefits                                   | <u>441</u>              | <u>441</u>     | <u>0</u>                                                |
| Total Operation and Maintenance of Plant Services | <u>2,829</u>            | <u>2,829</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, 2006**

|                                               | Final<br>Budget  | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|------------------|----------------|---------------------------------------------------------|
| Pupil Transportation:                         |                  |                |                                                         |
| Salaries and Wages                            | 49,124           | 0              | 49,124                                                  |
| Purchased Services                            | 20,364           | 20,364         | 0                                                       |
| Total Pupil Transportation                    | <u>69,488</u>    | <u>20,364</u>  | <u>49,124</u>                                           |
| Total Support Services                        | <u>223,936</u>   | <u>174,812</u> | <u>49,124</u>                                           |
| Operation of Non-Instructional Services:      |                  |                |                                                         |
| Community Services:                           |                  |                |                                                         |
| Purchased Services                            | 12,178           | 12,178         | 0                                                       |
| Capital Outlay                                | 1,612            | 1,612          | 0                                                       |
| Total Community Services                      | <u>13,790</u>    | <u>13,790</u>  | <u>0</u>                                                |
| Total Operation of Non-Instructional Services | <u>13,790</u>    | <u>13,790</u>  | <u>0</u>                                                |
| <b>Total Expenditures</b>                     | <u>2,009,720</u> | <u>754,158</u> | <u>1,255,562</u>                                        |
| Net Change in Fund Balance                    | (31,825)         | (31,828)       | (3)                                                     |
| Fund Balance Beginning of Year                | 27,517           | 27,517         | 0                                                       |
| Prior Year Encumbrances Appropriated          | <u>4,310</u>     | <u>4,310</u>   | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>               | <u>\$ 2</u>      | <u>\$ (1)</u>  | <u>\$ (3)</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, 2006**

|                                                   | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------------------|------------------|------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                            |                  |                  |                                                         |
| Taxes                                             | \$ 1,476,768     | \$ 1,223,230     | \$ (253,538)                                            |
| Intergovernmental                                 | 270,000          | 229,124          | (40,876)                                                |
| <b>Total Revenues</b>                             | <b>1,746,768</b> | <b>1,452,354</b> | <b>(294,414)</b>                                        |
| <b><u>Expenditures</u></b>                        |                  |                  |                                                         |
| Current:                                          |                  |                  |                                                         |
| Instruction:                                      |                  |                  |                                                         |
| Regular:                                          |                  |                  |                                                         |
| Supplies and Materials                            | 302,695          | 302,560          | 135                                                     |
| Capital Outlay                                    | 272,597          | 271,616          | 981                                                     |
| Total Regular Instruction                         | 575,292          | 574,176          | 1,116                                                   |
| Total Instruction                                 | 575,292          | 574,176          | 1,116                                                   |
| Support Services:                                 |                  |                  |                                                         |
| Instructional Staff:                              |                  |                  |                                                         |
| Capital Outlay                                    | 13,560           | 13,546           | 14                                                      |
| Total Instructional Staff                         | 13,560           | 13,546           | 14                                                      |
| Board of Education:                               |                  |                  |                                                         |
| Other                                             | 100              | 0                | 100                                                     |
| Total Board of Education                          | 100              | 0                | 100                                                     |
| Administrative:                                   |                  |                  |                                                         |
| Capital Outlay                                    | 3,450            | 3,450            | 0                                                       |
| Other                                             | 100              | 25               | 75                                                      |
| Total Administrative                              | 3,550            | 3,475            | 75                                                      |
| Fiscal Services:                                  |                  |                  |                                                         |
| Other                                             | 6,500            | 2,645            | 3,855                                                   |
| Total Fiscal Services                             | 6,500            | 2,645            | 3,855                                                   |
| Business:                                         |                  |                  |                                                         |
| Purchased Services                                | 12,000           | 11,586           | 414                                                     |
| Capital Outlay                                    | 34,721           | 34,721           | 0                                                       |
| Total Business                                    | 46,721           | 46,307           | 414                                                     |
| Operation and Maintenance of Plant Services:      |                  |                  |                                                         |
| Purchased Services                                | 80,400           | 80,378           | 22                                                      |
| Supplies and Materials                            | 45,468           | 45,430           | 38                                                      |
| Capital Outlay                                    | 595,222          | 594,507          | 715                                                     |
| Total Operation and Maintenance of Plant Services | 721,090          | 720,315          | 775                                                     |

(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, 2006**

|                                            | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------------|--------------------|--------------------|---------------------------------------------------------|
| Support Services:                          |                    |                    |                                                         |
| Pupil Transportation:                      |                    |                    |                                                         |
| Capital Outlay                             | 124,550            | 123,464            | 1,086                                                   |
| Total Pupil Transportation                 | <u>124,550</u>     | <u>123,464</u>     | <u>1,086</u>                                            |
| Central Services:                          |                    |                    |                                                         |
| Purchased Services                         | 17,640             | 12,425             | 5,215                                                   |
| Capital Outlay                             | 62,330             | 56,433             | 5,897                                                   |
| Total Central Services                     | <u>79,970</u>      | <u>68,858</u>      | <u>11,112</u>                                           |
| Total Support Services                     | <u>996,041</u>     | <u>978,610</u>     | <u>17,431</u>                                           |
| Capital Outlay:                            |                    |                    |                                                         |
| Site Improvement Services:                 |                    |                    |                                                         |
| Purchased Services                         | 48,078             | 47,519             | 559                                                     |
| Total Site Improvement Services            | <u>48,078</u>      | <u>47,519</u>      | <u>559</u>                                              |
| Architectural and Engineering Services     |                    |                    |                                                         |
| Purchased Services                         | 150,919            | 149,950            | 969                                                     |
| Total Architectural & Engineering Services | <u>150,919</u>     | <u>149,950</u>     | <u>969</u>                                              |
| Building Improvement Services:             |                    |                    |                                                         |
| Purchased Services                         | 1,317,812          | 1,055,115          | 262,697                                                 |
| Capital Outlay                             | 45,485             | 45,485             | 0                                                       |
| Total Building Improvement Services        | <u>1,363,297</u>   | <u>1,100,600</u>   | <u>262,697</u>                                          |
| Total Capital Outlay                       | <u>1,562,294</u>   | <u>1,298,069</u>   | <u>264,225</u>                                          |
| <b>Total Expenditures</b>                  | <u>3,133,627</u>   | <u>2,850,855</u>   | <u>282,772</u>                                          |
| Excess of Revenues Over (Under)            |                    |                    |                                                         |
| Expenditures                               | <u>(1,386,859)</u> | <u>(1,398,501)</u> | <u>(11,642)</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, 2006**

---

|                                              | Final<br>Budget | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|----------------------------------------------|-----------------|----------------|---------------------------------------------------------|
| <b><u>Other Financing Sources (Uses)</u></b> |                 |                |                                                         |
| Advances In                                  | 500,000         | 500,000        | 0                                                       |
| Advances Out                                 | (250,000)       | (250,000)      | 0                                                       |
| Contingencies                                | <u>(11,642)</u> | <u>0</u>       | <u>11,642</u>                                           |
| <b>Total Other Financing Sources (Uses)</b>  | <u>238,358</u>  | <u>250,000</u> | <u>11,642</u>                                           |
| Net Change in Fund Balance                   | (1,148,501)     | (1,148,501)    | 0                                                       |
| Fund Balance Beginning of Year               | 301,816         | 301,816        | 0                                                       |
| Prior Year Encumbrances Appropriated         | <u>846,685</u>  | <u>846,685</u> | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>              | <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 -**  
**REPLACEMENT FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

|                                                   | Final<br>Budget   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------------------|-------------------|-------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                            |                   |                   |                                                         |
| Earnings on Investments                           | \$ 4,000          | \$ 5,833          | \$ 1,833                                                |
| <b>Total Revenues</b>                             | <u>4,000</u>      | <u>5,833</u>      | <u>1,833</u>                                            |
| <b><u>Expenditures</u></b>                        |                   |                   |                                                         |
| Current:                                          |                   |                   |                                                         |
| Support Services:                                 |                   |                   |                                                         |
| Operation and Maintenance of Plant Services:      |                   |                   |                                                         |
| Purchased Services                                | 831               | 831               | 0                                                       |
| Supplies and Materials                            | <u>328</u>        | <u>328</u>        | <u>0</u>                                                |
| Total Operation and Maintenance of Plant Services | <u>1,159</u>      | <u>1,159</u>      | <u>0</u>                                                |
| Total Support Services                            | <u>1,159</u>      | <u>1,159</u>      | <u>0</u>                                                |
| Operation of Non-Instructional Services:          |                   |                   |                                                         |
| Community Service:                                |                   |                   |                                                         |
| Purchased Services                                | <u>259</u>        | <u>259</u>        | <u>0</u>                                                |
| Total Community Service                           | <u>259</u>        | <u>259</u>        | <u>0</u>                                                |
| Total Operation of Non-Instructional Services     | <u>259</u>        | <u>259</u>        | <u>0</u>                                                |
| <b>Total Expenditures</b>                         | <u>1,418</u>      | <u>1,418</u>      | <u>0</u>                                                |
| Excess of Revenues Over (Under)Expenditures       | <u>2,582</u>      | <u>4,415</u>      | <u>1,833</u>                                            |
| <b><u>Other Financing Sources (Uses)</u></b>      |                   |                   |                                                         |
| Proceeds from Sale of Assets                      | 0                 | 80                | 80                                                      |
| Contingencies                                     | <u>(18,582)</u>   | <u>0</u>          | <u>18,582</u>                                           |
| <b>Total Other Financing Sources (Uses)</b>       | <u>(18,582)</u>   | <u>80</u>         | <u>18,662</u>                                           |
| Net Change in Fund Balance                        | (16,000)          | 4,495             | 20,495                                                  |
| Fund Balance Beginning of Year                    | 143,105           | 143,105           | 0                                                       |
| Prior Year Encumbrances Appropriated              | <u>0</u>          | <u>0</u>          | <u>0</u>                                                |
| <b>Fund Balance End of Year</b>                   | <u>\$ 127,105</u> | <u>\$ 147,600</u> | <u>\$ 20,495</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, 2006**

|                                                  | <u>Final<br/>Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------------------|-------------------------|------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                           |                         |                  |                                                         |
| Earnings on Investments                          | \$ 3,000                | \$ 4,738         | \$ 1,738                                                |
| Grant Revenue                                    | 1,634,000               | 1,326,915        | (307,085)                                               |
| Food Services                                    | <u>763,000</u>          | <u>767,539</u>   | <u>4,539</u>                                            |
| <b>Total Revenues</b>                            | <u>2,400,000</u>        | <u>2,099,192</u> | <u>(300,808)</u>                                        |
| <b><u>Expenses</u></b>                           |                         |                  |                                                         |
| Salaries and Wages:                              |                         |                  |                                                         |
| Supporting Services:                             |                         |                  |                                                         |
| Central                                          | <u>5,000</u>            | <u>0</u>         | <u>5,000</u>                                            |
| Total Supporting Services:                       | <u>5,000</u>            | <u>0</u>         | <u>5,000</u>                                            |
| Operation of Non-Instructional Services:         |                         |                  |                                                         |
| Food Service Operations                          | <u>854,500</u>          | <u>837,739</u>   | <u>16,761</u>                                           |
| Total Operation of Non-Instructional Services    | <u>854,500</u>          | <u>837,739</u>   | <u>16,761</u>                                           |
| Total Salaries and Wages                         | <u>859,500</u>          | <u>837,739</u>   | <u>21,761</u>                                           |
| Fringe Benefits:                                 |                         |                  |                                                         |
| Supporting Services:                             |                         |                  |                                                         |
| Central                                          | <u>2,000</u>            | <u>36</u>        | <u>1,964</u>                                            |
| Total Supporting Services                        | <u>2,000</u>            | <u>36</u>        | <u>1,964</u>                                            |
| Operation of Non-Instructional Services:         |                         |                  |                                                         |
| Food Service Operations                          | <u>329,500</u>          | <u>322,455</u>   | <u>7,045</u>                                            |
| Total Operation of Non-Instructional Services    | <u>329,500</u>          | <u>322,455</u>   | <u>7,045</u>                                            |
| Total Fringe Benefits                            | <u>331,500</u>          | <u>322,491</u>   | <u>9,009</u>                                            |
| Purchased Services:                              |                         |                  |                                                         |
| Supporting Services:                             |                         |                  |                                                         |
| Operation and Maintenance of Plant Service       | <u>7,500</u>            | <u>4,933</u>     | <u>2,567</u>                                            |
| Total Operation and Maintenance of Plant Service | <u>7,500</u>            | <u>4,933</u>     | <u>2,567</u>                                            |
| Operation of Non-Instructional Services:         |                         |                  |                                                         |
| Food Service Operations                          | <u>33,598</u>           | <u>21,310</u>    | <u>12,288</u>                                           |
| Total Operation of Non-Instructional Services    | <u>33,598</u>           | <u>21,310</u>    | <u>12,288</u>                                           |
| Total Purchased Services                         | <u>41,098</u>           | <u>26,243</u>    | <u>14,855</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, 2006**

|                                               | Final<br>Budget   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|-------------------|-------------------|---------------------------------------------------------|
| Supplies and Materials:                       |                   |                   |                                                         |
| Supporting Services:                          |                   |                   |                                                         |
| Operation and Maintenance of Plant Services   | 34,500            | 25,262            | 9,238                                                   |
| Total Supporting Services                     | <u>34,500</u>     | <u>25,262</u>     | <u>9,238</u>                                            |
| Operation of Non-Instructional Services:      |                   |                   |                                                         |
| Food Service Operations                       | 1,055,000         | 941,386           | 113,614                                                 |
| Total Operation of Non-Instructional Services | <u>1,055,000</u>  | <u>941,386</u>    | <u>113,614</u>                                          |
| Total Supplies and Materials                  | <u>1,089,500</u>  | <u>966,648</u>    | <u>122,852</u>                                          |
| Capital Outlay:                               |                   |                   |                                                         |
| Operation of Non-Instructional Services:      |                   |                   |                                                         |
| Food Service Operations                       | 71,732            | 63,391            | 8,341                                                   |
| Total Operation of Non-Instructional Services | <u>71,732</u>     | <u>63,391</u>     | <u>8,341</u>                                            |
| Total Capital Outlay                          | <u>71,732</u>     | <u>63,391</u>     | <u>8,341</u>                                            |
| Other:                                        |                   |                   |                                                         |
| Supporting Services:                          |                   |                   |                                                         |
| Fiscal Services                               | 300               | 0                 | 300                                                     |
| Total Supporting Services                     | <u>300</u>        | <u>0</u>          | <u>300</u>                                              |
| Operation of Non-Instructional Services:      |                   |                   |                                                         |
| Food Service Operations                       | 2,600             | 2,361             | 239                                                     |
| Total Operation of Non-Instructional Services | <u>2,600</u>      | <u>2,361</u>      | <u>239</u>                                              |
| Total Other                                   | <u>2,900</u>      | <u>2,361</u>      | <u>539</u>                                              |
| <b>Total Expenses</b>                         | <u>2,396,230</u>  | <u>2,218,873</u>  | <u>177,357</u>                                          |
| Excess of Revenues Over (Under) Expenses      | <u>3,770</u>      | <u>(119,681)</u>  | <u>(123,451)</u>                                        |
| <b>Other Financing Sources (Uses)</b>         |                   |                   |                                                         |
| Contingencies                                 | (5,218)           | 0                 | 5,218                                                   |
| Refund of Prior Year Receipts                 | <u>(150)</u>      | <u>(114)</u>      | <u>36</u>                                               |
| <b>Total Other Financing Sources (Uses)</b>   | <u>(5,368)</u>    | <u>(114)</u>      | <u>5,254</u>                                            |
| Net Change in Fund Balance                    | (1,598)           | (119,795)         | (118,197)                                               |
| Fund Balance - Beginning of Year              | 686,309           | 686,309           | 0                                                       |
| Prior Year Encumbrances Appropriated          | <u>1,598</u>      | <u>1,598</u>      | <u>0</u>                                                |
| <b>Fund Balance - End of Year</b>             | <u>\$ 686,309</u> | <u>\$ 568,112</u> | <u>\$ (118,197)</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, 2006**

|                                             | Final<br>Budget | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------------|-----------------|------------------|---------------------------------------------------------|
| <b>Total Revenues</b>                       | \$ 0            | \$ 0             | \$ 0                                                    |
| <b>Expenses</b>                             |                 |                  |                                                         |
| Supplies and Materials:                     |                 |                  |                                                         |
| Instruction:                                |                 |                  |                                                         |
| Regular Instruction                         | 45,410          | 5,907            | 39,503                                                  |
| Total Instruction                           | 45,410          | 5,907            | 39,503                                                  |
| Supporting Services:                        |                 |                  |                                                         |
| Instructional Staff                         | 302             | 301              | 1                                                       |
| Total Supporting Services                   | 302             | 301              | 1                                                       |
| Total Supplies and Materials                | 45,712          | 6,208            | 39,504                                                  |
| <b>Total Expenses</b>                       | 45,712          | 6,208            | 39,504                                                  |
| Excess of Revenues Over (Under) Expenses    | (45,712)        | (6,208)          | 39,504                                                  |
| <b>Other Financing Sources (Uses)</b>       |                 |                  |                                                         |
| Sale of Disposal of Assets                  | 13,000          | 10,827           | (2,173)                                                 |
| <b>Total Other Financing Sources (Uses)</b> | 13,000          | 10,827           | (2,173)                                                 |
| Net Change in Fund Balance                  | (32,712)        | 4,619            | 37,331                                                  |
| Fund Balance - Beginning of Year            | 32,712          | 32,712           | 0                                                       |
| Prior Year Encumbrances Appropriated        | 0               | 0                | 0                                                       |
| <b>Fund Balance - End of Year</b>           | <u>\$ 0</u>     | <u>\$ 37,331</u> | <u>\$ 37,331</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, 2006**

|                                               | Final<br>Budget | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|-----------------|----------------|---------------------------------------------------------|
| <b>Revenues</b>                               |                 |                |                                                         |
| Tuition                                       | \$ 565,196      | \$ 647,146     | \$ 81,950                                               |
| Transportation Fees                           | 10,000          | 8,200          | (1,800)                                                 |
| Miscellaneous                                 | <u>26,000</u>   | <u>20,681</u>  | <u>(5,319)</u>                                          |
| <b>Total Revenues</b>                         | <u>601,196</u>  | <u>676,027</u> | <u>74,831</u>                                           |
| <b>Expenses</b>                               |                 |                |                                                         |
| Salaries and Wages:                           |                 |                |                                                         |
| Operation of Non-Instructional Services:      |                 |                |                                                         |
| Community Services                            | <u>396,650</u>  | <u>395,295</u> | <u>1,355</u>                                            |
| Total Operation of Non-Instructional Services | <u>396,650</u>  | <u>395,295</u> | <u>1,355</u>                                            |
| Total Salaries and Wages                      | <u>396,650</u>  | <u>395,295</u> | <u>1,355</u>                                            |
| Fringe Benefits:                              |                 |                |                                                         |
| Operation of Non-Instructional Services:      |                 |                |                                                         |
| Community Services                            | <u>158,100</u>  | <u>158,097</u> | <u>3</u>                                                |
| Total Operation of Non-Instructional Services | <u>158,100</u>  | <u>158,097</u> | <u>3</u>                                                |
| Total Fringe Benefits                         | <u>158,100</u>  | <u>158,097</u> | <u>3</u>                                                |
| Purchased Services:                           |                 |                |                                                         |
| Instruction:                                  |                 |                |                                                         |
| Vocational Instruction                        | 534             | 34             | 500                                                     |
| Operation and Maintenance of Plant Services   | 47,081          | 46,585         | 496                                                     |
| Community Services                            | <u>22,916</u>   | <u>18,065</u>  | <u>4,851</u>                                            |
| Total Instruction                             | <u>70,531</u>   | <u>64,684</u>  | <u>5,847</u>                                            |
| Total Purchased Services                      | <u>70,531</u>   | <u>64,684</u>  | <u>5,847</u>                                            |
| Supplies and Materials:                       |                 |                |                                                         |
| Instruction:                                  |                 |                |                                                         |
| Vocational Education                          | 23,923          | 18,090         | 5,833                                                   |
| Supporting Services:                          |                 |                |                                                         |
| Operation and Maintenance of Plant Services   | 1,180           | 408            | 772                                                     |
| Operation of Non-Instructional Services:      |                 |                |                                                         |
| Community Services                            | <u>43,739</u>   | <u>38,510</u>  | <u>5,229</u>                                            |
| Total Supplies and Materials                  | <u>68,842</u>   | <u>57,008</u>  | <u>11,834</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, 2006**

|                                               | Final<br>Budget   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------------------|-------------------|-------------------|---------------------------------------------------------|
| <b><u>Expenditures</u></b> (Continued)        |                   |                   |                                                         |
| Capital Outlay:                               |                   |                   |                                                         |
| Community Services                            | 2,983             | 2,944             | 39                                                      |
| Total Capital Outlay                          | <u>2,983</u>      | <u>2,944</u>      | <u>39</u>                                               |
| Other:                                        |                   |                   |                                                         |
| Supporting Services:                          |                   |                   |                                                         |
| Fiscal Services                               | 500               | 490               | 10                                                      |
| Total Supporting Services                     | <u>500</u>        | <u>490</u>        | <u>10</u>                                               |
| Operation of Non-Instructional Services:      |                   |                   |                                                         |
| Community Services                            | 720               | 693               | 27                                                      |
| Total Operation of Non-Instructional Services | <u>720</u>        | <u>693</u>        | <u>27</u>                                               |
| Total Other                                   | <u>1,220</u>      | <u>1,183</u>      | <u>37</u>                                               |
| <b>Total Expenses</b>                         | <u>698,326</u>    | <u>679,211</u>    | <u>19,115</u>                                           |
| Excess of Revenues Over (Under) Expenditures  | <u>(97,130)</u>   | <u>(3,184)</u>    | <u>93,946</u>                                           |
| <b><u>Other Financing Sources (Uses)</u></b>  |                   |                   |                                                         |
| Refund of Prior Year Receipts                 | (100)             | (91)              | 9                                                       |
| Transfer In                                   | 12,000            | 12,000            | 0                                                       |
| <b>Total Other Financing Sources (Uses)</b>   | <u>11,900</u>     | <u>11,909</u>     | <u>9</u>                                                |
| Net Change in Fund Balance                    | (85,230)          | 8,725             | 93,955                                                  |
| Fund Balance - Beginning of Year              | 285,448           | 285,448           | 0                                                       |
| Prior Year Encumbrances Appropriated          | <u>6,796</u>      | <u>6,796</u>      | <u>0</u>                                                |
| <b>Fund Balance - End of Year</b>             | <u>\$ 207,014</u> | <u>\$ 300,969</u> | <u>\$ 93,955</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, 2006**

|                                          | Final<br>Budget | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|------------------------------------------|-----------------|--------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                   |                 |              |                                                         |
| Tuition                                  | \$ 5,000        | \$ 0         | \$ (5,000)                                              |
| Grant Revenue                            | 0               | 1,500        | 1,500                                                   |
| Classroom Materials and Fees             | 100             | 153          | 53                                                      |
| <b>Total Revenues</b>                    | <b>5,100</b>    | <b>1,653</b> | <b>(3,447)</b>                                          |
| <b><u>Expenses</u></b>                   |                 |              |                                                         |
| Salaries and Wages:                      |                 |              |                                                         |
| Instruction:                             |                 |              |                                                         |
| Adult/Continuing Instruction             | 15,000          | 657          | 14,343                                                  |
| Total Instruction                        | 15,000          | 657          | 14,343                                                  |
| Supporting Services:                     |                 |              |                                                         |
| Administration                           | 3,027           | 3,027        | 0                                                       |
| Total Supporting Services                | 3,027           | 3,027        | 0                                                       |
| Total Salaries and Wages                 | 18,027          | 3,684        | 14,343                                                  |
| Fringe Benefits:                         |                 |              |                                                         |
| Instruction:                             |                 |              |                                                         |
| Adult/Continuing Instruction             | 2,400           | 31           | 2,369                                                   |
| Total Instruction                        | 2,400           | 31           | 2,369                                                   |
| Supporting Services:                     |                 |              |                                                         |
| Administration                           | 831             | 831          | 0                                                       |
| Total Supporting Services                | 831             | 831          | 0                                                       |
| Total Fringe Benefits                    | 3,231           | 862          | 2,369                                                   |
| Purchased Services:                      |                 |              |                                                         |
| Instruction:                             |                 |              |                                                         |
| Adult/Continuing Instruction             | 951             | 829          | 122                                                     |
| Total Adult/Continuing Instruction       | 951             | 829          | 122                                                     |
| Total Purchased Services                 | 951             | 829          | 122                                                     |
| <b>Total Expenses</b>                    | <b>22,209</b>   | <b>5,375</b> | <b>16,834</b>                                           |
| Excess of Revenues Over (Under) Expenses | (17,109)        | (3,722)      | 13,387                                                  |

(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, 2006**

---

|                                              | <u>Final<br/>Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br><u>(Negative)</u> |
|----------------------------------------------|-------------------------|------------------|----------------------------------------------------------------|
| <b><u>Other Financing Sources (Uses)</u></b> |                         |                  |                                                                |
| Transfers Out                                | (61,935)                | 0                | 61,935                                                         |
| <b>Total Other Financing Sources (Uses)</b>  | <u>(61,935)</u>         | <u>0</u>         | <u>61,935</u>                                                  |
| Net Change in Fund Balance                   | (79,044)                | (3,722)          | 75,322                                                         |
| Fund Balance Beginning of Year               | 77,644                  | 77,644           | 0                                                              |
| Prior Year Encumbrances Appropriated         | <u>1,400</u>            | <u>1,400</u>     | <u>0</u>                                                       |
| <b>Fund Balance- End of Year</b>             | <u>\$ 0</u>             | <u>\$ 75,322</u> | <u>\$ 75,322</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, 2006**

|                                              | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|----------------------------------------------|------------------|------------------|---------------------------------------------------------|
| <b>Revenues</b>                              |                  |                  |                                                         |
| Tuition                                      | \$ 25,000        | \$ 0             | \$ (25,000)                                             |
| Transportation Fees                          | 24,000           | 3,456            | (20,544)                                                |
| Classroom Materials and Fees                 | 175,500          | 122,549          | (52,951)                                                |
| Extracurricular Activities                   | 0                | 5,457            | 5,457                                                   |
| Charges for Services                         | <u>1,426,430</u> | <u>1,378,412</u> | <u>(48,018)</u>                                         |
| <b>Total Revenues</b>                        | <u>1,650,930</u> | <u>1,509,874</u> | <u>(141,056)</u>                                        |
| <b>Expenses</b>                              |                  |                  |                                                         |
| Salaries and Wages:                          |                  |                  |                                                         |
| Instruction:                                 |                  |                  |                                                         |
| Regular Instruction                          | 48,890           | 43,286           | 5,604                                                   |
| Adult/Continuing Instruction                 | 2,188            | 2,188            | 0                                                       |
| Supporting Services:                         |                  |                  |                                                         |
| Instructional Staff                          | 8,773            | 1,873            | 6,900                                                   |
| Administration                               | 4,650            | 4,650            | 0                                                       |
| Operation and Maintenance of Plant Services  | 4,000            | 1,614            | 2,386                                                   |
| Operation of Non-Instructional Services:     |                  |                  |                                                         |
| Community Services                           | <u>17,830</u>    | <u>12,165</u>    | <u>5,665</u>                                            |
| Total Salaries and Wages                     | <u>86,331</u>    | <u>65,776</u>    | <u>20,555</u>                                           |
| Fringe Benefits:                             |                  |                  |                                                         |
| Instruction:                                 |                  |                  |                                                         |
| Regular Instruction                          | 8,832            | 7,685            | 1,147                                                   |
| Adult/Continuing Instruction                 | 362              | 362              | 0                                                       |
| Supporting Services:                         |                  |                  |                                                         |
| Instructional Staff                          | 1,481            | 308              | 1,173                                                   |
| Administration                               | 1,350            | 1,350            | 0                                                       |
| Operations and Maintenance of Plant Services | 597              | 40               | 557                                                     |
| Operation of Non-Instructional Services:     |                  |                  |                                                         |
| Community Services                           | <u>1,315,092</u> | <u>1,214,800</u> | <u>100,292</u>                                          |
| Total Fringe Benefits                        | <u>1,327,714</u> | <u>1,224,545</u> | <u>103,169</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, 2006**

|                                          | <u>Final<br/>Budget</u> | <u>Actual</u> | Variance with<br>Final Budget<br>Positive<br><u>(Negative)</u> |
|------------------------------------------|-------------------------|---------------|----------------------------------------------------------------|
| Purchased Services:                      |                         |               |                                                                |
| Instruction:                             |                         |               |                                                                |
| Regular Instruction                      | 5,481                   | 1,916         | 3,565                                                          |
| Supporting Services:                     |                         |               |                                                                |
| Instructional Staff                      | 76,968                  | 8,757         | 68,211                                                         |
| Operation of Non-Instructional Services: |                         |               |                                                                |
| Community Services                       | 45,000                  | 36,938        | 8,062                                                          |
| Extracurricular Activities:              |                         |               |                                                                |
| School and Public Service:               |                         |               |                                                                |
| Co-Curricular Activities                 | <u>23,983</u>           | <u>4,399</u>  | <u>19,584</u>                                                  |
| Total Purchased Services                 | <u>151,432</u>          | <u>52,010</u> | <u>99,422</u>                                                  |
| Supplies and Materials:                  |                         |               |                                                                |
| Instruction:                             |                         |               |                                                                |
| Regular Instruction                      | 29,286                  | 25,151        | 4,135                                                          |
| Vocational Instruction                   | 1,000                   | 993           | 7                                                              |
| Adult/Continuing Instruction             | 10,147                  | 10,147        | 0                                                              |
| Supporting Services:                     |                         |               |                                                                |
| Instructional Staff                      | 29,500                  | 4,735         | 24,765                                                         |
| Operation of Non-Instructional Services: |                         |               |                                                                |
| Community Services                       | 3,765                   | 1,856         | 1,909                                                          |
| Extracurricular Activities:              |                         |               |                                                                |
| School and Public Service:               |                         |               |                                                                |
| Co-Curricular Activities                 | <u>300</u>              | <u>0</u>      | <u>300</u>                                                     |
| Total Supplies and Materials             | <u>73,998</u>           | <u>42,882</u> | <u>31,116</u>                                                  |
| Capital Outlay:                          |                         |               |                                                                |
| Instruction:                             |                         |               |                                                                |
| Regular Instruction                      | 76,766                  | 66,338        | 10,428                                                         |
| Supporting Services:                     |                         |               |                                                                |
| Instructional Staff                      | 2,000                   | 0             | 2,000                                                          |
| Operation of Non-Instructional Services: |                         |               |                                                                |
| Community Services                       | <u>3,000</u>            | <u>1,500</u>  | <u>1,500</u>                                                   |
| Total Capital Outlay                     | <u>81,766</u>           | <u>67,838</u> | <u>13,928</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, 2006**

|                                              | <u>Final<br/>Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br><u>(Negative)</u> |
|----------------------------------------------|-------------------------|-------------------|----------------------------------------------------------------|
| Other:                                       |                         |                   |                                                                |
| Extracurricular Activities:                  |                         |                   |                                                                |
| School and Public Service:                   |                         |                   |                                                                |
| Co-Curricular Activities                     | <u>209,010</u>          | <u>155,988</u>    | <u>53,022</u>                                                  |
| Total Other                                  | <u>209,010</u>          | <u>155,988</u>    | <u>53,022</u>                                                  |
| <b>Total Expenses</b>                        | <u>1,930,251</u>        | <u>1,609,039</u>  | <u>321,212</u>                                                 |
| Excess of Revenues Over (Under) Expenses     | <u>(279,321)</u>        | <u>(99,165)</u>   | <u>180,156</u>                                                 |
| <b><u>Other Financing Sources (Uses)</u></b> |                         |                   |                                                                |
| Sale and Disposal of Assets                  | 8,750                   | 10,161            | 1,411                                                          |
| Transfers In                                 | 46,650                  | 0                 | (46,650)                                                       |
| Transfers Out                                | (37,800)                | 0                 | 37,800                                                         |
| Advances In                                  | 37,800                  | 37,800            | 0                                                              |
| Refund of Prior Year Receipts                | (8,000)                 | 0                 | 8,000                                                          |
| Refund of Prior Year Expenses                | <u>0</u>                | <u>15</u>         | <u>15</u>                                                      |
| <b>Total Other Financing Sources (Uses)</b>  | <u>47,400</u>           | <u>47,976</u>     | <u>576</u>                                                     |
| Net Change in Fund Balance                   | (231,921)               | (51,189)          | 180,732                                                        |
| Fund Balance - Beginning of Year             | 225,421                 | 225,421           | 0                                                              |
| Prior Year Encumbrances Appropriated         | <u>6,520</u>            | <u>6,520</u>      | <u>0</u>                                                       |
| <b>Fund Balance - End of Year</b>            | <u>\$ 20</u>            | <u>\$ 180,752</u> | <u>\$ 180,732</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, 2006**

|                                              | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|----------------------------------------------|---------------------|---------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>                       |                     |                     |                                                         |
| Earnings on Investments                      | \$ 14,250           | \$ 51,213           | \$ 36,963                                               |
| Charges for Services                         | <u>6,435,750</u>    | <u>6,185,804</u>    | <u>(249,946)</u>                                        |
| <b>Total Revenues</b>                        | <u>6,450,000</u>    | <u>6,237,017</u>    | <u>(212,983)</u>                                        |
| <b><u>Expenses</u></b>                       |                     |                     |                                                         |
| Fringe Benefits:                             |                     |                     |                                                         |
| Supporting Services:                         |                     |                     |                                                         |
| Central                                      | <u>6,445,000</u>    | <u>5,845,177</u>    | <u>599,823</u>                                          |
| Total Supporting Services                    | <u>6,445,000</u>    | <u>5,845,177</u>    | <u>599,823</u>                                          |
| Total Fringe Benefits                        | <u>6,445,000</u>    | <u>6,445,000</u>    | <u>599,823</u>                                          |
| <b>Total Expenses</b>                        | <u>6,445,000</u>    | <u>5,845,177</u>    | <u>599,823</u>                                          |
| Excess of Revenues Over (Under) Expenses     | <u>5,000</u>        | <u>391,840</u>      | <u>386,840</u>                                          |
| <b><u>Other Financing Sources (Uses)</u></b> |                     |                     |                                                         |
| Refund of Prior Year Receipts                | <u>(5,000)</u>      | <u>(2,411)</u>      | <u>2,589</u>                                            |
| <b>Total Other Financing Sources (Uses)</b>  | <u>(5,000)</u>      | <u>(2,411)</u>      | <u>2,589</u>                                            |
| Net Change in Fund Balance                   | 0                   | 389,429             | 389,429                                                 |
| Fund Balance - Beginning of Year             | 2,831,992           | 2,831,992           | 0                                                       |
| Prior Year Encumbrances Appropriated         | <u>0</u>            | <u>0</u>            | <u>0</u>                                                |
| <b>Fund Balance - End of Year</b>            | <u>\$ 2,831,992</u> | <u>\$ 3,221,421</u> | <u>\$ 389,429</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, 2006**

|                                      | Final<br>Budget   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|-------------------|-------------------|---------------------------------------------------------|
| <b><u>Revenues</u></b>               |                   |                   |                                                         |
| Earnings on Investments              | \$ 8,700          | \$ 26,820         | \$ 18,120                                               |
| Charges for Services                 | <u>505,000</u>    | <u>454,212</u>    | <u>(50,788)</u>                                         |
| <b>Total Revenues</b>                | <u>513,700</u>    | <u>481,032</u>    | <u>(32,668)</u>                                         |
| <b><u>Expenses</u></b>               |                   |                   |                                                         |
| Fringe Benefits:                     |                   |                   |                                                         |
| Supporting Services:                 |                   |                   |                                                         |
| Central                              | <u>988,000</u>    | <u>987,173</u>    | <u>827</u>                                              |
| Total Supporting Services            | <u>988,000</u>    | <u>987,173</u>    | <u>827</u>                                              |
| Total Fringe Benefits                | <u>988,000</u>    | <u>987,173</u>    | <u>827</u>                                              |
| Purchased Services:                  |                   |                   |                                                         |
| Supporting Services:                 |                   |                   |                                                         |
| Central                              | <u>23,300</u>     | <u>16,606</u>     | <u>6,694</u>                                            |
| Total Supporting Services            | <u>23,300</u>     | <u>16,606</u>     | <u>6,694</u>                                            |
| Total Purchased Services             | <u>23,300</u>     | <u>16,606</u>     | <u>6,694</u>                                            |
| Other:                               |                   |                   |                                                         |
| Supporting Services:                 |                   |                   |                                                         |
| Central                              | <u>1,000</u>      | <u>758</u>        | <u>242</u>                                              |
| Total Supporting Services            | <u>1,000</u>      | <u>758</u>        | <u>242</u>                                              |
| Total Other                          | <u>1,000</u>      | <u>758</u>        | <u>242</u>                                              |
| <b>Total Expenses</b>                | <u>1,012,300</u>  | <u>1,004,537</u>  | <u>7,763</u>                                            |
| Net Changes in Fund Balance          | (498,600)         | (523,505)         | (24,905)                                                |
| Fund Balance - Beginning of Year     | 1,308,451         | 1,308,451         | 0                                                       |
| Prior Year Encumbrances Appropriated | <u>300</u>        | <u>300</u>        | <u>0</u>                                                |
| <b>Fund Balance - End of Year</b>    | <u>\$ 810,151</u> | <u>\$ 785,246</u> | <u>\$ (24,905)</u>                                      |

## STATISTICAL SECTION

---

---

This part of the Euclid City School District’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District’s overall financial health.

| <u>Contents</u>                                                                                                                                                                                                                         | <u>Page</u> |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| <b>Financial Trends</b><br>These schedules contain trend information to help the reader understand how the District’s financial performance and well-being have changed over time.                                                      | S2 - S8     |
| <b>Revenue Capacity</b><br>The schedules contain information to help the reader assess the District’s most significant local revenue source, the property tax                                                                           | S9 - S15    |
| <b>Debt Capacity</b><br>These schedules present information to help the reader assess the affordability of the District’s ability to issue additional debt in the future.                                                               | S16 - S19   |
| <b>Economic and Demographic Information</b><br>These schedules offer economic and demographic indicators to help the reader understand the environment within which the District’s financial activities take place.                     | S20         |
| <b>Operating Information</b><br>These schedules contain service data to help the reader understand how the information in the District’s financial report relates to the services the District provides and the activities it performs. | S21 – S31   |

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement No.34 in 2003; schedules presenting government-wide information include information beginning in that year.

**EUCLID CITY SCHOOL DISTRICT  
NET ASSETS BY COMPONENT  
LAST FOUR FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

|                                                    | <u>2003</u>          | <u>2004</u>          | <u>2005</u>          | <u>2006</u>         |
|----------------------------------------------------|----------------------|----------------------|----------------------|---------------------|
| <b><u>Governmental Activities</u></b>              |                      |                      |                      |                     |
| Invested in Capital Assets, Net of Related Debt    | \$8,276,904          | \$2,724,425          | \$7,840,645          | \$8,013,882         |
| Restricted for:                                    |                      |                      |                      |                     |
| Set Aside for Budget Stabilization                 | 1,169,331            | 1,169,331            | 1,169,331            | 1,276,135           |
| Capital Projects                                   | 573,430              | 5,964,957            | 1,036,459            | 706,251             |
| Debt Service                                       | 2,064,417            | 2,124,221            | 2,098,012            | 2,107,810           |
| Other Purposes                                     | 220,510              | 424,331              | 371,639              | 238,008             |
| Unrestricted                                       | <u>28,999,904</u>    | <u>21,887,104</u>    | <u>16,537,658</u>    | <u>18,166,194</u>   |
| <b>Total Net Assets - Governmental Activities</b>  | <u>41,304,496</u>    | <u>34,294,369</u>    | <u>29,053,744</u>    | <u>30,508,280</u>   |
| <b><u>Business-Type Activities</u></b>             |                      |                      |                      |                     |
| Invested in Capital Assets, Net of Related Debt    | 25,832               | 39,556               | 24,462               | 9,678               |
| Unrestricted                                       | <u>799,044</u>       | <u>828,944</u>       | <u>875,969</u>       | <u>843,759</u>      |
| <b>Total Net Assets - Business-Type Activities</b> | <u>824,876</u>       | <u>868,500</u>       | <u>900,431</u>       | <u>853,437</u>      |
| <b><u>Primary Government</u></b>                   |                      |                      |                      |                     |
| Invested in Capital Assets, Net of Related Debt    | 8,302,736            | 2,763,981            | 7,865,107            | 8,023,560           |
| Restricted for:                                    |                      |                      |                      |                     |
| Set Aside for Budget Stabilization                 | 1,169,331            | 1,169,331            | 1,169,331            | 1,276,135           |
| Capital Projects                                   | 573,430              | 5,964,957            | 1,036,459            | 706,251             |
| Debt Service                                       | 2,064,417            | 2,124,221            | 2,098,012            | 2,107,810           |
| Other Purposes                                     | 220,510              | 424,331              | 371,639              | 238,008             |
| Unrestricted                                       | <u>29,798,948</u>    | <u>22,716,048</u>    | <u>17,413,627</u>    | <u>19,009,953</u>   |
| <b>Total Net Assets - Primary Government</b>       | <u>\$ 42,129,372</u> | <u>\$ 35,162,869</u> | <u>\$ 29,954,175</u> | <u>\$31,361,717</u> |

**EUCLID CITY SCHOOL DISTRICT  
CHANGES IN NET ASSETS  
LAST FOUR FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

|                                                  | <u>2003</u>          | <u>2004</u>          | <u>2005</u>         | <u>2006</u>         |
|--------------------------------------------------|----------------------|----------------------|---------------------|---------------------|
| <b>EXPENSES</b>                                  |                      |                      |                     |                     |
| <b><u>Governmental Activities</u></b>            |                      |                      |                     |                     |
| Regular Instruction                              | \$25,121,894         | \$27,599,909         | \$29,061,639        | \$28,900,819        |
| Special Instruction                              | 7,996,936            | 10,051,513           | 12,316,845          | 12,699,262          |
| Vocational Instruction                           | 953,176              | 1,229,947            | 1,009,053           | 1,088,483           |
| Adult/Continuing Instruction                     | 112,754              | 108,816              | 153,962             | 36,595              |
| Pupil Support                                    | 3,516,098            | 3,898,995            | 4,198,302           | 3,920,772           |
| Instructional Staff Support                      | 3,766,168            | 4,474,740            | 5,490,332           | 5,005,227           |
| Board of Education                               | 51,081               | 55,903               | 62,438              | 115,826             |
| Administration                                   | 4,028,170            | 5,080,997            | 5,107,922           | 5,158,833           |
| Fiscal                                           | 1,639,518            | 1,683,433            | 1,802,982           | 1,649,290           |
| Business                                         | 729,558              | 755,259              | 974,330             | 828,727             |
| Operation and Maintenance of Plant Services      | 8,031,948            | 8,274,032            | 6,539,696           | 8,292,688           |
| Pupil Transportation                             | 2,924,521            | 2,961,979            | 3,149,997           | 3,498,865           |
| Central                                          | 1,258,017            | 1,412,449            | 1,332,194           | 1,268,704           |
| Operation of Non-Instructional Services          | 1,229,449            | 1,010,153            | 1,489,136           | 1,150,875           |
| Extracurricular Activities                       | 1,151,165            | 1,367,238            | 1,445,647           | 1,355,265           |
| Interest and Fiscal Charges                      | 1,482,413            | 1,509,349            | 1,808,547           | 1,844,294           |
| Other                                            | <u>2,389</u>         | <u>50,357</u>        | <u>7,255</u>        | <u>64,471</u>       |
| <b>Total Expenses - Governmental Activities</b>  | <u>63,995,255</u>    | <u>71,525,069</u>    | <u>75,950,277</u>   | <u>76,878,996</u>   |
| <b><u>Business-Type Activities:</u></b>          |                      |                      |                     |                     |
| Food Service                                     | 1,781,271            | 1,937,798            | 2,224,684           | 2,166,079           |
| Uniform School Supplies                          | 11,202               | 5,973                | 6,076               | 5,301               |
| Customer Service                                 | 19,073               | 621,281              | 654,094             | 670,086             |
| Adult Education                                  | 16,378               | 16,302               | 16,719              | 5,227               |
| Day Care                                         | <u>681,424</u>       | <u>0</u>             | <u>0</u>            | <u>0</u>            |
| <b>Total Expenses - Business-Type Activities</b> | <u>2,509,348</u>     | <u>2,581,354</u>     | <u>2,901,573</u>    | <u>2,846,693</u>    |
| <b>Total Expenses - Primary Government</b>       | <u>\$ 66,504,603</u> | <u>\$ 74,106,423</u> | <u>\$78,851,850</u> | <u>\$79,725,689</u> |

(Continued)

**EUCLID CITY SCHOOL DISTRICT  
CHANGES IN NET ASSETS  
LAST FOUR FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(CONTINUED)**

|                                                          | <u>2003</u>      | <u>2004</u>       | <u>2005</u>       | <u>2006</u>       |
|----------------------------------------------------------|------------------|-------------------|-------------------|-------------------|
| <b><u>PROGRAM REVENUES</u></b>                           |                  |                   |                   |                   |
| <b><u>Governmental Activities</u></b>                    |                  |                   |                   |                   |
| Charges for Services:                                    |                  |                   |                   |                   |
| Regular Instruction                                      | \$ 229,119       | \$ 300,341        | \$ 148,800        | \$ 1,139,527      |
| Special Instruction                                      | 1,165            | 1,908             | 704               | 974               |
| Administration                                           | 2,070            | 4,195             | 103,332           | 3,603             |
| Fiscal                                                   | 7,281            | 0                 | 0                 | 0                 |
| Operation and Maintenance of Plant Services              | 205,036          | 225,236           | 62,333            | 65,965            |
| Pupil Transportation                                     | 66,420           | 72,404            | 90,753            | 82,495            |
| Central                                                  | 795              | 0                 | 0                 | 0                 |
| Extracurricular Activities                               | 572,688          | 1,125,820         | 74,685            | 392,731           |
| Other                                                    | 0                | 422               | 0                 | 0                 |
| Operating Grants and Contributions:                      |                  |                   |                   |                   |
| Regular Instruction                                      | 2,324,000        | 3,334,815         | 2,729,938         | 1,489,754         |
| Special Instruction                                      | 1,405,439        | 787,823           | 2,483,997         | 2,807,356         |
| Adult/Continuing Instruction                             | 737,563          | 97,845            | 104,823           | 81,659            |
| Pupil Support                                            | 29,082           | 242               | 1,494             | 0                 |
| Instructional Staff Support                              | 48,786           | 691,417           | 975,649           | 825,965           |
| Administration                                           | 17,332           | 589,534           | 121,061           | 0                 |
| Operation and Maintenance of Plant Services              | 51,699           | 75,187            | 0                 | 2,828             |
| Pupil Transportation                                     | 0                | 17,156            | 23,947            | 24,337            |
| Central                                                  | 22,138           | 23,257            | 20,993            | 22,583            |
| Operation of Non-Instructional Services                  | 1,093,394        | 1,109,229         | 1,148,705         | 3,136,864         |
| Extracurricular Activities                               | 0                | 19,305            | 6,800             | 15,205            |
| Interest and Fiscal Charges                              | 0                | 375               | 0                 | 0                 |
| Capital Grants and Contributions:                        |                  |                   |                   |                   |
| Regular Instruction                                      | 88,461           | 102,840           | 172,068           | 8,889             |
| Vocational Instruction                                   | 6,151            | 551               | 1,286             | 0                 |
| <b>Total Program Revenues - Governmental Activities</b>  | <u>6,908,619</u> | <u>8,579,902</u>  | <u>8,271,368</u>  | <u>10,100,735</u> |
| <b><u>Business-Type Activities</u></b>                   |                  |                   |                   |                   |
| Charges for Services:                                    |                  |                   |                   |                   |
| Food Service                                             | 784,053          | 761,329           | 787,217           | 767,539           |
| Uniform School Supplies                                  | 0                | 13,458            | 0                 | 0                 |
| Customer Service                                         | 30,209           | 624,112           | 598,142           | 655,346           |
| Adult Education                                          | 14,350           | 9,243             | 17,368            | 153               |
| Day Care                                                 | 637,379          | 0                 | 0                 | 0                 |
| Operating Grants and Contributions:                      |                  |                   |                   |                   |
| Food Service                                             | 934,248          | 1,212,118         | 1,483,900         | 1,326,915         |
| Adult Education                                          | 0                | 1,900             | 2,000             | 1,500             |
| <b>Total Program Revenues - Business-Type Activities</b> | <u>2,400,239</u> | <u>2,622,160</u>  | <u>2,888,627</u>  | <u>2,751,453</u>  |
| <b>Total Program Revenues - Primary Government</b>       | <u>9,308,858</u> | <u>11,202,062</u> | <u>11,159,995</u> | <u>12,852,188</u> |

(Continued)

**EUCLID CITY SCHOOL DISTRICT  
CHANGES IN NET ASSETS  
LAST FOUR FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(CONTINUED)**

|                                                                                        | <u>2003</u>         | <u>2004</u>          | <u>2005</u>          | <u>2006</u>         |
|----------------------------------------------------------------------------------------|---------------------|----------------------|----------------------|---------------------|
| <b><u>NET (EXPENSE) REVENUES</u></b>                                                   |                     |                      |                      |                     |
| Governmental Activities                                                                | (57,086,636)        | (62,945,167)         | (67,678,909)         | (66,778,261)        |
| Business-Type Activities                                                               | <u>(109,109)</u>    | <u>40,806</u>        | <u>(12,946)</u>      | <u>(95,240)</u>     |
| <b>Total Net (Expense) - Primary Government</b>                                        | <u>(57,195,745)</u> | <u>(62,904,361)</u>  | <u>(67,691,855)</u>  | <u>(66,873,501)</u> |
| <b><u>GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS</u></b>                         |                     |                      |                      |                     |
| <b><u>Governmental Activities</u></b>                                                  |                     |                      |                      |                     |
| Property Taxes Levied for:                                                             |                     |                      |                      |                     |
| General Purposes                                                                       | 33,227,963          | 26,129,561           | 29,315,609           | 32,102,887          |
| Debt Service                                                                           | 1,812,808           | 1,637,167            | 1,931,736            | 2,361,032           |
| Capital Outlay                                                                         | 321,137             | 442,730              | 1,001,951            | 1,416,639           |
| Income Tax Levied for General Purposes                                                 | 5,221,422           | 5,221,774            | 5,386,339            | 6,091,431           |
| Grants and Entitlements not Restricted to Specified Programs                           | 19,127,511          | 21,995,348           | 23,982,780           | 25,089,258          |
| Payment in Lieu of Taxes                                                               | 63,729              | 52,915               | 188,185              | 52,272              |
| Investment Earnings                                                                    | 488,399             | 332,955              | 560,456              | 1,082,909           |
| Gain (Loss) on Sale of Capital Assets                                                  | 14,305              | (1,423)              | 0                    | 0                   |
| Miscellaneous                                                                          | <u>274,700</u>      | <u>124,013</u>       | <u>71,228</u>        | <u>84,557</u>       |
| <b>Total Governmental Activities</b>                                                   | <u>60,551,974</u>   | <u>55,935,040</u>    | <u>62,438,284</u>    | <u>68,280,985</u>   |
| <b><u>Business-Type Activities</u></b>                                                 |                     |                      |                      |                     |
| Investment Earnings                                                                    | 3,990               | 2,818                | 3,260                | 4,738               |
| Gain on Sale of Capital Assets                                                         | 12,342              | 0                    | 0                    | 0                   |
| Miscellaneous                                                                          | <u>0</u>            | <u>0</u>             | <u>41,617</u>        | <u>31,508</u>       |
| <b>Total Business-Type Activities</b>                                                  | <u>16,332</u>       | <u>2,818</u>         | <u>44,877</u>        | <u>36,246</u>       |
| <b>Total General Revenues and Other Changes in Net Assets -<br/>Primary Government</b> | <u>60,568,306</u>   | <u>55,937,858</u>    | <u>62,483,161</u>    | <u>68,317,231</u>   |
| <b><u>CHANGE IN NET ASSETS</u></b>                                                     |                     |                      |                      |                     |
| Governmental Activities                                                                | 3,465,338           | (7,010,127)          | (5,240,625)          | 1,490,724           |
| Business-Type Activities                                                               | <u>(92,777)</u>     | <u>43,624</u>        | <u>31,931</u>        | <u>(46,994)</u>     |
| <b>Total Change in Net Assets - Primary Government</b>                                 | <u>\$ 3,372,561</u> | <u>\$(6,966,503)</u> | <u>\$(5,208,694)</u> | <u>\$1,443,730</u>  |

**EUCLID CITY SCHOOL DISTRICT  
PROGRAM REVENUES BY FUNCTION/PROGRAM  
LAST FOUR FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

|                                             | <u>2003</u>         | <u>2004</u>         | <u>2005</u>         | <u>2006</u>         |
|---------------------------------------------|---------------------|---------------------|---------------------|---------------------|
| <b><u>Governmental Activities</u></b>       |                     |                     |                     |                     |
| Regular Instruction                         | \$2,641,580         | \$3,737,996         | \$3,050,806         | \$2,638,170         |
| Special Instruction                         | 1,406,604           | 789,731             | 2,484,701           | 2,808,330           |
| Vocational Instruction                      | 6,151               | 551                 | 1,286               | 0                   |
| Adult/Continuing Instruction                | 737,563             | 97,845              | 104,823             | 81,659              |
| Pupil Support                               | 29,082              | 242                 | 1,494               | 0                   |
| Instruction Staff Support                   | 48,786              | 691,417             | 975,649             | 825,965             |
| Administration                              | 19,402              | 593,729             | 224,393             | 3,603               |
| Fiscal                                      | 7,281               | 0                   | 0                   | 0                   |
| Operation and Maintenance of Plant Services | 256,735             | 300,423             | 62,333              | 68,793              |
| Pupil Transportation                        | 66,420              | 89,560              | 114,700             | 106,832             |
| Central                                     | 22,933              | 23,257              | 20,993              | 22,583              |
| Operation of Non-Instructional Services     | 1,093,394           | 1,109,229           | 1,148,705           | 3,136,864           |
| Extracurricular Activities                  | 572,688             | 1,145,125           | 81,485              | 407,936             |
| Interest and Fiscal Charges                 | 0                   | 375                 | 0                   | 0                   |
| Other                                       | 0                   | 422                 | 0                   | 0                   |
| <b>Total Governmental Activities</b>        | <u>6,908,619</u>    | <u>8,579,902</u>    | <u>8,271,368</u>    | <u>10,100,735</u>   |
| <b><u>Business-Type Activities</u></b>      |                     |                     |                     |                     |
| Food Service                                | 1,718,301           | 1,973,447           | 2,271,117           | 2,094,454           |
| Uniform School Supplies                     | 0                   | 13,458              | 0                   | 0                   |
| Customer Service                            | 30,209              | 624,112             | 598,142             | 655,346             |
| Adult Education                             | 14,350              | 11,143              | 19,368              | 1,653               |
| Day Care                                    | 637,379             | 0                   | 0                   | 0                   |
| <b>Total Business-Type Activities</b>       | <u>2,400,239</u>    | <u>2,622,160</u>    | <u>2,888,627</u>    | <u>2,751,453</u>    |
| <b>Total Primary Government</b>             | <u>\$ 9,308,858</u> | <u>\$11,202,062</u> | <u>\$11,159,995</u> | <u>\$12,852,188</u> |

**EUCLID CITY SCHOOL DISTRICT  
 FUND BALANCES - GOVERNMENTAL FUNDS  
 LAST FOUR FISCAL YEARS  
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

|                                            | <u>2003</u>          | <u>2004</u>          | <u>2005</u>          | <u>2006</u>          |
|--------------------------------------------|----------------------|----------------------|----------------------|----------------------|
| <b><u>General Fund</u></b>                 |                      |                      |                      |                      |
| Reserved                                   | \$ 5,314,705         | \$ 7,470,740         | \$ 6,047,986         | \$ 5,615,812         |
| Unreserved                                 | <u>13,654,823</u>    | <u>11,975,497</u>    | <u>8,040,243</u>     | <u>7,965,359</u>     |
| <b>Total General Fund</b>                  | <u>18,969,528</u>    | <u>19,446,237</u>    | <u>14,088,229</u>    | <u>13,581,171</u>    |
| <br>                                       |                      |                      |                      |                      |
| <b><u>All Other Governmental Funds</u></b> |                      |                      |                      |                      |
| Reserved                                   | 563,178              | 6,157,046            | 1,226,847            | 1,479,307            |
| Unreserved, Undesignated, Reported in:     |                      |                      |                      |                      |
| Special Revenue Funds                      | 260,766              | 281,783              | 510,683              | 127,013              |
| Debt Service Funds                         | 1,497,418            | 1,670,486            | 1,861,389            | 2,019,030            |
| Capital Projects Funds (Deficit)           | <u>545,563</u>       | <u>588,566</u>       | <u>67,335</u>        | <u>(479,988)</u>     |
| <b>Total All Other Governmental Funds</b>  | <u>2,866,925</u>     | <u>8,697,881</u>     | <u>3,666,254</u>     | <u>3,145,362</u>     |
| <br>                                       |                      |                      |                      |                      |
| <b>Total Governmental Funds</b>            | <u>\$ 21,836,453</u> | <u>\$ 28,144,118</u> | <u>\$ 17,754,483</u> | <u>\$ 16,726,533</u> |

**EUCLID CITY SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST FOUR FISCAL YEARS (1)**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(CONTINUED)**

|                                                         | <u>2003</u>           | <u>2004</u>         | <u>2005</u>            | <u>2006</u>         |
|---------------------------------------------------------|-----------------------|---------------------|------------------------|---------------------|
| <b>Revenues</b>                                         |                       |                     |                        |                     |
| Taxes                                                   | \$ 33,785,672         | \$ 38,900,584       | \$ 37,830,442          | \$ 40,150,777       |
| Intergovernmental                                       | 24,312,409            | 28,476,333          | 31,207,281             | 33,466,162          |
| Tuition and Fees                                        | 82,096                | 101,327             | 42,329                 | 88,141              |
| Transportation Fees                                     | 88,035                | 96,453              | 115,416                | 90,787              |
| Investment Earnings                                     | 488,399               | 333,331             | 549,046                | 1,070,579           |
| Extracurricular Activities                              | 391,968               | 372,366             | 417,007                | 400,403             |
| Classroom Materials and Fees                            | 177,331               | 150,721             | 97,546                 | 425,404             |
| Charges for Services                                    | 223,910               | 363,847             | 30,110                 | 412,646             |
| Miscellaneous                                           | 806,977               | 851,578             | 637,644                | 436,394             |
| <b>Total Revenues</b>                                   | <u>60,356,797</u>     | <u>69,646,540</u>   | <u>70,926,821</u>      | <u>76,541,293</u>   |
| <b>Expenditures</b>                                     |                       |                     |                        |                     |
| Current:                                                |                       |                     |                        |                     |
| Instruction:                                            |                       |                     |                        |                     |
| Regular                                                 | 24,773,558            | 26,005,624          | 28,600,791             | 28,018,015          |
| Special                                                 | 7,881,267             | 9,593,891           | 12,089,330             | 12,448,783          |
| Vocational                                              | 927,575               | 1,185,831           | 969,366                | 1,038,210           |
| Adult/Continuing                                        | 122,762               | 160,041             | 156,076                | 85,401              |
| Support Services:                                       |                       |                     |                        |                     |
| Pupil                                                   | 3,375,182             | 3,679,544           | 4,194,132              | 3,799,346           |
| Instructional Staff                                     | 3,680,310             | 4,423,391           | 5,369,866              | 4,962,364           |
| Board of Education                                      | 51,581                | 54,938              | 64,668                 | 114,790             |
| Administration                                          | 4,003,303             | 4,748,816           | 5,074,401              | 5,024,979           |
| Fiscal                                                  | 1,613,522             | 1,664,051           | 1,755,139              | 1,597,243           |
| Business                                                | 714,789               | 744,198             | 940,970                | 805,135             |
| Operation and Maintenance of Plant Services             | 7,252,725             | 8,085,838           | 9,139,754              | 8,875,566           |
| Pupil Transportation                                    | 2,856,297             | 2,891,579           | 3,121,529              | 3,359,787           |
| Central                                                 | 1,230,512             | 1,394,661           | 1,285,187              | 1,217,793           |
| Operation of Non-Instructional Services                 | 1,173,214             | 1,368,795           | 1,395,843              | 1,148,867           |
| Extracurricular Activities                              | 1,338,965             | 1,328,818           | 1,409,195              | 1,356,831           |
| Capital Outlay                                          | 1,004,941             | 949,001             | 3,460,644              | 253,452             |
| Debt Service:                                           |                       |                     |                        |                     |
| Principal Retirement                                    | 645,444               | 537,093             | 492,355                | 975,110             |
| Interest and Fiscal Charges                             | 1,474,481             | 1,480,427           | 1,797,210              | 1,714,212           |
| <b>Total Expenditures</b>                               | <u>64,120,428</u>     | <u>70,296,537</u>   | <u>81,316,456</u>      | <u>76,795,884</u>   |
| Excess of Revenues Over (Under) Expenditures            | <u>(3,763,631)</u>    | <u>(649,997)</u>    | <u>(10,389,635)</u>    | <u>(254,591)</u>    |
| <b>Other Financing Sources (Uses)</b>                   |                       |                     |                        |                     |
| Premium on Refunding Bonds                              | 0                     | 0                   | 0                      | 415,006             |
| Proceeds of Refunding Bonds                             | 0                     | 0                   | 0                      | 7,459,954           |
| Refunding Bond Issuance Costs                           | 0                     | 0                   | 0                      | (154,560)           |
| Payment of Bond Escrow Agent                            | 0                     | 0                   | 0                      | (7,720,400)         |
| Proceeds from Sale of Assets                            | 14,305                | 0                   | 0                      | 0                   |
| Proceeds from Sale of Notes                             | 0                     | 6,622,503           | 0                      | 0                   |
| Transfers In                                            | 3,142,178             | 245,059             | 534,725                | 254,722             |
| Transfers Out                                           | (3,142,178)           | (245,059)           | (534,725)              | (266,722)           |
| Refund by Expenditures (Receipts)                       | 0                     | 335,159             | 0                      | 0                   |
| <b>Total Other Financing Sources (Uses)</b>             | <u>14,305</u>         | <u>6,957,662</u>    | <u>0</u>               | <u>(12,000)</u>     |
| <b>Net Change in Fund Balances</b>                      | <u>\$ (3,749,326)</u> | <u>\$ 6,307,665</u> | <u>\$ (10,389,635)</u> | <u>\$ (266,591)</u> |
| Debt Service as a Percentage of Noncapital Expenditures | 3.36%                 | 2.91%               | 2.94%                  | 2.23%               |

(1) Includes General, Special Revenue, Capital Projects, and Debt Service funds.

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

| Collection Year | Real Property               |                              |                           | Tangible Personal Property |                           |                  |                           | Total          |                        |       |
|-----------------|-----------------------------|------------------------------|---------------------------|----------------------------|---------------------------|------------------|---------------------------|----------------|------------------------|-------|
|                 | Assessed Value              |                              |                           | Public Utility             |                           | General Business |                           | Assessed Value | Estimated Actual Value | Ratio |
|                 | Residential/<br>Agriculture | Commercial/<br>Industrial/PU | Estimated<br>Actual Value | Assessed Value             | Estimated<br>Actual Value | Assessed Value   | Estimated<br>Actual Value |                |                        |       |
| 1997            | \$ 424,531,580              | \$ 185,106,070               | \$ 1,695,017,300          | \$ 38,623,560              | \$ 43,891,000             | \$ 111,984,245   | \$ 447,936,000            | \$ 765,395,505 | \$ 2,186,844,300       | 35%   |
| 1998            | 459,728,870                 | 184,316,510                  | 1,843,488,100             | 36,901,670                 | 41,934,000                | 111,485,310      | 445,940,000               | 793,607,480    | 2,331,362,100          | 34%   |
| 1999            | 459,091,630                 | 174,688,490                  | 1,839,418,700             | 36,010,170                 | 40,920,000                | 110,781,356      | 443,124,000               | 790,617,336    | 2,323,462,700          | 34%   |
| 2000            | 459,297,580                 | 191,101,910                  | 1,735,263,414             | 32,953,180                 | 37,446,000                | 100,830,156      | 443,320,000               | 768,218,306    | 2,216,029,414          | 35%   |
| 2001            | 502,678,150                 | 195,273,450                  | 1,983,475,566             | 31,693,220                 | 36,015,000                | 102,559,257      | 410,236,000               | 828,468,557    | 2,429,726,566          | 34%   |
| 2002            | 502,484,040                 | 199,085,460                  | 1,994,704,222             | 25,710,060                 | 29,216,000                | 102,144,004      | 408,576,000               | 826,000,544    | 2,432,496,222          | 34%   |
| 2003            | 502,349,750                 | 202,209,210                  | 2,036,473,656             | 24,563,360                 | 27,913,000                | 90,128,261       | 360,512,000               | 816,485,001    | 2,424,898,656          | 34%   |
| 2004            | 549,167,830                 | 196,307,400                  | 2,143,425,656             | 24,947,560                 | 28,350,000                | 88,592,903       | 253,123,000               | 865,435,613    | 2,424,898,656          | 36%   |
| 2005            | 549,068,990                 | 196,770,870                  | 2,130,971,029             | 24,167,100                 | 27,462,613                | 80,320,200       | 354,371,612               | 850,327,160    | 2,512,805,254          | 34%   |
| 2006            | 549,090,850                 | 185,048,420                  | 2,097,540,771             | 22,108,400                 | 25,123,181                | 77,001,463       | 308,005,852               | 833,249,133    | 2,430,669,804          | 33%   |

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 ½ percent, and homestead exemptions before being billed.

**Source:** Office of the County Auditor, Cuyahoga County

**EUCLID CITY SCHOOL DISTRICT  
PROPERTY TAX RATES  
(PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS (1)**

|                                                | <u>1996</u> | <u>1997</u> | <u>1998</u> | <u>1999</u> | <u>2000</u> | <u>2001</u> | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> |
|------------------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <b>Unvoted Millage</b>                         |             |             |             |             |             |             |             |             |             |             |
| Operating                                      | 4.6200      | 4.6200      | 4.6200      | 4.6200      | 4.6200      | 4.6200      | 4.6200      | 4.6200      | 4.6200      | 4.6200      |
| <b>Voted Millage - by Levy</b>                 |             |             |             |             |             |             |             |             |             |             |
| 1976 Operating - Continuing                    | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     |
| Residential/Agriculture Real                   | 9.32460     | 8.61750     | 8.62120     | 8.62260     | 7.86860     | 7.87150     | 7.87330     | 7.19040     | 7.18970     | 7.19080     |
| Commercial/Industrial and Public Utility Real  | 14.82200    | 15.2766     | 15.4014     | 16.0922     | 14.6088     | 14.5783     | 14.5131     | 14.1654     | 14.5665     | 15.5244     |
| Tangible/Public Utility Personal               | 28.10000    | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     | 28.1000     |
| 1979 Operating - Continuing                    | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     |
| Residential/Agriculture Real                   | 2.53310     | 2.34100     | 2.34200     | 2.34240     | 2.13750     | 2.13830     | 2.13880     | 1.95330     | 1.95310     | 1.95340     |
| Commercial/Industrial and Public Utility Real  | 3.15640     | 3.25330     | 3.27980     | 3.42690     | 3.11100     | 3.10450     | 3.09070     | 3.01660     | 3.10200     | 3.30600     |
| Tangible/Public Utility Personal               | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     | 5.50000     |
| 1985 Operating - Continuing                    | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     |
| Residential/Agriculture Real                   | 5.35350     | 4.94750     | 4.94970     | 4.95040     | 4.51750     | 4.51920     | 4.52020     | 4.12820     | 4.12780     | 4.12840     |
| Commercial/Industrial and Public Utility Real  | 5.43450     | 5.60120     | 5.64700     | 5.90030     | 5.35640     | 5.34520     | 5.32130     | 5.19380     | 5.34090     | 5.69210     |
| Tangible/Public Utility Personal               | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     | 8.00000     |
| 1988 Operating - Continuing                    | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     |
| Residential/ Agriculture Real                  | 4.67860     | 4.32380     | 4.32570     | 4.32630     | 3.94800     | 3.94950     | 3.95040     | 3.60770     | 3.60740     | 3.60790     |
| Commercial/Industrial and Public Utility Real  | 5.42290     | 4.59820     | 5.63490     | 5.88760     | 5.34490     | 5.33370     | 5.30990     | 5.18260     | 5.32940     | 5.67980     |
| Tangible/Public Utility Personal               | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     |
| 1990 Bond Levy (Debt Service)                  | 1.90000     | 1.80000     | 1.70000     | 1.70000     | 1.60000     | 1.50000     | 1.80000     | 1.50000     | 1.50000     | 1.50000     |
| 1992 Operating - Continuing                    | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     |
| Residential/Agriculture Real                   | 6.60890     | 6.10780     | 6.11040     | 6.11140     | 5.57700     | 5.57900     | 5.79000     | 5.58030     | 5.09630     | 5.09580     |
| Commercial/Industrial and Public Utility Real  | 7.03850     | 7.25440     | 7.31370     | 7.50000     | 6.80870     | 6.79440     | 6.76400     | 6.60200     | 6.78890     | 7.23530     |
| Tangible/Public Utility Personal               | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     | 7.50000     |
| 1995 Operating - Continuing                    | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.00000     |
| Residential/Agriculture Real                   | 0.50000     | 0.46210     | 0.46230     | 0.46240     | 0.41900     | 0.42210     | 0.42220     | 0.38560     | 0.38550     | 0.00000     |
| Commercial/Industrial and Public Utility Real  | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.45390     | 0.45300     | 0.45090     | 0.44010     | 0.45260     | 0.00000     |
| Tangible/Public Utility Personal               | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.50000     | 0.00000     |
| 1995 Bond Levy (Debt Service)                  | 0.00000     | 0.68000     | 0.68000     | 0.68000     | 0.68000     | 0.68000     | 0.78000     | 0.78000     | 0.78000     | 0.78000     |
| 1999 Operating - Continuing                    | 0.00000     | 0.00000     | 0.00000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     |
| Residential/Agriculture Real                   | 0.00000     | 0.00000     | 0.00000     | 6.90000     | 6.29660     | 6.29900     | 6.30040     | 5.75390     | 5.75340     | 5.75420     |
| Commercial/Industrial and Public Utility Real  | 0.00000     | 0.00000     | 0.00000     | 6.90000     | 6.26400     | 6.25090     | 6.22290     | 6.07380     | 6.24580     | 6.65650     |
| Tangible/Public Utility Personal               | 0.00000     | 0.00000     | 0.00000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     | 6.90000     |
| 2004 Operating - Continuing                    | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 2.50000     | 2.50000     |
| Residential/Agriculture Real                   | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 2.49980     | 2.50000     |
| Commercial/Industrial and Public Utility Real  | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 2.50000     | 2.50000     |
| Tangible/Public Utility Person                 | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 2.50000     | 2.50000     |
| 2005 Operating - Continuing                    | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 5.90000     |
| Residential/Agriculture Real                   | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 5.90000     |
| Commercial/Industrial and Public Utility Real  | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 5.90000     |
| Tangible/Public Utility Personal               | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 5.90000     |
| <b>Total Voted Millage</b>                     | 58.4000     | 58.9800     | 58.8800     | 65.7800     | 65.6800     | 65.5800     | 65.9800     | 65.6800     | 68.1800     | 73.5800     |
| <b>Total Voted Millage by Type of Property</b> |             |             |             |             |             |             |             |             |             |             |
| Residential/Agriculture Real                   | 30.8987     | 29.2797     | 29.1913     | 36.0955     | 33.0471     | 32.9586     | 33.3656     | 30.3954     | 32.8925     | 38.4113     |
| Commercial/Industrial and Public Utility Real  | 36.3743     | 37.4747     | 37.7768     | 46.2070     | 41.9477     | 41.8600     | 41.6728     | 40.6743     | 44.3261     | 52.4941     |
| Tangible/Public Utility Personal               | 64.0000     | 64.0000     | 64.0000     | 77.8000     | 77.8000     | 77.8000     | 77.8000     | 77.8000     | 80.3000     | 85.7000     |

**EUCLID CITY SCHOOL DISTRICT  
PROPERTY TAX RATES  
(PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS (1)  
(CONTINUED)**

|                                               | <u>1996</u> | <u>1997</u> | <u>1998</u> | <u>1999</u> | <u>2000</u> | <u>2001</u> | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> |
|-----------------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <b>Overlapping Rates by Taxing District</b>   |             |             |             |             |             |             |             |             |             |             |
| Cuyahoga County                               | 15.0500     | 15.0500     | 13.7500     | 13.7500     | 14.6500     | 14.6500     | 14.6500     | 13.5200     | 13.5200     | 13.5200     |
| Residential/Agriculture Real                  | 10.0197     | 9.65970     | 11.4230     | 11.4114     | 11.3967     | 11.3815     | 12.4609     | 10.9899     | 10.9754     | 11.7227     |
| Commercial/Industrial and Public Utility Real | 12.3723     | 11.7001     | 12.4065     | 13.1728     | 11.9298     | 16.1679     | 12.8764     | 12.0433     | 11.9845     | 12.5762     |
| Tangible/Public Utility Personal              | 15.0500     | 15.0500     | 13.7500     | 13.7500     | 14.6500     | 14.6500     | 14.6500     | 13.5200     | 13.5200     | 13.5200     |
| Euclid City                                   | 15.8000     | 15.8000     | 63.5000     | 15.6000     | 15.6000     | 15.6000     | 15.6000     | 15.6000     | 15.6000     | 15.6000     |
| Residential/Agriculture Real                  | 7.83550     | 7.53560     | 33.8113     | 7.47640     | 7.16170     | 7.16310     | 7.16380     | 6.87910     | 6.87870     | 6.87920     |
| Commercial/Industrial and Public Utility Real | 10.1674     | 10.3604     | 44.7768     | 10.5919     | 9.97310     | 9.4683      | 9.93310     | 6.78810     | 9.95550     | 10.3549     |
| Tangible/Public Utility Personal              | 15.8000     | 15.8000     | 63.5000     | 15.6000     | 15.6000     | 15.6000     | 15.6000     | 15.6000     | 15.6000     | 15.6000     |
| Cleveland Metro Parks                         | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.85000     | 1.85000     |
| Residential/Agriculture Real                  | 1.54660     | 1.43170     | 1.42950     | 1.42670     | 1.28120     | 1.27710     | 1.27580     | 1.16610     | 1.84570     | 1.84650     |
| Commercial/Industrial and Public Utility Real | 1.54770     | 1.50910     | 1.50830     | 1.50390     | 1.32470     | 1.33350     | 1.34470     | 1.31660     | 1.83970     | 1.85000     |
| Tangible/Public Utility Personal              | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.55000     | 1.85000     | 1.85000     |
| Euclid Library                                | 2.48000     | 1.80000     | 1.80000     | 1.80000     | 2.50000     | 2.50000     | 2.50000     | 2.50000     | 2.50000     | 3.50000     |
| Residential/Agriculture Real                  | 2.48000     | 1.66350     | 1.66430     | 1.66450     | 2.28140     | 2.28220     | 2.28270     | 2.08470     | 2.08450     | 3.50000     |
| Commercial/Industrial and Public Utility Real | 2.48000     | 1.80000     | 1.80000     | 1.80000     | 2.26960     | 2.26480     | 2.25470     | 2.20070     | 2.26300     | 3.50000     |
| Tangible/Public Utility Personal              | 2.48000     | 1.80000     | 1.80000     | 1.80000     | 2.50000     | 2.50000     | 2.50000     | 2.50000     | 2.50000     | 3.50000     |
| Cuyahoga Community College                    | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 2.80000     | 2.80000     | 2.80000     |
| Residential/Agriculture Real                  | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 2.34790     | 2.34430     | 2.34510     |
| Commercial/Industrial and Public Utility Real | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 2.58010     | 2.56560     | 2.59180     |
| Tangible/Public Utility Personal              | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 2.80000     | 2.80000     | 2.80000     |
| Cleveland Cuyahoga Port Authority             | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.13000     | 0.13000     | 0.13000     |
| Residential/Agricultural Real                 | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.10500     | 0.10490     | 1.10490     |
| Commercial/Industrial and Public Utility Real | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.11290     | 0.11220     | 0.11340     |
| Tangible/Public Utility Personal              | 0.00000     | 0.0000      | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.00000     | 0.13000     | 1.13000     | 0.13000     |

(1)The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue to be received in that year.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

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

| <u>Collection Year</u> | <u>Current Tax Levy</u> | <u>Current Tax Collections</u> | <u>Percent of Current Tax Collections to Current Tax Levy</u> | <u>Delinquent Tax Collections (2)</u> | <u>Total Tax Collections</u> | <u>Percent of Total Tax Collections to Tax Lev</u> |
|------------------------|-------------------------|--------------------------------|---------------------------------------------------------------|---------------------------------------|------------------------------|----------------------------------------------------|
| 1997                   | \$ 32,698,303           | \$ 31,247,129                  | 95.56%                                                        | \$ 917,783                            | \$ 32,164,912                | 98.36%                                             |
| 1998                   | 33,208,227              | 31,549,644                     | 95.01%                                                        | 1,297,365                             | 32,847,009                   | 98.91%                                             |
| 1999                   | 32,812,628              | 31,723,077                     | 96.68%                                                        | 602,687                               | 32,325,764                   | 98.52%                                             |
| 2000                   | 36,733,539              | 33,714,924                     | 91.78%                                                        | 1,059,005                             | 34,773,929                   | 94.66%                                             |
| 2001                   | 37,704,753              | 36,481,508                     | 96.76%                                                        | 1,012,416                             | 37,493,974                   | 99.44%                                             |
| 2002                   | 37,451,041              | 34,531,895                     | 92.21%                                                        | 1,933,726                             | 36,465,621                   | 97.37%                                             |
| 2003                   | 36,992,571              | 28,376,462                     | 76.71%                                                        | 1,689,594                             | 30,066,056                   | 81.28%                                             |
| 2004                   | 36,883,031              | 33,543,689                     | 90.95%                                                        | 1,466,873                             | 35,010,562                   | 94.92%                                             |
| 2005                   | 38,109,366              | 34,817,685                     | 91.36%                                                        | 2,063,608                             | 36,881,293                   | 96.78%                                             |
| 2006                   | 42,197,471              | 36,977,582                     | 87.63%                                                        | 1,767,636                             | 38,745,218                   | 91.82%                                             |

**Source:** Office of the County Auditor, Cuyahoga County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported and reported as Intergovernmental revenue.
- (2) The County does not identify delinquent tax collections by tax year.

**EUCLID CITY SCHOOL DISTRICT  
PRINCIPAL TAXPAYERS  
REAL ESTATE TAX  
DECEMBER 31, 2005 AND DECEMBER 31, 1999**

| <u>Name of Taxpayer</u>                 | <u>December 31, 2005</u> |                                                         |
|-----------------------------------------|--------------------------|---------------------------------------------------------|
|                                         | <u>Assessed Value</u>    | Percentage of<br><u>Assessed Value</u><br>Real Property |
| Lincoln Electric Company                | \$ 11,176,460            | 1.52%                                                   |
| Cleveland Electric Illuminating Company | 10,538,280               | 1.44%                                                   |
| Indian Hills Senior Community, Inc.     | 8,584,630                | 1.17%                                                   |
| Aerc-Watergate, Inc.                    | 6,634,740                | 0.90%                                                   |
| Ohio Bell Telephone                     | 6,075,670                | 0.83%                                                   |
| Argo-Tech Corporation                   | 5,814,310                | 0.79%                                                   |
| Harbor Crest Ltd.                       | 5,510,970                | 0.75%                                                   |
| AE Portfolio, LLC                       | 4,372,550                | 0.60%                                                   |
| Horizon House Ltd.                      | 3,638,640                | 0.50%                                                   |
| Depot Land Co., Ltd.                    | <u>3,255,770</u>         | <u>0.44%</u>                                            |
| Totals                                  | <u>\$ 65,602,020</u>     | <u>8.94 %</u>                                           |
| Total Assessed Valuation                | <u>\$ 734,139,270</u>    | <u>100.00%</u>                                          |

| <u>Name of Taxpayer</u>               | <u>December 31, 1999</u> |                                                         |
|---------------------------------------|--------------------------|---------------------------------------------------------|
|                                       | <u>Assessed Value</u>    | Percentage of<br><u>Assessed Value</u><br>Real Property |
| Lincoln Electric Company              | \$ 10,645,460            | 1.68%                                                   |
| MLM/E Real Estate Limited Partnership | 10,135,550               | 1.60%                                                   |
| Indian Hills Senior Community         | 8,263,500                | 1.30%                                                   |
| Regency Towers Association            | 7,098,000                | 1.12%                                                   |
| Argo-Tech Corporation                 | 5,939,990                | 0.94%                                                   |
| Americana Apartments                  | 5,433,890                | 0.86%                                                   |
| Troy CMBS Property, LLC               | 4,504,610                | 0.71%                                                   |
| Reliance Electric and Engine Company  | 4,082,160                | 0.64%                                                   |
| Euclid Hill Villa, Inc.               | 3,062,150                | 0.48%                                                   |
| Horizon Operations, Inc.              | <u>2,789,710</u>         | <u>0.45%</u>                                            |
| Total                                 | <u>\$ 61,955,020</u>     | <u>9.78%</u>                                            |
| Total Real Estate Valuation           | <u>\$ 633,780,120</u>    |                                                         |

**Source:** Office of the County Auditor, Cuyahoga County, Ohio  
Information prior to 1999 not available.

**EUCLID CITY SCHOOL DISTRICT  
PRINCIPAL TAXPAYERS  
TANGIBLE PERSONAL PROPERTY TAX  
DECEMBER 31, 2005 AND DECEMBER 31, 1999**

| <u>Name of Taxpayer</u>       | <u>December 31, 2005</u> |                                                         |
|-------------------------------|--------------------------|---------------------------------------------------------|
|                               | <u>Assessed Value</u>    | Percentage of<br><u>Assessed Value</u><br>Real Property |
| Huntsman Polymers Corporation | \$ 14,788,690            | 19.20%                                                  |
| Lincoln Electric Co.          | 12,366,860               | 16.06%                                                  |
| HC Stark, Inc.                | 6,248,220                | 8.11%                                                   |
| Argo Tech Corporation         | 4,231,850                | 5.50%                                                   |
| GE Lighting Inc.              | 3,555,920                | 4.62%                                                   |
| Marine Mechanical Corporation | 1,715,350                | 2.23%                                                   |
| Turbine Engine Components     | 1,633,480                | 2.12%                                                   |
| Stamco Industries Inc.        | 1,553,870                | 2.02%                                                   |
| LBA Industries Inc.           | 1,538,510                | 2.00%                                                   |
| MID America Steel Corp.       | 1,478,970                | 1.92%                                                   |
| Hose Master Inc.              | 1,337,170                | 1.74%                                                   |
| Kerr Lakeside Inc.            | 1,211,100                | 1.57%                                                   |
| Home Depot USA Inc.           | 1,002,870                | 1.30%                                                   |
| Rick Case Motors Inc.         | 894,860                  | 1.16%                                                   |
| PG Industries Ohio Inc.       | 754,180                  | 0.98%                                                   |
| Totals                        | <u>\$ 54,311,900</u>     | <u>70.53%</u>                                           |
| Total Assessed Valuation      | <u>\$ 77,001,463</u>     | <u>100.00%</u>                                          |

| <u>Name of Taxpayer</u>            | <u>December 31, 1999</u> |                                                         |
|------------------------------------|--------------------------|---------------------------------------------------------|
|                                    | <u>Assessed Value</u>    | Percentage of<br><u>Assessed Value</u><br>Real Property |
| Lincoln Electric Company           | \$ 21,934,860            | 19.80%                                                  |
| Argo-Tech Corporation              | 5,667,840                | 05.12%                                                  |
| Northrop Grumman Corporation       | 5,637,200                | 05.09%                                                  |
| PMX Ohio Corporation               | 5,203,570                | 04.70%                                                  |
| Rockwell International Corporation | 5,131,690                | 04.63%                                                  |
| General Electric                   | 4,351,560                | 03.93%                                                  |
| Turbine Engine Components          | 3,229,840                | 02.90%                                                  |
| CMS Industries, Inc.               | 2,794,468                | 02.52%                                                  |
| LBA Industries, Inc.               | 2,581,870                | 02.33%                                                  |
| Kerr Lakeside, Inc.                | <u>2,371,650</u>         | <u>02.14%</u>                                           |
| Total                              | <u>\$ 58,904,548</u>     | <u>53.16%</u>                                           |
| Total Tangible Assessed Valuation  | <u>\$ 110,781,356</u>    |                                                         |

**Source:** Office of the County Auditor, Cuyahoga County, Ohio  
Information prior to 1999 not available.

**EUCLID CITY SCHOOL DISTRICT  
PRINCIPAL TAXPAYERS  
PUBLIC UTILITY PERSONAL PROPERTY TAX  
DECEMBER 31, 2005 AND DECEMBER 31, 1999**

| <u>Name of Taxpayer</u>                 | <u>December 31, 2005</u> |                                                         |
|-----------------------------------------|--------------------------|---------------------------------------------------------|
|                                         | <u>Assessed Value</u>    | Percentage of<br>Real Property<br><u>Assessed Value</u> |
| Cleveland Electric Illuminating Company | \$ 10,538,280            | 47.67%                                                  |
| Ohio Bell Telephone Company             | 6,075,670                | 27.48%                                                  |
| East Ohio Gas Company                   | 1,719,140                | 07.78%                                                  |
| American Transmission System            | 1,003,830                | 04.54%                                                  |
| Norfolk Southern Combined               | 885,330                  | 04.00%                                                  |
| Alltell Communications                  | 395,830                  | 01.79%                                                  |
| CSX Transportation - Combined           | 285,620                  | 01.29%                                                  |
| Norfolk & Western Railway               | 261,010                  | 01.18%                                                  |
| New Cingular Wireless PCS LLC.          | 217,620                  | 00.98%                                                  |
| New Par                                 | 193,150                  | 00.87%                                                  |
| Totals                                  | <u>\$ 21,575,480</u>     | <u>97.58%</u>                                           |
| Total Assessed Valuation                | <u>\$ 22,108,400</u>     |                                                         |

| <u>Name of Taxpayer</u>                 | <u>December 31, 1999</u> |                                                         |
|-----------------------------------------|--------------------------|---------------------------------------------------------|
|                                         | <u>Assessed Value</u>    | Percentage of<br>Real Property<br><u>Assessed Value</u> |
| Cleveland Electric Illuminating Company | \$ 16,748,700            | 46.51%                                                  |
| Ohio Bell Telephone Company             | 12,727,590               | 35.34%                                                  |
| East Ohio Gas Company                   | 4,959,180                | 13.77%                                                  |
| Consolidated Rail Corporation           | 457,070                  | 01.27%                                                  |
| Norfolk Southern Combined               | 434,240                  | 01.21%                                                  |
| Ohio Telephone Telegraph                | 168,540                  | 00.47%                                                  |
| Totals                                  | <u>\$ 35,495,320</u>     | <u>98.57%</u>                                           |
| Total Public Utility Assessed Value     | <u>\$ 36,010,170</u>     |                                                         |

**Source:** Office of the County Auditor, Cuyahoga County, Ohio  
Information prior to 1999 not available.

**EUCLID CITY SCHOOL DISTRICT  
COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
ATTRIBUTABLE TO GOVERNMENTAL ACTIVITIES  
JUNE 30, 2006**

| <u>Jurisdiction</u>         | <u>General<br/>Obligation<br/>Bonded Debt<br/>Outstanding</u> | <u>Percentage<br/>Applicable to<br/>School District (1)</u> | <u>Applicable<br/>to School<br/>District</u> |
|-----------------------------|---------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------|
| <b>Direct</b>               |                                                               |                                                             |                                              |
| Euclid City School District | <u>\$ 12,169,954</u><br><u>12,169,954</u>                     | 100.00%                                                     | <u>\$ 12,169,954</u><br><u>12,169,954</u>    |
| <b>Overlapping</b>          |                                                               |                                                             |                                              |
| City of Euclid              | 46,451,000                                                    | 100.00%                                                     | 46,451,000                                   |
| Cuyahoga County             | 212,030,000                                                   | 2.73%                                                       | 5,788,419                                    |
| Regional Transit Authority  | <u>164,830,000</u>                                            | 2.73%                                                       | <u>4,499,859</u>                             |
| <b>Total Overlapping</b>    | <u>423,311,000</u>                                            |                                                             | <u>56,739,278</u>                            |
| <b>Grand Total</b>          | <u>\$ 435,480,954</u>                                         |                                                             | <u>\$ 68,909,232</u>                         |

**Source:** Office of the Auditor, Cuyahoga County, Ohio. 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 overlapping government located within the boundaries of the District by the total assessed valuation of the government. The valuations used were for the 2005 collection year.

**EUCLID CITY SCHOOL DISTRICT  
RATIO OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

---



---

| <u>Fiscal Year</u> | <u>General Obligation Bonds</u> | <u>Percentage of Personal Income (2)</u> | <u>Per Capita (2)</u> |
|--------------------|---------------------------------|------------------------------------------|-----------------------|
| 1997               | \$ 17,205,000                   | (1)                                      | \$314                 |
| 1998               | 16,160,000                      | (1)                                      | 294                   |
| 1999               | 15,080,000                      | (1)                                      | 275                   |
| 2000               | 13,965,000                      | .13%                                     | 254                   |
| 2001               | 12,800,000                      | .14%                                     | 243                   |
| 2002               | 14,295,000                      | .12%                                     | 271                   |
| 2003               | 13,649,556                      | .13%                                     | 259                   |
| 2004               | 13,112,464                      | .13%                                     | 248                   |
| 2005               | 12,620,108                      | .14%                                     | 239                   |
| 2006               | 12,169,954                      | .14%                                     | 231                   |

(1) Percentage of Average Personal Income was not available before 2000.

(2) See schedule "Demographic and Economic Statistics, Last Six Years" for per capita personal income.

**EUCLID CITY SCHOOL DISTRICT  
COMPUTATION OF LEGAL DEBT MARGIN  
LAST TEN FISCAL YEARS**

|                                             | 1999           | 2000           | 2001           | 2002           | 2003           | 2004           | 2005           | 2006           |
|---------------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Assessed Valuation                          | \$ 790,617,336 | \$ 768,218,306 | \$ 828,468,557 | \$ 826,000,544 | \$ 816,485,001 | \$ 865,435,613 | \$ 850,327,160 | \$ 833,249,133 |
| Debt Limit - 9% of Assessed Value (1)       | 71,155,560     | 69,139,648     | 74,562,170     | 74,340,049     | 73,483,650     | 77,889,205     | 76,529,444     | 74,992,422     |
| Amount of Debt Applicable to Debt Limit:    |                |                |                |                |                |                |                |                |
| General Obligation Bonds                    | 15,080,000     | 13,965,000     | 12,800,000     | 11,580,000     | 11,114,556     | 13,112,464     | 12,620,108     | 12,169,954     |
| Less Amount Available in Debt Service Total | 0              | 0              | (1,488,350)    | (4,528,737)    | (1,715,263)    | (2,055,309)    | (1,983,890)    | (2,141,533)    |
|                                             | 15,080,000     | 13,965,000     | 11,311,650     | 7,051,263      | 9,399,299      | 11,057,155     | 10,636,218     | 10,028,422     |
| Exemptions:                                 |                |                |                |                |                |                |                |                |
| Energy Conservation Note                    | 0              | 0              | 0              | 2,715,000      | 2,535,000      | 2,400,000      | 2,255,000      | 2,105,000      |
| Amount of Debt Subject to Limit             | \$ 56,075,560  | \$ 55,174,648  | \$ 63,250,520  | \$ 64,573,786  | \$ 61,549,357  | \$ 64,432,090  | \$ 63,638,226  | \$ 62,859,000  |
| Overall Debt Margin - Voted                 | \$ 790,617     | \$ 768,218     | \$ 828,469     | \$ 826,001     | \$ 816,485     | \$ 865,436     | \$ 850,327     | \$ 833,249     |
| Debt Margin - .10% of Assessed Value (1)    | 0              | 0              | 0              | 0              | 0              | 0              | 0              | 0              |
| Amount of Debt Applicable                   | \$ 790,617     | \$ 768,218     | \$ 828,469     | \$ 826,001     | \$ 816,485     | \$ 865,436     | \$ 850,327     | \$ 833,249     |
| Unvoted Debt Margin                         |                |                |                |                |                |                |                |                |

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

| Fiscal Year | Population (1) | (2)<br>Estimated<br>Actual Value of<br>Taxable Property | General Bonded Debt                   |                                            |                            | Ratio of Net<br>Bonded Debt<br>to Estimated<br>Actual Value | Net<br>Bonded<br>Debt<br>per Capita |
|-------------|----------------|---------------------------------------------------------|---------------------------------------|--------------------------------------------|----------------------------|-------------------------------------------------------------|-------------------------------------|
|             |                |                                                         | General<br>Bonded Debt<br>Outstanding | Resources<br>Available to<br>Pay Principal | Net General<br>Bonded Debt |                                                             |                                     |
| 1996        | 54,875         | \$ 2,288,488,585                                        | \$ 18,325,000                         | \$ (3)                                     | \$ 17,602,492              | 0.77%                                                       | \$ 339                              |
| 1997        | 54,875         | 2,186,844,300                                           | 17,205,000                            | (3)                                        | 16,383,158                 | 0.75%                                                       | 327                                 |
| 1998        | 54,875         | 2,331,362,100                                           | 16,160,000                            | (3)                                        | 14,451,315                 | 0.62%                                                       | 294                                 |
| 1999        | 54,875         | 2,323,462,700                                           | 15,080,000                            | 1,293,466                                  | 13,786,534                 | 0.59%                                                       | 275                                 |
| 2000        | 54,875         | 2,216,029,414                                           | 13,965,000                            | 1,344,005                                  | 12,620,995                 | 0.57%                                                       | 254                                 |
| 2001        | 52,717         | 2,429,726,566                                           | 12,800,000                            | 1,488,350                                  | 11,311,650                 | 0.47%                                                       | 243                                 |
| 2002        | 52,717         | 2,432,496,222                                           | 14,295,000                            | 4,528,737                                  | 9,766,263                  | 0.40%                                                       | 185                                 |
| 2003        | 52,717         | 2,424,898,656                                           | 13,649,556                            | 1,715,263                                  | 11,934,293                 | 0.49%                                                       | 226                                 |
| 2004        | 52,717         | 2,424,898,656                                           | 13,112,464                            | 2,055,309                                  | 11,057,155                 | 0.48%                                                       | 333                                 |
| 2005        | 52,717         | 2,512,805,254                                           | 12,620,108                            | 1,983,890                                  | 10,636,218                 | 0.42%                                                       | 322                                 |
| 2006        | 52,717         | 2,533,338,421                                           | 12,169,954                            | 2,141,532                                  | 10,028,422                 | 0.40%                                                       | 305                                 |

- Sources:**
- (1) U.S. Bureau of Census, Census of Population
    - (a) 1990 Federal Census
    - (b) 2000 Federal Census
  - (2) Cuyahoga County Auditor
  - (3) Information before 1999 is unavailable.

**EUCLID CITY SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST SEVEN YEARS**

---



---

| <u>Year</u> | <u>Population (1)</u> | <u>Total<br/>Personal<br/>Income (2)</u> | <u>Per Capita<br/>Personal<br/>Income</u> | <u>Unemployment<br/>Rate (3)</u> |
|-------------|-----------------------|------------------------------------------|-------------------------------------------|----------------------------------|
| 2000        | 54,875                | \$924,611,904                            | \$16,849                                  | 4.6%                             |
| 2001        | 52,717                | 924,611,904                              | 17,539                                    | 6.2%                             |
| 2002        | 52,717                | 924,611,904                              | 17,539                                    | 6.2%                             |
| 2003        | 52,717                | 924,611,904                              | 17,539                                    | 6.2%                             |
| 2004        | 52,717                | 924,611,904                              | 17,539                                    | 6.2%                             |
| 2005        | 52,717                | 924,611,904                              | 17,539                                    | 6.2%                             |
| 2006        | 52,717                | 924,611,904                              | 17,539                                    | 6.2%                             |

(1) U.S. Census Bureau (2000 Census available only)

(2) U.S. Census Bureau (2000 Census available only)

(2) Average Personal income from 2006 U.S. Census was not available at time of printing.

(3) Represents Cuyahoga County

**NOTE:** Data no longer available from 1990 Census Bureau.

**EUCLID CITY SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR (1)**

| <u>Employer</u>                                    | <u>Nature of Business</u> | <u>2005</u>                |                                       |
|----------------------------------------------------|---------------------------|----------------------------|---------------------------------------|
|                                                    |                           | <u>Number of Employees</u> | <u>Percentage of Total Employment</u> |
| Lincoln Electric                                   | Manufacturing             | 9,700                      | 38.86%                                |
| Euclid Board of Education                          | Board of Education        | 1,154                      | 04.62%                                |
| Flight Options                                     | Holding Company           | 900                        | 03.61%                                |
| Philip Medical System                              | Manufacturing             | 500                        | 02.00%                                |
| Argo-Tech Corporation                              | Manufacturing             | 433                        | 01.73%                                |
| Euclid Hospital                                    | Hospital                  | 375                        | 01.50%                                |
| Netrex Holdings                                    | Claims Service            | 350                        | 01.40%                                |
| General Electric                                   | Manufacturing             | 300                        | 01.20%                                |
| Sears, Roebuck and Co.                             | Department Store          | 280                        | 01.12%                                |
| Marine Mechanical Corporation                      | Manufacturing             | <u>250</u>                 | 01.00%                                |
| Total                                              |                           | <u>14,242</u>              |                                       |
| <b>Total Employment Within the School District</b> |                           | <b><u>24,961</u></b>       |                                       |

**Source:** City of Euclid

(1) Information prior to 2005 is not available.

**EUCLID CITY SCHOOL DISTRICT  
BUILDING STATISTICS BY FUNCTION/PROGRAM  
CURRENT FISCAL YEAR**

---

---

**Glenbrook**

Constructed in 1965  
Total Building Square Footage 42,723  
Enrollment Grades K- 5 303  
Student Capacity 380  
Regular Instruction Classrooms 19  
Regular Instruction Teachers 16  
Special Instruction Teachers 5  
Gifted Teachers 1

**Roosevelt**

Constructed in 1920  
Total Building Square Footage 68,800  
Enrollment Grades K- 5 434  
Student Capacity 540  
Regular Instruction Classrooms 27  
Regular Instruction Teachers 21  
Special Instruction Teachers 8

**Upton**

Constructed in 1925  
Total Building Square Footage 55,726  
Enrollment Grades K- 5 648  
Student Capacity 700  
Regular Instruction Classrooms 35  
Regular Instruction Teachers 28.5  
Special Instruction Teachers 11.5

**Memorial Park**

Constructed in 1956  
Total Building Square Footage 46,745  
Enrollment Grades K- 5 374  
Student Capacity 560  
Regular Instruction Classrooms 28  
Regular Instruction Teachers 21  
Special Instruction Teachers 7

**Central**

Constructed in 1968  
Total Building Square Footage 140,792  
Enrollment Grades 6,7,8 759  
Student Capacity 900  
Regular Instruction Classrooms 45  
Regular Instruction Teachers 35.8  
Special Instruction Teachers 10  
Gifted Teachers 5.2

**Lincoln**

Constructed in 1,959  
Total Building Square Footage 30,195  
Enrollment Grades K- 5 366  
Student Capacity 450  
Regular Instruction Classrooms 18  
Regular Instruction Teachers 19  
Special Instruction Teachers 3

**Thomas Jefferson**

Constructed in 1953  
Total Building Square Footage 62,645  
Enrollment Grades K- 5 394  
Student Capacity 480  
Regular Instruction Classrooms 24  
Regular Instruction Teachers 20  
Special Instruction Teachers 6  
Gifted Teachers 1

**Indian Hills**

Constructed in 1970  
Total Building Square Footage 33,224  
Enrollment Grades K- 5 264  
Student Capacity 380  
Regular Instruction Classrooms 19  
Regular Instruction Teachers 15  
Special Instruction Teachers 4

**Forest Park**

Constructed in 1962  
Total Building Square Footage 109,306  
Enrollment Grades 6,7,8 842  
Student Capacity 820  
Regular Instruction Classrooms 41  
Regular Instruction Teachers 41  
Special Instruction Teachers 11  
Gifted Teachers 1

**Euclid High School**

Constructed in 1950  
Total Building Square Footage 470,000  
Enrollment Grades 9,10,11,12 2,030  
Student Capacity 2,040  
Regular Instruction Classrooms 102  
Regular Instruction Teachers 98.2  
Special Instruction Teachers 15  
Gifted Teachers 17.8  
Vocational Teachers 8

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

| <u>Fiscal Year</u> | <u>Expenses</u> | <u>Enrollment (1)</u> | <u>Cost Per Pupil</u> | <u>Percentage Change</u> | <u>Teaching Staff</u> | <u>Pupil/Teacher Ratio</u> |
|--------------------|-----------------|-----------------------|-----------------------|--------------------------|-----------------------|----------------------------|
| 1999               | \$ 56,047,894   | 5,958                 | \$ 9,407              | 3.80%                    | 360                   | 16.7                       |
| 2000               | 53,973,709      | 5,995                 | 9,003                 | (4.29)%                  | 360                   | 16.7                       |
| 2001               | 59,129,892      | 6,097                 | 9,698                 | 7.72%                    | 360                   | 16.9                       |
| 2002               | 62,459,721      | 6,180                 | 10,107                | 4.22%                    | 376                   | 16.4                       |
| 2003               | 63,970,093      | 6,144                 | 10,412                | 3.02%                    | 390.2                 | 15.7                       |
| 2004               | 71,525,069      | 6,423                 | 11,136                | 6.95%                    | 382.4                 | 16.8                       |
| 2005               | 81,316,456      | 6,502                 | 12,506                | 12.30%                   | 400.1                 | 16.3                       |
| 2006               | 76,795,884      | 6,573                 | 11,684                | (6.57)%                  | 401.9                 | 16.4                       |

**Source:** School District Records

(1) Based upon EMIS information provided to the Ohio Department of Education.

**EUCLID CITY SCHOOL DISTRICT  
ENROLLMENT STATISTICS  
LAST NINE FISCAL YEARS**

---



---

| <u>Fiscal<br/>Year</u> | <u>Elementary<br/>Schools</u> | <u>Middle<br/>School</u> | <u>High<br/>School</u> | <u>Totals</u> |
|------------------------|-------------------------------|--------------------------|------------------------|---------------|
| 1998                   | 3,291                         | 874                      | 2,022                  | 6,187         |
| 1999                   | 3,224                         | 901                      | 1,883                  | 5,958         |
| 2000                   | 3,198                         | 958                      | 1,839                  | 5,995         |
| 2001                   | 3,292                         | 988                      | 1,817                  | 6,097         |
| 2002                   | 3,300                         | 1,007                    | 1,873                  | 6,180         |
| 2003                   | 3,229                         | 1,008                    | 1,907                  | 6,144         |
| 2004                   | 3,362                         | 983                      | 2,078                  | 6,423         |
| 2005                   | 3,338                         | 1,077                    | 2,087                  | 6,502         |
| 2006                   | 2,823                         | 1,623                    | 2,127                  | 6,573         |

**Source:** Euclid City School District Records

**EUCLID CITY SCHOOL DISTRICT  
FULL-TIME EQUIVALENT SCHOOL DISTRICT TEACHERS BY EDUCATION  
LAST NINE YEARS**

| <u>Degree</u>     | <u>1997</u> | <u>1998</u> | <u>1999</u> | <u>2000</u> | <u>2001</u> | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> |
|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Bachelor's Degree | 31          | 29          | 29          | 46          | 33          | 33          | 35          | 32          | 26          |
| Bachelor + 12     | 7           | 6           | 6           | 11          | 8           | 8           | 8           | 8           | 6           |
| Bachelor + 24     | 119         | 115         | 115         | 181         | 130         | 132         | 137         | 125         | 104         |
| Master's Degree   | 98          | 97          | 97          | 66          | 99          | 102         | 104         | 121         | 134         |
| Master + 12       | 38          | 38          | 38          | 26          | 38          | 39          | 40          | 47          | 51          |
| Master + 24       | 23          | 23          | 23          | 15          | 23          | 23          | 23          | 28          | 29          |
| Master + 36       | 20          | 20          | 20          | 14          | 21          | 21          | 22          | 25          | 27          |
| Master + 48       | 7           | 8           | 8           | 6           | 8           | 8           | 8           | 9           | 13          |
| Master + 60       | 64          | 61          | 61          | 43          | 64          | 65          | 66          | 77          | 87          |
| PhD               | <u>4</u>    | <u>3</u>    | <u>3</u>    | <u>1</u>    | <u>1</u>    | <u>1</u>    | <u>2</u>    | <u>2</u>    | <u>1</u>    |
| Total             | <u>411</u>  | <u>400</u>  | <u>400</u>  | <u>409</u>  | <u>425</u>  | <u>432</u>  | <u>445</u>  | <u>474</u>  | <u>478</u>  |

**Note:** 2006 data is unavailable.

**EUCLID CITY SCHOOL DISTRICT  
AVERAGE NUMBER OF STUDENTS PER TEACHER  
LAST EIGHT SCHOOL YEARS**

---

---

| <u>Fiscal<br/>Year</u> | <u>Euclid<br/>Average</u> | <u>State<br/>Average</u> |
|------------------------|---------------------------|--------------------------|
| 1999                   | 16.7                      | 18.6                     |
| 2000                   | 16.7                      | 18.1                     |
| 2001                   | 16.9                      | 18.0                     |
| 2002                   | 16.4                      | 16.9                     |
| 2003                   | 15.7                      | 16.5                     |
| 2004                   | 16.8                      | 18.5                     |
| 2005                   | 16.3                      | 18.5                     |
| 2006                   | 16.4                      | 18.6                     |

**Source:** Ohio Department of Education, EMIS Reports

**EUCLID CITY SCHOOL DISTRICT  
ATTENDANCE AND GRADUATION RATES  
LAST TEN SCHOOL YEARS**

---



---

| <u>Fiscal<br/>Year</u> | <u>Euclid<br/>Attendance<br/>Rate</u> | <u>State<br/>Average</u> | <u>Euclid<br/>Graduation<br/>Rate</u> | <u>State<br/>Average</u> |
|------------------------|---------------------------------------|--------------------------|---------------------------------------|--------------------------|
| 1997                   | 93.4                                  | 93.3                     | 78.3                                  | (1)                      |
| 1998                   | 94.0                                  | 93.6                     | 84.2                                  | 79.9                     |
| 1999                   | 94.0                                  | 93.5                     | 85.9                                  | 81.4                     |
| 2000                   | 94.0                                  | 93.6                     | 92.8                                  | 80.7                     |
| 2001                   | 93.9                                  | 93.9                     | 93.4                                  | 81.2                     |
| 2002                   | 94.1                                  | 94.3                     | 99.7                                  | 82.8                     |
| 2003                   | 94.4                                  | 94.5                     | 97.7                                  | 83.9                     |
| 2004                   | 94.9                                  | 94.5                     | 93.8                                  | 84.3                     |
| 2005                   | 94.1                                  | 94.3                     | 90.9                                  | 85.9                     |
| 2006                   | 94.0                                  | 94.1                     | 90.9                                  | 86.2                     |

**Source:** Ohio Department of Education Local Report Cards.

(1) State Average not available for 1997.

**EUCLID CITY SCHOOL DISTRICT  
SAT SCORES  
LAST THREE SCHOOL YEARS**

---



---

| <u>School Year</u> | <u>Number of Test Takers</u> | <u>Number of Seniors</u> | <u>Percent of Students</u> | <u>Euclid Verbal</u> | <u>Ohio Verbal</u> | <u>National Verbal</u> | <u>Euclid Math</u> | <u>Ohio Math</u> | <u>National Math</u> |
|--------------------|------------------------------|--------------------------|----------------------------|----------------------|--------------------|------------------------|--------------------|------------------|----------------------|
| 2004               | (1)                          | (1)                      | (1)                        | (1)                  | 536                | 507                    | (1)                | 541              | 519                  |
| 2005               | (1)                          | (1)                      | (1)                        | (1)                  | 538                | 508                    | (1)                | 542              | 519                  |
| 2006               | 146                          | 99                       | 35%                        | 445                  | (1)                | (1)                    | 450                | (1)              | (1)                  |

**Source:** High School Guidance Office,

(1) Information unavailable.

**EUCLID CITY SCHOOL DISTRICT  
ACT COMPOSITE SCORES  
LAST THREE SCHOOL YEARS**

---



---

| <u>School Year</u> | <u>Number of Test Takers</u> | <u>Number of Seniors</u> | <u>Percent of Students</u> | <u>Euclid Composite</u> | <u>Ohio Composite</u> | <u>National Composite</u> |
|--------------------|------------------------------|--------------------------|----------------------------|-------------------------|-----------------------|---------------------------|
| 2003               | (1)                          | (1)                      | (1)                        | (1)                     | 21.4                  | 20.8                      |
| 2004               | (1)                          | (1)                      | (1)                        | (1)                     | 21.4                  | 20.9                      |
| 2005               | (1)                          | (1)                      | (1)                        | (1)                     | 21.4                  | 20.9                      |

(1) Information unavailable.

**EUCLID CITY SCHOOL DISTRICT  
SCHOOL DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TWO FISCAL YEARS**

| <u>Function/Program</u>               | <u>2006</u>  | <u>2005</u>  |
|---------------------------------------|--------------|--------------|
| Regular Instruction:                  |              |              |
| Elementary Classroom Teachers         | 136          | 135          |
| Middle School Classroom Teachers      | 67.5         | 67.5         |
| High School Classroom Teachers        | 83.5         | 82.5         |
| Special Instruction:                  |              |              |
| Elementary Classroom Teachers         | 22           | 21           |
| Gifted Education Teachers             | 6            | 6            |
| Middle School Classroom Teachers      | 21           | 21           |
| High School Classroom Teachers        | 16           | 16           |
| Vocational Instruction:               |              |              |
| High School Classroom Teachers        | 8            | 8            |
| Pupil Support Services:               |              |              |
| Guidance Counselors                   | 18           | 17           |
| Librarians                            | 4            | 4            |
| Psychologists                         | 8            | 8            |
| Speech and Language Pathologists      | 7            | 6            |
| Non-Teaching Support Staff Central    | 17           | 17           |
| Instructional Support Service:        |              |              |
| Non-Teaching Support Staff Elementary | 30.5         | 30.5         |
| Non-Teaching Support Staff Middle     | 10.5         | 10.5         |
| Non-Teaching Support Staff High       | 21.5         | 21.5         |
| Non-Teaching Support Staff Central    | 0.5          | 0.5          |
| Administration:                       |              |              |
| Elementary                            | 8            | 8            |
| Middle School                         | 6            | 6            |
| High School                           | 6            | 6            |
| Central                               | 6            | 6            |
| Business:                             |              |              |
| Central                               | 2            | 2            |
| Fiscal:                               |              |              |
| Treasurer Department                  | 11.5         | 10.5         |
| Operation of Plant:                   |              |              |
| Custodial Department                  | 22           | 22           |
| Maintenance Department                | 51           | 52           |
| Pupil Transportation:                 |              |              |
| Bus Drivers                           | 25.5         | 25.5         |
| Bus Aides                             | 4            | 4            |
| Mechanics                             | 2            | 2            |
| Transportation Support Staff          | 3            | 3            |
| Central:                              |              |              |
| Technology                            | 6            | 7            |
| Personnel                             | 3            | 4            |
| Extracurricular:                      |              |              |
| Athletic Department                   | 2            | 2            |
| Food Service Program:                 |              |              |
| Elementary                            | 9            | 9            |
| Middle                                | 6            | 6            |
| High School Cooks                     | 3.5          | 3.5          |
| Central                               | 4            | 4            |
| Adult Education/Community Service     |              |              |
| Preschool                             | 5            | 5            |
| Day Care                              | 8.5          | 8.5          |
| Totals                                | <u>671.0</u> | <u>668.0</u> |

**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee.

**EUCLID CITY SCHOOL DISTRICT  
FREE OR REDUCED LUNCH PROGRAM PERCENTAGES  
JUNE 30,2006**

---



---

| <u>School<br/>Year (1)</u> | <u>Students</u> | <u>Students<br/>Applicable<br/>for Free<br/>Lunch</u> | <u>Percentage<br/>of Applicable<br/>Students for<br/>the Free Lunch<br/>Program</u> | <u>Students<br/>Applicable<br/>for Reduced<br/>Lunch</u> | <u>Percentage<br/>of Applicable<br/>Students for<br/>the Reduced<br/>Lunch Program</u> | <u>Total Students<br/>Applicable for<br/>the Free<br/>and Reduced<br/>Lunch Programs</u> | <u>Total<br/>Percentage of<br/>Applicable<br/>Students<br/>for the Free<br/>and Reduced<br/>Programs</u> |
|----------------------------|-----------------|-------------------------------------------------------|-------------------------------------------------------------------------------------|----------------------------------------------------------|----------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------|
| 2006                       | 6,573           | 2,891                                                 | 43.71%                                                                              | 807                                                      | 12.20%                                                                                 | 3,698                                                                                    | 55.91%                                                                                                   |

**Source:** "Lunch MR 81 Report for October 2005" obtained from the Ohio Department of Education.  
(1) The latest information available.





**Mary Taylor, CPA**  
Auditor of State

**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  
MARCH 20, 2007**