

**FAIRFIELD CITY SCHOOL DISTRICT  
BUTLER COUNTY**

**SINGLE AUDIT**

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



**JIM PETRO**  
**AUDITOR OF STATE**  

---

**STATE OF OHIO**



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**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
JUNE 30, 1999**

Federal Program	Pass -Through Agency Awarding Number	CFDA #	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b><u>U.S. DEPARTMENT OF AGRICULTURE</u></b>						
<i>Passed Through Ohio Department of Education:</i>						
Food Distribution Program	nn-n1	10.550	\$0	\$91,208	\$0	\$109,153
Child Nutrition Cluster:						
School Breakfast	05-PU	10.553	19,302	0	19,302	0
School Lunch	04-PU	10.555	195,341	0	195,341	0
Total Child Nutrition Cluster			<u>214,643</u>	<u>0</u>	<u>214,643</u>	<u>0</u>
<b>Total U.S. Department of Agriculture</b>			<b><u>214,643</u></b>	<b><u>91,208</u></b>	<b><u>214,643</u></b>	<b><u>109,153</u></b>
<b><u>U.S. DEPARTMENT OF EDUCATION</u></b>						
Telecome ACT Grant (E-rate)	nn-n1	84.XXX	14,857	0	0	0
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster:						
Title VI-B	6B-SF	84.027	288,933	0	295,884	0
Preschool	PG-S1	84.173	13,182	0	13,182	0
Total Special Education Cluster			<u>302,115</u>	<u>0</u>	<u>309,066</u>	<u>0</u>
Title I	C1-S1	84.010	405,079	0	309,121	0
Title VI	C2-S1	84.298	35,831	0	37,755	0
Eisenhower Math/Science	MS-S1	84.281	3,521	0	10,131	0
Drug Free Schools Grant	DR-S1	84.186	51,664	0	42,031	0
Goals 2000	G2-S3	84.276	34,000	0	27,854	0
Dependent Care / Latchkey	DC-S1	93.673	(4,893)	0	110	0
<b>Total U.S. Department of Education</b>			<b><u>842,174</u></b>	<b><u>0</u></b>	<b><u>736,068</u></b>	<b><u>0</u></b>
<b>Totals</b>			<b><u>\$1,056,817</u></b>	<b><u>\$91,208</u></b>	<b><u>\$950,711</u></b>	<b><u>\$109,153</u></b>

*The accompanying notes to this schedule are an integral part of this schedule.*

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
JUNE 30, 1999**

**NOTE A – SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B – FOOD 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 grants. It is assumed federal monies are expended first. At June 30, 1999, the District had food commodities valued at \$23,992 in inventory.



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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE AND ON  
INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS**

Fairfield City School District  
Butler County  
211 Donald Drive  
Fairfield, Ohio 45014-3095

To the Board of Education:

We have audited the financial statements of the Fairfield City School District, Butler County, Ohio (the District) as of and for the fiscal year ended June 30, 1999, and have issued our report thereon dated December 15, 1999, wherein we noted that the District has changed its method of accounting for assets of its deferred compensation plan. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

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

However, we noted one other matter involving immaterial noncompliance that we have reported to the management of the District in a separate letter dated December 15, 1999.

**Internal Control Over Financial Reporting**

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

However, we noted other matters involving the internal control structure over financial reporting that do not require inclusion in this report that we have reported to the management of the District, in a separate letter dated December 15, 1999.

Fairfield City School District  
Butler County  
Report of Independent Accountants on Compliance and on  
Internal Control Required By *Government Auditing Standards*  
Page 2

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

A handwritten signature in black ink, appearing to read "Jim Petro", with a large, stylized flourish at the end.

**Jim Petro**  
Auditor of State

December 15, 1999





STATE OF OHIO  
OFFICE OF THE AUDITOR

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

Fairfield City School District  
Butler County  
211 Donald Drive  
Fairfield, Ohio 45014-3095

To the Board of Education:

**Compliance**

We have audited the compliance of the Fairfield City School District, Butler 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 are applicable to its major federal program for the fiscal year ended June 30, 1999. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. 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 generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

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

**Internal Control Over Compliance**

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

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

#### **Schedule of Federal Awards Expenditures**

We have audited the general purpose financial statements of the District as of and for the fiscal year ended June 30, 1999 and have issued our report thereon dated December 15, 1999, wherein we noted that the District has changed its method of accounting for assets of its deferred compensation plan. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

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



**Jim Petro**  
Auditor of State

December 15, 1999

**SCHEDULE OF FINDINGS**  
**OMB CIRCULAR A -133 § .505**  
**JUNE 30, 1999**

**1. SUMMARY OF AUDITOR'S RESULTS**

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

**SCHEDULE OF FINDINGS**  
**OMB CIRCULAR A -133 § .505**  
**JUNE 30, 1999**  
**(Continued)**

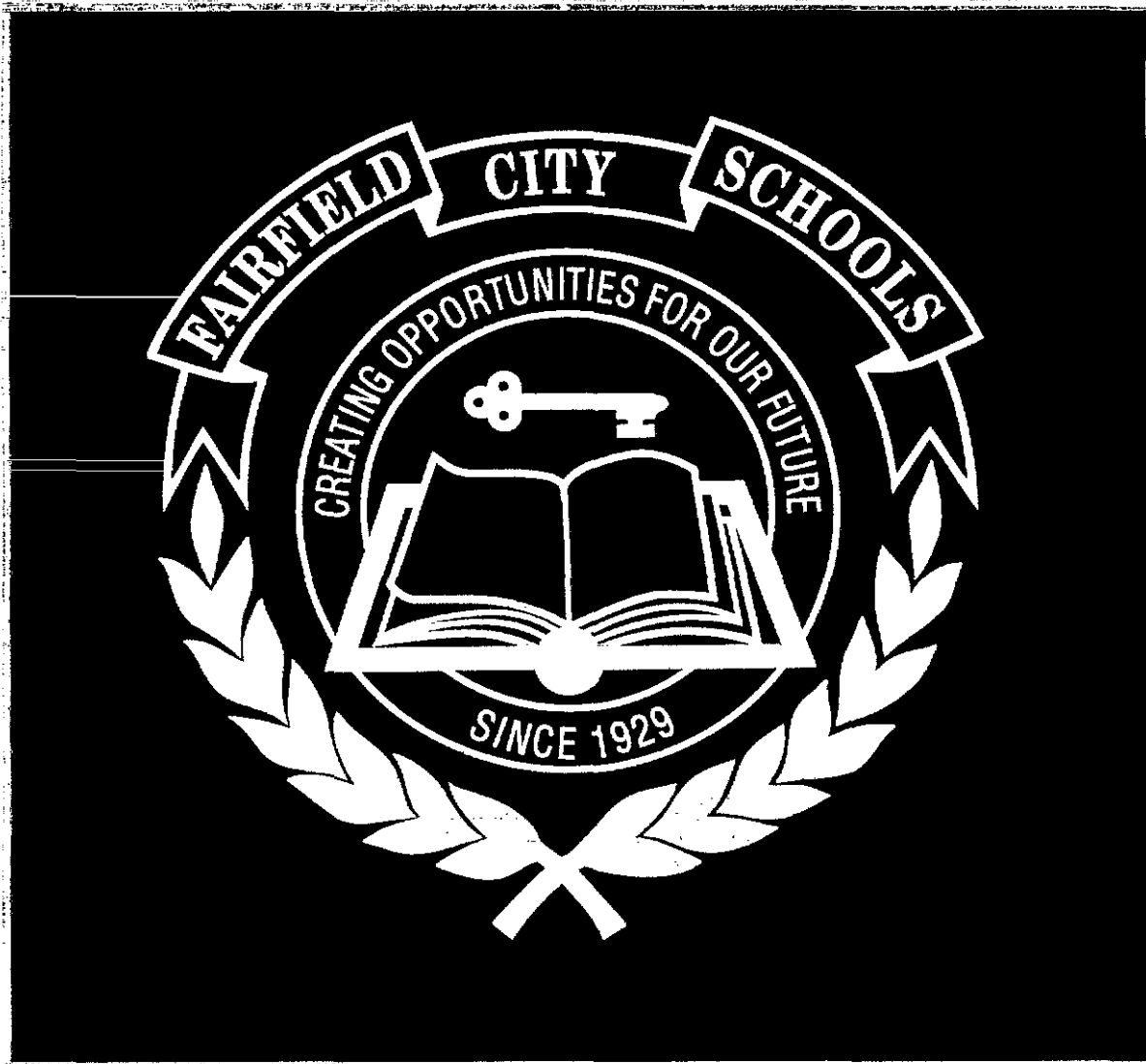
**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS  
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

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

None

*Comprehensive Annual  
Financial Report  
Fiscal Year Ended June 30, 1999*



***Fairfield City School District***  
***Fairfield, Ohio***

**Fairfield City School District  
Fairfield, Ohio**

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**Comprehensive Annual Financial Report  
for the Fiscal Year Ended June 30, 1999**

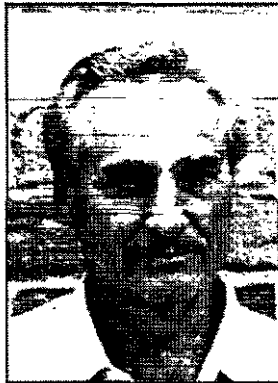
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**Prepared by:  
Office of the Treasurer  
Stephen L. Maag, Treasurer**

# *Fairfield City School District Board of Education*



*Maurice Godsey  
President*



*Ben Hubbard  
Vice President*



*Dr. Kay Crain  
Member*



*Anne Crone  
Member*



*Mike Oler  
Member*

## *Administrative Personnel*



*Charles F. Wiedenmann, PhD  
Superintendent*



*Stephen L. Maag  
Treasurer*

**Fairfield City School District  
Fairfield, Ohio**

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**Comprehensive Annual Financial Report  
for the Fiscal Year Ended June 30, 1999**

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**Prepared by:  
Office of the Treasurer  
Stephen L. Maag, Treasurer**



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# *Introductory Section*

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**FAIRFIELD CITY SCHOOL DISTRICT, OHIO  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 For the Fiscal Year Ended June 30, 1999**

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FAIRFIELD CITY SCHOOL DISTRICT, OHIO  
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FAIRFIELD CITY SCHOOL DISTRICT, OHIO  
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# Fairfield City Schools

211 Donald Drive • Fairfield, Ohio 45014-3095  
Phone (513) 829-6300 • Fax (513) 829-0148

Board of Education

KAY CRAIN, Ed.D.  
ANNE CRONE  
MAURICE A. GODSEY  
BEN HUBBARD  
MICHAEL OLER  
STEPHEN L. MAAG  
TREASURER

December 17, 1999

## TO THE CITIZENS AND BOARD OF EDUCATION OF THE FAIRFIELD CITY SCHOOL DISTRICT:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Fairfield City School District (District) for the fiscal year ended June 30, 1999. This report contains financial statements, supplemental statements, and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the District for the 1998-99 fiscal year. This report was prepared in conformance with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and is representative of the District's continuing commitment to provide financial information to the citizens of the Fairfield City School District.

Responsibility for the accuracy, completeness, and fairness of this report rests with the District and specifically, the Office of the Treasurer. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

This report has been divided into three sections:

The Introductory Section includes this transmittal letter, a list of principal officials, the District's organizational chart, and a map of the State of Ohio.

The Financial Section includes the unqualified opinion of our auditors, the general purpose financial statements, and the combining and individual fund and account group statements.

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



The District provides a full range of programs and services for its students and citizens. These include elementary and secondary course offerings at the general, vocational and college preparatory levels; as well as a broad range of co-curricular and extra-curricular activities to compliment the students' curricular program.

In addition to these general activities, the District acts as the fiscal agent for State funds distributed to non-public parochial schools located within the District boundaries. This activity is included in the District's reporting entity as a special revenue fund because the District has administrative involvement in the programs. The schools served are: Fairfield Educational Building, Hamilton-Middletown 7th Day Adventist, Lavalley, Sacred Heart and Cincinnati Christian. While these organizations are similar in operations and services provided, each are distinct and separate entities whose financial statements are not included in this report.

### **ECONOMIC CONDITION**

The District is located in Southwestern Ohio between the cities of Cincinnati and Dayton. The District is located in Butler County, Ohio, along the Interstate 75 corridor, which is one of the fastest growing areas in population and in job creation in the State of Ohio. In addition, new water and sewer construction has opened up vacant parcels for new residential and light industrial development in the district. Housing and per capita income levels are very favorable relative to the state with per capita income growth outpacing the state during the last census period.

The continued growth within the Fairfield City School District is evidenced by the amount of new construction over the past seven years. For 1999, the District had \$26,001,800 in new construction.

### **ORGANIZATION OF THE DISTRICT**

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

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

<u>Board Member</u>	<u>Term</u>	<u>Years on Board</u>
Mr. Michael Oler	1/1/98 - 12/31/01	9 - 1/2
Dr. Kay Crain	1/1/98 - 12/31/01	5 - 1/2
Mr. Maurice Godsey	1/1/98 - 12/31/01	5 - 1/2
Mrs. Anne Crone	1/1/96 - 12/31/99	3 - 1/2
Mr. Ben Hubbard	1/1/96 - 12/31/99	3 - 1/2

The Superintendent is the chief executive officer of the District and is responsible directly to the Board for all operations of the District. Dr. Charles Wiedenmann was initially appointed as Superintendent effective June 1, 1992, and received a three year contract effective August 1, 1992. The Board has extended his contract through July 31, 2001.

The Treasurer is the chief financial officer of the District and is directly responsible to the Board for all financial operations, investments, custody of all District funds and assets and serves as Secretary to the Board. Mr. Stephen L. Maag was appointed Treasurer effective April 26, 1999, and received a contract which expires at the Organizational meeting in January 2002.

## **THE DISTRICT AND ITS FACILITIES**

The District serves an area of 37.9 square miles, encompassing the City of Fairfield and Fairfield Township. The total District population has increased from 38,707 in 1980 to 49,373 in 1990 according to census information.

The District currently has 8,946 students enrolled in 1 kindergarten center, 5 elementary schools, 1 intermediate school, 1 middle school, 1 freshman school, and 1 comprehensive high school.

The District also operates a variety of other facilities, including: a central administration building, bus compound, and several sports fields.

In 1994, the District passed a 44.4 million dollar bond issue, which was used to build a new high school, a new elementary school and make additions to existing elementary schools.

## **EMPLOYEE RELATIONS**

The District has 948 full and part-time employees. This number has increased slightly over the past few years as various programs and services have been expanded to meet the changing needs of students and the community. There are two organizations representing the certificated and classified employees. The District's administrative employees are not currently represented.

The Fairfield Classroom Teachers Association (FCTA), an affiliate of the Ohio Education Association (OEA), represents all certificated employees of the District. On September 1, 1998, the FCTA and the District entered into a new three-year collective bargaining agreement on language, salary and fringe benefits issues, which expires on August 31, 2001.

Classified employees are represented by the Ohio Association of Public School Employees (OAPSE), an affiliate of the American Federation of State, County and Municipal Employees (AFSCME). There are four local chapters of OAPSE. Chapter 205 represents the bus drivers and chauffeurs. Chapter 378 represents clerks, secretaries, educational assistants, and data entry personnel. Chapter 568 represents cooks, custodians, crossing



guards, electricians, maintenance, and food service aides. Chapter 727 represents head cooks, head custodians, and the student route coordinator. Chapters 205, 378 and 568 negotiate as one unit, while Chapter 727 negotiates separately with the Board. The collective bargaining agreements with all four chapters expired June 30, 1999. On June 24, 1999 the District entered into a new three-year collective bargaining agreement with Chapter 727 that runs from July 1, 1999 through June 30, 2002. On August 19, 1999 the District entered into a new three-year collective bargaining agreement with Chapters 205, 378, and 568 that runs from July 1, 1999 through June 30, 2002. There have been no work stoppages in the District, and in the opinion of the Board of Education, labor relations with its employees are very good.

## **MAJOR INITIATIVES**

### Interest Based Bargaining

The District continues to utilize interest-based collective bargaining to negotiate master contracts with its four employee unions. There have now been two three-year master contracts successfully bargained with each union. The bargaining teams were trained and facilitated by Lou Manchise of the Federal Mediation and Conciliation Services. The district has been asked to present at the national Federal Mediation and Conciliation Services conference regarding its success with this process.

### Strategic Plan

The District's first 5-year Strategic Plan spanned the years 1994 through 1999. Securing adequate instructional facilities was the major focus of this plan, which was completed during the 1998-99 school year. A new Steering Committee made up of staff, parents, and community members has written the district's 2<sup>nd</sup> Strategic Plan, which will begin in January 2000. A Cinergy Corporation grant provided funding for the development of this plan, which focuses on increased student achievement through enhanced teaching and learning efforts.

### Curriculum Initiatives

The District continues to emphasize curriculum and instruction. During the 1998-99 school year, two additional master teachers were removed from the classroom and joined the two current instructional specialists to result in a four-person team which provides teacher leadership, curriculum development, and instructional support to the teaching staff. The District also added an Assistant Curriculum Supervisor with job responsibilities in the areas of intervention development and instructional support.

An alternative program was developed for the middle grades; working to keep potential dropouts from becoming further dismayed with schooling. An intervention program emphasizing critical thinking skills and math skills was added at the Intermediate School. The District continued to allocate in excess of \$500,000 for new textbooks, maps, and instructional materials to be used in the classroom.

### Permanent Improvement Levy

A five-year permanent improvement levy was scheduled to expire on December 31, 1997. The Board of Education first passed this levy in 1978 and has renewed it every five years since. The Board put the issue on the ballot in May 1998 and the community supported its continuation for another five years effective January 1, 1998. This levy (and its renewal) was critical to the district as it generates \$820,000 annually to be used exclusively for the maintenance and improvements to the district facilities. Expenditures from this levy could include boilers, roofs, buses, equipment, paving and any other maintenance or capital item.

### **FINANCIAL INFORMATION**

The District's accounting system is organized on a "fund" basis. Each fund and account group is a distinct, self-balancing entity. Records for general governmental operations are maintained on a cash basis system of accounting as prescribed by the Auditor of State. Cash basis accounting differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). GAAP, as more fully described in the notes to the financial statements, provides for a modified accrual basis of accounting for the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Fund, Expendable Trust Fund, and Agency Funds and for full accrual basis of accounting for all other funds.

### Internal Controls

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

### Single Audit Act

As a recipient of federal and state financial assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the District.

### Budgetary Controls

The District maintains its accounts, appropriations and other financial records in accordance with the procedures established and prescribed by the Auditor of State. The objective of these budgetary controls is to ensure compliance with legal provisions

embodied in the annual appropriation resolution approved by the Board of Education. Activities of all funds are included in the annual appropriation resolution. Budget deadlines may be established to allow for budget amendments prior to year-end. These final amendments allow actual amounts on the budgetary basis to agree with the adopted budget. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established by function and object of expenditure within an individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year end are carried forward to succeeding years and are not re-appropriated. As demonstrated by the statements and schedules included in the financial section of this report the District continues to meet its responsibility for sound financial management.

Governmental Funds

The following schedule presents a summary of the General Fund revenues for the Fiscal Year Ended June 30, 1999, and increases (decreases) from the Fiscal Year Ended June 30, 1998.

<u>Revenue by Source</u>	<u>1999 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease)</u>	<u>Increase (Decrease)</u>
Taxes	\$31,006,930	57.95%	\$5,777,264	22.70%
Interest Income	702,000	1.32%	39,984	6.04%
Tuition & Other Local	1,116,746	2.09%	465,691	71.53%
Intergovernmental	<u>20,681,845</u>	<u>38.64%</u>	<u>1,738,912</u>	9.18%
Total	<u>\$53,507,521</u>	<u>100.00%</u>	<u>\$8,021,851</u>	17.64%

The district had an increase in Taxes Revenue primarily due to a full year of collections of the 2 mill levy passed in November 1997. In addition, the district experienced significant new construction during the year.

Due to the change in the School Foundation formula calculations, tuition revenue from other districts significantly increased.

An increase in State funding for 1999 explains the significant increase in intergovernmental revenues.

The following schedule presents a summary of General Fund expenditures for the fiscal year ended June 30, 1999, and increases (decreases) from the Fiscal Year Ended June 30, 1998.

<u>Expenditure by Function</u>	<u>1999 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease)</u>	<u>Percent of Increase (Decrease)</u>
Instruction	\$25,987,542	56.73%	\$1,138,413	4.58%
Pupil Support	2,022,078	4.41%	928	0.05%
Instructional Staff	2,842,175	6.20%	84,536	3.07%
Board of Education	20,420	0.05%	9,667	89.90%
Administration	4,581,810	10.00%	397,279	9.49%
Fiscal	530,299	1.16%	79,612	17.66%
Business	509,330	1.11%	93,311	22.43%
Maintenance	5,271,078	11.51%	259,946	5.19%
Transportation	2,805,811	6.12%	(231,721)	(7.63)%
Central	40,956	0.09%	(34,722)	(45.88)%
Extracurricular	972,824	2.12%	57,851	6.32%
Capital Outlay	114,123	0.25%	114,123	100.00%
Debt	<u>114,431</u>	<u>0.25%</u>	<u>(684,297)</u>	<u>(85.67)%</u>
Total	<u>\$45,812,877</u>	<u>100.00%</u>	<u>\$1,284,926</u>	<u>2.89%</u>

All expenditure accounts except debt, reflect a modest 3% to 3.5% salary increase during 1999 as a result of employee raises.

Instruction expenditures increased as result of the addition of two instructional specialist positions, along with spending on textbooks and instructional supplies.

Board of Education, administration, maintenance, transportation and central experienced increases / (decreases) due to the reclassification of expenditure cost codes.

Debt expenditures decreased as a result of reporting only the principal and interest payments associated with capital leases for the general fund. All other General Fund debt is properly reported in the Debt Service Fund.

Significant activity in the major funds of each Governmental Fund Type is highlighted below:

### General Fund

During fiscal year 1999 revenues were \$53,507,521 and expenditures were \$45,812,877. This was primarily due to a full year of collections of the 2 mill levy passed in November 1997, increases in State funding and conservative budgeting by the district. This allowed us to improve the fund balance.

### Special Revenue Funds

Special Revenue Funds account for certain revenue sources restricted by law or other formal actions to be expended for a specific purpose. The sources are

primarily grants and entitlements.

#### Debt Service Funds

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest and related cost, and for the payment of interest on general obligation notes payable, as required by Ohio Law.

#### Capital Projects Funds

The Capital Projects Funds are used to account for the purchase of equipment and the financing of major improvement projects as well as the new building project. District Capital Projects Funds ended the fiscal year with a balance of \$344,641. This balance will be used for the completion of construction and renovation projects as well as major maintenance projects.

#### Fiduciary Funds

Trust and Agency Funds require a fiduciary relationship in their management by the District. The Trust Fund currently carried on the records of the District represents an Expendable Trust, which receives interest and is used for any purpose. Agency Funds utilized by the District include a Student Activities Fund, and an Unclaimed Monies Fund.

#### Enterprise Funds

The District's Enterprise Funds are Food Service, Uniform School Supply, Eagle Grant, and Latchkey. These funds are similar in nature to profit making activities found in the private sector and are managed accordingly. District Enterprise Funds operated in 1999 with \$2,498,230 in revenues and recorded a net loss of \$1,954. School lunch prices were not increased, therefore expenditures exceeded revenues. The General Fund temporarily supplements the Food Service Fund until revenues are in line with expenditures.

#### Internal Service Fund

The Internal Service Fund represents the rotary accounts for each school. During fiscal 1999, the Internal Service Fund showed a net loss of \$44,070.

#### Debt Administration

The District had five debt issues outstanding at June 30, 1999. Two were used to finance major construction in prior years and two bond issues are being used to finance the current building project. Outstanding general obligation bond debt at June 30, 1999 was in the amount of \$48,247,814.

### Cash Management

The District's cash management program addresses the issues of safety, liquidity and yield while maximizing returns. The District utilizes the Star Ohio program investment pool operated by the Treasurer of State, J. Kenneth Blackwell, for ready cash and yield. Interest earned for all funds during the fiscal year was \$708,711. The District's investment policy does not allow for derivative type investments, interest only investments or reverse repurchase agreements. The District has never invested in these types of instruments.

### Risk Management

The District continues to protect its assets through a comprehensive insurance program. A schedule of insurance in force at June 30, 1999 is included in the Notes to the Financial Statements.

## **OTHER INFORMATION**

Awards:

### **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 District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1998. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports 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 our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

### **Certificate of Excellence**

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence on Financial Reporting for the fiscal year ended June 30, 1998, to the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 1998, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Management believes the Comprehensive Annual Financial Report for the fiscal year ended June 30, 1999, will

again conform to ASBO's principles and standards as well, and will be submitted to ASBO for review.

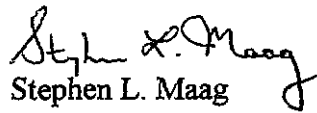
Independent Audit


The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. The State Auditor's Office performed the audit for the fiscal year ended June 30, 1999. The auditor's unqualified opinion rendered on the District's general purpose financial statements is included in the financial section of this Comprehensive Annual Financial Report.

Acknowledgments

The preparation of this report was made possible by the dedication and efforts of the entire staff of the Treasurer's Office. In addition, the cover and photo work was designed by Audrey Elder, School & Community Relations Coordinator. Finally, the support and commitment to excellence by the Fairfield Board of Education and the citizens of the District was vital to the successful issuance of this report and the continuing efforts being made to improve our financial management and reporting.

Sincerely,

  
Stephen L. Maag  
Treasurer

  
Dr. Charles Wiedenmann  
Superintendent

FAIRFIELD CITY SCHOOL DISTRICT, OHIO  
LIST OF PRINCIPAL OFFICIALS  
June 30, 1999

BOARD OF EDUCATION

---

President .....	Maurice Godsey
Vice President .....	Ben Hubbard
Board Member .....	Dr. Kay Crain
Board Member .....	Anne Crone
Board Member .....	Michael Oler

ADMINISTRATIVE OFFICIALS

---

Superintendent .....	Dr. Charles Wiedenmann
Treasurer .....	Stephen L. Maag
Assistant Superintendent (Certificated Personnel) .....	Catherine Milligan
Administrative Assistant For Business (Classified Personnel) .....	John Pennell



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fairfield City School  
District, Ohio

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

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



*Douglas R. Ellaworth*  
President

*Jeffrey L. Esler*  
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**FAIRFIELD CITY SCHOOL DISTRICT**

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 1998

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

*Blair A. Rankin*  
President

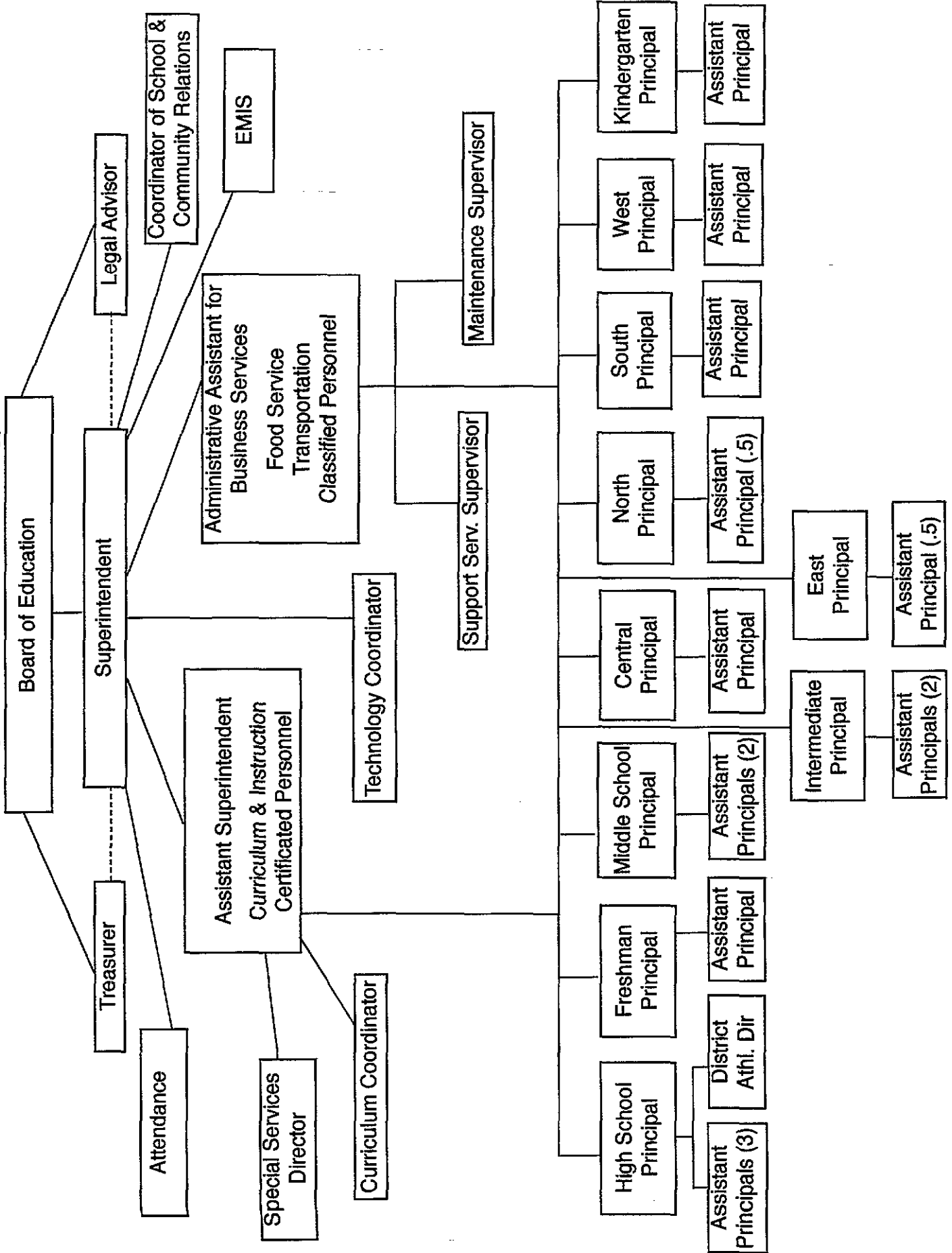
*Don H. King*  
Executive Director

# Fairfield City School District, Ohio

## State of Ohio Map



# Fairfield Administrative Staff

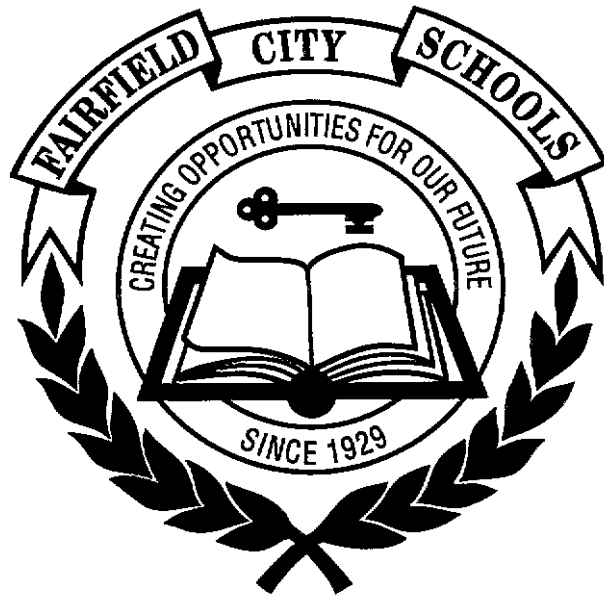


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# *Financial Section*

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STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

250 West Court Street  
Suite 150 E  
Cincinnati, Ohio 45202  
Telephone 513-361-8550  
800-368-7419  
Facsimile 513-361-8577  
www.auditor.state.oh.us

## REPORT OF INDEPENDENT ACCOUNTANTS

Fairfield City School District  
Butler County  
211 Donald Drive  
Fairfield, OH 45014-3095

To the Board of Education:

We have audited the accompanying general purpose financial statements of Fairfield City School District, Butler County, Ohio (the District), as of and for the fiscal year ended June 30, 1999, as listed in the table of contents. These general purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

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

As described in Note 12 to the accompanying general purpose financial statements, the District changed its method of accounting for plan assets of its deferred compensation plan.

In accordance with *Government Auditing Standards*, we will issue a report 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 grants.

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

Fairfield City School District

We did not audit the data included in the introductory and statistical sections of this report and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is stylized with a large, looping initial "J" and a long horizontal stroke extending to the right.

**Jim Petro**  
Auditor of State

December 15, 1999



## **GENERAL PURPOSE FINANCIAL STATEMENTS**

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The general purpose financial statements of the District include the basic combined financial statements, presented by fund type and account group, and notes to the financial statements that are essential to the fair presentation of financial position, results of operations and cash flows.

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**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Combined Balance Sheet  
 All Fund Types and Account Groups  
 June 30, 1999

**GOVERNMENTAL FUND TYPES**

	General	Special Revenue	Debt Service	Capital Projects
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$5,455,040	\$808,268	\$690,937	\$2,236,174
Restricted equity in pooled cash and cash equivalents	1,010,299	0	0	0
Receivables:				
Taxes	27,044,569	0	2,854,580	689,409
Accounts	11,798	2,210	0	12,318
Intergovernmental	0	537	0	0
Accrued interest	47,945	0	0	0
Interfund receivable	37,000	0	0	0
Inventory held for resale	0	0	0	0
Fixed assets (net, where applicable, of accumulated depreciation)	0	0	0	0
<b>Other debits</b>				
Amount available in debt service fund for retirement of general obligation bonds	0	0	0	0
Amount to be provided from general government resources	0	0	0	0
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>33,606,651</b>	<b>811,015</b>	<b>3,545,517</b>	<b>2,937,901</b>
<b>LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>				
<b>Liabilities</b>				
Accounts payable	98,823	64,877	0	90,268
Accrued wages and benefits	4,874,259	102,487	0	0
Compensated absences payable	258,738	22,574	0	0
Accrued interest payable	0	0	0	42,015
Interfund payable	0	24,000	0	0
Due to others	0	0	0	0
Deferred revenue	19,768,269	0	2,070,608	510,977
Due to students	0	0	0	0
Capital leases payable	0	0	0	0
General obligation notes payable	0	0	0	1,950,000
General obligation bonds payable	0	0	0	0
<b>TOTAL LIABILITIES</b>	<b>25,000,089</b>	<b>213,938</b>	<b>2,070,608</b>	<b>2,593,260</b>
<b>Fund equity and other credits:</b>				
Investment in general fixed assets	0	0	0	0
Retained earnings:				
Unreserved	0	0	0	0
Contributed capital	0	0	0	0
Fund balances:				
Reserved:				
Reserved for property taxes	7,260,430	0	783,972	178,432
Reserved for encumbrances	430,248	134,833	0	555,957
Reserved for set-asides	1,010,299	0	0	0
Unreserved:				
Undesignated	(94,415)	462,244	690,937	(389,748)
<b>Total fund equity and other credits</b>	<b>8,606,562</b>	<b>597,077</b>	<b>1,474,909</b>	<b>344,641</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$33,606,651</b>	<b>\$811,015</b>	<b>\$3,545,517</b>	<b>\$2,937,901</b>

See accompanying notes

PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUPS			Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations		
\$530,668	\$0	\$132,761	\$0	\$0	\$9,853,848	
0	0	0	0	0	1,010,299	
0	0	0	0	0	30,588,558	
7,524	0	50	0	0	33,900	
35,934	0	0	0	0	36,471	
0	0	0	0	0	47,945	
0	0	0	0	0	37,000	
43,905	0	0	0	0	43,905	
435,421	0	0	84,296,088	0	84,731,509	
0	0	0	0	1,474,909	1,474,909	
0	0	0	0	52,700,248	52,700,248	
<u>1,053,452</u>	<u>0</u>	<u>132,811</u>	<u>84,296,088</u>	<u>54,175,157</u>	<u>180,558,592</u>	
17,968	0	6,011	0	0	277,947	
125,518	0	0	0	339,533	5,441,797	
91,975	0	0	0	5,223,301	5,596,588	
0	0	0	0	0	42,015	
13,000	0	0	0	0	37,000	
0	0	8,099	0	0	8,099	
23,992	0	0	0	0	22,373,846	
0	0	112,063	0	0	112,063	
11,589	0	0	0	364,509	376,098	
0	0	0	0	0	1,950,000	
0	0	0	0	48,247,814	48,247,814	
<u>284,042</u>	<u>0</u>	<u>126,173</u>	<u>0</u>	<u>54,175,157</u>	<u>84,463,267</u>	
0	0	0	84,296,088	0	84,296,088	
(433,006)	0	0	0	0	(433,006)	
1,202,416	0	0	0	0	1,202,416	
0	0	0	0	0	8,222,834	
0	0	0	0	0	1,121,038	
0	0	0	0	0	1,010,299	
<u>0</u>	<u>0</u>	<u>6,638</u>	<u>0</u>	<u>0</u>	<u>675,656</u>	
<u>769,410</u>	<u>0</u>	<u>6,638</u>	<u>84,296,088</u>	<u>0</u>	<u>96,095,325</u>	
<u>\$1,053,452</u>	<u>\$0</u>	<u>\$132,811</u>	<u>\$84,296,088</u>	<u>\$54,175,157</u>	<u>\$180,558,592</u>	

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Combined Statement of Revenues, Expenditures**  
**And Changes in Fund Balances**  
**All Governmental Fund Types and Expendable Trust Fund**  
**For The Fiscal Year Ended June 30, 1999**

	GOVERNMENTAL FUND TYPES			
	General	Special Revenue	Debt Service	Capital Projects
<b>Revenues:</b>				
Taxes	\$31,006,930	\$0	\$2,908,006	\$847,958
Intergovernmental	20,681,845	1,491,309	283,402	137,464
Investment revenue	702,000	6,139	0	487
Tuition and fees	470,788	0	0	0
Extracurricular activities	0	203,277	0	0
Other revenues	645,958	561,525	0	120,923
<b>Total revenues</b>	<b>53,507,521</b>	<b>2,262,230</b>	<b>3,191,408</b>	<b>1,106,832</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	22,606,303	87,136	0	0
Special	2,782,050	412,281	0	0
Other	599,189	21,331	0	940,540
<b>Support services:</b>				
Pupil	2,022,078	293,156	0	2,285
Instructional staff	2,842,175	313,186	0	0
Board of education	20,420	0	0	0
Administration	4,581,810	51,814	0	0
Fiscal	530,299	0	0	0
Business	509,330	25,607	0	0
Operations and maintenance	5,271,078	0	0	0
Pupil transportation	2,805,811	0	0	16,188
Central	40,956	456	0	0
<b>Operation of non-instructional services</b>				
Extracurricular activities	0	380,091	0	0
Capital outlay	972,824	306,663	0	0
Debt service:	114,123	0	0	2,754,474
Principal retirement	94,099	0	892,000	0
Interest and fiscal charges	20,332	0	3,047,730	42,015
<b>Total expenditures</b>	<b>45,812,877</b>	<b>1,891,721</b>	<b>3,939,730</b>	<b>3,755,502</b>
<b>Excess of revenues over (under) expenditures</b>	<b>7,694,644</b>	<b>370,529</b>	<b>(748,322)</b>	<b>(2,648,670)</b>
<b>Other financing sources (uses):</b>				
Proceeds of sale of fixed assets	21,117	0	0	209,808
Proceeds of capital leases	114,123	0	0	0
Refund of prior year expenditures	0	0	0	0
Operating transfers in	1,572,306	0	1,918,761	0
Operating transfers (out)	(2,285,067)	0	(1,206,000)	0
Advances in	0	0	0	0
Advances (out)	0	0	0	0
Refund of prior year receipts	0	0	0	0
<b>Total other financing sources (uses)</b>	<b>(577,521)</b>	<b>0</b>	<b>712,761</b>	<b>209,808</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>7,117,123</b>	<b>370,529</b>	<b>(35,561)</b>	<b>(2,438,862)</b>
<b>Fund balance, July 1</b>	<b>1,469,439</b>	<b>226,548</b>	<b>1,510,470</b>	<b>2,783,503</b>
<b>Fund balance, June 30</b>	<b>\$8,606,562</b>	<b>\$597,077</b>	<b>\$1,474,909</b>	<b>\$344,641</b>

See accompanying notes

FIDUCIARY  
FUND TYPE

Expendable Trust	Totals (Memorandum Only)
\$0	\$34,762,894
0	22,594,020
85	708,711
0	470,788
0	203,277
7,084	1,335,490
<u>7,169</u>	<u>60,075,180</u>
897	22,694,336
0	3,194,331
32	1,561,092
1,024	2,318,543
0	3,155,361
0	20,420
0	4,633,524
0	530,299
0	534,937
0	5,271,078
0	2,821,999
6,940	48,352
0	380,091
0	1,279,487
0	2,868,597
0	986,099
0	3,110,077
<u>8,893</u>	<u>55,408,723</u>
<u>(1,724)</u>	<u>4,666,457</u>
0	230,925
0	114,123
0	0
0	3,491,067
0	(3,491,067)
0	0
0	0
0	0
<u>0</u>	<u>345,048</u>
(1,724)	5,011,505
8,362	6,018,322
<u>6,638</u>	<u>\$11,029,827</u>

**FAIRFIELD CITY SCHOOL DISTRICT**

Combined Statement of Revenues, Expenditures  
And Changes in Fund Balances  
Budget and Actual (Non-GAAP Budgetary Basis)  
All Governmental Fund Types  
For The Fiscal Year Ended June 30, 1999

	General			Special Revenue		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$25,737,356	\$26,625,661	\$888,305	\$0	\$0	\$0
Intergovernmental	20,254,427	20,681,845	427,418	1,797,320	1,530,771	(266,549)
Interest	650,000	715,440	65,440	6,648	6,648	0
Tuition & fees	80,000	490,343	410,343	0	0	0
Extracurricular activities	0	0	0	246,690	208,882	(37,808)
Other revenues	643,988	617,598	(26,390)	546,216	559,393	13,177
<b>Total revenues</b>	<b>47,365,771</b>	<b>49,130,887</b>	<b>1,765,116</b>	<b>2,596,874</b>	<b>2,305,694</b>	<b>(291,180)</b>
<b>Expenditures:</b>						
<b>Current:</b>						
<b>Instruction:</b>						
Regular	22,969,072	22,527,706	441,366	223,547	111,292	112,255
Special	2,745,546	2,744,979	567	527,798	408,411	119,387
Other	616,219	615,667	552	0	0	0
<b>Support services</b>						
Pupil	2,203,365	2,022,907	180,458	357,608	304,721	52,887
Instructional staff	3,144,571	3,089,622	54,949	375,272	323,301	51,971
Board of Education	30,837	20,420	10,417	0	0	0
Administration	4,648,071	4,557,253	90,818	71,343	59,224	12,119
Fiscal	561,882	538,022	23,860	0	0	0
Business	603,268	548,882	54,386	26,587	26,234	353
Operation and maintenance	5,386,423	5,308,359	78,064	0	0	0
Pupil transportation	2,986,650	2,949,003	37,647	1,350	0	1,350
Central	86,080	42,987	43,093	900	774	126
Operation of Non-Instructional services	178	0	178	552,487	483,891	68,596
Extracurricular activities	954,547	953,950	597	372,553	323,633	48,920
Capital outlay	0	0	0	0	0	0
<b>Debt Service:</b>						
Principal retirement	0	0	0	0	0	0
Interest and fiscal charges	0	0	0	0	0	0
<b>Total expenditures</b>	<b>46,936,709</b>	<b>45,919,757</b>	<b>1,016,952</b>	<b>2,509,445</b>	<b>2,041,481</b>	<b>467,964</b>
<b>Excess of revenues over (under) expenditures</b>	<b>429,062</b>	<b>3,211,130</b>	<b>2,782,068</b>	<b>87,429</b>	<b>264,213</b>	<b>176,784</b>
<b>Other financing sources (uses):</b>						
Proceeds of notes	1,206,000	1,206,000	0	0	0	0
Proceeds from sale of fixed assets	0	21,117	21,117	0	0	0
Refund of prior year expenditures	0	23,484	23,484	0	0	0
Refund of prior year receipts	0	0	0	(20,691)	(20,691)	0
Operating transfers in	800,000	1,166,811	366,811	209,701	215,976	6,275
Operating transfers out	(3,518,760)	(2,415,045)	1,103,715	(215,976)	(215,976)	0
Advances in	226,924	226,923	(1)	0	24,000	24,000
Advances (out)	(200,000)	(37,000)	163,000	(26,877)	(26,877)	0
<b>Total other financing sources (uses)</b>	<b>(1,485,836)</b>	<b>192,290</b>	<b>1,678,126</b>	<b>(53,843)</b>	<b>(23,568)</b>	<b>30,275</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(1,056,774)</b>	<b>3,403,420</b>	<b>4,460,194</b>	<b>33,586</b>	<b>240,645</b>	<b>207,059</b>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	<b>2,557,353</b>	<b>2,557,353</b>	<b>0</b>	<b>367,908</b>	<b>367,908</b>	<b>0</b>
<b>Fund balance, June 30</b>	<b>\$1,500,579</b>	<b>\$5,960,773</b>	<b>\$4,460,194</b>	<b>\$401,494</b>	<b>\$608,553</b>	<b>\$207,059</b>

See accompanying notes

Debt Service			Capital Projects		
Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
\$2,126,382	\$2,381,587	\$255,205	\$697,300	\$738,826	\$41,526
241,090	283,402	42,312	359,690	137,463	(222,227)
0	0	0	0	487	487
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	21,200	68,413	47,213
<u>2,367,472</u>	<u>2,664,989</u>	<u>297,517</u>	<u>1,078,190</u>	<u>945,189</u>	<u>(133,001)</u>

0	0	0	1,075,392	943,410	131,982
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	215,000	2,285	212,715
0	0	0	1,000	0	1,000
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	267,202	17,202	250,000
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	4,271,586	3,420,431	851,155
2,098,000	2,098,000	0	0	0	0
3,047,730	3,047,730	0	0	0	0
<u>5,145,730</u>	<u>5,145,730</u>	<u>0</u>	<u>5,830,180</u>	<u>4,383,328</u>	<u>1,446,852</u>
<u>(2,778,258)</u>	<u>(2,480,741)</u>	<u>297,517</u>	<u>(4,751,990)</u>	<u>(3,438,139)</u>	<u>1,313,851</u>

0	0	0	1,950,000	1,950,000	0
0	0	0	200,000	200,000	0
0	0	0	50,000	50,000	0
0	0	0	0	0	0
1,918,760	1,248,234	(670,526)	0	0	0
0	0	0	0	0	0
0	0	0	1,500	0	(1,500)
0	0	0	(200,000)	(200,000)	0
<u>1,918,760</u>	<u>1,248,234</u>	<u>(670,526)</u>	<u>2,001,500</u>	<u>2,000,000</u>	<u>(1,500)</u>
(859,498)	(1,232,507)	(373,009)	(2,750,490)	(1,438,139)	1,312,351
1,923,442	1,923,442	0	3,031,168	3,031,168	0
<u>\$1,063,944</u>	<u>\$690,935</u>	<u>(\$373,009)</u>	<u>\$280,678</u>	<u>\$1,593,029</u>	<u>\$1,312,351</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Combined Statement of Revenues, Expenses  
 And Changes in Retained Earnings  
 All Proprietary Fund Types  
 For The Fiscal Year Ended June 30, 1999

	PROPRIETARY FUND TYPES		Totals (Memorandum Only)
	Enterprise	Internal Service	
Operating revenues:			
Tuition and fees	\$480,384	\$0	\$480,384
Sales	1,364,105	0	1,364,105
Charges for services	653,741	0	653,741
Donations	0	18,511	18,511
Total revenues	<u>2,498,230</u>	<u>18,511</u>	<u>2,516,741</u>
Operating expenses:			
Salaries and wages	1,029,973	0	1,029,973
Fringe benefits	226,844	0	226,844
Purchased services	108,311	0	108,311
Materials and supplies	1,319,275	299	1,319,574
Depreciation	154,458	0	154,458
Other operating expenses	12,966	62,282	75,248
Total operating expenses	<u>2,851,827</u>	<u>62,581</u>	<u>2,914,408</u>
Operating income (loss)	<u>(353,597)</u>	<u>(44,070)</u>	<u>(397,667)</u>
Non-operating revenues (expenses):			
Federal donated commodities	109,153	0	109,153
Operating grants	247,798	0	247,798
Interest revenue	598	0	598
Interest expense	(1,998)	0	(1,998)
Loss on sale on sale of fixed assets	(18,668)	0	(18,668)
Total non-operating revenues	<u>336,883</u>	<u>0</u>	<u>336,883</u>
Income (loss)	(16,714)	(44,070)	(60,784)
Retained Earnings, July 1	(416,292)	44,070	(372,222)
Retained Earnings, June 30.	<u>(\$433,006)</u>	<u>\$0</u>	<u>(\$433,006)</u>

See accompanying notes



**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Combined Statement Of Cash Flows

All Proprietary Fund Types

For The Fiscal Year Ended June 30, 1999

	PROPRIETARY FUND TYPES		Totals
	Enterprise	Internal Service	(Memorandum Only)
<b>Cash flows from operating activities:</b>			
Cash received from tuition and fees	\$486,562	\$0	\$486,562
Cash received from charges for services	649,904	0	649,904
Cash received from sales	1,374,458	0	1,374,458
Cash received from miscellaneous sources	0	18,511	18,511
Cash payments to suppliers for goods and services	(106,766)	(299)	(107,065)
Cash payments to employees for services	(1,246,707)	0	(1,246,707)
Cash payments for other operating expenses	(1,216,847)	(66,959)	(1,283,806)
<b>Net cash provided by (used for) operating activities</b>	<b>(59,396)</b>	<b>(48,747)</b>	<b>(108,143)</b>
<b>Cash flows from noncapital financing activities:</b>			
Cash payments to other funds	0	(46)	(46)
Operating grants received	253,743	0	253,743
Cash received from other funds	13,000	0	13,000
<b>Net cash provided by noncapital financing activities</b>	<b>266,743</b>	<b>(46)</b>	<b>266,697</b>
<b>Cash flows from capital and related financing activities</b>			
Acquisition of capital assets	(33,126)	0	(33,126)
<b>Net cash used for capital and related financing activities</b>	<b>(33,126)</b>	<b>0</b>	<b>(33,126)</b>
<b>Cash flows from investing activities:</b>			
Interest on investments	598	0	598
<b>Net cash provided by investing activities</b>	<b>598</b>	<b>0</b>	<b>598</b>
<b>Net increase in cash and cash equivalents</b>	<b>174,819</b>	<b>(48,793)</b>	<b>126,026</b>
Cash and cash equivalents, July 1	355,849	48,793	404,642
<b>Cash and cash equivalents, June 30</b>	<b>\$530,668</b>	<b>\$0</b>	<b>\$530,668</b>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Combined Statement Of Cash Flows

All Proprietary Fund Types

For The Fiscal Year Ended June 30, 1999

	PROPRIETARY FUND TYPES		Totals (Memorandum Only)
	Enterprise	Internal Service	
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	<u>(\$353,597)</u>	<u>(\$44,070)</u>	<u>(\$397,667)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	154,458	0	154,458
Donated commodities used	109,153	0	109,153
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	33,805	270	34,075
(Increase) decrease in inventory held for resale	(43,905)	0	(43,905)
(Increase) decrease in materials and supplies inventory	38,149	0	38,149
Increase (decrease) in accounts payable	(9,570)	0	(9,570)
Increase (decrease) in claims payable	0	(4,947)	(4,947)
Increase (decrease) in accrued wages and benefits	(17,351)	0	(17,351)
Increase (decrease) in compensated absences	27,461	0	27,461
Increase (decrease) in deferred revenue	6,537	0	6,537
Increase (decrease) in capital lease payable	(4,536)	0	(4,536)
Total Adjustments	<u>294,201</u>	<u>(4,677)</u>	<u>289,524</u>
Net cash provided by (used for) operating activities	<u>(\$59,396)</u>	<u>(\$48,747)</u>	<u>(\$108,143)</u>
Non cash transactions-enterprise fund			
Non cash donation of investment held for resale-food service			\$109,153

See accompanying notes

## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

### FAIRFIELD CITY SCHOOL DISTRICT, OHIO

June 30, 1999

#### NOTE 1--DESCRIPTION OF THE DISTRICT

The Fairfield City School District operates under current 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.

The District operates under a locally elected five member Board form of government and provides educational services as authorized by its charter or further mandated by state and/or federal agencies. This Board controls the District's instructional and support facilities staffed by 394 non-certificated personnel and 554 certificated full time teaching and administrative personnel to provide services to students and other community members.

The District is the 24th largest in the State of Ohio (among 612 Districts) in terms of enrollment and the 4th largest in Butler County. It currently operates 1 kindergarten center, 5 elementary schools (serving grades 1 - 4), 1 intermediate school (serving grades 5-6), 1 middle school (serving grades 7 - 8), 1 freshman school (serving grade 9), and 1 comprehensive high school (serving grades 10 - 12).

#### 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's significant accounting policies are described below.

#### THE REPORTING ENTITY

For financial reporting purposes, the District's financial statements include all funds and account groups of the primary government (i.e. the District). Potential components were considered for inclusion in the financial statements. Generally, component units are legally separate organizations for which the elected officials of the primary government (i.e. the District) are financially accountable.

There are no component units included in the financial statements of the District.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

BASIS OF PRESENTATION - FUND ACCOUNTING

The accounts of the District are maintained on the basis of fund and account groups, each of which is considered a separate accounting entity. The operation of each fund is accounted for within a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. The following fund types and account groups are used by the District:

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

General Fund

The General Fund is the general operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trust, or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Fund

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

Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and equipment (other than those financed by Proprietary Funds).

## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

### NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

Proprietary Funds - Proprietary Funds are used to account for the District's ongoing activities which are similar to those most often found in the private sector. In accordance with GASB Statement 20, the District has chosen to follow all GASB pronouncements as well as Financial Accounting Standards Board pronouncements and Accounting Principles Board Opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The following are the District's Proprietary Fund Types:

#### Enterprise Funds

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

#### Internal Service Funds

Internal Service Funds are used to 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 governments, on a cost reimbursement basis.

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

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

## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

### NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

#### General Fixed Assets Account Group

This group of accounts is established to account for all fixed assets of the District, other than those accounted for in Proprietary Funds and Trust Funds.

#### General Long Term Obligations Account Group

This group of accounts is established to account for all long-term obligations of the District, except those accounted for in Proprietary Funds and Trust Funds.

### MEASUREMENT FOCUS/BASIS OF ACCOUNTING

*Measurement Focus:* Governmental Fund Types and Expendable Trust Funds are accounted for on a spending, or "current financial resources," measurement focus. Governmental Fund Types and Expendable Trust Funds operating statements represent increases and decreases in net current assets. Their reported fund balances are considered a measure of available spendable resources.

Proprietary Fund Types are accounted for on a cost of services, or "economic resources," measurement focus. Proprietary Fund Types income statements represent increases and decreases in net total assets.

*Basis of Accounting:* The modified accrual basis of accounting is followed for Governmental, Expendable Trust and Agency Funds. Under this basis of accounting revenues are recognized when they become both measurable and available to finance expenditures for the current period, which for the District is 60 days after fiscal year end. Revenue accrued at the end of the fiscal year included property taxes available for advance, interest, tuition, and state and federal grants. Accrued property taxes receivable represents real property, personal property, and public utility taxes, which became measurable as of the current year-end. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. Expenditures are recognized in the period in which the related fund liability is incurred, except principal and interest on long-term debt which is recorded when due.

## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

### NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

Proprietary Funds are accounted for on the accrual basis of accounting. Revenues are recognized in the period earned and expenses are recognized in the period incurred.

#### BUDGETARY DATA

*Budgetary Basis of Accounting:* The District's budgetary process accounts for certain transactions on a basis other than GAAP. The major differences between the budgetary basis and the GAAP basis are:

Revenues are recorded when received in cash (budgetary) as opposed to when susceptible to accrual (GAAP).

Expenditures are recorded when encumbered, or paid in cash (budgetary), as opposed to when susceptible to accrual (GAAP).

The actual results of operations, compared to the final appropriation, which includes amendments to the original appropriation, for each fund type by expenditure function and revenue by source are presented in the *Combined Statement of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual (Non-GAAP Budgetary Basis)*. The reserve for encumbrances is carried forward as part of the budgetary authority for the next year and is included in the revised budget amounts shown in the budget to actual comparisons.

The District adopts an annual budget for all governmental fund types as required by Law. The specific timetable is as follows:

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

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

## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

### NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

Prior to March 15, the Board of Education accepts by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to June 30, the 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 a basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered balances from the preceding year as reported by the District Treasurer. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statement reflect the amounts set forth in the final Amended Certificate.

By July 1, annual appropriation resolution is legally enacted by the Board of Education at the fund, function, and object level of expenditures, which are the legal levels of budgetary control. (State statute permits a temporary appropriation to be effective until no later than October 1 of each year.) Resolution appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals.

Any revisions that alter the total of any fund appropriation, or alter total function appropriations within a fund, or alter object appropriations within functions must be approved by the Board of Education.

Formal budgetary integration is employed as a management control device during the year for all funds consistent with statutory provisions. All departments/functions and funds completed the year within the amount of their legally authorized appropriation.

Appropriation amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations which either reallocated or increased the original appropriated amounts. All supplemental appropriations were legally enacted by the Board during the fiscal year.

Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be reappropriated. Expenditures plus encumbrances may not legally exceed budgeted appropriations at the fund, function and/or object level.



## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

### NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

Budget deadlines may be established to allow for budget amendments prior to year-end. These final amendments allow actual amounts on the budgetary basis to agree with the adopted budget. While final amendments were made to estimated revenues, such changes were not reflected in the budgetary statements because they lacked approval by the budget commission. The original appropriation measure was amended by insignificant amounts during the year.

#### ENCUMBRANCES

Encumbrance accounting is utilized by District funds in the normal course of operations for purchase orders and contract related expenditures. An encumbrance is a reserve on the available spending authority due to commitment for a future expenditure and does not represent a liability. For governmental fund types, encumbrances outstanding at fiscal year end appear as a reserve of the fund balance on a GAAP Basis and for all funds as the equivalent of expenditures/expenses on a non-GAAP budgetary basis in order to demonstrate legal compliance.

#### RESTRICTED CASH

Restricted cash in the general fund represents cash and cash equivalents set aside to establish a budget stabilization reserve. This reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction. A fund balance reserve has also been established.

#### CASH AND INVESTMENTS

Cash received by the District is deposited in three accounts with individual fund balance integrity maintained throughout. Monies for all funds are maintained in these accounts or is temporarily used to purchase short-term cash equivalent investments (maturity date within three months of the date acquired) which are stated at amortized cost if held at fiscal year end. Under existing Ohio statutes, all investment earnings accrue to the General Fund except those specifically related to Auxiliary Services, Permanent Improvement, Food Service and certain trust funds and those funds individually authorized by Board resolution.

## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

### NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

Interest earnings are allocated to these funds based on average monthly cash balances.

For purposes of the combined statement of cash flows, the enterprise and internal service funds' portion of pooled cash and cash equivalents is considered a cash equivalent because the District is able to withdraw resources from the enterprise funds without prior notice or penalty.

The District has invested funds in the State Treasury Assets Reserve of Ohio (Star Ohio) during fiscal 1999. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 1999.

#### INVENTORY (MATERIALS AND SUPPLIES)

Inventories are valued at lower of cost (First-in, First-out) or market and are determined by physical count. Inventories are expended when used rather than when purchased.

#### FIXED ASSETS AND DEPRECIATION

General Fixed Assets Account Group - General fixed assets are capitalized at cost (or estimated historical cost) and updated for the cost of additions and retirements during the year in the General Fixed Assets Account Group. Donated fixed assets are recorded at their fair market values as of the date donated. The District follows the policy of not capitalizing assets with a cost of less than \$1,000 and a useful life of less than 5 years. No depreciation is recognized for assets in the General Fixed Assets Account Group. The District does not possess any infrastructure.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

Proprietary Funds - Property, plant and equipment reflected in the proprietary funds are stated at historical cost (or estimated historical cost) and updated for the cost of additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date donated. Depreciation has been provided, where appropriate, on a straight-line basis over the following estimated useful lives:

<u>Asset</u>	<u>Life (years)</u>
Furniture, Fixtures and Equipment	5

INTERGOVERNMENTAL REVENUES

In governmental funds, non-reimbursable grants are recorded as receivables and revenue when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Other than commodities, grants for proprietary fund operations are recognized as revenue when measurable and earned. Commodities are deferred since title does not pass to the District until the commodities are used.

INTERFUND TRANSACTIONS

During the course of normal operations the District has numerous transactions between funds. The most significant include:

Routine transfers of resources from one fund to another fund through which resources to be expended are recorded as operating transfers.

Reimbursements from one fund to another fund are treated as expenditures/expenses in the reimbursing fund and as a reduction in expenditures/expenses in the reimbursed fund.

Short-term interfund loans are reflected as interfund loans payable/receivable, while long-term interfund loans (greater than one year in length) are recorded as advances to/from other funds.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

COMPENSATED ABSENCES

GASB Statement 16 specifies that compensated absences should be accrued as they are earned by employees if both of the following conditions are met:

1. The employee's rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employee for the benefits through paid time off or cash payment.

The District's policies regarding compensated absences are determined by state laws and/or negotiated agreements and include salary related payments if material. In summary, the policies are as follows:

<u>Vacation</u>	<u>Certified</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How earned	Not Eligible	Not Eligible	10-25 days for each Service year depending on length of service.
Maximum Accumulation	Not Applicable	Not Applicable	25 days
Vested	Not Applicable	Not Applicable	As Earned
Termination Entitlement	Not Applicable	Not Applicable	Paid upon Termination
<u>Sick Leave</u>			
How Earned	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

Maximum Accumulation	330 days according to bargaining agreements	330 days	330 days according to bargaining agreements
Vested	As Earned	As Earned	As Earned
Termination Entitlement	Per Contract	Per Contract	Per Contract

For governmental funds, vested and accumulated vacation and sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of its respected governmental fund. Amounts of vested and accumulated vacation and sick leave that are not expected to be liquidated with expendable available financial resources are reported in the General Long Term Obligations Account Group. Vested and accumulated vacation and sick leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to the employee.

LONG-TERM OBLIGATIONS

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

FUND EQUITY

Contributed capital is recorded in proprietary funds that received capital grants or contributions from other funds. There were changes in the contributed capital reported for enterprise funds during the year. Reserved fund balances indicate that portion of fund equity, which is not available for current appropriation or is legally segregated for a specific use. Fund balances are reserved for property taxes, encumbrances and set-asides required by state law. The unreserved portions of fund equity reflected for the governmental funds are available for use within the specific purpose of those funds. Fund balances are also reserved for those property taxes recognized as revenue because; they were available for advance by the County Auditor. While these property taxes meet the criteria for revenue recognition, they were not appropriable by the District for expenditure.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

MEMORANDUM ONLY-TOTAL COLUMNS

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

NOTE 3--FUND BALANCE DEFICIT / DEFICIT IN RETAINED EARNINGS

Special Revenue:

The following Special Revenue fund had a deficit fund balances due to the timing of the reimbursement checks from the respective State or Federal Agencies. The following Enterprise fund had a deficit in retained earnings primarily due to depreciation on contributed capital.

Special Revenue	
Title VI B Preschool	\$ 41,985
Enterprise	
Food Service	887,723

NOTE 4--EQUITY IN POOLED CASH AND INVESTMENTS

The District maintains a cash and investment pool used by all funds. Each fund types portion of this pool is displayed on the combined balance sheet as "Equity in Pooled Cash and Investments".

State Statute requires the classification of monies held by the District into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the District. Such monies must by law be maintained either as cash in the District treasury, in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 4--EQUITY IN POOLED CASH AND INVESTMENTS - CONT'D

Inactive Monies - Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies - 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. Ohio law permits interim monies to be invested or deposited in the following securities:

Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.

Bonds, notes, debentures, or other obligations of securities issued by any federal governmental agency on the Export Import Bank of Washington.

Repurchase agreements in the securities enumerated above.

Commercial paper notes issued by any corporation for profit that is incorporated under the laws of the United States or any state pursuant to specifications within Ohio Revised Code.

Bankers' acceptances of banks that are members of the federal deposit insurance corporation to which obligations meet specifications within Ohio Revised Code.

Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificate of deposit maturing not more than one year from the date of deposit, or by savings or deposit accounts, including, but not limited to, passbook accounts.

Bonds, and other obligations of the State of Ohio.

The Ohio State Treasurer's investment pool.

At year end the unobligated or carrying amount of the District's pooled cash was \$2,823,570. The bank balance of deposits was \$3,685,196, of which \$100,000 was covered by depository insurance. The remaining bank balance was covered by collateral held by third party trustees pursuant to Section 135.181, Ohio Revised Code, in collateral pools securing all public funds on deposit with specific depository institutions, but not in the District's name.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 4--EQUITY IN POOLED CASH AND INVESTMENTS - CONT'D

The District's investments are categorized to give an indication of the level of risk assumed by the entity at year end. CATEGORY 1 includes investments that are insured or registered or for which the securities are held by the District or its agent in the District's name. CATEGORY 2 includes uninsured and unregistered investments for which the securities are held by the financial institution's trust department or agent in the District's name. CATEGORY 3 includes uninsured and unregistered investments for which the securities are held by the broker, dealer, or their agent, but not in the District's name.

Based on the above criteria, the District's investments at June 30, 1999 are classified as follows:

	Category			Carrying Value/Fair Value
	<u>1</u>	<u>2</u>	<u>3</u>	
State Treasury Pool (1)	<u>\$-0-</u>	<u>\$-0-</u>	<u>\$-0-</u>	<u>\$8,040,577</u>
Total	<u>\$-0-</u>	<u>\$-0-</u>	<u>\$-0-</u>	<u>\$8,040,577</u>

(1) The District's investments in the Ohio State Treasurer's pool are not categorized because they are not evidenced by securities that exist in physical or book entry form.

Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of pledging specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that at all times the total value of the securities so pledged is at least equal to 110% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.



NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 5--INTERFUND RECEIVABLES/PAYABLES

Interfund balances at June 30, 1999 consisted of the following individual fund receivables and payables.

<u>Interfund loans:</u>	Interfund Loan <u>Receivable</u>	Interfund Loan <u>Payable</u>
General Fund	\$37,000	
Special Revenue Funds Title VI B Preschool		\$24,000
Enterprise Fund Food Service		<u>\$ 13,000</u>
Total All Funds	<u>\$ 37,000</u>	<u>\$37,000</u>

NOTE 6--PROPERTY TAXES

Property taxes include amounts levied against real, public utility and tangible personal (business) property. The assessed value, by property classification, upon which taxes collected in 1999 were based as follows:

Tangible and Public Utility Personal	\$134,695,142
Real Estate	<u>797,087,180</u>
Total Assessed Property Value	<u>\$931,782,322</u>

Real property taxes collected in 1999 were levied in January on the assessed values as of January 1, 1998, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. A revaluation of real property is required to be completed no less than every six years, with a statistical update every third year. The most recent revaluation was completed in January, 1998. Tangible personal property tax is assessed on equipment and inventory held by businesses. Tangible property is assessed at 25% of true value (as defined). In 1999, each business was eligible to receive a \$10,000 exemption in assessed value which was reimbursed by the State.

Real property taxes are payable annually or semi-annually. In 1999, if paid annually, payment was due by February 8th. If paid semi-annually, the first payment (at least 1/2 amount billed) was due February 8th with the remainder due on July 12th.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 6--PROPERTY TAXES --CONT'D

The County Auditor remits portions of the taxes collected to all taxing Districts with periodic settlements of Real and Public Utility property taxes in February and August and Tangible Personal Property taxes in June and October. The District records billed but uncollected property taxes as receivables at their estimated net realizable value.

NOTE 7--RECEIVABLES

Receivables at June 30, 1999, consisted of taxes, accounts receivables, accrued interest and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State Programs, and the current year guarantee of Federal Funds.

A summary of the principal items of receivables follows:

<u>Fund</u>	<u>Type of Receivable</u>	<u>Amount</u>
General Fund	Taxes	\$ 27,044,569
	Accounts	11,798
	Accrued Interest	47,945
Special Revenue Funds	Accounts	2,210
	Intergovernmental	537
Debt Service Fund	Taxes	2,854,580
Capital Project Funds	Taxes	689,409
	Accounts	12,318
Enterprise Funds	Accounts	3,524
	Intergovernmental	35,934
Agency Funds	Accounts	50

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

NOTE 8--FIXED ASSETS

A summary of the changes in the General Fixed Assets Account Group during the fiscal year follows:

	<u>July 1, 1998</u>	<u>Additions*</u>	<u>Deductions*</u>	<u>June 30, 1999</u>
Land/Improvements	\$4,358,762	\$0	\$0	\$4,358,762
Building and Building Improvements	62,757,676	1,384,986	0	64,142,662
Furniture/Equipment	<u>14,709,378</u>	<u>1,224,916</u>	<u>139,630</u>	<u>15,794,664</u>
Total	<u>\$81,825,816</u>	<u>\$2,609,901</u>	<u>\$139,630</u>	<u>\$84,296,088</u>

\* Additions and deductions have been modified to appropriately reflect item changes by class.

A summary of the Proprietary Fund fixed assets at June 30, 1999 follows:

Furniture and Equipment	\$1,300,540
Less Accumulated Depreciation	(865,119)
Net Fixed Assets - Proprietary Fund	<u>\$435,421</u>

NOTE 9 – NOTES PAYABLE

The District was liable during fiscal 1998-99 for a tax anticipation note payable presented below.

<u>Purpose</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balance 6/30/98</u>	<u>Issued (Retired) in 1999</u>	<u>Balance 6/30/99</u>
Tax Anticipation	3.59%	11/24/98	10/29/99	\$-0-	\$1,950,000	\$1,950,000

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

NOTE 10--GENERAL LONG-TERM BONDS

The current obligation bonds outstanding, issued to provide funds for the acquisition and construction of equipment and facilities, are general obligations of the School District for which the full faith and credit of the school district is pledged for repayment. Accordingly, such unmatured obligations of the school district are accounted for in the General Long-Term Obligation Account Group. Payments of principal and interest relating to all district bonds are recorded as expenditures in the Debt Service Fund.

The following is a description of the district's bonds outstanding as of June 30, 1999:

<u>Purpose</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balance 06/30/98</u>	<u>New Issues 1999</u>	<u>Retired 1999</u>	<u>Balance 06/30/99</u>
Bonds							
School Bus	5.4090	05/1/96	04/1/01	\$590,000	\$0	\$187,000	\$403,000
School Improv	7.3157	12/1/94	12/1/14	4,200,000	0	100,000	4,100,000
School Improv	6.2490	03/1/95	12/1/20	37,335,000	0	25,000	37,310,000
Refunding	6.5702	06/1/97	12/1/09	3,794,814	0	285,000	3,509,814
Energy Conserv.	5.2270	06/1/97	12/1/06	<u>3,220,000</u>	<u>0</u>	<u>295,000</u>	<u>2,925,000</u>
Total Bonds				<u>\$49,139,814</u>	<u>\$ 0</u>	<u>\$892,000</u>	<u>\$48,247,814</u>

The following is a summary of the District's future annual debt service requirements to maturity:

<u>Year Ending June 30</u>	<u>General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2000	\$922,000	\$2,962,405
2001	1,041,000	2,914,116
2002	945,000	2,858,648
2003	1,070,000	2,807,515
2004 and thereafter	<u>44,269,814</u>	<u>29,747,470</u>
	<u>\$48,247,814</u>	<u>\$41,290,154</u>

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

NOTE 11--CAPITALIZED LEASES - LESSEE

The District entered into capitalized leases for the acquisition of copiers. Principal payments pertaining to leases totaled \$96,637 during fiscal year 1999. In addition the District entered into a capital lease for the acquisition of a computerized data system for its food service fund.

The terms of each agreement provide options to purchase the equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. Capital lease payments have been reclassified and are reflected as debt service in the Combined Financial Statements for the Governmental Funds and reflected as a fund liability in the Proprietary Funds.

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

	<u>Governmental</u>	<u>Proprietary</u>
June 2000	\$158,666	\$4,536
June 2001	152,290	4,536
June 2002	133,990	4,536
June 2003	<u>14,959</u>	<u>756</u>
Total Payments	459,905	14,364
Less: Amounts representing Interest	<u>95,396</u>	<u>2,775</u>
Present Value of Minimum Lease Payments	<u>\$364,509</u>	<u>\$11,589</u>

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

NOTE 12 - CHANGE IN ACCOUNTING PRINCIPLE

The Internal Revenue code previously required that Section 457 deferred compensation plan assets remain the property of the employer government until available to the employee or beneficiary. Under these regulations, plan assets are recorded in the District's Deferred Compensation agency fund.

Recent changes to the Internal Revenue Code require Section 457 plan assets to be held in trust for the exclusive benefit of the employees. These plans must establish trust agreements prior to January 1, 1999. GASB Statement No. 32, "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans," requires that such assets held in trust, not be reflected on the government's financial statements.

During the year, the Deferred Compensation Plan adopted trust agreements. Accordingly, agency fund assets as of July 1, 1998 have been reduced by \$15,291.

NOTE 13--LEGAL DEBT MARGIN

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District.

The effects of these debt limitations at June 30, 1999, are a voted debt margin of \$37,087,504 and an unvoted debt margin of \$931,782.

NOTE 14--CHANGES IN THE GENERAL LONG TERM OBLIGATIONS ACCOUNT GROUP

During the year, the following changes occurred in liabilities reported in the General Long Term Obligations Account Group. Compensated absences will be paid from the fund from which the employee is paid. Capitalized leases will be paid out of the applicable fund.

	<u>Balance 6/30/98</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/99</u>
General Obligation Bonds	\$49,139,814	\$0	\$892,000	\$48,247,814
Compensated Absences	4,309,168	914,133	0	5,223,301
Capital Leases	344,485	114,123	94,099	364,509
Intergovernmental Payable	325,180	0	325,180	0
Accrued Wages and Benefits	<u>0</u>	<u>339,533</u>	<u>0</u>	<u>339,533</u>
Total	<u>\$54,118,647</u>	<u>\$1,282,690</u>	<u>\$1,217,180</u>	<u>\$54,175,157</u>

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

NOTE 14--CHANGES IN THE GENERAL LONG TERM OBLIGATIONS ACCOUNT GROUP-  
CONT'D

The accrued wages and benefits amount above represent pension contributions that are not expected to be liquidated with expendable available financial resources.

NOTE 15--SEGMENT INFORMATION-

Enterprise Funds - The District maintains four Enterprise Funds to account for the operations of Food Services, Uniform School Supply, the Eagle Grant, and the Latchkey Fund. The table below reflects, in a summarized format, the more significant financial data relating to the Enterprise Funds of the District as of and for the year ended June 30, 1999.

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Eagle Grant</u>	<u>Latchkey</u>	<u>Total</u>
Operating Revenues	\$1,364,105	\$484,221	\$0	\$649,904	\$2,498,230
Operating expenses before depreciation	1,714,900	413,792	0	568,677	2,697,369
Depreciation	150,285	0	0	4,173	154,458
Operating Income/(Loss)	(501,080)	70,429	0	77,054	(353,597)
Operating Grants	247,798	0	0	0	247,798
Donated Commodities	109,153	0	0	0	109,153
Interest Revenue	598	0	0	0	598
Interest Expense	1,998	0	0	0	1,998
Loss on Sale of Fixed Assets	18,668	0	0	0	18,668
Net Income (Loss)	(164,197)	70,429	0	77,054	(16,714)
Net Working Capital	(114,354)	229,059	1,361	217,887	333,953
Property, Plant and Equipment Additions	111,492	0	0	0	111,492
Total Assets	515,373	244,594	1,361	292,124	1,053,452
Total Liability	200,680	15,499	0	67,863	284,042
Total Equity	314,693	229,095	1,361	224,261	769,410

## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

### NOTE 16--EMPLOYEE RETIREMENT SYSTEMS

All District employees are covered by the state-wide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System (STRS). District employees hired after April 1, 1986 are also currently covered under the Federal Social Security Act for the Medicare portion only. The District's employer contributions to both systems are based on a percentage of employees' salaries. State law requires the District to pay the employer share as determined by each Retirement System.

#### SCHOOL EMPLOYEES RETIREMENT SYSTEM

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

Plan members are required to contribute 9 percent of their annual covered salary and the Fairfield City School District is required to contribute 14 percent: 10.5 percent was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by SERS's Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$1,130,352, \$1,009,371, and \$857,132, respectively; 49.04 percent has been contributed for fiscal years 1999 and 100 percent for the fiscal years 1998 and 1997. \$576,072 representing the unpaid contribution for fiscal year 1998, is recorded as a liability within the respective funds and the general long-term obligations account group.

#### STATE TEACHERS RETIREMENT SYSTEM

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



## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

### NOTE 16-EMPLOYEE RETIREMENT SYSTEMS - CONT'D

Plan members are required to contribute 9.3 percent of their annual covered salary and the Fairfield City School District is required to contribute 14 percent: 12 percent was the portion to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998 and 1997 were \$3,528,756, \$3,350,849, and \$3,201,151, respectively; 83.48 percent has been contributed for fiscal years 1999 and 100 percent for the fiscal years 1998 and 1997. \$582,860 representing the unpaid contribution for fiscal year 1999, is recorded as a liability within the respective funds.

### NOTE 17--POST EMPLOYMENT BENEFITS

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS), and to retired non-certificated 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 System based on authority granted by the State statute. Both systems are funded on a pay-as-you-go basis.

For STRS, all benefit recipients are required to pay a portion of health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. The board currently allocates employer contributions equal to two percent of covered payroll to the Health Care Reserve Fund for which payments for health care benefits are paid. For the School District, this amount equaled \$504,108 during the 1999 fiscal year. As of July 1, 1998, eligible benefit recipients totaled 91,999. For the fiscal year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000.

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

For the fiscal year, employer contributions to fund health care benefits were 3.5 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 1999, the minimum pay has been established at \$12,400. The surcharge rate added to the unallocated portion of the 14 percent employer contribution rate provides for maintenance of the

## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

### NOTE 17--POST EMPLOYMENT BENEFITS-CONT'D

asset target level for the health care fund. For the School District, this amount equaled \$97,352 during the 1998 fiscal year. The number of participants currently receiving health care benefits is 50,000. For the fiscal year ended June 30, 1998, net health care costs paid by SERS were \$111,900,575.

### NOTE 18-SCHOOL FUNDING DECISION

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the Ohio General Assembly to design a plan to remedy the perceived defects in that system. Declared unconstitutional was the State's "school foundation program", which provides significant amount of monetary support to this District. During the fiscal year-ended June 30, 1999, the School District received \$17,104,428 of school foundation support for its general fund.

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

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

### NOTE 19 --BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements. A reconciliation of the nature and amounts of the adjustments necessary to convert the GAAP financial statements of the budgetary basis follows:

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS – CONTINUED

NOTE 19 --BUDGETARY BASIS OF ACCOUNTING

Reconciliation of Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses From GAAP Basis to Budgetary Basis

<u>Governmental Fund Types</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>
GAAP Basis	\$7,117,123	\$370,529	\$( 35,561)	\$(2,438,862)
Net Adjustment for Revenue Accruals	(3,439,845)	283,420	(1,196,946)	1,828,549
Net Adjustment for Expenditure Accruals	230,707	(213,595)	0	(184,681)
Net Adjustment for Encumbrances	<u>(504,565)</u>	<u>(199,709)</u>	<u>0</u>	<u>( 643,145)</u>
Budgetary Basis	<u>\$3,403,420</u>	<u>\$240,645</u>	<u>\$(1,232,507)</u>	<u>\$( 1,438,139)</u>

NOTE 20--CONTINGENT LIABILITIES

GRANTS

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement 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 effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District at June 30, 1999.

NOTE 21-- JOINTLY GOVERNED ORGANIZATIONS

SOUTHWESTERN OHIO COMPUTER ASSOCIATION

Southwestern Ohio Computer Association (SWOCA) is a jointly governed organization among a three county consortium of school districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other

## NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

### NOTE 21-- JOINTLY GOVERNED ORGANIZATIONS-CONT'D

electronic equipment to administrative and instructional functions among member districts. Each of the governments of these schools supports SWOCA based upon a per pupil charge dependent upon the software package utilized. SWOCA is governed by a Board of Directors consisting of the superintendents and treasurers of member school districts. The degree of control exercised by any participating school district is limited to its representation on the Board. The Board consists of one representative from each of the participating 29 school districts.

#### BUTLER COUNTY CAREER CENTER

The Butler County Career Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from the participating school district's elected board, which possesses its own budgeting and taxing authority. Accordingly, the Butler County Career Center is not part of the District and its operations are not included as part of the reporting entity.

### NOTE 22--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 the fiscal year, the District contracted with Indiana Insurance Company for property and general liability insurance and boiler and machinery insurance.

Boiler and machinery coverage has a \$1,000 deductible. General liability is protected by Indiana Insurance Company with \$5,000,000 each occurrence, \$5,000,000 aggregate limit. Vehicles are covered by Indiana Insurance Company with a \$500 deductible. Public officials bond insurance is provided by Ohio Farmers Insurance Company and Indiana

Insurance Company. The Treasurer, Superintendent and Board President are covered by bonds in the amount of \$20,000 each. The District has elected to provide employee medical and dental benefits through Butler County Health Insurance Plan. The employees share the cost of the monthly premium for the coverage with the Board.

There were no significant reductions in insurance coverage from the prior year. Also, there were no settlements that exceeded insurance coverage for the past three fiscal years.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 23—STATUTORY RESERVES

The District is required by state law to set aside certain general fund revenue amounts, as defined, into various reserves. During the fiscal year ended June 30, 1999, the reserve activity (cash-basis) was as follows:

	<u>Textbook Reserve</u>	<u>Capital Maintenance Reserve</u>	<u>Budget Stabilization Reserve</u>
Set-Aside Cash Balance 7/1/98	\$ 0	\$ 0	\$ 643,993
Current Year Required Set-Aside	733,228	733,228	366,306
Current Year Offset Credits	(129,332)	(813,855)	0
Qualifying Disbursements	<u>(1,268,558)</u>	<u>(1,447,394)</u>	<u>0</u>
Total	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$1,010,299</u>
Cash Balance Carried Forward To Fiscal Year 2000	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$1,010,299</u>

Offsets and expenditures for the textbook reserve exceeded the required set-aside.  
Offsets and expenditures for the capital maintenance reserve exceeded the required set-aside.

NOTE 24 – YEAR 2000 ISSUE

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

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

The District uses State Software for its financial reporting, payroll, and employee benefits. State Software has assured the District that the software systems are year 2000 compliant.

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - CONTINUED

NOTE 24 – YEAR 2000 ISSUE

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

The County collects property taxes for distribution to the District. The County is responsible for remediating the tax collection system and is solely responsible for all associated costs.

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

NOTE 25-CONTRIBUTED CAPITAL

During the year, contributed capital increased as follows:

	<u>Food Service Fund</u>
Contributed Capital, Beginning of Year	\$1,124,050
Capital Contributed Additions	<u>78,366</u>
Contributed Capital, End of Year	<u>\$1,202,416</u>

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

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## **GENERAL FUND**

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The General Fund is used to account for government resources not accounted for in any other fund. The General Fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of the State of Ohio.

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**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 General Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Taxes	\$25,737,356	\$26,625,661	\$888,305
Intergovernmental	20,254,427	20,681,845	427,418
Interest	650,000	715,440	65,440
Tuition and fees	80,000	490,343	410,343
Other revenues	643,988	617,598	(26,390)
<b>Total revenues</b>	<b>47,365,771</b>	<b>49,130,887</b>	<b>1,765,116</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Regular:</b>			
Salaries and wages	17,749,170	17,580,769	168,401
Fringe benefits	4,371,370	4,164,456	206,914
Purchased services	467,435	419,077	48,358
Materials and supplies	270,766	255,051	15,715
Capital outlay - new	94,321	93,172	1,149
Capital outlay - replacement	11,807	11,109	698
Other expenditures	4,203	4,072	131
<b>Total regular</b>	<b>22,969,072</b>	<b>22,527,706</b>	<b>441,366</b>
<b>Special:</b>			
Salaries and wages	2,184,978	2,184,978	0
Fringe benefits	509,620	509,621	(1)
Purchased services	39,279	39,279	0
Materials and supplies	10,939	10,383	556
Capital outlay - new	620	618	2
Other expenditures	110	100	10
<b>Total special</b>	<b>2,745,546</b>	<b>2,744,979</b>	<b>567</b>
<b>Other:</b>			
Salaries and wages	30,341	29,792	549
Purchased services	4,860	4,856	4
Other expenditures	581,018	581,019	(1)
<b>Total other</b>	<b>616,219</b>	<b>615,667</b>	<b>552</b>
<b>Support services:</b>			
<b>Pupil:</b>			
Salaries and wages	1,723,204	1,587,424	135,780
Fringe benefits	370,449	343,208	27,241
Purchased services	71,160	58,878	12,282
Materials and supplies	29,902	26,373	3,529
Capital outlay - new	7,750	6,225	1,525
Capital outlay - replacement	600	590	10
Other expenditures	300	209	91
<b>Total pupil</b>	<b>2,203,365</b>	<b>2,022,907</b>	<b>180,458</b>

Continued

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Schedule of Revenues, Expenditures

And Changes in Fund Balance

Budget and Actual (Non-GAAP Budgetary Basis)

General Fund

For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Instructional staff:</b>			
Salary and wages	1,647,308	1,647,308	0
Fringe benefits	516,925	516,712	213
Purchased services	98,724	51,117	47,607
Materials and supplies	863,261	859,077	4,184
Capital outlay - new	16,372	13,511	2,861
Capital outlay - replacement	1,375	1,291	84
Other expenditures	606	606	0
<b>Total instructional staff</b>	<b>3,144,571</b>	<b>3,089,622</b>	<b>54,949</b>
<b>Board of Education:</b>			
Salaries and wages	5,112	4,800	312
Fringe benefits	200	(123)	323
Purchased services	20,814	11,934	8,880
Other expenditures	4,711	3,809	902
<b>Total board of education</b>	<b>30,837</b>	<b>20,420</b>	<b>10,417</b>
<b>Administration:</b>			
Salaries and wages	2,814,028	2,814,028	0
Fringe benefits	662,650	662,650	0
Purchased services	359,468	309,507	49,961
Materials and supplies	126,618	113,487	13,131
Capital outlay - new	23,673	23,663	10
Capital outlay - replacement	3,614	2,257	1,357
Other expenditures	658,020	631,661	26,359
<b>Total school administration</b>	<b>4,648,071</b>	<b>4,557,253</b>	<b>90,818</b>
<b>Fiscal:</b>			
Salaries and wages	293,880	292,593	1,287
Fringe benefits	74,267	70,377	3,890
Purchased services	106,320	106,145	175
Materials and supplies	17,585	17,585	0
Capital outlay - new	7,500	7,500	0
Capital outlay - replacement	7,130	4,681	2,449
Other expenditures	55,200	39,141	16,059
<b>Total fiscal</b>	<b>561,882</b>	<b>538,022</b>	<b>23,860</b>
<b>Business:</b>			
Salaries and wages	164,452	147,949	16,503
Fringe benefits	359,910	331,740	28,170
Purchased services	58,420	49,185	9,235
Materials and supplies	15,461	15,028	433
Capital outlay - new	4,500	4,455	45
Other expenditures	525	525	0
<b>Total business</b>	<b>603,268</b>	<b>548,882</b>	<b>54,386</b>

Continued

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**General Fund**  
**For the Fiscal Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Operations and maintenance:</b>			
Salaries and wages	2,562,135	2,553,029	9,106
Fringe benefits	790,961	768,768	22,193
Purchased services	1,648,324	1,609,674	38,650
Materials and supplies	343,713	335,779	7,934
Capital outlay - new	38,719	38,719	0
Capital outlay - replacement	2,571	2,390	181
<b>Total operations and maintenance</b>	<b>5,386,423</b>	<b>5,308,359</b>	<b>78,064</b>
<b>Pupil transportation:</b>			
Salaries and wages	1,679,703	1,645,221	34,482
Fringe benefits	524,610	524,608	2
Purchased services	477,790	476,781	1,009
Materials and supplies	282,586	280,432	2,154
Capital outlay - new	21,961	21,961	0
<b>Total pupil transportation</b>	<b>2,986,650</b>	<b>2,949,003</b>	<b>37,647</b>
<b>Central:</b>			
Salaries and wages	23,490	11,044	12,446
Fringe benefits	20,212	19,974	238
Purchased services	9,002	1,958	7,044
Materials and supplies	28,376	6,594	21,782
Capital outlay - new	5,000	3,417	1,583
<b>Total central</b>	<b>86,080</b>	<b>42,987</b>	<b>43,093</b>
<b>Other operation of non-instructional services:</b>			
Salaries and wages	176	0	176
Purchased services	2	0	2
<b>Total other operation of non-instructional services</b>	<b>178</b>	<b>0</b>	<b>178</b>
<b>Total operation of non-instructional services</b>	<b>178</b>	<b>0</b>	<b>178</b>
<b>Extracurricular activities:</b>			
Salaries and wages	432,996	432,956	40
Fringe benefits	62,632	62,091	541
Other	69,308	69,292	16
<b>Total academic and subject oriented activities</b>	<b>564,936</b>	<b>564,339</b>	<b>597</b>
<b>Sports oriented activities:</b>			
Salaries and wages	340,281	340,281	0
Fringe benefits	49,330	49,330	0
<b>Total sports oriented activities</b>	<b>389,611</b>	<b>389,611</b>	<b>0</b>
<b>Total extracurricular activities</b>	<b>954,547</b>	<b>953,950</b>	<b>597</b>
<b>Total expenditures</b>	<b>46,936,709</b>	<b>45,919,757</b>	<b>1,016,952</b>

Continued

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Schedule of Revenues, Expenditures

And Changes in Fund Balance

Budget and Actual (Non-GAAP Budgetary Basis)

General Fund

For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Excess of revenues over expenditures	429,062	3,211,130	2,782,068
Other financing sources (uses):			
Proceeds of notes	1,206,000	1,206,000	0
Proceeds of sale of fixed assets	0	21,117	21,117
Refund of prior year expenditures	0	23,484	23,484
Advances in	226,924	226,923	(1)
Advances (out)	(200,000)	(37,000)	163,000
Operating transfers in	800,000	1,166,811	366,811
Operating transfers (out)	(3,518,760)	(2,415,045)	1,103,715
Total other financing sources (uses)	(1,485,836)	192,290	1,678,126
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(1,056,774)	3,403,420	4,460,194
Fund balance, July 1 (includes prior year encumbrances appropriated)	2,557,353	2,557,353	0
Fund balance, June 30	\$1,500,579	\$5,960,773	\$4,460,194

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## **SPECIAL REVENUE FUNDS**

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

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

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

**VENTURE CAPITAL EAST:** To account for state funds which provide support for the creation of a successful professional development structure.

**EXTRACURRICULAR STUDENT ACTIVITIES:** To account for those student activity programs which have student participation in the activity but do not have student management in the programs. This fund includes athletic programs as well as the band, cheerleaders, flag corps and other similar types of activities.

**AUXILIARY SERVICES:** To account for state funds which provide services and materials to students attending non-public schools within the boundaries of the District as provided by state law.

**STAFF DEVELOPMENT:** To account for state funds provided for staff development programs.

**EXCELLENCE IN EDUCATION:** To account for state funds which provide pupil competency assessment and instructional development in English Composition, Mathematics and Reading as required by the minimum standards for Ohio Schools. This fund is also provided to account for expenses related to the Ohio Science Olympics and to the International Science and Engineering Fair.

**MANAGEMENT INFORMATION:** To account for state funds which are provided to assist the District in implementing a staff, student and financial system as mandated by the Omnibus Education Reform Act of 1989.

**PUBLIC SCHOOL PRESCHOOL:** To account for state funds to assist school districts in paying the cost of preschool programs for three and four-year-olds.

SCHOOLNET PROFESSIONAL DEVELOPMENT: To account for a limited number of professional development subsidy grants.

TEXTBOOK SUBSIDY: To account for state funds which are provided for the textbook subsidy program.

SCHOOL SECURITY: To account for state funds provided for security of equipment.

TITLE II: To account for federal funds used for the training of teachers in new techniques and methodologies in the areas of mathematics and science.

TITLE VI B PRE-SCHOOL: To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialist in providing educational services to the handicapped.

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

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

DRUG FREE SCHOOLS: To account for federal funds used for establishment, operation and improvement of programs of drug abuse prevention, early intervention, rehabilitation referral and education in schools.

EARLY CHILDHOOD CARE: To account for federal funds to be used for early childhood care.

PRESCHOOL DISABILITIES: This program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

TELECOM ACT GRANT: To account for funds to be used for telecommunications.

GOALS 2000 ENTRY YEAR: To provide support to meet the needs of individuals in their first year of teaching and to prepare them for a performance assessment.



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**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**ALL SPECIAL REVENUE FUNDS**  
**June 30, 1999**

	Public School Support	Spring Recognition	Venture Capital East	Extra- Curricular Student Activities
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$145,052	\$26,123	\$20,012	\$252,593
Receivables:				
Accounts	1,773	0	0	437
Intergovernmental	0	0	0	0
<b>Total Assets</b>	<u>146,825</u>	<u>26,123</u>	<u>20,012</u>	<u>253,030</u>
<b>Liabilities</b>				
Accounts payable	2,764	0	150	4,831
Accrued wages & benefits	0	0	0	0
Compensated absences	0	0	0	0
Interfund payable	0	0	0	0
<b>Total liabilities</b>	<u>2,764</u>	<u>0</u>	<u>150</u>	<u>4,831</u>
<b>Fund balances:</b>				
Reserved:				
Reserved for encumbrances	7,030	0	19,572	9,101
Unreserved:				
Undesignated	137,031	26,123	290	239,098
<b>Total fund equity (deficit)</b>	<u>144,061</u>	<u>26,123</u>	<u>19,862</u>	<u>248,199</u>
<b>Total liabilities and fund equity</b>	<u>\$146,825</u>	<u>\$26,123</u>	<u>\$20,012</u>	<u>\$253,030</u>

Auxiliary Services	Staff Development	Excellence In Education	Management Information	Public School Preschool	Schoolnet Professional Development	Textbook Subsidy
\$170,611	\$42,249	\$7,666	\$0	\$0	\$483	\$0
0	0	0	0	0	0	0
537	0	0	0	0	0	0
<u>171,148</u>	<u>42,249</u>	<u>7,666</u>	<u>0</u>	<u>0</u>	<u>483</u>	<u>0</u>
36,781	11,590	1,363	0	0	0	0
25,078	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>61,859</u>	<u>11,590</u>	<u>1,363</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
67,097	9,286	3,023	0	0	0	0
42,192	21,373	3,280	0	0	483	0
<u>109,289</u>	<u>30,659</u>	<u>6,303</u>	<u>0</u>	<u>0</u>	<u>483</u>	<u>0</u>
<u>\$171,148</u>	<u>\$42,249</u>	<u>\$7,666</u>	<u>\$0</u>	<u>\$0</u>	<u>\$483</u>	<u>\$0</u>

Continued

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**ALL SPECIAL REVENUE FUNDS**  
June 30, 1999

	School Security	Title II	Title VI B Pre-School	Title I
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$1,884	\$7,078	\$18,295	\$74,089
Receivables:				
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
<b>Total Assets</b>	<u>1,884</u>	<u>7,078</u>	<u>18,295</u>	<u>74,089</u>
<b>Liabilities</b>				
Accounts payable	0	0	213	5,829
Accrued wages & benefits	0	0	35,677	41,732
Compensated absences	0	0	390	22,184
Interfund payable	0	0	24,000	0
<b>Total liabilities</b>	<u>0</u>	<u>0</u>	<u>60,280</u>	<u>69,745</u>
<b>Fund balances:</b>				
Reserved:				
Reserved for encumbrances	0	0	17,042	122
Unreserved:				
Undesignated	1,884	7,078	(59,027)	4,222
<b>Total fund equity (deficit)</b>	<u>1,884</u>	<u>7,078</u>	<u>(41,985)</u>	<u>4,344</u>
<b>Total liabilities and fund equity</b>	<u>\$1,884</u>	<u>\$7,078</u>	<u>\$18,295</u>	<u>\$74,089</u>

Title VI	Drug Free Schools	Early Childhood Care	Preschool Disabilities	Telecom Act Grant	Goals 2000 Entry Year Program	Totals
\$2,851	\$18,279	\$0	\$0	\$14,857	\$6,146	\$808,268
0	0	0	0	0	0	2,210
0	0	0	0	0	0	537
<u>2,851</u>	<u>18,279</u>	<u>0</u>	<u>0</u>	<u>14,857</u>	<u>6,146</u>	<u>811,015</u>
181	1,175	0	0	0	0	64,877
0	0	0	0	0	0	102,487
0	0	0	0	0	0	22,574
0	0	0	0	0	0	24,000
<u>181</u>	<u>1,175</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>213,938</u>
1,471	530	0	559	0	0	134,833
1,199	16,574	0	(559)	14,857	6,146	462,244
<u>2,670</u>	<u>17,104</u>	<u>0</u>	<u>0</u>	<u>14,857</u>	<u>6,146</u>	<u>597,077</u>
<u>\$2,851</u>	<u>\$18,279</u>	<u>\$0</u>	<u>\$0</u>	<u>\$14,857</u>	<u>\$6,146</u>	<u>\$811,015</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
Combining Statement of Revenues, Expenditures  
And Changes in Fund Balances  
ALL SPECIAL REVENUE FUNDS  
For The Fiscal Year Ended June 30, 1999

	Public School Support	Spring Recognition	Venture Capital East	Extra- Curricular Student Activities
<b>Revenues:</b>				
Intergovernmental	\$0	\$25,000	\$25,000	\$0
Interest	0	0	0	0
Extracurricular activities	20,438	0	0	182,839
Other revenues	212,463	0	0	348,554
<b>Total revenues</b>	<b>232,901</b>	<b>25,000</b>	<b>25,000</b>	<b>531,393</b>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular	0	24	23,589	0
Special	0	0	0	0
Other	640	0	0	0
Support services:				
Pupil	170,467	0	0	0
Instructional Staff	0	624	0	0
Administration	0	0	0	0
Business	1,047	0	0	0
Central	0	0	0	0
Operation of non-instructional services	0	0	0	0
Extracurricular activities	0	0	0	306,663
<b>Total Expenditures</b>	<b>172,154</b>	<b>648</b>	<b>23,589</b>	<b>306,663</b>
<b>Excess of revenues over (under) expenditures</b>	<b>60,747</b>	<b>24,352</b>	<b>1,411</b>	<b>224,730</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>60,747</b>	<b>24,352</b>	<b>1,411</b>	<b>224,730</b>
Fund balance, July 1	83,314	1,771	18,451	23,469
<b>Fund balance, June 30</b>	<b>\$144,061</b>	<b>\$26,123</b>	<b>\$19,862</b>	<b>\$248,199</b>

<u>Auxiliary Services</u>	<u>Staff Development</u>	<u>Excellence In Education</u>	<u>Management Information</u>	<u>Public School Preschool</u>	<u>Schoolnet Professional Development</u>	<u>Textbook Subsidy</u>
\$392,691	\$39,234	\$32,000	\$25,187	\$0	\$0	\$129,332
6,139	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	428	80	0
<u>398,830</u>	<u>39,234</u>	<u>32,000</u>	<u>25,187</u>	<u>428</u>	<u>80</u>	<u>129,332</u>
0	0	25,738	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	49,341	276	0	0	0	144,318
0	0	83	0	0	0	0
0	0	0	24,560	0	0	0
0	0	456	0	0	0	0
365,256	3,511	112	0	0	0	0
0	0	0	0	0	0	0
<u>365,256</u>	<u>52,852</u>	<u>26,665</u>	<u>24,560</u>	<u>0</u>	<u>0</u>	<u>144,318</u>
<u>33,574</u>	<u>(13,618)</u>	<u>5,335</u>	<u>627</u>	<u>428</u>	<u>80</u>	<u>(14,986)</u>
33,574	(13,618)	5,335	627	428	80	(14,986)
75,715	44,277	968	(627)	(428)	403	14,986
<u>\$109,289</u>	<u>\$30,659</u>	<u>\$6,303</u>	<u>\$0</u>	<u>\$0</u>	<u>\$483</u>	<u>\$0</u>

Continued

Combining Statement of Revenues, Expenditures  
 And Changes in Fund Balances  
 ALL SPECIAL REVENUE FUNDS  
 For The Fiscal Year Ended June 30, 1999

	School Security	Title II	Title VI B Pre-School	Title I
<b>Revenues:</b>				
Intergovernmental	\$0	\$8,372	\$259,649	\$405,079
Interest	0	0	0	0
Extracurricular activities	0	0	0	0
Other revenues	0	0	0	0
<b>Total revenues</b>	<b>0</b>	<b>8,372</b>	<b>259,649</b>	<b>405,079</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	0	4,946	0	0
Special	0	3,195	57,066	324,628
Other	0	4,851	10,716	0
<b>Support services:</b>				
Pupil	0	0	94,799	0
Instructional Staff	0	1,090	99,935	500
Administration	0	0	51,731	0
Business	0	0	0	0
Central	0	0	0	0
Operation of non-instructional services	0	771	607	0
Extracurricular activities	0	0	0	0
<b>Total Expenditures</b>	<b>0</b>	<b>14,853</b>	<b>314,854</b>	<b>325,128</b>
<b>Excess of revenues over (under) expenditures</b>	<b>0</b>	<b>(6,481)</b>	<b>(55,205)</b>	<b>79,951</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>0</b>	<b>(6,481)</b>	<b>(55,205)</b>	<b>79,951</b>
<b>Fund balance, July 1</b>	<b>1,884</b>	<b>13,559</b>	<b>13,220</b>	<b>(75,607)</b>
<b>Fund balance, June 30</b>	<b>\$1,884</b>	<b>\$7,078</b>	<b>(\$41,985)</b>	<b>\$4,344</b>



<u>Title VI</u>	<u>Drug Free Shools</u>	<u>Early Childhood Care</u>	<u>Preschool Disabilities</u>	<u>Telecom Act Grant</u>	<u>Goals 2000 Entry Year Program</u>	<u>Totals</u>
\$36,062	\$51,664	\$0	\$13,182	\$14,857	\$34,000	\$1,491,309
0	0	0	0	0	0	6,139
0	0	0	0	0	0	203,277
0	0	0	0	0	0	561,525
<u>36,062</u>	<u>51,664</u>	<u>0</u>	<u>13,182</u>	<u>14,857</u>	<u>34,000</u>	<u>2,262,250</u>
0	4,875	110	0	0	27,854	87,136
27,392	0	0	0	0	0	412,281
231	0	4,893	0	0	0	21,331
0	15,200	0	12,690	0	0	293,156
0	17,102	0	0	0	0	313,186
0	0	0	0	0	0	51,814
0	0	0	0	0	0	25,607
0	0	0	0	0	0	456
4,244	5,590	0	0	0	0	380,091
0	0	0	0	0	0	306,663
<u>31,867</u>	<u>42,767</u>	<u>5,003</u>	<u>12,690</u>	<u>0</u>	<u>27,854</u>	<u>1,891,721</u>
<u>4,195</u>	<u>8,897</u>	<u>(5,003)</u>	<u>492</u>	<u>14,857</u>	<u>6,146</u>	<u>370,529</u>
4,195	8,897	(5,003)	492	14,857	6,146	370,529
(1,525)	8,207	5,003	(492)	0	0	226,548
<u>\$2,670</u>	<u>\$17,104</u>	<u>\$0</u>	<u>\$0</u>	<u>\$14,857</u>	<u>\$6,146</u>	<u>\$597,077</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Public School Support Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
From local sources:			
Extracurricular activities	\$22,790	\$20,289	(\$2,501)
Other local revenues	184,216	210,839	26,623
<b>Total revenues</b>	<u>207,006</u>	<u>231,128</u>	<u>24,122</u>
<b>Expenditures:</b>			
Current:			
Support Services			
Pupils			
Materials and supplies	10,300	9,468	832
Other	199,471	172,040	27,431
Total pupils	<u>209,771</u>	<u>181,508</u>	<u>28,263</u>
Business			
Other	1,400	1,047	353
	<u>1,400</u>	<u>1,047</u>	<u>353</u>
<b>Total expenditures</b>	<u>211,171</u>	<u>182,555</u>	<u>28,616</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(4,165)</u>	<u>48,573</u>	<u>52,738</u>
<b>Other financing sources (uses):</b>			
Operating transfers in	0	6,275	(6,275)
Operating transfers out	(6,275)	(6,275)	0
Advance out	(5,008)	(5,008)	0
<b>Total other financing sources (uses)</b>	<u>(11,283)</u>	<u>(5,008)</u>	<u>(6,275)</u>
<b>Excess of revenues and other financing sources over (under) expenditures</b>	<u>(15,448)</u>	<u>43,565</u>	<u>59,013</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	<u>91,691</u>	<u>91,691</u>	<u>0</u>
<b>Fund balance, June 30</b>	<u>\$76,243</u>	<u>\$135,256</u>	<u>\$59,013</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Spring Recognition Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
From local sources:			
Intergovernmental	\$50,000	\$25,000	(\$25,000)
Total revenues	<u>50,000</u>	<u>25,000</u>	<u>(25,000)</u>
Expenditures:			
Current:			
Instruction			
Regular			
Salaries and wages	6,000	0	6,000
Fringe benefits	1,000	0	1,000
Purchased services	10,000	0	10,000
Materials and supplies	24	24	0
Capital outlay - new	2,000	0	2,000
Total regular instruction	<u>19,024</u>	<u>24</u>	<u>19,000</u>
Support Services			
Instructional staff			
Salaries and wages	5,150	0	5,150
Fringe benefits	850	0	850
Materials and supplies	624	624	0
Total support services	<u>6,624</u>	<u>624</u>	<u>6,000</u>
Total expenditures	<u>25,648</u>	<u>648</u>	<u>25,000</u>
Excess of revenues over (under) expenditures	<u>24,352</u>	<u>24,352</u>	<u>0</u>
Other financing sources (uses):			
Transfers in	505	505	0
Transfers out	(505)	(505)	0
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures	24,352	24,352	0
Fund balance, July 1 (includes prior year encumbrances appropriated)	<u>1,771</u>	<u>1,771</u>	<u>0</u>
Fund balance, June 30	<u>\$26,123</u>	<u>\$26,123</u>	<u>\$0</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Venture Capital Grant Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$25,000	\$25,000	\$0
Total revenues	25,000	25,000	0
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	5,621	5,621	0
Fringe benefits	787	787	0
Purchased services	12,668	12,668	0
Materials and supplies	23,135	22,959	176
Capital outlay	1,935	1,822	113
Other	295	295	0
Total regular	44,441	44,152	289
Total expenditures	44,441	44,152	289
Excess of revenues (under) expenditures	(19,441)	(19,152)	(289)
Fund balance, July 1 (includes prior year encumbrances appropriated)	19,441	19,441	0
Fund balance, June 30	\$0	\$289	(\$289)

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Extracurricular Student Activities**  
**For the Fiscal Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Extracurricular activities	\$223,900	\$188,593	(\$35,307)
Other local revenues	362,000	348,554	(13,446)
<b>Total revenues</b>	<b>585,900</b>	<b>537,147</b>	<b>(48,753)</b>
<b>Expenditures:</b>			
<b>Extracurricular activities:</b>			
<b>Academic and subject oriented activities:</b>			
Capital outlay - new	10,000	10,000	0
<b>Total academic and subject oriented activities</b>	<b>10,000</b>	<b>10,000</b>	<b>0</b>
<b>Sports oriented activities:</b>			
Salaries and wages	23,892	23,161	731
Fringe Benefits	3,243	3,243	0
Purchased services	62,347	59,613	2,734
Materials and supplies	41,031	35,572	5,459
Capital outlay - new	139,483	114,016	25,467
Capital outlay - replacement	21,951	14,225	7,726
Other expenditures	70,606	63,803	6,803
<b>Total sports oriented activities</b>	<b>362,553</b>	<b>313,633</b>	<b>48,920</b>
<b>Total expenditures</b>	<b>372,553</b>	<b>323,633</b>	<b>48,920</b>
<b>Excess of revenues over (under) expenditures</b>	<b>213,347</b>	<b>213,514</b>	<b>167</b>
<b>Other financing sources (uses):</b>			
Operating transfers in	100,000	100,000	0
Operating transfers out	(100,000)	(100,000)	0
<b>Total other financing sources (uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other uses</b>	<b>213,347</b>	<b>213,514</b>	<b>167</b>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	<b>25,147</b>	<b>25,147</b>	<b>0</b>
<b>Fund balance, June 30</b>	<b>\$238,494</b>	<b>\$238,661</b>	<b>\$167</b>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Auxiliary Services Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1998

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Interest	\$6,648	\$6,648	\$0
Intergovernmental	392,153	392,153	0
Total revenues	<u>398,801</u>	<u>398,801</u>	<u>0</u>
Expenditures:			
Current:			
Support Services:			
Operation of non-instructional services			
Community services:			
Salaries and wages	177,421	159,617	17,804
Fringe benefits	38,724	34,553	4,171
Purchased services	52,828	29,019	23,809
Materials and supplies	226,499	214,532	11,967
Capital outlay	35,326	28,047	7,279
Total operation of non-instructional services	<u>530,798</u>	<u>465,768</u>	<u>65,030</u>
Total expenditures	<u>530,798</u>	<u>465,768</u>	<u>65,030</u>
Excess of revenues over (under) expenditures	<u>(131,997)</u>	<u>(66,967)</u>	<u>65,030</u>
Other financing sources (uses):			
Transfers in	52,584	52,584	0
Transfers out	(52,584)	(52,584)	0
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(131,997)</u>	<u>(66,967)</u>	<u>65,030</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	133,700	133,700	0
Fund balance, June 30	<u>\$1,703</u>	<u>\$66,733</u>	<u>\$65,030</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Staff Development Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 1999**

	<u>Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental	\$39,234	\$39,234	0
<b>Total revenues</b>	<u>39,234</u>	<u>39,234</u>	<u>0</u>
Expenditures:			
Current:			
Support services:			
Instructional staff			
Salaries and wages	21,726	15,086	6,640
Fringe benefits	2,112	2,112	0
Purchased Services	26,689	19,187	7,502
Materials and supplies	29,028	22,446	6,582
<b>Total instructional staff</b>	<u>79,555</u>	<u>58,831</u>	<u>20,724</u>
Operation of non-instructional services			
Community Services			
Purchased Services	3,511	3,511	0
Capital Outlay	648	0	648
<b>Total operation of non-instructional services</b>	<u>4,159</u>	<u>3,511</u>	<u>648</u>
<b>Total expenditures</b>	<u>83,714</u>	<u>62,342</u>	<u>21,372</u>
Excess of revenues over (under) expenditures	(44,480)	(23,108)	21,372
Fund balance, July 1 (includes prior year encumbrances appropriated)	44,480	44,480	0
<b>Fund balance, June 30</b>	<u>\$0</u>	<u>\$21,372</u>	<u>\$21,372</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Excellence in Education Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$32,000	\$32,000	\$0
<b>Total revenues</b>	<u>32,000</u>	<u>32,000</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular			
Materials and supplies	29,523	28,397	1,126
Total regular	<u>29,523</u>	<u>28,397</u>	<u>1,126</u>
<b>Support Services</b>			
Instructional Staff			
Materials and supplies	1,000	322	678
Total instructional staff	<u>1,000</u>	<u>322</u>	<u>678</u>
Administration			
Materials and supplies	83	83	0
Total administration	<u>83</u>	<u>83</u>	<u>0</u>
Pupil Transportation			
Materials and supplies	1,350	0	1,350
Total pupil transportation	<u>1,350</u>	<u>0</u>	<u>1,350</u>
Central			
Materials and supplies	900	774	126
Total central	<u>900</u>	<u>774</u>	<u>126</u>
<b>Operation of non-instructional services</b>			
Community Services			
Materials and supplies	112	112	0
Total operation of non-instructional services	<u>112</u>	<u>112</u>	<u>0</u>
<b>Total expenditures</b>	<u>32,968</u>	<u>29,688</u>	<u>1,126</u>
Excess of revenues over (under) expenditures	(968)	2,312	3,280
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	<u>968</u>	<u>968</u>	<u>0</u>
<b>Fund balance (deficit), June 30</b>	<u>\$0</u>	<u>\$3,280</u>	<u>\$3,280</u>



**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Management Information Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$25,187	\$25,187	\$0
Total revenues	<u>25,187</u>	<u>25,187</u>	<u>0</u>
Expenditures:			
Current:			
Support services:			
Business			
Salaries and wages	23,349	23,349	0
Fringe benefits	1,838	1,838	0
Total pupil	<u>25,187</u>	<u>25,187</u>	<u>0</u>
Total expenditures	<u>25,187</u>	<u>25,187</u>	<u>0</u>
Excess of revenues over (under) expenditures	0	0	0
Fund balance, July 1 (includes prior year encumbrances appropriated)	0	0	0
Fund balance, June 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Public School Preschool Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$21,000	\$0	(\$21,000)
Total revenues	<u>21,000</u>	<u>0</u>	<u>(21,000)</u>
Expenditures:			
Current:			
Instruction			
Regular			
Capital outlay	<u>0</u>	<u>0</u>	<u>0</u>
Total regular	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>21,000</u>	<u>0</u>	<u>(21,000)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	21,000	0	(21,000)
Fund balance, July 1 (includes prior year encumbrances appropriated)	0	0	0
Fund balance, June 30	<u>\$21,000</u>	<u>\$0</u>	<u>(\$21,000)</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Schoolnet Professional Development Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
Instruction			
Regular			
Salaries and wages	423	0	423
Fringe benefits	60	0	60
Total regular	<u>483</u>	<u>0</u>	<u>483</u>
Total expenditures	<u>483</u>	<u>0</u>	<u>483</u>
Excess of revenues over (under) expenditures	<u>(483)</u>	<u>0</u>	<u>483</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(483)	0	483
Fund balance, July 1 (includes prior year encumbrances appropriated)	483	483	0
Fund balance, June 30	<u>\$0</u>	<u>\$483</u>	<u>\$483</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Textbook Subsidy Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$129,511	\$129,332	(\$179)
<b>Total revenues</b>	<u>129,511</u>	<u>129,332</u>	<u>(179)</u>
<b>Expenditures:</b>			
Current:			
Support Services			
Instructional Staff			
Materials and supplies	144,317	144,317	0
Total regular	<u>144,317</u>	<u>144,317</u>	<u>0</u>
<b>Total expenditures</b>	<u>144,317</u>	<u>144,317</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(14,806)</u>	<u>(14,985)</u>	<u>(179)</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	(14,806)	(14,985)	(179)
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	14,985	14,985	0
<b>Fund balance, June 30</b>	<u>\$179</u>	<u>\$0</u>	<u>(\$179)</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 School Security Grant Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	\$0	\$0	\$0
Total regular	0	0	0
Total expenditures	0	0	0
Excess of revenues over (under) expenditures	0	0	0
Fund balance, July 1 (includes prior year encumbrances appropriated)	1,885	1,885	0
Fund balance (deficit), June 30	<u>\$1,885</u>	<u>\$1,885</u>	<u>\$0</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
Schedule of Revenues, Expenditures  
And Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
Title II Special Revenue Fund  
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$65,778	\$8,372	(\$57,406)
<b>Total revenues</b>	<u>65,778</u>	<u>8,372</u>	<u>(\$57,406)</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Regular:</b>			
Salaries and wages	19,547	680	18,867
Fringe benefits	4,000	95	3,905
Purchased services	21,446	2,319	19,127
Materials and supplies	5,050	1,852	3,198
<b>Total regular</b>	<u>50,043</u>	<u>4,946</u>	<u>45,097</u>
<b>Special</b>			
Salaries and wages	1,766	1,766	0
Fringe benefits	247	247	0
Purchased services	(611)	(611)	0
Materials and supplies	1,901	1,901	0
<b>Total Vocational</b>	<u>3,303</u>	<u>3,303</u>	<u>0</u>
<b>Support services:</b>			
<b>Instructional staff:</b>			
Purchased services	1,111	1,111	0
<b>Total instructional staff</b>	<u>1,111</u>	<u>1,111</u>	<u>0</u>
<b>Operation on non-instructional services</b>			
<b>Community services</b>			
Purchased services	240	0	240
Materials and supplies	982	771	211
<b>Total operation of non-instructional services</b>	<u>1,222</u>	<u>771</u>	<u>451</u>
<b>Total expenditures</b>	<u>55,679</u>	<u>10,131</u>	<u>45,548</u>
<b>Excess of revenues over (under) expenditures</b>	<u>10,099</u>	<u>(1,759)</u>	<u>(11,858)</u>
<b>Other financing sources (uses):</b>			
Proceeds of sale of fixed assets	50	50	0
Refund of prior year receipts	(4,851)	(4,851)	0
Operating transfers in	3,965	3,965	0
Operating transfers (out)	(3,965)	(3,965)	0
<b>Total other financing sources (uses)</b>	<u>(4,851)</u>	<u>(4,851)</u>	<u>0</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<u>5,248</u>	<u>(6,610)</u>	<u>(11,858)</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	<u>13,687</u>	<u>13,687</u>	<u>0</u>
<b>Fund balance, June 30</b>	<u>\$18,935</u>	<u>\$7,077</u>	<u>(\$11,858)</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Title VI B/ Preschool  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$376,356	\$299,649	(\$76,707)
<b>Total revenues</b>	<u>376,356</u>	<u>299,649</u>	<u>(76,707)</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Special:</b>			
Salaries and wages	30,027	30,027	0
Fringe benefits	5,330	5,330	0
Materials and supplies	11,055	10,312	743
Capital outlay - new	11,175	11,175	0
Other	0	0	0
<b>Total special instruction</b>	<u>57,587</u>	<u>56,844</u>	<u>743</u>
<b>Support services:</b>			
<b>Pupil:</b>			
Salaries and wages	71,258	63,741	7,517
Fringe benefits	20,306	13,118	7,188
Purchased services	19,500	17,892	1,608
<b>Total Pupil</b>	<u>111,064</u>	<u>94,751</u>	<u>16,313</u>
<b>Instructional staff:</b>			
Salaries and wages	87,041	71,306	15,735
Fringe benefits	38,023	29,188	8,835
<b>Total instructional staff</b>	<u>125,064</u>	<u>100,494</u>	<u>24,570</u>
<b>Administration:</b>			
Salaries and wages	56,193	48,174	8,019
Fringe benefits	15,067	10,967	4,100
<b>Total administration</b>	<u>71,260</u>	<u>59,141</u>	<u>12,119</u>
<b>Total support services</b>	<u>307,388</u>	<u>254,386</u>	<u>81,766</u>
<b>Operation of non-instructional services</b>			
<b>Community services</b>			
Salaries and wages	1,675	1,675	0
Fringe benefits	235	235	0
<b>Total operation of non-instructional services</b>	<u>1,910</u>	<u>1,910</u>	<u>0</u>
<b>Total expenditures</b>	<u>366,885</u>	<u>313,140</u>	<u>53,745</u>

Continued

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Title VI B/ Preschool  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Excess of revenues over (under) expenditures	9,471	(13,491)	(22,962)
Other financing sources:			
Advance in	0	24,000	24,000
Refund of prior year receipts	(10,716)	(10,716)	0
Total other financing sources (uses)	(10,716)	13,284	24,000
Excess of revenues and other financing sources over (under) expenditures	(1,245)	(207)	1,038
Fund balance, July 1 (includes prior year encumbrances appropriated)	1,245	1,245	0
Fund balance, June 30	\$0	\$1,038	\$1,038



**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title I Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 1999**

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$456,209	\$405,079	(\$51,130)
<b>Total revenues</b>	<u>456,209</u>	<u>405,079</u>	<u>(51,130)</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
<b>Special:</b>			
Salaries and wages	343,832	248,478	95,354
Fringe benefits	76,491	60,144	16,347
Materials and supplies	1,500	5,950	(4,450)
Capital outlay - new	10,262	0	10,262
<b>Total special</b>	<u>432,085</u>	<u>314,572</u>	<u>117,513</u>
<b>Support services:</b>			
<b>Instructional staff:</b>			
Purchased services	500	500	0
<b>Total instructional staff</b>	<u>500</u>	<u>500</u>	<u>0</u>
<b>Operation of non-instructional services</b>			
Purchased services	1,755	0	1,755
<b>Total operation of non-instructional services</b>	<u>1,755</u>	<u>0</u>	<u>1,755</u>
<b>Total expenditures</b>	<u>434,340</u>	<u>315,072</u>	<u>117,513</u>
<b>Excess of revenues over (under) expenditures</b>	21,869	90,007	68,138
<b>Other financing sources (uses):</b>			
Advances (out)	(21,869)	(21,869)	0
Transfers in	42,104	42,104	0
Transfers (out)	(42,104)	(42,104)	0
<b>Total other financing sources (uses)</b>	<u>(21,869)</u>	<u>(21,869)</u>	<u>0</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other uses</b>	0	68,138	68,138
<b>Fund balance, July 1</b>	0	0	0
<b>Fund balance, June 30</b>	<u>\$0</u>	<u>\$68,138</u>	<u>\$68,138</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Title VI Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$36,062	\$36,062	\$0
<b>Total revenues</b>	<u>36,062</u>	<u>36,062</u>	<u>0</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Special:			
Salaries and wages	28,844	28,844	0
Fringe benefits	5,979	4,848	1,131
<b>Total special</b>	<u>34,823</u>	<u>33,692</u>	<u>1,131</u>
Support services:			
Operation of non-instructional services			
Capital outlay - new	3,332	3,332	0
Materials and supplies	2,451	2,383	68
<b>Total operation of non-instructional services</b>	<u>5,783</u>	<u>5,715</u>	<u>68</u>
<b>Total expenditures</b>	<u>40,606</u>	<u>39,407</u>	<u>1,199</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(4,544)</u>	<u>(3,345)</u>	<u>1,199</u>
<b>Other financing (uses):</b>			
Refund of prior year receipts	(231)	(231)	0
<b>Total other financing (uses)</b>	<u>(231)</u>	<u>(231)</u>	<u>0</u>
<b>Excess of revenues (under) expenditures and other uses</b>	<u>(4,775)</u>	<u>(3,576)</u>	<u>1,199</u>
<b>Fund balance, July 1 (includes prior   year encumbrances appropriated)</b>	<u>4,775</u>	<u>4,775</u>	<u>0</u>
<b>Fund balance, June 30</b>	<u>\$0</u>	<u>\$1,199</u>	<u>\$1,199</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
Schedule of Revenues, Expenditures  
And Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
Drug Free Schools Special Revenue Fund  
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$86,791	\$51,664	(\$35,127)
Total revenues	<u>86,791</u>	<u>51,664</u>	<u>(35,127)</u>
Expenditures:			
Current:			
Instruction:			
Regular			
Purchased services	<u>45,923</u>	<u>5,250</u>	<u>40,673</u>
Total regular	<u>45,923</u>	<u>5,250</u>	<u>40,673</u>
Support services:			
Pupil:			
Purchased services	<u>10,080</u>	<u>1,769</u>	<u>8,311</u>
Materials and supplies	<u>13,511</u>	<u>13,511</u>	<u>0</u>
Total pupil	<u>23,591</u>	<u>15,280</u>	<u>8,311</u>
Instructional Staff			
Purchased services	<u>14,225</u>	<u>14,225</u>	<u>0</u>
Materials and supplies	<u>2,876</u>	<u>2,876</u>	<u>0</u>
Total instructional staff	<u>17,101</u>	<u>17,101</u>	<u>0</u>
Operation of non-instructional service			
Purchased services	<u>3,452</u>	<u>3,405</u>	<u>47</u>
Materials and supplies	<u>3,296</u>	<u>2,699</u>	<u>597</u>
Operation of non-instructional service	<u>6,748</u>	<u>6,104</u>	<u>644</u>
Total expenditures	<u>93,363</u>	<u>43,735</u>	<u>49,628</u>
Excess of revenues over (under) expenditures	<u>(6,572)</u>	<u>7,929</u>	<u>14,501</u>
Other financing sources (uses):			
Operating transfers in	<u>10,543</u>	<u>10,543</u>	<u>0</u>
Operating transfers (out)	<u>(10,543)</u>	<u>(10,543)</u>	<u>0</u>
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(6,572)</u>	<u>7,929</u>	<u>14,501</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	<u>8,646</u>	<u>8,646</u>	<u>0</u>
Fund balance, June 30	<u>\$2,074</u>	<u>\$16,575</u>	<u>\$14,501</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Early Childhood Care Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
Instruction			
Regular			
Capital outlay	110	110	0
Total regular	<u>110</u>	<u>110</u>	<u>0</u>
Total expenditures	<u>110</u>	<u>110</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(110)</u>	<u>(110)</u>	<u>0</u>
Other financing sources (uses):			
Refund of prior year receipts	(4,893)	(4,893)	0
Total other financing sources (uses)	<u>(4,893)</u>	<u>(4,893)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(5,003)</u>	<u>(5,003)</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	<u>5,003</u>	<u>5,003</u>	<u>0</u>
Fund balance, June 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Preschool Disabilities Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$13,182	\$13,182	\$0
Total revenues	<u>13,182</u>	<u>13,182</u>	<u>0</u>
Expenditures:			
Current:			
Support services:			
Pupil:			
Salaries and wages	<u>13,182</u>	<u>13,182</u>	<u>0</u>
Total pupil	<u>13,182</u>	<u>13,182</u>	<u>0</u>
Total expenditures	<u>13,182</u>	<u>13,182</u>	<u>0</u>
Excess of revenues over (under) expenditures	0	0	0
Fund balance, July 1 (includes prior year encumbrances appropriated)	0	0	0
Fund balance (deficit), June 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Telecom Act Grant Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$14,857	\$14,857	\$0
Total revenues	<u>14,857</u>	<u>14,857</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special:			
Materials and supplies	<u>0</u>	<u>0</u>	<u>0</u>
Total special	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	14,857	14,857	0
Excess of revenues and other financing sources over (under) expenditures and other uses	14,857	14,857	0
Fund balance, July 1 (includes prior year encumbrances appropriated)	0	0	0
Fund balance (deficit), June 30	<u>\$14,857</u>	<u>\$14,857</u>	<u>\$0</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Goals 2000 Entry Year Program Special Revenue Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$34,000	\$34,000	\$0
<b>Total revenues</b>	<u>34,000</u>	<u>34,000</u>	<u>0</u>
<b>Expenditures:</b>			
Current:			
Instruction			
Regular			
Salaries and wages	24,889	23,290	1,599
Fringe benefits	3,976	3,261	715
Purchased services	3,950	1,188	2,762
Materials and supplies	1,185	674	511
<b>Total regular</b>	<u>34,000</u>	<u>28,413</u>	<u>5,587</u>
<b>Total expenditures</b>	<u>34,000</u>	<u>28,413</u>	<u>5,587</u>
<b>Excess of revenues over (under) expenditures</b>	<u>0</u>	<u>5,587</u>	<u>5,587</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<u>0</u>	<u>5,587</u>	<u>5,587</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund balance, June 30</b>	<u>\$0</u>	<u>\$5,587</u>	<u>\$5,587</u>

## **DEBT SERVICE FUND**

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The Debt Services Fund is used to account for the accumulation of resources for and the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment.

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

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## **CAPITAL PROJECTS FUNDS**

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

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BUILDING: A fund provided to account for all transactions relating to the acquisition or construction of new District facilities.

PERMANENT IMPROVEMENT: To account for all transactions related to improvements to existing District facilities.

VOCATIONAL EDUCATION EQUIPMENT: A fund provided to account for receipts and expenditures involved in the replacement or updating of equipment essential for the instruction of students in job skills.

SCHOOL NET: To account for revenues and expenditures related to the development and implementation of the School Net network within the District.

INTERACTIVE VIDEO DISTANCE LEARNING: To account for capital expenditures associated with video distance learning.

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**ALL CAPITAL PROJECTS FUNDS**  
June 30, 1999

	<u>Building</u>	<u>Permanent Improvement</u>	<u>Vocational Education Equipment</u>	<u>School Net</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents	\$129,117	\$2,054,133	\$1,532	\$40,852
Taxes receivable	0	689,409	0	0
Accounts receivable	0	12,318	0	0
<b>Total assets</b>	<u>129,117</u>	<u>2,755,860</u>	<u>1,532</u>	<u>40,852</u>
<b>Liabilities:</b>				
Accounts payable	0	90,268	0	0
Interest payable	42,015	0	0	0
Deferred revenue	0	510,977	0	0
General obligation notes payable	0	1,950,000	0	0
<b>Total liabilities</b>	<u>42,015</u>	<u>2,551,245</u>	<u>0</u>	<u>0</u>
<b>Fund balances:</b>				
<b>Reserved:</b>				
Reserved for encumbrances	25,381	528,911	0	1,665
Reserved for property taxes	0	178,432	0	0
Undesignated	61,721	(502,728)	1,532	39,187
<b>Total fund equity (deficit)</b>	<u>87,102</u>	<u>204,615</u>	<u>1,532</u>	<u>40,852</u>
<b>Total liabilities and fund equity</b>	<u>\$129,117</u>	<u>\$2,755,860</u>	<u>\$1,532</u>	<u>\$40,852</u>

Interactive Video Distance Learning	Totals
\$10,540	\$2,236,174
0	689,409
0	12,318
<u>10,540</u>	<u>2,937,901</u>
0	90,268
0	42,015
0	510,977
0	1,950,000
<u>0</u>	<u>2,593,260</u>
0	555,957
0	178,432
10,540	(389,748)
<u>10,540</u>	<u>344,641</u>
<u>\$10,540</u>	<u>\$2,937,901</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Combining Statement of Revenues, Expenditures  
 And Changes in Fund Balances  
 All Capital Projects Funds  
 For The Fiscal Year Ended June 30, 1999

	<u>Building</u>	<u>Permanent Improvement</u>	<u>Vocational Education Equipment</u>	<u>School Net</u>
<b>Revenues:</b>				
Taxes	\$0	\$847,958	\$0	\$0
Intergovernmental	0	75,029	0	2,285
Investment	487	0	0	0
Other revenues	50,000	70,923	0	0
<b>Total revenues</b>	<u>50,487</u>	<u>993,910</u>	<u>0</u>	<u>2,285</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	0	16,077	0	874,853
<b>Support services:</b>				
Pupils	0	0	0	2,285
Pupil transportation	16,188	0	0	0
<b>Operation of non-instructional</b>				
Capital outlay	1,382,386	1,372,088	0	0
<b>Debt service:</b>				
Interest and fiscal charges	42,015	0	0	0
<b>Total expenditures</b>	<u>1,440,589</u>	<u>1,388,165</u>	<u>0</u>	<u>877,138</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(1,390,102)</u>	<u>(394,255)</u>	<u>0</u>	<u>(874,853)</u>
<b>Other financing sources (uses):</b>				
Proceeds from sale of fixed assets	200,000	9,808	0	0
<b>Total other financing sources (uses)</b>	<u>200,000</u>	<u>9,808</u>	<u>0</u>	<u>0</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<u>(1,190,102)</u>	<u>(384,447)</u>	<u>0</u>	<u>(874,853)</u>
<b>Fund balance, July 1</b>	1,277,204	589,062	1,532	915,705
<b>Fund balance, June 30</b>	<u>\$87,102</u>	<u>\$204,615</u>	<u>\$1,532</u>	<u>\$40,852</u>

Interactive Video Distance Learning	Totals
\$0	\$847,958
60,150	137,464
0	487
0	120,923
<u>60,150</u>	<u>1,106,832</u>
49,610	940,540
0	2,285
0	16,188
0	2,754,474
0	42,015
<u>49,610</u>	<u>3,755,502</u>
<u>10,540</u>	<u>(2,648,670)</u>
0	209,808
<u>0</u>	<u>209,808</u>
10,540	(2,438,862)
0	2,783,503
<u>\$10,540</u>	<u>\$344,641</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Building Capital Projects Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Interest	\$0	\$487	\$487
Total revenues	<u>0</u>	<u>487</u>	<u>487</u>
Expenditures:			
Current:			
Instruction			
Regular			
Capital outlay	43	(1,014)	1,057
Total regular	<u>43</u>	<u>(1,014)</u>	<u>1,057</u>
Support Services			
Pupil Transportation			
Capital outlay	17,202	17,202	0
Capital outlay			
Purchased Services	38,803	35,421	3,382
Supplies and Materials	215,581	213,400	2,181
Capital outlay	1,262,688	1,257,328	5,360
Total support services	<u>1,534,274</u>	<u>1,523,351</u>	<u>10,923</u>
Total expenditures	<u>1,534,317</u>	<u>1,522,337</u>	<u>11,980</u>
Excess of revenues over (under) expenditures	<u>(1,534,317)</u>	<u>(1,521,850)</u>	<u>12,467</u>
Other financing sources (uses):			
Proceeds from sale of fixed assets	\$200,000	\$200,000	0
Refund of prior year expenditures	50,000	50,000	0
Advances (out)	(200,000)	(200,000)	0
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(1,484,317)</u>	<u>(1,471,850)</u>	<u>12,467</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	<u>1,575,585</u>	<u>1,575,585</u>	<u>0</u>
Fund balance, June 30	<u>\$91,268</u>	<u>\$103,735</u>	<u>\$12,467</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Permanent Improvement - Capital Projects Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Taxes	\$697,300	\$738,826	\$41,526
Intergovernmental	74,000	75,029	1,029
Other local sources	21,200	68,413	47,213
<b>Total revenues</b>	<b>792,500</b>	<b>882,268</b>	<b>89,768</b>
Expenditures:			
Current:			
Instruction:			
Regular			
Capital outlay - new	100,000	18,023	81,977
			0
<b>Total regular</b>	<b>100,000</b>	<b>18,023</b>	<b>81,977</b>
Support services:			
Pupil Transportation			
Capital outlay - new	250,000	0	250,000
<b>Total pupil transportation</b>	<b>250,000</b>	<b>0</b>	<b>250,000</b>
Capital Outlay:			
Purchased services	356,700	247,137	109,563
Capital outlay - new	2,396,316	1,666,927	729,389
<b>Total capital outlay</b>	<b>2,753,016</b>	<b>1,914,064</b>	<b>838,952</b>
<b>Total support services</b>	<b>3,003,016</b>	<b>1,914,064</b>	<b>1,088,952</b>
<b>Total expenditures</b>	<b>3,103,016</b>	<b>1,932,087</b>	<b>1,170,929</b>
Excess of revenues over (under) expenditures	(2,310,516)	(1,049,819)	1,260,697
Other financing sources (uses):			
Proceeds from sale of notes	1,950,000	1,950,000	0
<b>Total other financing sources (uses)</b>	<b>1,950,000</b>	<b>1,950,000</b>	<b>0</b>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(360,516)	900,181	1,260,697
Fund balance, July 1 (includes prior year encumbrances appropriated)	537,852	537,852	0
<b>Fund balance, June 30</b>	<b>\$177,336</b>	<b>\$1,438,033</b>	<b>\$1,260,697</b>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Vocational Education Equipment Capital Projects Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
Instruction			
Regular			
Capital outlay	<u>0</u>	<u>0</u>	<u>0</u>
Total regular	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	<u>1,532</u>	<u>1,532</u>	<u>0</u>
Fund balance, June 30	<u>\$1,532</u>	<u>\$1,532</u>	<u>\$0</u>



**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 School Net Plus Capital Projects Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$215,000	\$2,285	(\$212,715)
<b>Total revenues</b>	<u>215,000</u>	<u>2,285</u>	<u>(212,715)</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction</b>			
Regular			
Salaries and wages	4,650	622	4,028
Fringe Benefits	401	87	314
Purchased services	20,280	3,744	16,536
Materials and supplies	97,833	79,302	18,531
Capital outlay - new	793,036	793,037	(1)
<b>Total regular</b>	<u>916,200</u>	<u>876,792</u>	<u>39,408</u>
<b>Support Services:</b>			
Pupils			
Capital outlay - new	215,000	2,285	212,715
Capital outlay			
Purchased Services	1,497	220	1,277
<b>Total support services</b>	<u>216,497</u>	<u>2,505</u>	<u>213,992</u>
<b>Total Expenditures</b>	<u>1,132,697</u>	<u>879,297</u>	<u>253,400</u>
<b>Excess of revenues over (under) expenditures</b>	(917,697)	(877,012)	40,685
<b>Other financing sources (uses):</b>			
Advances in	1,500	0	1,500
<b>Total other financing sources (uses)</b>	<u>1,500</u>	<u>0</u>	<u>1,500</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	(916,197)	(877,012)	42,185
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	916,199	916,199	0
<b>Fund balance, June 30</b>	<u>\$2</u>	<u>\$39,187</u>	<u>\$39,185</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Interactive Video Distance Learning Capital Projects Fund  
 For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$70,690	\$60,150	(\$10,540)
<b>Total revenues</b>	<u>70,690</u>	<u>60,150</u>	<u>(10,540)</u>
<b>Expenditures:</b>			
Current:			
Instruction			
Regular			
Salaries and wages	850	0	850
Fringe Benefits	150	0	150
Purchased services	5,685	0	5,685
Capital outlay - new	52,465	49,610	2,855
<b>Total regular</b>	<u>59,150</u>	<u>49,610</u>	<u>9,540</u>
Support Services:			
Instructional Staff			
Purchased Services	1,000	0	1,000
<b>Total support services</b>	<u>1,000</u>	<u>0</u>	<u>1,000</u>
<b>Total Expenditures</b>	<u>60,150</u>	<u>49,610</u>	<u>10,540</u>
<b>Excess of revenues over (under) expenditures</b>	10,540	10,540	0
<b>Fund balance, July 1</b>	0	0	0
<b>Fund balance, June 30</b>	<u>\$10,540</u>	<u>\$10,540</u>	<u>0</u>

## ENTERPRISE FUNDS

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

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FOOD SERVICE: To account for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

UNIFORM SCHOOL SUPPLY: To account for the purchase and sale of school supplies as adopted by the Board of Education for use in all schools of the District.

EAGLE GRANT: To account for monies received and expended in connection with a community recreation program which is intended to be self-sustaining.

LATCHKEY: To account for all revenues and expenses related to the operation of the Latchkey Program for the District students.

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**ALL ENTERPRISE FUNDS**  
 June 30, 1999

	Food Service	Uniform School Supply	Eagle Grant	Latchkey	Total
<b>Assets</b>					
<b>Current Assets:</b>					
Equity in pooled cash and cash equivalents	\$2,800	\$240,757	\$1,361	\$285,750	\$530,668
<b>Receivables:</b>					
Accounts	3,687	3,837	0	0	7,524
Intergovernmental	35,934	0	0	0	35,934
Inventory held for resale	43,905	0	0	0	43,905
<b>Total current assets</b>	<b>86,326</b>	<b>244,594</b>	<b>1,361</b>	<b>285,750</b>	<b>618,031</b>
<b>Non-current assets:</b>					
Fixed assets (net of accumulated depreciation)	429,047	0	0	6,374	435,421
<b>Total assets</b>	<b>515,373</b>	<b>244,594</b>	<b>1,361</b>	<b>292,124</b>	<b>1,053,452</b>
<b>Liabilities</b>					
<b>Current liabilities:</b>					
Accounts payable	346	15,499	0	2,123	17,968
Accrued wages	59,778	0	0	65,740	125,518
Compensated absences payable	91,975	0	0	0	91,975
Capital lease payable	11,589	0	0	0	11,589
Interfund payable	13,000	0	0	0	13,000
Deferred revenue	23,992	0	0	0	23,992
<b>Total current liabilities</b>	<b>200,680</b>	<b>15,499</b>	<b>0</b>	<b>67,863</b>	<b>284,042</b>
<b>Total liabilities</b>	<b>200,680</b>	<b>15,499</b>	<b>0</b>	<b>67,863</b>	<b>284,042</b>
<b>Retained earnings:</b>					
Unreserved	(887,723)	229,095	1,361	224,261	(433,006)
<b>Total retained earnings</b>	<b>(887,723)</b>	<b>229,095</b>	<b>1,361</b>	<b>224,261</b>	<b>(433,006)</b>
Contributed capital	1,202,416	0	0	0	1,202,416
<b>Total liabilities and fund equity</b>	<b>\$515,373</b>	<b>\$244,594</b>	<b>\$1,361</b>	<b>\$292,124</b>	<b>\$1,053,452</b>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Combining Statement of Revenues, Expenses  
 And Changes in Retained Earnings  
**ALL ENTERPRISE FUNDS**  
 For The Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supply	Eagle Grant	Latchkey	Total
<b>Operating revenues:</b>					
Tuition and fees	\$0	\$480,384	\$0	\$0	\$480,384
Sales	1,364,105	0	0	0	1,364,105
Charges for services	0	3,837	0	649,904	653,741
<b>Total revenues</b>	<u>1,364,105</u>	<u>484,221</u>	<u>0</u>	<u>649,904</u>	<u>2,498,230</u>
<b>Operating expenses:</b>					
Salaries and wages	712,145	0	0	317,828	1,029,973
Fringe benefits	154,359	0	0	72,485	226,844
Purchased services	21,487	0	0	86,824	108,311
Materials and supplies	826,909	413,792	0	78,574	1,319,275
Depreciation	150,285	0	0	4,173	154,458
Other operating expenses	0	0	0	12,966	12,966
<b>Total operating expenses</b>	<u>1,865,185</u>	<u>413,792</u>	<u>0</u>	<u>572,850</u>	<u>2,851,827</u>
<b>Operating income (loss)</b>	<u>(501,080)</u>	<u>70,429</u>	<u>0</u>	<u>77,054</u>	<u>(353,597)</u>
<b>Non-operating revenues:</b>					
Loss on sale of fixed assets	(18,668)	0	0	0	(18,668)
Federal donated commodities	109,153	0	0	0	109,153
Operating grants	247,798	0	0	0	247,798
Interest revenue	598	0	0	0	598
Interest expense	(1,998)	0	0	0	(1,998)
<b>Total non-operating revenues</b>	<u>336,883</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>336,883</u>
<b>Income (loss)</b>	<u>(164,197)</u>	<u>70,429</u>	<u>0</u>	<u>77,054</u>	<u>(16,714)</u>
<b>Net income</b>	(164,197)	70,429	0	77,054	(16,714)
<b>Retained earnings, July 1</b>	(723,526)	158,666	1,361	147,207	(416,292)
<b>Retained earnings, June 30</b>	<u>(\$887,723)</u>	<u>\$229,095</u>	<u>\$1,361</u>	<u>\$224,261</u>	<u>(\$433,006)</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ALL ENTERPRISE FUNDS**  
For The Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supply	Eagle Grant	Latchkey	Totals
<b>Cash flows from operating activities:</b>					
Cash received from tuition and fees	\$0	\$486,562	\$0	\$0	\$486,562
Cash received from sales	1,374,458	0	0	0	1,374,458
Cash from charges for services	0	0	0	649,904	649,904
Cash payments to suppliers for goods and services	(21,307)	0	0	(85,459)	(106,766)
Cash payments to employees for services	(872,461)	0	0	(374,246)	(1,246,707)
Cash payments for other operating expenses	(721,752)	(416,765)	0	(78,330)	(1,216,847)
<b>Net cash provided by (used for) operating activities</b>	<b>(241,062)</b>	<b>69,797</b>	<b>0</b>	<b>111,869</b>	<b>(59,396)</b>
<b>Cash flows from noncapital financing activities:</b>					
Operating grants received	253,743	0	0	0	253,743
Cash received from other funds	13,000	0	0	0	13,000
<b>Net cash provided by noncapital financing activities</b>	<b>266,743</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>266,743</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Acquisition of Capital Assets	(33,126)	0	0	0	(33,126)
<b>Net cash used for capital and related financing activities</b>	<b>(33,126)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(33,126)</b>
<b>Cash flows from investing activities:</b>					
Interest on investments	598	0	0	0	598
<b>Net cash provided by investing activities</b>	<b>598</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>598</b>
<b>Net increase in cash and cash equivalents</b>	<b>(6,847)</b>	<b>69,797</b>	<b>0</b>	<b>111,869</b>	<b>174,819</b>
Cash and cash equivalents, July 1	9,647	170,960	1,361	173,881	355,849
Cash and cash equivalents, June 30	2,800	240,757	1,361	285,750	530,668
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>					
Operating income (loss)	(501,080)	70,429	0	77,054	(353,597)
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</b>					
Depreciation	150,285	0	0	4,173	154,458
Donated commodities used	109,153	0	0	0	109,153
<b>Changes in assets and liabilities:</b>					
(Increase) decrease in accounts receivable	10,353	2,440	0	21,012	33,805
(Increase) decrease in inventory held for resale	(43,905)	0	0	0	(43,905)
(Increase) decrease in materials and supplies inventory	38,149	0	0	0	38,149
Increase (decrease) in accounts payable	(61)	(3,072)	0	(6,437)	(9,570)
Increase (decrease) in accrued wages and benefits	(33,418)	0	0	16,067	(17,351)
Increase (decrease) in compensated absences	27,461	0	0	0	27,461
Increase (decrease) in deferred revenue	6,537	0	0	0	6,537
Increase (decrease) in capital lease payable	(4,536)	0	0	0	(4,536)
<b>Total Adjustments</b>	<b>260,018</b>	<b>(632)</b>	<b>0</b>	<b>34,815</b>	<b>294,201</b>
<b>Net cash provided by (used for) operating activities</b>	<b>(241,062)</b>	<b>\$69,797</b>	<b>\$0</b>	<b>\$111,869</b>	<b>(59,396)</b>
<b>Non cash transactions-enterprise fund</b>					
Non cash donation of investment held for resale-food service					\$109,153

## **INTERNAL SERVICE FUND**

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Internal Service Funds are used to account for the financing of services provided by one department or agency to another department or agency on a cost reimbursement basis.

Since there is only one Internal Service Fund no additional financial statements are presented here.

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## **FIDUCIARY FUNDS**

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Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The District's fiduciary funds include an Expendable Trust Fund, and Agency Funds. The following are descriptions of each of the District's Fiduciary Funds:

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### **EXPENDABLE TRUST FUND**

EXPENDABLE TRUST: To account for donations received by the District in a trustee capacity.

### **AGENCY FUNDS**

UNCLAIMED MONIES AGENCY: To account for funds that belong to others as a result of outstanding checks over one year old.

STUDENT ACTIVITIES AGENCY: To account for the resources that belong to the various student groups in the District. The funds account for sales and other revenue generating activities by student activity programs which have students involved in the management of the program.



**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**ALL FIDUCIARY FUND TYPES**  
 June 30, 1999

	Expendable Trust	Unclaimed Monies Agency	Student Activities Agency	Totals
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$6,638	\$9,016	\$117,107	\$132,761
Receivables:				
Accounts	0	0	50	50
<b>Total Assets</b>	<u>6,638</u>	<u>9,016</u>	<u>117,157</u>	<u>132,811</u>
<b>Liabilities</b>				
Accounts payable	0	0	6,011	6,011
Due to others	0	8,099	0	8,099
Due to students	0	917	111,146	112,063
<b>Total liabilities</b>	<u>0</u>	<u>9,016</u>	<u>117,157</u>	<u>126,173</u>
<b>Fund balances:</b>				
Unreserved:				
Undesignated	6,638	0	0	6,638
<b>Total fund equity (deficit)</b>	<u>6,638</u>	<u>0</u>	<u>0</u>	<u>6,638</u>
<b>Total liabilities and fund equity</b>	<u>\$6,638</u>	<u>\$9,016</u>	<u>\$117,157</u>	<u>\$132,811</u>

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Statement of Changes In Assets and Liabilities**  
**Agency Fund**  
**For The Fiscal Year Ended June 30, 1999**

**Student Activities Fund**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$108,247	\$232,044	\$223,184	\$117,107
Accounts receivable	0	50	0	50
<b>Total Assets</b>	<u>108,247</u>	<u>232,094</u>	<u>223,184</u>	<u>117,157</u>
<b>Liabilities</b>				
Due to students	108,247	232,094	223,184	117,157
<b>Total liabilities</b>	<u>\$108,247</u>	<u>\$232,094</u>	<u>\$223,184</u>	<u>\$117,157</u>

**Unclaimed Monies Fund**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$8,099	\$966	\$49	\$9,016
Accounts receivable	0	0	0	0
<b>Total Assets</b>	<u>8,099</u>	<u>966</u>	<u>49</u>	<u>9,016</u>
<b>Liabilities</b>				
Due to Others	8,099	0	0	8,099
Due to students	0	966	49	917
<b>Total liabilities</b>	<u>\$8,099</u>	<u>\$966</u>	<u>\$49</u>	<u>\$9,016</u>

## **GENERAL FIXED ASSETS ACCOUNT GROUP**

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

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**FAIRFIELD CITY SCHOOL DISTRICT**  
Schedule of General Fixed Assets by Source  
June 30, 1999

General fixed assets:	
Land	\$4,358,762
Buildings	64,142,661
Equipment	<u>15,794,665</u>
 Total General Fixed Assets	 <u><u>\$84,296,088</u></u>
 Investment in general fixed assets by source:	
General Fund	\$8,569,942
Special Revenue Funds	287,572
Capital Projects Funds	<u>75,438,574</u>
 Total General Fixed Assets	 <u><u>\$84,296,088</u></u>

**FAIRFIELD CITY SCHOOL DISTRICT**

## Schedule of General Fixed Assets

## By Function and Type

June 30, 1999

<u>Function</u>	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
Instruction:				
Regular	\$0	\$1,103,637	\$7,643,943	\$8,747,580
Special	0	0	9,323	9,323
Other	0	0	0	0
Total instruction	<u>0</u>	<u>1,103,637</u>	<u>7,653,266</u>	<u>8,756,903</u>
Support services:				
Pupil	0	0	92,844	92,844
Instructional staff	0	0	469,773	469,773
Administration	0	0	761,609	761,609
Fiscal	0	0	58,356	58,356
Business	0	0	190,890	190,890
Operations and maintenance	0	0	435,039	435,039
Pupil transportation	0	0	4,669,653	4,669,653
Non-instructional	0	0	38,350	38,350
Total support services	<u>0</u>	<u>0</u>	<u>6,716,514</u>	<u>6,716,514</u>
Extracurricular activities	0	0	301,349	301,349
Capital Outlay	4,358,762	63,039,024	1,123,536	68,521,322
Total General Fixed Assets	<u>\$4,358,762</u>	<u>\$64,142,661</u>	<u>\$15,794,665</u>	<u>\$84,296,088</u>

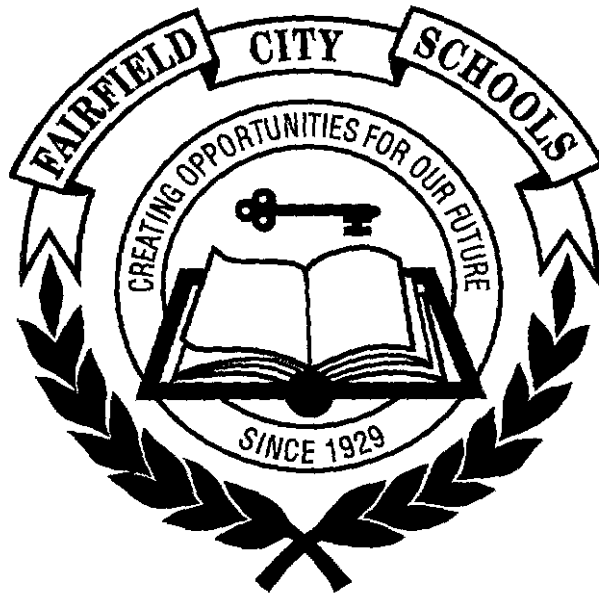
**FAIRFIELD CITY SCHOOL DISTRICT**  
**Schedule of Changes in General Fixed Assets**  
**Assets by Function**  
**For the Fiscal Year Ended June 30, 1999**

Function	Balance at July 1, 1998	Additions	Deductions	Balance at June 30, 1999
<b>Instruction:</b>				
Regular	\$8,045,586	\$701,994	\$0	\$8,747,580
Special	0	9,323	0	9,323
Other	0			0
<b>Total Instruction</b>	<b>8,045,586</b>	<b>711,317</b>	<b>0</b>	<b>8,756,903</b>
<b>Support services:</b>				
Pupil	89,900	2,944	0	92,844
Instructional staff	469,374	399	0	469,773
Administration	759,841	1,768	0	761,609
Fiscal	45,849	12,507	0	58,356
Business	194,125	0	3,235	190,890
Operations and maintenance	457,185	0	22,146	435,039
Pupil transportation	4,669,653	0	0	4,669,653
Non-instructional	38,350	0	0	38,350
<b>Total Support services</b>	<b>6,724,277</b>	<b>17,618</b>	<b>25,381</b>	<b>6,716,514</b>
Extracurricular activities	256,905	44,444	0	301,349
Capital Outlay	66,799,048	1,722,274	0	68,521,322
<b>Total General Fixed Assets</b>	<b>\$81,825,816</b>	<b>\$2,495,653</b>	<b>\$25,381</b>	<b>\$84,296,088</b>

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*Statistical  
Section*

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**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 General Fund Revenues by Source  
 Last Ten Fiscal Years

TABLE 1

Fiscal Year (1)	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999
Taxes	\$10,916,389	\$13,328,472	\$16,131,725	\$17,870,493	\$20,768,810	\$22,094,979	\$23,542,917	\$22,895,211	\$25,229,666	\$31,006,930
Intergovernmental	12,800,529	14,280,572	14,228,376	14,184,517	14,487,867	14,951,411	16,364,239	16,983,693	18,942,933	20,681,845
Interest	557,690	459,930	326,529	207,800	214,250	324,655	519,371	479,262	662,016	702,000
Tuition and Fees	56,201	135,616	109,914	48,925	48,417	116,082	71,359	137,403	58,257	470,788
Other Revenues	103,099	211,387	298,637	449,838	306,594	471,649	219,631	647,532	592,798	645,958
<b>Total Revenues</b>	<b>\$24,433,908</b>	<b>\$28,415,977</b>	<b>\$31,095,181</b>	<b>\$32,761,573</b>	<b>\$35,825,938</b>	<b>\$37,958,776</b>	<b>\$40,717,517</b>	<b>\$41,143,101</b>	<b>\$45,485,670</b>	<b>\$53,507,521</b>

Source: Fairfield City School District

(1) Fiscal years 1992 through 1999 are reported on the GAAP basis; all other fiscal years are reported on a cash basis.



**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 General Fund Expenditures by Function  
 Last Ten Fiscal Years

**TABLE 2**

Fiscal Year (1)	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999
Instruction	\$17,513,354	\$19,456,372	\$21,132,403	\$21,191,744	\$21,492,151	\$21,839,774	\$23,041,650	\$25,346,258	\$24,849,129	\$25,987,542
Instructional Staff	940,272	1,017,513	919,767	1,023,901	891,109	718,280	732,289	929,303	2,757,639	2,842,175
Pupil	1,341,276	1,477,204	1,712,081	1,547,276	1,624,730	1,836,672	2,082,312	2,167,146	2,021,150	2,072,078
Board of Education	0	0	0	0	0	0	0	0	0	20,420
Administration	1,628,925	1,782,129	1,886,663	1,997,875	2,236,569	3,103,254	3,283,159	3,488,841	4,195,284	4,581,810
Business and Fiscal	610,371	870,138	850,514	915,111	1,032,262	1,225,512	881,229	1,136,256	866,706	1,039,629
Operations and Maintenance	2,597,985	2,790,039	2,941,378	3,171,271	3,626,775	3,640,465	4,016,899	3,842,578	5,011,132	5,271,078
Pupil Transportation	1,993,830	2,184,804	2,131,088	2,255,118	2,265,577	2,153,483	3,042,276	2,750,733	3,037,532	2,805,811
Central	0	0	0	0	0	0	0	0	0	40,956
Operation of Non-Instructional Services	12,307	78,338	176,793	174,296	44,260	61,788	263,539	98,951	75,678	0
Extracurricular Activities	71,571	256,030	376,061	418,267	493,239	557,794	634,167	681,623	914,973	972,824
Capital Outlay	0	0	0	0	0	0	0	0	0	114,123
Debt Service	0	0	857,996	1,881,626	1,794,692	1,841,335	1,564,912	427,994	798,728	114,431
<b>Total Expenditures</b>	<b>\$26,709,891</b>	<b>\$29,912,567</b>	<b>\$32,984,744</b>	<b>\$34,576,485</b>	<b>\$35,501,364</b>	<b>\$36,978,357</b>	<b>\$39,542,432</b>	<b>\$26,109,432</b>	<b>\$44,527,951</b>	<b>\$45,812,877</b>

Source: Fairfield City School District

(1) Fiscal years 1992 through 1999 are reported on the GAAP basis; all other fiscal years are reported on a cash basis.

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Property Tax Levies and Collections - Real and Public Utility Property  
 Last Nine Collection (Calendar) Years

Collection Year	Tax Levied	Current Tax Collections	Percent Collected	Delinquent Collection	Total Tax Collections	Percent of Total Collections to Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Tax Levied
1990	16,413,652	16,004,325	97.51%	440,080	16,444,405	100.19%	623,244	3.80%
1991	17,595,355	16,841,326	95.71%	563,200	17,404,526	98.92%	746,387	4.24%
1992	18,133,540	17,783,448	98.07%	702,020	18,485,468	101.94%	965,137	5.32%
1993	21,562,471	20,792,198	96.43%	623,188	21,415,386	99.32%	817,448	3.79%
1994	22,037,399	21,819,746	99.01%	574,980	22,394,726	101.62%	697,877	3.17%
1995	25,232,746	24,855,685	98.51%	665,040	25,520,725	101.14%	409,898	1.62%
1996	26,744,006	26,138,134	97.73%	592,836	26,730,970	99.95%	250,239	0.94%
1997	26,779,589	25,463,240	95.08%	572,190	26,035,430	97.22%	894,092	3.34%
1998	26,906,274	26,602,692	98.87%	719,216	27,321,908	101.54%	478,455	1.78%

Source: Butler County Auditor

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
Assessed and Estimated Actual Value of Taxable Property  
Last Ten Collection Years

TABLE 4

Collection Year	Real Property		Tangible Personal Property		Public Utilities Personal		Total	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1990	465,862,740	1,331,036,400	47,584,479	169,944,568	36,050,850	45,063,563	549,498,069	1,546,044,531
1991	560,519,670	1,601,484,771	51,164,497	189,498,137	37,277,000	46,596,250	648,961,167	1,837,579,158
1992	570,336,510	1,629,532,886	58,570,143	225,269,781	40,593,920	50,742,400	669,500,573	1,905,545,067
1993	577,411,180	1,649,746,229	57,146,063	228,584,252	44,646,920	55,808,650	679,204,163	1,934,139,131
1994	625,388,300	1,786,823,714	58,821,005	235,284,020	46,540,330	58,175,413	730,749,635	2,080,283,147
1995	631,001,580	1,802,861,657	62,701,334	250,805,336	48,214,110	60,267,638	741,917,024	2,113,934,631
1996	680,654,840	1,944,728,114	66,847,507	267,390,028	46,752,550	58,440,688	794,254,897	2,270,558,830
1997	737,481,630	2,107,090,371	83,814,921	335,259,684	46,487,160	58,108,950	867,783,711	2,500,459,005
1998	773,080,200	2,208,800,571	92,145,900	368,583,600	45,340,120	56,675,150	910,566,220	2,634,059,321
1999	797,087,180	2,277,391,943	88,645,232	473,018,008	46,049,910	57,562,388	931,782,322	2,807,972,339

Source: Butler County Auditor.

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Property Tax Rates (Per \$1,000 of Assessed Valuation)  
 Direct and Overlapping Governments  
 Last Ten Collection (Calendar) Years

TABLE 5

	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990
Fairfield City School District	54	54	55	55	55	51	51	45	46	46
City of Fairfield	5	5	5	5	5	4	4	4	4	4
Fairfield Township	7	7	7	7	7	7	7	7	7	7
Butler County	8	8	8	7	7	7	7	7	7	7
Butler County JVS	2	2	2	2	2	2	2	2	2	2

Source: Butler County Auditor.

TABLE 6

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
 Ratio of Net General Bonded Debt to Assessed Value  
 And Net Bonded Debt Per Capita  
 Last Ten Fiscal Years

Year	Population (1)	Total Assessed Value (2)	Gross Bonded Debt	Less Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt To Assessed Value (%)
1990	49,373	549,498,069	6,870,000	873,537	5,996,463	1.09%
1991	50,439	648,961,167	6,390,000	1,063,027	5,326,973	0.82%
1992	51,505	669,500,573	6,015,000	1,452,836	4,562,164	0.68%
1993	52,571	679,204,163	5,630,000	1,841,086	3,788,914	0.56%
1994	52,930	730,749,635	5,240,000	1,635,675	3,604,325	0.49%
1995	53,841	741,917,024	49,240,000	1,021,194	48,218,806	6.50%
1996	55,456	794,254,897	49,398,000	1,567,866	47,830,134	6.02%
1997	57,120	867,783,711	51,333,814	2,422,896	48,910,918	5.64%
1998	58,837	910,556,220	49,139,814	1,510,470	47,629,344	5.23%
1999	60,602	931,782,322	48,247,814	1,474,909	46,772,905	5.02%

Source:

(1) Census data for 1990; estimates were used for interim years.

(2) Butler County Auditor, calendar year basis.

TABLE 7

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Computation of Legal Debt Margin

June 30, 1999

Assessed Valuation of District		<u>\$931,782,322</u>
<u>Overall Direct Debt Limitation</u>		
Direct debt limitation		
9% of assessed valuation		83,860,409
Amount available in Debt Service Fund		1,474,909
Gross indebtedness	48,247,814	
Less: Debt exempt from limitation	<u>0</u>	
Debt subject to 9% limitation		<u>(48,247,814)</u>
Legal debt margin within 9% limitation		<u>\$37,087,504</u>
<u>Unvoted Direct Debt Limitation</u>		
Unvoted debt limitation		
0.1% of assessed valuation		931,782
Amount available in Debt Service Fund related to unvoted debt		n/a
Gross indebtedness authorized by the Board	0	
Less: Debt exempt from limitation	<u>0</u>	
Debt subject to 0.1% limitation		<u>0</u>
Legal debt margin within 0.1% limitation		<u>\$931,782</u>

Source: Fairfield City School District records

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Computation of Direct and Overlapping Debt

June 30, 1999

**TABLE 8**

<u>Governmental Unit</u>	<u>Gross General Obligation</u>	<u>Percent Applicable to District (1)</u>	<u>Amount Applicable to District</u>
Direct:			
Fairfield City School District	<u>\$48,247,814</u>	100.00%	<u>\$48,247,814</u>
Overlapping:			
Butler County	\$38,500,000	17.89%	\$6,887,650
Fairfield City	9,957,086	98.62%	9,819,678
Hamilton City	16,751,762	0.78%	130,664
Butler County Joint Vocational School	895,000	26.88%	240,576
Total overlapping:	<u>\$66,103,848</u>		<u>\$17,078,568</u>
Total direct and overlapping debt:	<u>\$114,351,662</u>		<u>\$65,326,382</u>

Source: Ohio Municipal Advisory Council.

(1) Calculated by the Ohio Municipal Advisory Council.

**TABLE 9**

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Ratio of Annual Debt Service Expenditures  
For General Bonded Debt to Total General Fund Expenditures  
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Fund Expenditures (1)</u>	<u>Ratio of Debt Service to General Fund Expenditures (%)</u>
1990	465,000	521,955	986,955	\$26,709,891	3.70%
1991	480,000	492,805	972,805	29,912,567	3.25%
1992	375,000	463,843	838,843	32,984,744	2.54%
1993	385,000	435,193	820,193	34,576,485	2.37%
1994	390,000	405,412	795,412	35,501,364	2.24%
1995	400,000	343,728	743,728	36,978,357	2.01%
1996	785,000	3,750,931	4,535,931	39,542,432	11.47%
1997	1,390,000	3,073,998	4,463,998	40,869,683	10.92%
1998	1,735,000	2,868,058	4,603,058	44,527,951	10.34%
1999	892,000	3,005,496	3,897,496	45,698,754	8.53%

Source: Fairfield City School District

(1) Fiscal years 1992 through 1999 are reported on the GAAP basis;  
all other fiscal years are reported on a cash basis.



**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Demographic Statistics

Last Ten Fiscal Years

**TABLE 10**

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate City of Fairfield (3)</u>
1990	49,373	7,883	5.90%
1991	50,439	8,173	6.70%
1992	51,505	8,429	8.20%
1993	52,571	8,410	7.10%
1994	52,930	8,507	4.70%
1995	53,841	8,639	4.50%
1996	55,456	8,757	4.30%
1997	57,120	8,889	3.50%
1998	58,837	8,961	3.60%
1999	60,602	8,946	3.30%

- Sources:
- (1) Census data for 1990; estimates were used for interim years
  - (2) Fairfield City School District records.
  - (3) Ohio Bureau of Employment Services, rates are for Butler County

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**  
**Construction, Bank Deposits and Property Values**  
**Last Ten Calendar Years**

**TABLE 11**

<u>Calendar Year</u>	<u>Construction (1)</u>	<u>Bank Deposits (2)</u>	<u>Property Values (3)</u>
1990	N/A	2,057,264,000	\$465,862,740
1991	N/A	2,104,239,000	560,519,670
1992	15,320,500	904,381,000	570,336,510
1993	11,514,890	697,204,000	577,411,180
1994	11,774,580	713,488,000	625,388,300
1995	15,300,940	750,113,000	631,001,580
1996	22,657,610	806,926,000	680,654,840
1997	16,382,440	918,777,000	737,481,630
1998	32,090,570	825,082,000	773,080,200
1999	26,001,800	864,100,000	797,087,180

Sources:

- (1) Butler County Auditor
- (2) Total deposits of all commercial banks headquartered in Butler County. Federal Reserve Bank.
- (3) Butler County Auditor, calendar year basis, real property only.

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

Real and Tangible Personal Property

Top Ten Principal Taxpayers

June 30, 1999

**TABLE 12**

Name of Taxpayer	Real Property	Personal Property	Total Assessed Valuation	% of Total Assessed Valuation
Cincinnati Gas & Electric	\$450,230	\$32,972,350	\$33,422,580	3.48%
CFC Investment Co.	16,985,710	7,030	16,992,740	1.77%
Cincinnati Bell Telephone Inc.	0	10,951,480	10,951,480	1.14%
McKesson Corp.	1,307,580	7,458,640	8,766,220	0.91%
Meijer Inc.	5,007,190	2,667,780	7,674,970	0.80%
M. Bohlke Veneer Corp.	0	6,391,250	6,391,250	0.66%
Boymel Sam TRUST	6,255,710	0	6,255,710	0.65%
Toys R Us Ohio Inc.	3,051,050	2,790,760	5,841,810	0.61%
Prudential Insurance Co.	5,361,580	0	5,361,580	0.56%
Automanage Inc.	2,696,960	1,798,311	4,495,271	0.47%
	<u>\$41,116,010</u>	<u>\$65,037,601</u>	<u>\$106,153,611</u>	<u>11.04%</u>

Source: Butler County Auditor.

**FAIRFIELD CITY SCHOOL DISTRICT, OHIO**

**TABLE 13**

Miscellaneous Statistical Data  
June 30, 1999

Year of Incorporation: 1929  
Form of Government: Public School District  
Area of District: 38 Square miles

Number of Schools

Kindergarten	1
Elementary	5
Intermediate	1
Middle	1
Freshman	1
High	1
	<u>10</u>

Education of Certified Staff

<u>Fiscal Year</u>	<u>Bachelor</u>	<u>Masters and beyond</u>	<u>Average years Experience</u>
1990	50.57%	49.40%	13.4
1991	49.31%	50.70%	13.1
1992	49.91%	50.10%	13.2
1993	62.11%	37.90%	12.4
1994	51.30%	48.70%	13.0
1995	51.70%	48.20%	13.2
1996	51.60%	48.40%	13.5
1997	54.60%	45.40%	13.6
1998	51.20%	48.80%	13.7
1999	54.70%	45.30%	14.0

Source: Fairfield City School District records

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**Saufield City School District**

**411 Donald Drive**

**Saufield, Ohio 45014**

**313/829-6300**



STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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800-282-0370

Facsimile 614-466-4490

**FAIRFIELD CITY SCHOOL DISTRICT**

**BUTLER COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JANUARY 25, 2000**