

Olentangy Local School District

Lewis Center, Ohio

Comprehensive Annual Financial Report

For Fiscal Year Ended June 30, 1999

**Issued by:
Office of the Treasurer**

**Joanne Little
*Treasurer***

**OLENTANGY LOCAL SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 JUNE 30, 1999**

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OLENTANGY LOCAL SCHOOL DISTRICT

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**OLENTANGY LOCAL SCHOOL DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
for fiscal year ended June 30, 1999**

Our Mission . . .

The mission of the Olentangy Local School District is to educate students to become lifelong learners, critical and creative thinkers, effective communicators; and to prepare individuals of all ages to live as responsible and productive citizens of a global and multicultural society. The school district will accomplish this mission through a community-oriented partnership; a caring, competent and dedicated staff; a safe and properly maintained learning environment; efficient use of our physical and financial resources; and a technologically advanced curriculum.

Olentangy Local School District

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January 26, 2000

To the Board of Education and the Citizens of the Olentangy Local School District:

As the Superintendent and the Treasurer of the Olentangy Local School District (the District), we are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 1999. This CAFR is prepared in accordance with generally accepted accounting principles (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

This CAFR has three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the general purpose financial statements and the supplemental data, as well as the independent auditors' report on the financial statements and schedules. The statistical section provides pertinent financial, economic, and demographic information indicating ten-year historical trends.

The Office of the Treasurer is responsible for the accuracy of the data presented and the completeness and fairness of this presentation. We believe the data presented is accurate in all material respects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the District's financial activity are included herein.

Reporting Entity

The District, one of 611 public school districts in the State of Ohio and four in the County of Delaware, provides education to approximately 5,400 students in grades K through 12 as of October, 1999. It is located in Delaware and Franklin Counties in Central Ohio, and approximately fifteen miles north of the City of Columbus. The District was created by the consolidation in 1952 of the Liberty, Hyatt, Orange and Berlin Township schools to form the Olentangy Local School District. Less than one square mile of the District's area is located in Franklin County. The School District's total area is approximately 110 square miles.

Included in the District's territory are all or portions of the following cities, townships and villages:

City of Columbus	Delaware Township
Village of Powell	Genoa Township
Berkshire Township	Liberty Township
Berlin Township	Orange Township
Concord Township	

The School District is an independent political subdivision of the State of Ohio and operates subject to the provisions of the Ohio Constitution and various sections of the Revised Code. Under such laws, there is no authority for the School District to have a charter or adopt local laws. The School District is not a part of, nor under the control of, any village, township or any other municipality.

The accompanying general purpose financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, in that the financial statements include all organizations, activities and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the school district only (i.e. there are no component units).

Organization of the School District

An elected five-member Board of Education (the Board) serves as the taxing authority and policy maker for the District. The Board adopts an annual tax budget and an annual appropriations resolution, which serves as the basis for control over and authorization for all expenditures of District tax money. The Board directly approves all personnel-related expenditures.

The Superintendent is the chief executive officer of the District, responsible to the Board for total educational and support operations. The Treasurer is the chief financial officer of the District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the District, acting as custodian of all District funds, and investing idle funds as permitted by Ohio law. Other administrative personnel reporting to the Superintendent include the Director of Personnel, Business Manager, and the School Principals.

Economic Outlook

The District is considered a high wealth district. The valuation per pupil for fiscal year 1998 was \$189,874 compared to the State average of \$99,831. A comparison of federal adjusted gross income shows that Olentangy ranks 13th in the State of Ohio with all other school districts with an average federal adjusted gross income of \$83,343. A comparison of the median Ohio adjusted gross income shows that Olentangy ranks 5th in the State of

Ohio with all other school districts with an average median adjusted gross income of \$49,447. The District estimates that the 1998-99 expenditure per pupil (all funds) will be \$6,320, compared to the state average of \$6,658.

The District is located in a high growth area. The valuation increase for the period of 1988 through 2000 was an average of 16.8% annually. Considerable new construction is underway or planned for the District. A notable project is the Polaris Centers of Commerce, a 1,078 acre commercial development located in the District which commenced in 1991 and includes an \$11.8 million privately funded interchange which opened in the District in November 1991.

The commercial tax base of the District continues to grow at a robust pace. The Polaris development provides the heaviest concentration of office and retail development. During 1998, construction commenced on a 700,000 square foot power center within the Polaris boundaries. The center is anchored by a 64,000 square foot Kroger store that opened in December 1998. An additional 200,000 square feet of retail space is under construction and expected to be completed in late 1999. The total market value of this development is expected to be between \$65 and \$75 million.

In addition to the center discussed above, Glimcher Realty Trust has announced plans to build a 1,500,000 square foot regional mall at the Polaris location. Construction is expected to commence in late spring 2000 and be completed in 2002. Six major retailers have announced their intention to locate anchor stores at the facility. The total value of the completed project is estimated at \$200 million.

The Polaris development is located within a tax increment financing (TIF) district created by the City of Columbus. The School District is not a participant in the TIF. The TIF district is capturing only non-school real property tax revenues. The School District anticipates additional revenue from this development.

In other developments, Bank One has completed phase one of its 1.5 million square foot office complex. The project will be completed in three phases. The first phase was completed January 1, 1997 with a market value of \$76,285,200. The final phase is expected to be completed by December 30, 2003 at a final market value of \$123 million.

Considerable residential development has also been occurring and is continuing to be planned within the District. Enrollment for school year 1987-88 was 1,618. Enrollment for the 1998-99 school year was 4,971. During the last five years the District has

experienced enrollment growth ranging from 11% to 14%. The enrollment projections, as well as development projections, indicate that the growth will continue well into the new century. Student enrollment projections for the year 2003-04 indicate an enrollment of 8,465 as compared to 4,971 in 1998-99.

While the tremendous growth provides revenue enhancing opportunities, it also provides challenges and expenditure pressures. The District, along with many other public school systems in the state, still faces some difficult economic situations in the future since the primary funding source is property tax revenue. Ohio law limits growth in real estate tax revenues by reducing millage as assessed values increase. This keeps revenues from each levy relatively constant. Statewide voters have proved reluctant to increase property taxes. The District's management is well aware of these facts, especially with the failure of three issues (one operating levy and two bond issues) on the November 1998 ballot. Although the District has received additional revenue from the valuation growth of new construction within the District, the increased expenditures from the enrollment growth have outpaced the additional revenue. The District administration, therefore, place an operating levy on the May, 1999 ballot which was successful which will allow the District to maintain the quality educational services that the District has been accustomed to providing (see below).

The District opened two elementary schools the fall of 1998. The two elementary schools were funded by the 1997 bond issue. The District's Development Committee is always evaluating the construction needs that will exist within the District in the future. The District continues to face the challenge of forecasting the number of students that will be entering the schools each year and trying to provide adequate space to house the influx.

In May, 1999, the District was successful at passing a 7.2 mill operating levy and a 1.69 mill bond issue. The 7.2 mill operating levy will generate approximately \$7,200,000 per fiscal year. During fiscal year 2000, the District will receive 52% of the \$7.2 million which will be approximately \$3,744,000. The passage of the operating levy along with the growth in housing and commercial, allows the district to be in solid financial shape for many years in the future.

The 1.69 mill bond issue that was also successful in May, 1999, will build an additional elementary school that will open the fall of 2000 and a second middle school that is scheduled to open the fall of 2001. The District is on the ballot again on March 7, 2000, for an additional elementary school which would be opened the fall of 2001. The March ballot also contains funds to purchase land for future school facilities.

In 1997 the Board entered into a three and a half-year agreement effective July 1, 1998 to December 31, 2001 with the Olentangy Teachers Association (OTA). These negotiations established the wage and benefit levels for the District's approximately 325 certificated employees. In July, 1999 the Board entered into a three-year agreement effective July 1, 1999 to June 30, 2003 with the Ohio Association of Public School Employees (OAPSE) and the Ohio Association of Public School Employees (AFSCME, AFL-CIO Local #039).

Ohio House Bill 412

Sections 3315.17 and 3315.18 of the Ohio Revised Code (as amended by Sub. Am. HB412) requires school districts to spend a certain portion of their revenues on specific categories of expenditures as specified in the law. In the event that the District does not meet the required expenditure level, the shortfall would be reserved and carried forward to the next fiscal year and would be expected to be spent in addition to any requirement for that fiscal year. Three categories of "set-asides" or reserves are pertinent to the District: the textbook and instructional materials fund, the capital and maintenance fund, and the budget reserve fund. For two funds, the textbook and instructional materials fund and the capital and maintenance fund, 3% of the subject revenue is to be spent in each of the funds. For the District, the required expenditure level in these two funds was \$382,572 each with \$1,208,101 and \$521,201 in actual expenditures respectively. Therefore, as actual expenditures exceed the required expenditures the District will not have to carry forward reserves to fiscal year 2000.

The set aside for the budget reserve fund is based on increases in certain revenue categories. When the subject revenue increases more than 3% during the prior two fiscal years, school districts are required to set aside 1% of the subject revenue. The amount reserved grows each year the trigger point is reached until the maximum amount of 5% of subject revenue has been reserved. Subsequent to reaching the maximum, districts are required to maintain the maximum amount regardless. The District was subject to the Budget Reserve set-aside in fiscal year 1998 when \$118,089, a refund of excess workers' compensation premiums, was required by special law to be placed in the reserve fund. The District was required to add to the budget reserve in fiscal year 1999, with a required set-aside of \$191,286. The total amount in the District's Budget Stabilization Reserve is \$309,375 as of June 30, 1999.

Ohio School Funding: The Perry County Case

On March 24, 1997, the Ohio Supreme Court (the Court) rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the state's legislature to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program," (program) which provides significant amounts of monetary support to the District. During the fiscal year ended June 30, 1999, the District received approximately \$1,941,000 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State legislature in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws, and in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made 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 laws that the Common Pleas Court declared unconstitutional. As of the date of these financial statements, the District is unable to determine what effect, if any, this ongoing litigation will have on its future State funding under this program and on its financial operations.

It is generally understood that the State's restructured school funding system will greatly benefit low-wealth school districts. As a high-wealth district, Olentangy's most likely outcome from a restructured system of school funding is to maintain current levels of state funding. Olentangy is a member of the Alliance for Adequate School Funding, an organization of wealthy school districts working for a funding solution that takes a "hold harmless" approach. The Alliance advocates a solution that will provide for needy schools, avoid the "Robin Hood" effect of taking from wealthy districts to provide for the poorer ones, and address the negative effects of House Bill 920. H.B. 920, passed by the Ohio Legislature in 1976, prohibits the inflationary growth of revenue generated by tax issues. When inflation increases the worth of taxable property in the District, tax rates are reduced so income, or voted dollars, will remain about the same.

Olentangy attributes much of its past educational success to the community's demand for, and support of, a world-class school system. Regardless of the improvements made to Ohio's method of funding public education, our District always will remain accountable to the residents and taxpayers who make Olentangy their public school system of choice.

Educational Program

As of May 1999, 4,971 students were enrolled in the District's five elementary schools, one middle school and one high school. The high school population includes 38 students enrolled in cooperative vocational educational programs provided by the Delaware County Joint Vocational School District (JVSD). In addition, 2 special needs students are being served by agencies that specialize in meeting the needs of this population. The average pupil/teacher ratio for the 1998-99 academic year was approximately 19 to 1.

The District's curriculum includes a wide range of electives and comprehensive courses of study in college preparatory, liberal arts and vocational programs. Test scores indicate students are achieving higher than national averages.

Classroom teachers at all levels are supported by a Curriculum Council, consisting of ten building administrators, a technology coordinator, special educational supervisor, and a curriculum supervisor. An additional 36 Building Chairs represent the subject areas of Business, Language Arts, Fine Arts, Foreign Language, Guidance, Library Media, Mathematics, Physical Education and Health, Science, Social Studies and Special Education provide assistance in curriculum articulation throughout the District.

A full range of extracurricular programs and activities are available to students beginning in the elementary grades. A complete competitive athletics program is offered beginning in the middle school. An intramural sports program is also offered to students at selected grade levels throughout the District.

The District is staffed by four certified librarians. Four speech and hearing therapists, three full time and one part time psychologists, services of an occupational/physical therapist, and one and one-half curriculum supervisors who are assigned to the District from the Delaware/Union County Board of Education and work with students and teachers at all levels. A special education supervisor is employed by the local Board.

The local Board employs twenty-three teachers to work with special needs students. The Delaware/Union County Board also employs three intervention specialists and three intervention aides to serve handicapped, severe behavior disabled, learning disabled and multi-handicapped students. A supplemental services teacher is also provided by the County Board for supplemental support to students for individual education plans (IEP). The County Board of Education also provides a work study coordinator for students with special needs at the secondary level. Talented and gifted instruction is available to all students and supervised by a full-time County Board of Education coordinator. The District now employs six gifted and talented teachers at the elementary and middle school level. Two District Prevention Coordinators help serve the needs of students K-12 as well as career coordination for school to work guidance and assignment.

Two full time teachers, three and one-half aides, and a part-time psychologist serve the District's preschool handicapped and normally developing students.

Elementary students who are "at risk" but not on IEP may receive "at risk" tutoring.

A comprehensive K-12 guidance program is staffed by seven counselors.

The middle school staff has been working for three years on the transition to a true middle school. All three grade levels are now organized into teams with daily home-based activities. A Venture Capital Grant from the State of Ohio in previous years has allowed the staff to make the transition faster and more effectively.

Other educational program highlights are as follows:

- Teachers write their own science curriculum at the kindergarten and first grade levels.
- Elementary students have scheduled time, each week, in computer labs. Elementary buildings are networked, and teachers and students have access to Internet by way of Freenet.

- Language arts and mathematics instruction at the elementary level are child-centered and research-based.
- Twenty or more parents participate each year in parenting classes offered to parents of elementary and middle school students.
- Schools in the District have annually received the Right to Read participation award from the State, recognizing local efforts to promote and encourage reading. An annual author visit is part of this program.
- Weekly classes in music, mini-Olympics and computers are integrated into the curriculum at the kindergarten and first grade levels.
- For grades 2 to 4, a series of programs assist students experiencing academic and social difficulties, along with a peer tutoring group, and implementation of a "Top Gun" program which provides motivation and recognition for academic success.
- In grades 5 to 7, completion of a complete middle school science curriculum including physical, life and earth science, and initiation of a Conditional Placement/Intervention Program are directed toward underachievers.
- More than 85% of the District's high school graduates indicate they intend to pursue a college education, and ACT and SAT College Entrance exam scores are above national averages.
- The District offers approximately 100 courses at the high school level, and 28 course offerings are available at the joint vocational school district.
- Athletic programs include a full range of both interscholastic and intramural sports programs.
- Latchkey programs are provided by the YMCA at each elementary building.
- A Community Education Advisory Committee was formed to review and develop an increased community education program.
- All seniors in the 1999 graduating class passed the Ninth Grade Proficiency Test as required by State law. Of 281 seniors in the 2000 graduating class, all but seven have passed all parts of that Proficiency Test.

Following are certain statistics illustrating the quality of educational programming in the School District:

Per Pupil Expenditure 1998-99 (est.):	\$6320
Starting Teacher Salary (7/1/99):	\$26,911
Average Teacher Salary (1998-99):	\$39,891
Percentage of Teachers with over 10 years Experience:	42%
Percentage of Teachers with Master's Degree:	40%
Percentage of high school graduates enrolling in college or university:	Four-year 76%
	Two-year 14%
	Employment/military/undecided 10%

ACT Scores Composite 1998-1999:

Olentangy	22.1
National	21.0
State	21.4

SAT Scores Average 1998-1999:

	<u>Verbal</u>	<u>Math</u>
Olentangy	507	522
National	505	511
State	534	538

Major Initiatives:

In 1994 the District embarked on developing its Strategic Plan. The planning teams consisted of Board members, superintendent, administrators, teachers, classified staff and residents of the community. The group identified and developed beliefs, mission, objectives and strategies. The seven strategies and accomplishments are as follows:

Strategy #1 - Mathematics Program

"To examine and enhance the K-12 Olentangy mathematics program."

- All teaching staff have been provided with quality inservice for implementation of
 - 1) NCTM standards and assessment model
 - 2) State of Ohio Math Model
 - 3) Delaware County Course of Study and PPO Assessment
- Principles and directions for demand placed on students in the curriculum in instructional methods have been established through math leadership teams. Evaluation of teachers and staff to responsibly hold individuals accountable for their performance has been addressed through math leadership team and the mentoring program.
- Relations and connections between home and school and community and school have been improved.
- All math teachers have been encouraged to optimally engaged students according to the NCTM standards.

Strategy #2 - Programs for non-college-bound students

"We will develop and implement career programs for non-college-bound students."

- Initiation of a four-year program at the high school level with the inclusion of the required freshman computer/career class.
- "Career Days" speakers and shadowing day have been instituted.
- A career coordinator was hired during the 1998-99 school year to oversee the entire program.
- Recommendation to initiate a graduate follow up study for years one and five after graduation.
- Recommendation to increase business/school partnerships.

Strategy #3 – Facilities

"We will develop a long-range plan for additional and improved facilities, including athletic, for school and community use."

- Bond issues were passed and construction and completion of two additional elementary schools, and renovations to current middle school were completed.
- The Board-created Development Committee continues to address the facility needs within the district. The Development Committee is continually working on facility need recommendations.

Strategy #4 - Community Education Program

"We will develop and implement a community education program."

- A needs assessment for the community was developed during 1994-95.
- A coordinator was hired and the program began 1995-96.
- The Community Education Advisory Committee meets on a periodic basis throughout the year.
- Increasing community awareness, program services, and collaboration is being completed on an ongoing basis.

Strategy #5 - Alternative Methods of Instruction

"We will identify and pursue alternative methods of instruction and assessment."

- Portfolios are being used grades K-12 in language arts. Math portfolios are being kept for all students K-5.
- Student progress reports have included personal comments for grades K-12.
- Instructional methods have been implemented in relation to students' various learning styles, including training of teachers and administrators in multiple intelligences.
- Expanded curriculum opportunities have been instituted to provide students with at least one option rather than traditional scheduling.
- Expanded opportunities have been developed to include tutoring, mentor programs, etc. for at risk students not currently being served by programs.
- Curricular enrichment programs have been expanded to creating a debate team at the high school, Right to Read Week at elementary and middle schools, and author visits at the elementary school level.
- Cultural and enrichment opportunities have been developed through school-wide or grade level assemblies, including enrichment write shop mini-course, team assemblies, and work study opportunities.
- All students have been given the opportunity to be exposed to foreign language through after school programs K-5 and additional language programs at the middle school and high school levels.
- Opportunities for environmental studies in outdoor education centers have been developed through the language lab at the middle school site, and the elementary partnership with the Preservation Parks of Delaware.

Strategy #6 - Technology

"We will expand the application of technology within the school district."

- An extensive upgrade in hardware and software has been completed K-12.
- Additional recommendations include increased staff development opportunities, community use and access to district communities, and the wide area network (WAN). New elementaries were opened with technology in each classroom providing for voice, data, and video capabilities. The District currently supports local area networks in each building, and provides state-of-the-art technology to students and staff with over 1200 computers districtwide.

Strategy #7 - Education Partnership

"We will establish and execute a procedure to inform and involve the whole community in our education partnership."

- A staff position of public information coordinator has been added.
- Annual report in calendar format, district newsletter, building newsletters, Board communications, and community groups have been implemented to involve the whole community.
- Marquee signs have been added at all building locations.

- Informational packets, Board information at schools, back to school nights, community forums, outreach program, and parent advisory groups have been developed.

The Strategic Plan is evaluated on an annual basis through the Strategic Planning Committee.

Financial Information

The District's accounting system is organized on a "fund" basis. Each fund is a separate self-balancing accounting entity. Records for all District funds, except Proprietary and Nonexpendable Trust Funds, are maintained on a modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when the related liability is incurred, except for interest on long-term debt, which is recorded when due. Proprietary and Nonexpendable Trust Funds are accounted for on the full-accrual basis of accounting. Both bases of accounting are in accordance with generally accepted accounting principles (GAAP) as applied to governmental units and consistent with GASB Cod. Sec. 1600, "Basis of Accounting."

Internal Control

In developing and revising the District's accounting and internal control system, the Management has considered the adequacy of internal controls to provide reasonable, but not absolute, assurance regarding:

- the safeguarding of assets against loss from unauthorized use or disposition; and
- the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

- the cost of a control should not exceed the benefits likely to be derived; and
- the evaluation of costs and benefits requires estimates and judgments by management.

Management believes that the internal controls adequately meet the above objectives.

Budgetary Controls

All governmental, proprietary, expendable trust and nonexpendable trust fund types are subject to annual expenditure budgets. The procedures below outline the District's budgetary procedures:

1. A Tax Budget of estimated cash receipts and disbursements is submitted to the County Auditor, as secretary of the County Budget Commission, by January 20 of each year, for the fiscal year commencing the following July 1. The Olentangy Board of Education normally adopts the Tax Budget at its organization meeting in early January.

2. The County Budget Commission certifies its actions to the District by March 1. As part of this certification, the District receives the official certificate of estimated resources, which states the projected receipts of each fund. On or about July 1, this certificate is amended to include any unencumbered balances from the preceding year.

3. An annual appropriation measure must be passed by October 1 of each year for the period July 1 to June 30. Unencumbered appropriations lapse at year-end. Encumbered appropriations are reported as expenditures in the current year budget basis statement of revenue, expenditures and changes in fund balance. The Board of Education adopted a temporary appropriation measure on June 30, 1998, to allow the District to operate until its annual appropriations were adopted. The legal level of budgetary control is at the function and object level. The appropriation measure may be amended or supplemented during the year as new information becomes available. Management controls the budget at their building or department level and may transfer funds within their individual budgets throughout the year. The final appropriations measure, including all transfers made by management, was approved by the Board of Education on June 22, 1999. Appropriations may not exceed estimated resources and expenditures may not exceed appropriations in any fund at the function and object level.

Additionally, the District maintains an encumbrance accounting system as a useful technique of accomplishing budgetary control. Under encumbrance accounting, purchase orders, contracts, and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation.

The District prepares its budget on a basis of accounting that differs from generally accepted accounting principles (GAAP). The actual results of operations are presented in the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances—Budget and Actual—All Governmental Fund Types in accordance with the budget basis of accounting.

As noted in the District's budgetary procedures above, expenditures may not exceed appropriations at the function and object level. This "level of expenditure detail" is defined by the Auditor of State of Ohio Uniform School Accounting System User Manual. The object identifies the service or commodity obtained as the result of a specific expenditure (e.g. salaries and wages, purchased services, supplies and materials). The function describes the activity a person performs or the purpose for which an expenditure is made. The following is a summary of the definitions used when categorizing governmental expenditures by function:

Regular Instructional Services - Instructional activities designed primarily to prepare pupils for the necessary activities as citizens, family members, and workers. Regular instructional services include those instructional services that are not otherwise categorized as special, vocational or continuing instructional services.

Special Instructional Services - Instructional activities designed primarily to deal with pupil exceptionalities. The special instruction service areas include Pre-primary, Elementary, and Secondary services for the: i) academically gifted; ii) handicapped; iii) culturally different; iv) disadvantaged; and v) other special needs.

Vocational Instructional Services - Instructional activities designed to prepare youths and adults, in an efficient and timely fashion, to make informed career choices and to successfully enter, complete, and advance in a changing work environment.

Continuing Instructional Services - Instructional activities designed to develop knowledge and skills to meet immediate and long-range educational objectives for pupils who have completed or interrupted formal schooling and have accepted adult roles and responsibilities.

Operation and Maintenance of Plant Support Services - Those activities concerned with keeping the physical facilities open, comfortable and safe for use. This includes activities of maintaining safety in buildings, on the grounds, and in the vicinity of schools.

School Administration Support Services - Those activities concerned with overall administrative responsibilities for a single school, group of schools, or the entire District.

Pupils Support Services - Those activities which are designed to assess and improve the well-being of pupils and to supplement the teaching process (e.g. guidance services, health services, psychological services).

Instructional Staff Support Services - Activities associated with assisting the instructional staff with the content and process of providing learning experiences for pupils (e.g. instructional staff training services, educational media services).

Business Operations Support Services - Those fiscal services activities related to the financial operations of the District. This includes budgeting, accounting, payroll and other fiscal services provided by the treasurer's office. In addition, the business operations function comprises those activities related to the business manager's operational unit including, purchasing, receiving, transporting, exchanging and maintaining goods and services for the District.

Student Transportation Support Services - Those activities concerned with the conveyance of individuals to and from school, as provided by state law. It includes transportation to school and school-related activities.

Central Support Services - Those activities, other than general administration, which support each of the other instructional and supporting services programs, including planning, research, development, evaluation, information staff, statistical, and data processing services.

General Administration Support Services - Activities concerned with establishing and administering policy in connection with the operation of the District.

Facilities Acquisitions and Construction Services - Those activities concerned with acquiring land and buildings, remodeling or constructing buildings, making additions to buildings, and initially installing or extending service systems and other equipment.

Co-curricular Activities - Student activities, which are supervised by qualified adults, designed to provide opportunities for pupils to participate in such experiences on an individual basis, in small groups, or in large groups -- at school events, public events, or a combination of these -- for the purposes such as motivation, enjoyment and skill improvement. In practice, participation usually is not required and credit usually is not given. When participation is required, or credit given, the activity generally is considered to be a curricular course.

Community Services - Payments made by the District to support activities that do not directly relate to providing education for pupils in the District. These include services, such as community recreation programs, civic activities, and community welfare activities, provided to the District for the community as a whole or for some segment of it.

General Government Functions

Revenue Narrative

Revenues for all governmental fund types totaled \$36,545,551 in 1999, as compared to \$30,433,492 in 1998. The following table summarizes the composition of the 1999 and 1998 revenues by major source:

<u>Revenue by Source</u>	<u>1999</u>	<u>1998</u>	<u>% Increase (Decrease)</u>
Property Taxes	\$29,566,893	\$23,583,091	25.4%
Intergovernmental	5,614,337	4,666,666	20.3%
Investment Income	784,125	1,548,163	(49.4%)
Other	<u>580,196</u>	<u>635,572</u>	<u>(8.6%)</u>
Total	\$36,545,551	\$30,433,492	20.1%

The property tax increase was caused by ongoing development and timing of payments received by the County. Assessed valuation increased by approximately 16%. Likewise, the majority of the increase in intergovernmental revenue is due to higher property tax collections, in the form of state-funded property tax rollbacks. The District also received more in state foundation receipts, due to an increase in student enrollment. Investment income decreased as a result of smaller cash available to invest throughout the year as compared to fiscal year 1998 combined with lower interest rates. Other income decreased primarily due to the District receiving a \$118,000 non-recurring rebate from the Bureau of Workers' Compensation in 1997.

Expenditure Narrative

Expenditures for all governmental fund types totaled \$40,192,273 in 1999, as compared to \$62,532,553 in 1998. The following table summarizes the composition of the 1999 and 1998 expenditures by major function:

<u>Expenditure by Function</u>	<u>1999</u>	<u>1998</u>	<u>% Increase (Decrease)</u>
<i>Current:</i>			
Instructional Services	\$16,259,697	\$14,653,258	11.0%
Support Services	10,699,961	9,335,112	14.6%
Co-curricular student activities	642,359	626,628	2.4%
Community service	261,490	130,575	100.8%
<i>Capital outlay</i>	6,905,393	16,126,782	(57.2%)
<i>Debt Service:</i>			
Principal retirement	2,090,000	18,260,000	88.6%
Interest	<u>3,333,373</u>	<u>3,400,198</u>	<u>2.0%</u>
Total	\$40,192,273	\$62,532,553	(35.7%)

Increases in instructional and support services expenditures were largely caused by higher payroll expenses (approximately \$2 million in salary and benefits) resulting from staff additions to handle the student enrollment increase and the opening of two elementary schools. The decrease in capital outlay is due to the completion of two new elementary schools, and renovation of the middle school. Debt Service expenditures decreased due to a payment of \$17 million in bond anticipation notes that was made in FY98.

Proprietary Operations

Enterprise Funds

The District's Enterprise Funds consist of four separate and distinct activities: the Food Service Fund; the Uniform School Supplies Fund; the Special Rotary Fund; and the Adult Education Fund. The Food Service Fund operates cafeterias at each of the District's schools and provides catering services for various school functions and other community

social events. The Uniform School Supplies Fund is a fund provided to account for the purchase and sale of school supplies. The Special Rotary Fund is a rotary fund provided to account for the transactions made in connection with the High School Store and The Association of Marketing Students (DECA). The Adult Education Fund is provided to account for transactions with adult education classes.

Fiduciary Funds

Trust Funds

The District has two Trust Funds: an Expendable Trust Fund, which is comprised of assets held in trust that were created by donations for the establishment of memorial funds; and a Nonexpendable Trust Fund, which is comprised of assets held in trust that were created by scholarship trust agreements, whereby the interest income of those assets held is used for student scholarships.

Agency Funds

The District's Agency Funds are comprised of two funds. The Student Scholarship Fund is used to account for the transactions related to private organization scholarships. The Student Activities Fund is comprised of assets held by the co-curricular activities that are controlled directly by the students.

Debt Administration

On June 30, 1999, the District had \$87,671,019 in general obligation bonds and \$260,000 in general obligation long-term notes outstanding. The bonds consist of five bond issues and three refunding issues, all of which have been used for the acquisition, construction or improvement of equipment and facilities. The notes consist of long-term energy-conservation notes. In 1995, the District advance refunded \$2,719,885 of previously issued bonds; in 1997, the District advance refunded \$10,470,000 of previously issued bonds; and in June, 1999, the District advance funded \$21,350,000. As of June 30, 1999, \$31,069,000 of the insubstance defeased debt remained outstanding with the escrow agent. The general obligation bonds and notes are accounted for in the general long-term debt account group with repayments to be made from the Debt Service Fund with money allocated from property tax revenues.

In June 1999, the District issued \$48,499,603 in general obligation bonds. Approximately, \$21,350,000 of these new general obligation bonds was used to advance partial refund general obligation bonds from 1995. This advance refunding resulted in an approximate economic gain of \$649,000.

Cash Management

The District maintains a cash management program whereby it expedites the receipt of revenues and prudently invests available cash. Temporarily idle cash during the year was invested in demand deposits, obligations of the U.S. Treasury, State Treasury Asset Reserve of Ohio (STAR Ohio) and repurchase agreements. The District earned approximately \$787,000 on all investments for the year ended June 30, 1999. The Treasurer, as custodian of all District money, is responsible for investing idle funds and directing the investment policies of the District.

The District's investment policy establishes the following objectives:

- Liquidity:** Funds shall be available to meet immediate payment requirements, including payroll, accounts payable, and debt service.
- Safety:** Investments shall be consistent with the requirements of the Ohio Revised Code, shall seek the preservation of public funds, principal value, and speculation is prohibited.
- Income:** The purpose of the investment account is to allow for the maximum return on the District's excess cash balances throughout budgetary and economic cycles, taking into account investment risk constraints and the cash flow characteristics of the portfolio.

The investment policy allows interim funds to be invested in certificates of deposit, interest-bearing demand deposit accounts, U.S. Treasury and government agency securities, repurchase agreements, commercial paper, bankers' acceptances, and the STAR Ohio. Deposits with financial institutions were either insured by federal depository insurance or collateralized in accordance with the requirement of the State of Ohio. Substantially all collateral on deposits was held either by the District's agent or a financial institution's trust department, not in the District's name.

Repurchase agreements are limited to a maximum maturity of 30 days. U.S. Treasury and government agency securities are limited to a maximum maturity of 5 years. Bankers' acceptances must be issued by banks that are members of the FDIC and are limited to a maximum maturity of 180 days. Investment in commercial paper is limited to companies incorporated under the laws of the United States or any state, whose assets exceed five hundred million dollars, and whose notes are rated at the time of purchase as A-1/P-1. The aggregate value of commercial paper purchased cannot exceed 10% of the aggregate value of the outstanding commercial paper of the issuing company. Investment in bankers' acceptances and commercial paper cannot collectively exceed 25% of the District's interim funds available at the time of investment.

STAR Ohio is an investment pool managed by the Treasurer of the State of Ohio and is similar in concept to a registered investment company issuing redeemable securities, of the type commonly called a "money market mutual fund." The investment objective of STAR Ohio is to seek as high a level of current income as is consistent with prudent investment management, the preservation of capital and maintenance of liquidity. STAR Ohio's investments are prescribed in the Ohio Revised Code and include U.S. Treasury and government agency securities, certificates of deposit, repurchase agreements, commercial paper, and bankers' acceptances.

The District's investment policy complies with Ohio Senate Bill 81. Amounts invested throughout the year and at year-end comply with the District's revised investment policy.

Risk Management

The District is part of a statewide plan for workers' compensation insurance coverage. Additionally, the District carries all-risk property insurance, liability and excess liability insurance, as well as officers' liability insurance. The District provides medical, dental, vision and life coverage for its employees on a consortium self-insurance basis. The District pays into the Champaign, Delaware, Marion and Union Counties (CDMU) consortium at various rates based on the coverage selected by the employee. Claims are reviewed by a claims administrator and then paid by the consortium.

Year 2000 Issue

The Year 2000 (Y2K) 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 completed an inventory of computer systems and other equipment, such as building security, heating, cooling, water systems, telecommunication systems, public address systems, local area computer networks, banking institutions, school buses and other vehicles necessary in conducting District operations. District officials contacted the District's service providers and received documentation of compliance with Y2K. Based on this inventory, the District determined that no further remediation or system testing was required.

The District uses the State of Ohio, Uniform School Accounting System Software for its financial reporting, and the State of Ohio Uniform Staff Payroll System Software for its payroll and employee benefits processing. Further, the State processes a significant amount of financial and nonfinancial information about the District through the education Management Information System (EMIS). The State is responsible for remediating these systems. The State provided the District with a letter stating the software is compliant with Y2K.

The State of Ohio also distributes a substantial sum of money to the District in the form of "Foundation" and federal and state grant payments. The State is responsible for remediating this system.

Delaware and Franklin counties collect property taxes for distribution to the District. Delaware and Franklin Counties are responsible for remediating their tax collection systems.

The District did buy new computer hardware for the Treasurer's Department and other administrative offices.

Independent Auditors

The general purpose financial statements of the District for the year ended June 30, 1999, were audited by the independent public accounting firm of KPMG LLP, whose unqualified opinion thereon is included at the beginning of the Financial Section of this report.

Notes to the General Purpose Financial Statements

The notes to the general purpose financial statements, which follow the general purpose financial statements in the Financial Section of this report, contain additional information and are an integral part of such statements.

Certificate of Achievement Program

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

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

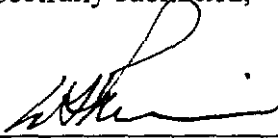
A Certificate of Achievement is valid for a period of one year only. The Olentangy Local School District has received a Certificate of Achievement for the fiscal year ended June 30, 1998. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgments


The preparation of this report was made possible by the diligence of the staff of the Treasurer's Office and other departments throughout the District. Their initiative and conscientious work ensured the integrity of the information contained herein and guaranteed this report's successful completion.

In closing, we would like to thank the Board of Education for their support without which the preparation of this report would not have been possible.

Respectfully submitted,



William L. Reimer, Superintendent



Joanne C. Little, Treasurer

OLENTANGY LOCAL SCHOOL DISTRICT

Olentangy Local School District
Elected Officials and Administrative Staff
as of June 30, 1999

BOARD OF EDUCATION MEMBERS

President	Mr. M. Brad Reynolds
Vice President	Mr. Ralph W. Preston
Member	Mrs. Barbara Cape
Member	Mr. Wayne A. Jenkins
Member	Mr. Andrew W. Kerr

APPOINTED OFFICIALS

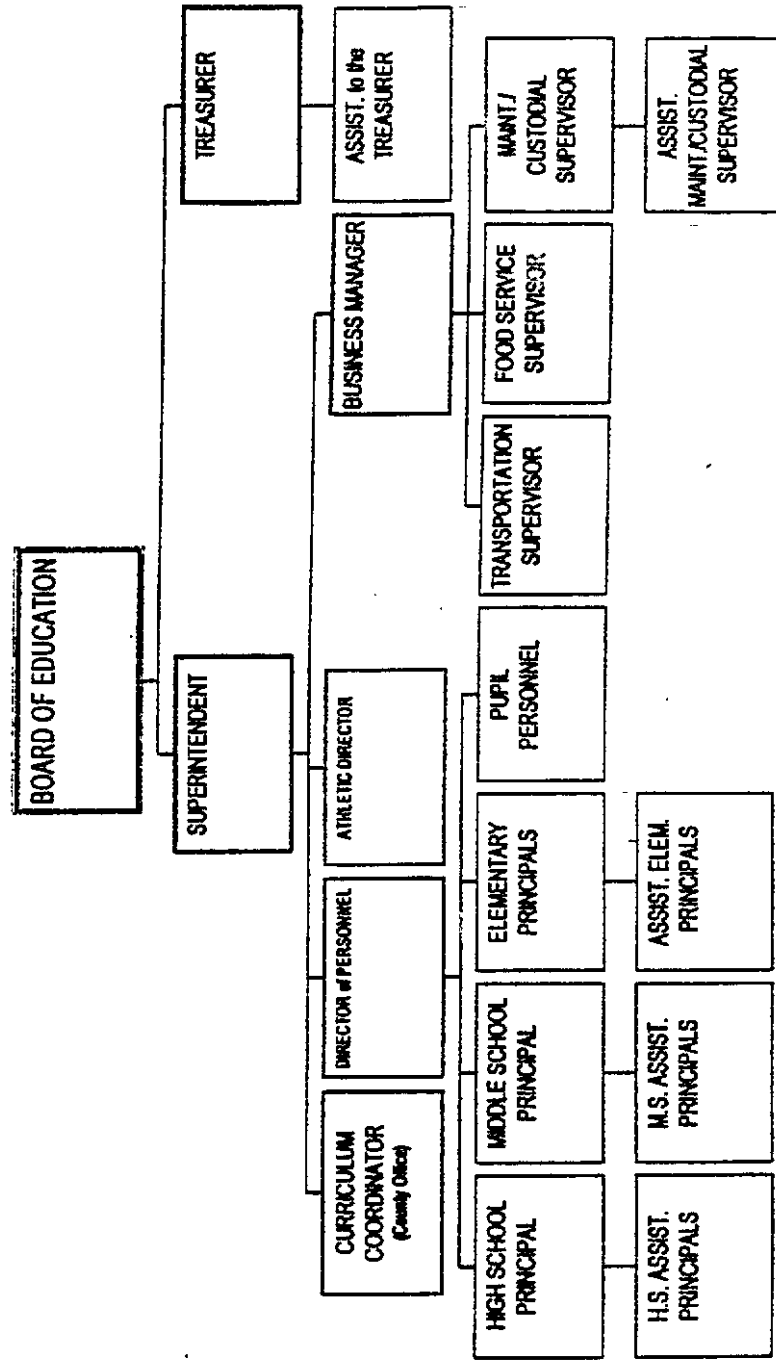
Superintendent (effective 8/1/99)	William L. Reimer
Interim Superintendent (2/99-7/99)	Ronald L. Miller
Treasurer	Joanne C. Little

ADMINISTRATIVE STAFF

Director of Personnel	Ronald L. Miller
Business Manager	Dennis E. Lowry
Principal, Olentangy High School	Robert N. Thompson
Principal, Olentangy Middle School	James C. Cox
Principal, Alum Creek Elementary School	Colene A. Stump
Principal, Olentangy Elementary School	Linda R. Gregg
Principal, Wyandot Run Elementary School	Daniel J. Sipek
Principal, Arrowhead Elementary School	Linda R. Gregg
Principal, Scioto Ridge Elementary School	Carolyn S. Beal

OLENTANGY LOCAL SCHOOL DISTRICT

Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

**Olentangy Local School
District, Ohio**

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

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



Cary Brueck
President

Jeffrey L. Esler
Executive Director

OLENTANGY LOCAL SCHOOL DISTRICT

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OLENTANGY LOCAL SCHOOL DISTRICT

FINANCIAL SECTION



Two Nationwide Plaza
Columbus, OH 43215

Telephone 614 249 2300
Fax 614 249 2348

Independent Auditors' Report

Board of Education
Olentangy Local School District
Lewis Center, Ohio

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 14, 2000, on our consideration of the District's internal control over financial reporting and our tests of its compliance with laws, regulations, contracts, and grants.

The Year 2000 supplementary information on page 36 is not a required part of the financial statements, but is supplementary information required by the Governmental Accounting Standards Board, and we did not audit and do not express an opinion on such information. Further, we were unable to apply to the information certain procedures prescribed by professional standards because of the nature of the subject matter underlying the disclosure requirements and because sufficiently specific criteria regarding the matters to be disclosed have not been established. In addition, we do not provide assurance that the District is or will become Year 2000 compliant, that the District's Year 2000 remediation efforts will be successful in whole or in part, or that parties with which the District does business are or will become Year 2000 compliant.



Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the District, taken as a whole. The accompanying financial information listed as supplemental data in the table of contents is presented for the purpose of additional analysis and is not a required part of the general purpose financial statements of the District. The supplemental data has been subjected to the auditing procedures applied in our 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.

KPMG LLP

January 14, 2000



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

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

Board of Education
Olentangy Local School District

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

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

A handwritten signature in black ink, appearing to read "Jim Petro", written over a large, stylized flourish that loops around the text.

JIM PETRO
Auditor of State

February 7, 2000

OLENTANGY LOCAL SCHOOL DISTRICT

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**OLENTANGY LOCAL SCHOOL DISTRICT
COMBINED BALANCE SHEET—
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1999**

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS
ASSETS AND OTHER DEBITS:				
Cash and investments (note 3)	\$ 4,575,495	470,291	1,010,695	28,073,302
Restricted cash and investments (notes 3 and 16)	309,375	-	-	-
Receivables (note 5)	39,385,167	1,629	9,094,053	62,867
Due from other:				
Governments	-	2,775	-	-
Funds (note 6)	9,915	-	-	-
Inventory	-	-	-	-
Prepaid assets	27,905	-	-	-
Property, plant and equipment (note 7)	-	-	-	-
Amount available in debt service fund	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS	\$ 44,307,857	474,695	10,104,748	28,136,169
LIABILITIES:				
Accounts payable	\$ 1,310,862	69,858	-	302,695
Due to other:				
Governments	593,489	1,849	37,502	-
Funds (note 6)	-	-	-	-
Other	-	15,258	-	-
Deferred revenue	34,837,517	74,432	7,736,340	185,697
Accrued liabilities (notes 8)	2,212,924	11,516	-	-
Notes payable (note 8)	-	-	-	-
General obligation bonds payable (note 8)	-	-	-	-
TOTAL LIABILITIES	38,954,792	172,913	7,773,842	488,392
FUND EQUITY AND OTHER CREDITS:				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained (deficit) earnings	-	-	-	-
Fund balances:				
Reserved for encumbrances	359,291	40,064	-	1,672,446
Reserved for prepaid expenditures	27,905	-	-	-
Reserved for future appropriations	4,473,484	-	1,063,403	-
Reserved for budget stabilization (note 16)	309,375	-	-	-
Unreserved	183,010	261,718	1,267,503	25,975,331
TOTAL RETAINED (DEFICIT) EARNINGS/FUND BALANCES	5,353,065	301,782	2,330,906	27,647,777
TOTAL EQUITY AND OTHER CREDITS	5,353,065	301,782	2,330,906	27,647,777
Commitments and contingencies (notes 8 and 11)	-	-	-	-
TOTAL LIABILITIES, FUND EQUITY, AND OTHER CREDITS	\$ 44,307,857	474,695	10,104,748	28,136,169

See accompanying notes to the general purpose financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT

PROPRIETARY FUND TYPES	FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)	
		GENERAL FIXED ASSETS	GENERAL LONG-TERM OBLIGATIONS	1999	1998
46,015	174,279	-	-	34,350,077	15,922,776
-	-	-	-	309,375	118,089
6,753	163	-	-	48,550,632	36,022,318
15,415	-	-	-	18,190	28,473
-	-	-	-	9,915	100,000
28,965	-	-	-	28,965	18,653
-	-	-	-	27,905	27,346
896,758	-	85,244,882	-	86,141,640	81,727,842
-	-	-	2,330,906	2,330,906	1,543,912
-	-	-	87,865,109	87,865,109	63,026,302
993,906	174,442	85,244,882	90,196,015	259,632,714	198,535,711
1,194	730	-	-	1,685,339	3,861,430
9,340	-	-	186,752	828,932	729,970
9,915	-	-	-	9,915	100,000
-	144,762	-	-	160,020	217,389
18,660	-	-	-	42,852,646	33,418,641
73,438	-	-	2,078,244	4,376,122	3,454,953
-	-	-	260,000	260,000	380,000
-	-	-	87,671,019	87,671,019	62,541,750
112,547	145,492	-	90,196,015	137,843,993	104,704,133
-	-	85,244,882	-	85,244,882	81,111,364
896,374	-	-	-	896,374	616,094
(15,015)	-	-	-	(15,015)	5,168
-	286	-	-	2,072,087	5,122,132
-	-	-	-	27,905	27,346
-	-	-	-	5,536,887	2,916,827
-	-	-	-	309,375	118,089
-	28,664	-	-	27,716,226	3,914,558
(15,015)	28,950	-	-	35,647,465	12,104,120
881,359	28,950	85,244,882	-	121,788,721	93,831,578
993,906	174,442	85,244,882	90,196,015	259,632,714	198,535,711

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--ALL GOVERNMENTAL FUND TYPES
AND EXPENDABLE TRUST FUND
YEAR ENDED JUNE 30, 1999

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS
REVENUES:				
Property taxes (note 4)	\$ 23,996,833	-	5,570,060	-
Intergovernmental:				
Federal Restricted Grants-in-aid	-	368,751	-	-
State:				
Unrestricted Grants-in-aid	4,146,519	-	564,591	-
Restricted Grants-in-aid	127,989	376,135	-	30,352
Investment income	607,783	1,481	-	174,861
Co-curricular activities	-	234,953	-	-
Tuition fees	40,082	-	-	-
Other	163,006	56,911	-	85,244
TOTAL REVENUES	29,082,212	1,038,231	6,134,651	290,457
EXPENDITURES:				
Current:				
Instructional services:				
Regular	13,754,745	42,198	-	-
Special	1,808,085	100,219	-	-
Vocational	554,450	-	-	-
Continuing	-	-	-	-
TOTAL INSTRUCTIONAL SERVICES	16,117,280	142,417	-	-
Support services:				
Operation and maintenance of plant	2,608,139	-	-	-
School administration	2,692,086	199,936	-	-
Pupils	1,482,900	65,615	-	113
Business operations	782,572	-	84,094	5,650
Instructional staff	579,293	43,416	-	-
Student transportation	1,842,831	-	-	-
Central services	67,830	7,451	-	-
General administration	237,717	318	-	-
TOTAL SUPPORT SERVICES	10,293,368	316,736	84,094	5,763
Co-curricular student activities	540,619	101,740	-	-
Community services	-	261,490	-	-
Capital outlay	563,287	158,208	-	6,183,898
Debt service:				
Principal retirement	-	-	2,090,000	-
Interest	-	-	3,333,373	-
TOTAL EXPENDITURES	27,514,554	980,591	5,507,467	6,189,661
Excess (deficiency) of revenues over expenditures	1,567,658	57,640	627,184	(5,899,204)
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of assets	-	-	-	110,000
Proceeds from sale of bonds and refunding bonds	-	-	21,349,603	27,100,000
Payment to refunded bond escrow agent	-	-	(21,349,603)	-
Transfers in	242	-	159,810	-
Transfers out	(160,052)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(159,810)	-	159,810	27,210,000
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,407,848	57,640	786,994	21,310,796
FUND BALANCES AT BEGINNING OF YEAR	3,945,217	244,142	1,543,912	6,336,981
FUND BALANCE AT END OF YEAR	\$ 5,353,065	301,782	2,330,906	27,647,777

See accompanying notes to the general purpose financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT

FIDUCIARY FUND TYPE EXPENDABLE TRUST	TOTALS (MEMORANDUM ONLY)	
	1999	1998
-	29,566,893	23,583,091
-	368,751	296,640
-	4,711,110	4,003,386
-	534,476	366,640
-	784,125	1,548,163
13,472	248,425	229,551
-	40,082	27,009
329	305,490	393,352
<u>13,801</u>	<u>36,559,352</u>	<u>30,447,832</u>
-	13,796,943	12,212,427
-	1,908,304	1,932,809
-	554,450	486,101
-	-	21,921
-	<u>16,259,697</u>	<u>14,653,258</u>
-	2,608,139	2,461,244
-	2,892,022	2,465,644
-	1,548,628	1,149,916
-	872,316	809,874
-	622,709	534,576
-	1,842,831	1,608,674
-	75,281	77,769
-	238,035	227,415
-	<u>10,699,961</u>	<u>9,335,112</u>
-	642,359	626,628
14,739	276,229	143,287
-	6,905,393	16,126,782
-	2,090,000	18,260,000
-	3,333,373	3,400,198
<u>14,739</u>	<u>40,207,012</u>	<u>62,545,265</u>
(938)	(3,647,660)	(32,097,433)
-	110,000	4,836
-	48,449,603	27,470,000
-	(21,349,603)	(10,470,000)
1,884	161,936	372,075
(1,884)	(161,936)	(372,075)
-	<u>27,210,000</u>	<u>17,004,836</u>
(938)	23,562,340	(15,092,597)
6,821	12,077,073	27,169,670
<u>5,883</u>	<u>35,639,413</u>	<u>12,077,073</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES – BUDGET AND ACTUAL –
 ALL GOVERNMENTAL FUND TYPES (note 14) -- BUDGET BASIS
 YEAR ENDED JUNE 30, 1999**

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Property taxes	\$ 21,603,141	21,603,141	-
Investment income	614,243	614,243	-
Tuition fees	36,688	36,688	-
Co-curricular	-	-	-
Fees	-	-	-
Miscellaneous	150,062	150,062	-
State sources	4,274,508	4,274,508	-
Federal sources	-	-	-
TOTAL REVENUES	<u>26,678,642</u>	<u>26,678,642</u>	-
EXPENDITURES:			
Instructional services:			
Regular	13,756,702	13,756,702	-
Special	1,882,210	1,882,210	-
Vocational	552,545	552,545	-
Continuing	52,749	52,749	-
TOTAL INSTRUCTIONAL SERVICES	<u>16,244,206</u>	<u>16,244,206</u>	-
Support services:			
Operation and maintenance of plant	2,978,574	2,978,574	-
School administration	2,640,846	2,640,846	-
Pupils	1,914,346	1,914,346	-
Instructional staff	630,007	630,007	-
Business operations	833,190	833,190	-
Student transportation	1,816,876	1,816,876	-
Central services	68,714	68,714	-
General administration	251,493	251,493	-
TOTAL SUPPORT SERVICES	<u>11,134,046</u>	<u>11,134,046</u>	-
Facilities acquisition and construction services	-	-	-
Co-curricular activities	548,310	548,310	-
Community services	-	-	-
Repayment of debt	-	-	-
TOTAL EXPENDITURES	<u>27,926,562</u>	<u>27,926,562</u>	-
Excess (deficiency) of revenues over expenditures	(1,247,920)	(1,247,920)	-
OTHER FINANCING SOURCES (USES):			
Refund of prior year expenditures	131,910	131,910	-
Refund of prior year receipts	-	-	-
Proceeds from borrowings	-	-	-
Sale of assets	-	-	-
Transfers in	221,242	221,242	-
Transfers out	(381,052)	(381,052)	-
Advances in	217,943	217,943	-
Advances out	(127,858)	(127,858)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>62,185</u>	<u>62,185</u>	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,185,735)	(1,185,735)	-
Prior year encumbrances appropriated	1,001,224	1,001,224	-
FUND BALANCES AT BEGINNING OF YEAR	<u>3,369,444</u>	<u>3,369,444</u>	-
FUND BALANCES AT END OF YEAR	<u>\$ 3,184,933</u>	<u>\$ 3,184,933</u>	-

OLENTANGY LOCAL SCHOOL DISTRICT

SPECIAL REVENUE FUNDS			DEBT SERVICE FUND		
REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
-	-	-	5,114,311	5,114,311	-
1,481	1,481	-	-	-	-
406	406	-	-	-	-
234,953	234,953	-	-	-	-
-	-	-	-	-	-
56,351	56,351	-	-	-	-
347,486	347,486	-	564,591	564,591	-
341,712	341,712	-	-	-	-
982,389	982,389	-	5,678,902	5,678,902	-
62,365	53,738	8,627	-	-	-
179,604	131,515	48,089	-	-	-
-	-	-	-	-	-
241,969	185,253	56,716	-	-	-
-	-	-	-	-	-
220,725	203,845	16,880	-	-	-
98,541	71,696	26,845	-	-	-
151,913	78,301	73,612	88,459	88,459	-
-	-	-	-	-	-
39,264	6,749	32,515	-	-	-
510,443	360,591	149,852	88,459	88,459	-
-	-	-	-	-	-
103,131	103,131	-	-	-	-
369,921	365,622	4,299	-	-	-
1,225,464	1,014,597	210,867	5,714,203	5,714,203	-
(243,075)	(32,208)	210,867	5,802,662	5,802,662	-
-	-	-	(123,760)	(123,760)	-
(4,003)	(4,003)	-	-	-	-
-	-	-	-	-	-
32,924	32,924	-	159,810	159,810	-
(32,924)	(32,924)	-	-	-	-
-	-	-	-	-	-
(4,003)	(4,003)	-	159,810	159,810	-
(247,078)	(36,211)	210,867	36,050	36,050	-
89,536	89,536	-	-	-	-
349,290	349,290	-	974,645	974,645	-
191,748	402,615	210,867	1,010,695	1,010,695	-

(Continued)

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL –
ALL GOVERNMENTAL FUND TYPES – BUDGET BASIS (note 14), Continued
YEAR ENDED JUNE 30, 1999

	CAPITAL PROJECTS FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Property taxes	\$ -	-	-
Investment income	230,758	230,758	-
Tuition fees	-	-	-
Co-curricular	-	-	-
Fees	-	-	-
Miscellaneous	85,000	85,000	-
State sources	119,358	119,358	-
Federal sources	-	-	-
TOTAL REVENUES	435,116	435,116	-
EXPENDITURES:			
Instructional services:			
Regular	-	-	-
Special	-	-	-
Vocational	-	-	-
Continuing	-	-	-
TOTAL INSTRUCTIONAL SERVICES	-	-	-
Support services:			
Operation and maintenance of plant	-	-	-
School administration	-	-	-
Pupils	-	-	-
Instructional staff	96,691	30,352	66,339
Business operations	5,650	5,650	-
Student transportation	-	-	-
Central services	-	-	-
General administration	-	-	-
TOTAL SUPPORT SERVICES	102,341	36,002	66,339
Facilities acquisition and construction services	11,201,020	11,201,020	-
Co-curricular activities	-	-	-
Community services	-	-	-
Repayment of debt	-	-	-
TOTAL EXPENDITURES	11,303,361	11,237,022	66,339
Excess (deficiency) of revenues over expenditures	(10,868,245)	(10,801,906)	66,339
OTHER FINANCING SOURCES (USES):			
Refund of prior year expenditures	30,956	30,956	-
Refund of prior year receipts	-	-	-
Proceeds from borrowings	27,100,000	27,100,000	-
Sale of assets	110,000	110,000	-
Transfers in	-	-	-
Transfers out	-	-	-
Advances in	-	-	-
Advances out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	27,240,956	27,240,956	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	16,372,711	16,439,050	66,339
Prior year encumbrances appropriated	27,761,906	27,761,906	-
FUND BALANCES AT BEGINNING OF YEAR	609,524	609,524	-
FUND BALANCES AT END OF YEAR	\$ 44,744,141	44,810,480	66,339

See accompanying notes to the general purpose financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT

TOTALS (MEMORANDUM ONLY)		
REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
26,717,452	26,717,452	-
846,482	846,482	-
37,094	37,094	-
234,953	234,953	-
-	-	-
291,413	291,413	-
5,305,943	5,305,943	-
341,712	341,712	-
<u>33,775,049</u>	<u>33,775,049</u>	<u>-</u>
13,819,067	13,810,440	8,627
2,061,814	2,013,725	48,089
552,545	552,545	-
52,749	52,749	-
<u>16,486,175</u>	<u>16,429,459</u>	<u>56,716</u>
2,978,574	2,978,574	-
2,861,571	2,844,691	16,880
2,012,887	1,986,042	26,845
878,611	738,660	139,951
927,299	927,299	-
1,816,876	1,816,876	-
107,978	75,463	32,515
251,493	251,493	-
<u>11,835,289</u>	<u>11,619,098</u>	<u>216,191</u>
11,201,020	11,201,020	-
651,441	651,441	-
369,921	365,622	4,299
5,714,203	5,714,203	-
<u>46,258,049</u>	<u>45,980,843</u>	<u>277,206</u>
(12,483,000)	(12,205,794)	277,206
162,866	162,866	-
(4,003)	(4,003)	-
27,100,000	27,100,000	-
110,000	110,000	-
413,976	413,976	-
(413,976)	(413,976)	-
217,943	217,943	-
(127,858)	(127,858)	-
<u>27,458,948</u>	<u>27,458,948</u>	<u>-</u>
14,975,948	15,253,154	277,206
28,852,666	28,852,666	-
5,302,903	5,302,903	-
<u>49,131,517</u>	<u>49,408,723</u>	<u>277,206</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN RETAINED EARNINGS/FUND BALANCE -
 ALL PROPRIETARY FUND TYPES
 AND NONEXPENDABLE TRUST FUND
 YEAR ENDED JUNE 30, 1999**

	<u>PROPRIETARY FUND TYPE</u>	<u>FIDUCIARY FUND TYPE</u>
	<u>ENTERPRISE</u>	<u>NONEXPENDABLE</u>
	<u>(note 13)</u>	<u>TRUST</u>
OPERATING REVENUES:		
Food service sales	\$ 950,566	-
Charges for services	148	-
Class fees	206,379	-
Investment income	-	1,188
Other	77,731	-
TOTAL OPERATING REVENUES	<u>1,234,824</u>	<u>1,188</u>
OPERATING EXPENSES:		
Supplies and materials	756,827	-
Personal services	428,492	-
Employee benefits	185,501	-
Purchased services	29,703	-
Depreciation	73,213	-
Other	901	-
TOTAL OPERATING EXPENSES	<u>1,474,637</u>	<u>-</u>
OPERATING INCOME (LOSS)	(239,813)	1,188
NON-OPERATING REVENUES:		
Federal sources	141,832	-
State sources	2,917	-
Investment income	1,668	-
TOTAL NON-OPERATING REVENUES	<u>146,417</u>	<u>-</u>
NET INCOME (LOSS)	(93,396)	1,188
ADD DEPRECIATION ON FIXED ASSETS ACQUIRED WITH CONTRIBUTED CAPITAL	<u>73,213</u>	<u>-</u>
INCREASE (DECREASE) IN RETAINED EARNINGS/FUND BALANCE	(20,183)	1,188
BEGINNING RETAINED EARNINGS/FUND BALANCE	<u>5,168</u>	<u>21,879</u>
ENDING RETAINED EARNINGS (DEFICIT) /FUND BALANCE	<u>\$ (15,015)</u>	<u>23,067</u>

See accompanying notes to the general purpose financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT

**TOTALS
(MEMORANDUM ONLY)**

<u>1999</u>	<u>1998</u>
950,566	784,237
148	-
206,379	197,203
1,188	1,320
<u>77,731</u>	<u>76,259</u>
<u>1,236,012</u>	<u>1,059,019</u>
756,827	635,803
428,492	367,458
185,501	156,736
29,703	24,053
73,213	53,220
901	10,155
<u>1,474,637</u>	<u>1,247,425</u>
(238,625)	(188,406)
141,832	111,237
2,917	2,466
1,668	-
<u>146,417</u>	<u>113,703</u>
(93,876)	(74,703)
<u>73,213</u>	<u>53,191</u>
(20,663)	(21,512)
<u>27,047</u>	<u>48,559</u>
<u><u>6,384</u></u>	<u><u>27,047</u></u>

**OLENTANGY LOCAL SCHOOL DISTRICT
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES AND
NONEXPENDABLE TRUST FUND
YEAR ENDED JUNE 30, 1999**

	<u>PROPRIETARY FUND TYPE</u>	<u>FIDUCIARY FUND TYPE</u>
	<u>ENTERPRISE</u>	<u>NONEXPENDABLE</u>
	<u>(note 13)</u>	<u>TRUST</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Operating income (loss)	\$ (239,813)	1,188
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:		
Depreciation	73,213	-
Interest	-	(1,188)
Donated commodities used	50,574	-
Increase in receivables	(3,240)	-
Increase in inventory	(10,312)	-
Decrease in accounts payable	(1,040)	-
Increase (Decrease) in due to other governments	5,836	-
Decrease in due to other funds	(90,085)	-
Increase in deferred revenue	9,120	-
Increase (Decrease) in accrued liabilities	(1,042)	-
NET ADJUSTMENTS	<u>33,024</u>	<u>(1,188)</u>
Net cash used in operating activities	(206,789)	-
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
State sources	2,726	-
Federal sources	87,275	-
Net cash used in noncapital financing activities	<u>90,001</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES-		
Interest	1,668	1,188
Net cash provided by investing activities	<u>1,668</u>	<u>1,188</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(115,120)	1,188
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>161,135</u>	<u>21,879</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 46,015</u>	<u>23,067</u>
<u>Supplemental Information</u>		
Noncash activities:		
Donated commodities	<u>\$ 50,574</u>	<u>-</u>
Contributed Capital	<u>\$ 353,493</u>	<u>-</u>
Reconciliation to Combined Balance Sheet:		
Cash and investment -- Expendable Trust and Agency Funds		151,212
Cash and investment -- Nonexpendable Trust Fund		23,067
		<u>\$ 174,279</u>

See accompanying notes to the general purpose financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT

TOTALS
(MEMORANDUM ONLY)

<u>1999</u>	<u>1998</u>
(238,625)	(188,406)
73,213	53,220
(1,188)	(1,320)
50,574	34,565
(3,240)	(208)
(10,312)	(9,981)
(1,040)	(2,592)
5,836	(4,733)
(90,085)	-
9,120	3,224
(1,042)	19,760
<u>31,836</u>	<u>91,935</u>
(206,789)	(96,471)
2,726	2,523
87,275	75,775
<u>90,001</u>	<u>78,298</u>
2,856	1,320
<u>2,856</u>	<u>1,320</u>
(113,932)	(16,853)
183,014	199,867
<u>69,082</u>	<u>183,014</u>
50,574	37,113
<u>353,493</u>	-

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(1) Reporting Entity

The Olentangy Local School District (the District) was organized in 1952 and is a fiscally independent political subdivision of the State of Ohio. The District is governed by a five-member board of education (the Board) elected by the citizens of the District.

The accompanying general purpose financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, in that the general purpose financial statements include all organizations, activities, and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the District only (i.e., there are no component units).

Jointly Governed Organizations:

Certain students of the District, as well as certain students from six other school districts in Delaware and surrounding counties, attend the Delaware Joint Vocational School District (DJVS). DJVS's board is comprised of seven members, of which each district appoints one member. However, the financial statements of DJVS are not included within the District's reporting entity, as the District cannot impose its will and there is no financial benefit or financial burden relationship between the District and DJVS.

The District is a participant among eighteen educationally-focused entities in a jointly governed organization to operate the Tri-Rivers Educational Computer Association (TRECA). TRECA was formed for the purpose of applying modern technology, with the aid of computers and other electronic equipment, to administrative and instructional functions among member districts. TRECA is governed by a board of directors consisting of a member of the board of education and a member of the administrative staff from each of the participating members. The District does not have an ongoing financial interest in or ongoing financial responsibility for TRECA. Financial statements for TRECA can be obtained from TRECA administrative offices at: 2222 Marion-Mt. Gilead Road, Marion, Ohio 43302.

(2) Summary of Significant Accounting Policies

The general purpose 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.

(a) Fund Accounting

The District uses funds and account groups to report its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Fund accounting is designed to demonstrate legal district activities or functions. Funds are classified into three categories; governmental, proprietary, and fiduciary. Each category is divided into separate fund types.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

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 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 trusts 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, interest, and related costs.

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

Proprietary Funds

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector where the determination of net income is necessary or useful to sound financial administration. The following is the District's proprietary fund type:

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 costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where revenues earned, expenses incurred, and/or net income is appropriated for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Funds

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. These include Expendable and Nonexpendable Trusts and Agency Funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Expendable Trusts—Expendable Trust Funds are accounted for and reported as governmental funds. Expendable Trust Funds are used to account for proceeds donated in memory of specific individuals.

Nonexpendable Trust—The Nonexpendable Trust Fund is accounted for and reported as a proprietary fund. This fund is used to account for proceeds which are donated in memory of a specific individual.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

Account Groups

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 the proprietary 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 the Proprietary Funds.

(b) Measurement Focus/Basis of Accounting

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

All proprietary funds and the nonexpendable trust fund are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the balance sheet. Proprietary fund-type operating statements present increases and decreases (e.g., revenues and expenses) in net total assets.

The modified accrual basis of accounting is followed for Governmental, Expendable Trust, and Agency Funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available to finance expenditures of the current period. Revenue accrued at the end of the year includes interest, tuition, grants and entitlements, taxes, and accounts. Property taxes are recognized as revenue in the fiscal year for which taxes have been levied provided they are collected by the county auditor by fiscal year-end. Additionally, taxes collected within 60 days after year-end are recorded as a receivable with an offset to deferred revenue. Property tax revenue that is recognized for GAAP purposes but is intended for future year's appropriations appear as a reservation of fund balance. Additionally, real estate and personal property taxes levied in fiscal year 1999 but collected in calendar year 2000 of approximately \$23,910,000, are recorded as receivable and deferred revenue as they are measurable.

The District reports deferred revenue on its combined balance sheet. Deferred revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenue also arises when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

Expenditures are recognized in the period in which the fund liability is incurred with the following exceptions: (i) principal and interest on long-term obligations which are reported only when due; (ii) the noncurrent portion of accumulated unpaid vacation and sick leave which is reported in the general long-term obligation account group; and (iii) the portion of pension obligations payable which will not utilize available revenues is also recorded in the general long-term obligation account group.

The proprietary funds are accounted for on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(c) Budgets

The District is required by state statute to adopt an annual appropriated cash basis budget for all funds. The specific timetable for fiscal year 1999 is as follows:

1. Prior to January 15 of the preceding year, the Superintendent, Assistant Superintendent, and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers comments. The expressed purpose of this budget document is to reflect the need for existing (or increased) tax rates.
2. By no later than January 20, the Board-adopted budget is filed with the County Budget Commission for tax rate determination.
3. 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 (the Certificate) which states the projected revenue for 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. 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's Treasurer. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District's Treasurer. The amounts reported in the budgetary statement reflect the amounts set forth in the final amended Certificate issued for fiscal 1999.
4. By July 1, the annual appropriation resolution is legally enacted by the Board of Education by fund at the object level of expenditure, which is the legal level 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.

However, expenditures exceeded appropriations in the Title VI-B fund, administrative services – purchased services (\$12) and administrative services – capital outlay (\$86). Additionally, appropriations were in excess of estimated revenue plus available balance in the EMIS grant fund (\$15,962).

5. Any revisions that alter the total of any fund appropriation or alter total object level appropriations within a fund must be approved by the Board of Education.
6. Formal budgetary integration is employed as a management control device during the year for all funds consistent with the general obligation bond indenture and other statutory provisions. All funds at the object level completed the year within the amount of their legally authorized appropriation.
7. 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 originally appropriated amounts. All supplemental appropriations were legally enacted by the Board during fiscal 1999 in the following amounts:

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

Fund	Original appropriation and carryover	Revisions	Revised appropriation and carryover
General	\$ 25,464,185	2,971,287	28,435,472
Special revenue	527,752	734,639	1,262,391
Debt service	21,625,965	(15,823,303)	5,802,662
Capital projects	3,754,446	7,548,915	11,303,361

8. The unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. 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 object level.

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 a commitment for a future expenditure and does not represent a liability. The governmental fund type encumbrances outstanding at year-end appear as reservations to the fund balance on a GAAP basis and as the equivalent to expenditures on a non-GAAP budgetary basis in order to demonstrate legal compliance. Note 14 provides a reconciliation of the budgetary and GAAP bases of accounting.

The major differences between the budget basic and the GAAP basis are that:

- (1) Revenues are recorded when received in cash (budget), as opposed to when susceptible to accrual (GAAP);
- (2) Expenditures are recorded when encumbered or paid in cash (budget basis) as opposed to when the liability is incurred (GAAP);
- (3) Encumbrances are recorded as the equivalent of expenditures (budget), as opposed to a reservation of fund balances (GAAP); and
- (4) Investments are recorded at cost (budget) as opposed to fair value (GAAP).

(d) Cash and Investments

Monies received by the District are pooled in a central bank account with individual fund balance integrity retained throughout. Investments are reported at fair value.

(e) Inventory

Inventories are valued at cost using the first-in, first-out method. The cost of inventory items are recognized as expenditures in the proprietary funds when consumed.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(f) Fixed Assets and Depreciation

General Fixed Asset 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 \$500. No depreciation is recognized for assets in the General Fixed Assets Account Group. The District does not possess any infrastructure.

Proprietary Funds—Equipment reflected in proprietary funds is stated at historical cost (or estimated historical cost) and updated for the cost of additions and retirements during the year. Donated equipment is recorded at its fair market value as of the date donated. Depreciation has been provided, where appropriate, on a straight-line basis over the estimated useful lives ranging from 8 to 20 years for equipment. Depreciation on assets acquired through contributions is charged to contributed capital. For 1999, there were no capitalized interest costs incurred in proprietary funds.

(g) Compensated Absences

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 respective 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. No expenditure is reported for these amounts. Vested and accumulated vacation leave and sick leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

The District follows the GASB's Statement No. 16, *Accounting for Compensated Absences*, which requires that a liability be accrued for sick leave if it is probable that the employee will be compensated through cash payment. Upon retirement, District employees are paid 25% to 30% of their accumulated balances up to a fixed number of days. This number is determined by negotiated agreements or board policy depending on the employee's classification.

(h) Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a government fund. The remaining portion of such obligations is reported in the General Long-Term Obligation Account Group.

(i) Fund Balance Reserves

The District records reservations for portions of fund equity with are legally segregated for specific future use or which do not represent available spendable resources and therefore are not available for appropriations for expenditures. Fund equity reserves have been established for encumbrances, prepaid expenditures, property tax revenue reserved by law for future year's appropriations, and a reserve for the budget stabilization.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation by State statute. The reserve for budget stabilization represents money required to be set-aside by State statute to protect against cyclical changes in revenues and expenditures. A reserve required by State law for textbooks and instructional materials and capital maintenance was not necessary since the District met its obligation under law through its fiscal year 1999 expenditures in these two areas. (See Note 16)

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(j) Interfund Transactions

Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

(k) Proprietary Funds

Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*, the District follows guidance as applicable to proprietary funds, and Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB Pronouncements.

(l) 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 GAAP. Such data is not comparable to a consolidation because interfund eliminations have not been made.

(m) Statement of Cash Flows

For purposes of the statement of cash flows, the proprietary funds consider all highly liquid investments, with a maturity of three months or less when purchased, to be cash equivalents. In addition, all cash and investments of the proprietary funds, are also considered to be cash equivalents because they are available on demand.

(n) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

(3) Cash and Investments

(a) Cash

The investment and deposit of the District's monies is governed by the provisions of the Ohio Revised Code (ORC). In accordance with these statutes, the District is authorized to invest in United States and State of Ohio bonds, notes, and other obligations; bank certificates of deposit; banker acceptances; commercial paper notes rated prime and issued by United States corporations; repurchase agreements secured by United States obligations; and STAROhio. Earnings and realized gains/losses on investments are credited to various funds at the discretion of the Board which is in compliance with ORC Section 3315.01. Interest earned on investments purchased with the General Fund, Capital Projects Fund and Non-expendable Trust Funds are allocated to those funds. In addition, interest income is allocated to the Food Service Enterprise Fund, in accordance with state statute, and the Special Revenue – Auxiliary Services Fund. All other interest earnings are credited to the General Fund.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the Securities Exchange Commission as an investment company, but does operate in a manner similar to Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 1999.

According to state law public depositories must give security for all public funds on deposit. These institutions may either specifically collateralize individual accounts in lieu of amounts insured by the FDIC, or may pledge a pool of government securities valued at least 110% of the total value of public monies on deposit at the institution. Repurchase agreements must be secured by the specific government securities upon which the repurchase agreements are based. These securities must be obligations of or guaranteed by the United States and mature or be redeemable within 5 years of the date of the related repurchase agreement. State law does not require security for public deposits and investments to be maintained in the District's name.

(b) Deposits with financial institutions

At June 30, 1999 the District's carrying amount of deposits was \$0. The total bank balance was \$249,581, of which \$200,000 was covered by the FDIC insurance and \$49,581 was uncollateralized as defined by the GASB. These uncollateralized deposits were, however, covered by a pledged collateral pool as discussed above. In addition, the District had cash on hand of \$2,820

(c) Investments

The District's investments are categorized to give an indication of the level of risk assumed by the District. 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 counterparty'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 counterparty or its trust department or agent and not in the District's name. The investment with STAROhio is not required to be categorized due to its nature.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

	<u>Category</u>			Fair Value
	<u>1</u>	<u>2</u>	<u>3</u>	
U.S. Treasury and agency obligations	\$ -	26,730,863	-	26,730,863
Repurchase Agreement	-	-	595,000	595,000
subtotal	-	<u>26,730,863</u>	<u>595,000</u>	27,325,863
STAROhio				<u>7,330,769</u>
Total investments				34,656,632
Deposits:				
Cash deposits including cash on hand of \$2,820				<u>2,820</u>
Total cash and investments				<u>\$ 34,659,452</u>

(4) Property Taxes

Property taxes are levied and assessed on a calendar-year basis. Distributions from the second half of the calendar year occur in a new fiscal year and are intended to finance the operations of that year, except advances against such distributions which may be appropriated and used in the current fiscal year. *Property taxes include amounts levied against all real, public and tangible (used in business)*

Real property taxes and public utility taxes are levied after April against the assessed value listed as of the prior January 1, the lien date. Assessed values are established by State law at 35% of appraised value.

The Delaware County Treasurer and Franklin County Treasurer collect property taxes on behalf of the District. The County Auditors periodically remit to the District its portion of the taxes collected. These tax "advances" are based on cash collections. Final "settlements" are made each February and August.

Public utility property taxes are assessed on tangible personal property as well as land and improvements. Real property is assessed at market value and personal property is assessed at true value (normally 50% of cost).

Tangible personal property taxes attach as a lien and are levied January 1 of the current year. Tangible personal property assessments are 25% of true value. The majority of property tax revenues (in excess of 99%) are collected by the Delaware County Treasurer. Therefore, the assessed values for collection in 1999, upon which the 1998 levies were based, are disclosed for Delaware County only, as follows:

Agricultural/Residential Real Estate	\$ 728,313,020
Commercial/Industrial Real Estate	155,413,240
Public Utility Real Estate	216,130
Public Utility Tangible	56,209,140
General Tangible Property	<u>67,767,810</u>
Total	<u>\$ 1,007,919,340</u>

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

One half of the Delaware County real property taxes are due and collected by February 10, with the remaining balance due and collected by July 10. One half of the Franklin County real property taxes are due by January 20, with the remaining balance due and collected June 20.

Accrued property taxes receivable represent real property, personal property, and public utility taxes which are measurable but not available as of June 30, 1999 and therefore are recorded as deferred revenue. However, monies available as an advance to the District as of June 30, 1999 are recognized as revenue as they are both measurable and available.

(5) Receivables

Receivables at June 30, 1999 consisted of taxes, interest and other (principally intergovernmental grants and entitlements). A summary of the principal items of receivables follows:

Fund	<u>Taxes</u>	<u>Interest</u>	<u>Other</u>	<u>Total</u>
General	\$ 39,335,505	38,902	10,760	39,385,167
Special revenue	-	-	1,629	1,629
Debt service	8,803,223	-	290,830	9,094,053
Capital projects	-	62,867	-	62,867
Enterprise	-	-	6,753	6,753
Expendable Trust	-	-	163	163
	<u>\$ 48,138,728</u>	<u>101,769</u>	<u>310,135</u>	<u>48,550,632</u>

(6) Interfund Receivables and Payables

Interfund balances at June 30, 1999 consist of the following individual fund receivables and payables:

Fund	<u>Receivable</u>	<u>Payable</u>
General	\$ 9,915	-
Enterprise—Adult Education	-	3,338
Enterprise—Uniform School Supplies	-	6,577
	<u>\$ 9,915</u>	<u>9,915</u>

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(7) Property, Plant and Equipment

A summary of the changes in the General Fixed Asset Account Group for the fiscal year follows:

	Balance June 30, 1998	Additions	Disposals	Transfers	Balance June 30, 1999
Land/ Land Improvements	\$ 3,426,737	826,293	1,000	661,834	4,913,864
Building	52,990,462	507,755	-	14,672,704	68,170,921
Equipment and fixtures	7,480,711	790,494	1,335	1,015,880	9,285,750
Buses and vehicles	2,515,873	62,168	-	-	2,578,041
Construction in progress	14,697,581	1,949,143	-	(16,350,418)	296,306
	<u>\$ 81,111,364</u>	<u>4,135,853</u>	<u>2,335</u>	<u>-</u>	<u>85,244,882</u>

Construction in progress at June 30, 1999 is composed of the following:

Capital Projects	Project authorization	Expended to June 30, 1999 (In Thousands)	Committed
Oak Creek Elementary School	\$ 8,700,000	296,306	8,403,694

General fixed assets are funded primarily through the issuance of general obligation bonds. The capital projects listed above will be financed with issued voter-approved debt.

A summary of the proprietary fund property, plant and equipment at June 30, 1999 follows:

Furniture and equipment	\$ 1,255,960
Less accumulated depreciation	<u>(359,202)</u>
Net fixed assets	<u>\$ 896,758</u>

(8) General Long-Term Obligations

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

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

As of June 30, 1999, the District had four general obligation bonds and one general obligation long-term note outstanding. This debt was issued for general government activities, specifically, the construction and renovation of school buildings. General obligations currently outstanding are:

Purpose	Date Issued	Interest Rate	Final Maturity	Original Amount	Balance at June 30, 1999
Construction of high school	12/01/88	7.75%	12/01/11	\$ 10,000,000	7,715,000
HB264 Energy Conservation note	5/01/90	6.95-7.0%	6/01/01	995,000	260,000
Building improvement bonds-Series A (1)	2/01/95	5.1-6.25%	12/01/15	27,036,865	3,661,865
Building improvements bonds/refund bonds - Series B	2/01/95	5.1-6.25%	12/01/11	2,719,885	2,094,885
Building improvements/refund bonds	7/17/97	3.65-5.25%	12/1/17	27,470,000	25,749,666
Various purpose/ refund bonds(1)	6/22/99	3.45-5.35%	12/1/27	48,449,603	48,449,603
				<u>\$ 116,671,353</u>	<u>87,931,019</u>

(1) In June 1999, the District issued \$48,449,603 in various purpose general obligation bonds. These general obligations consist of:

- (A) \$27,100,000 for the purpose of acquiring real estate for school buildings, constructing a new elementary school and middle school, equipment, and site improvements.
- (B) \$21,349,603 to partially advance refund the 1995 Series A general obligation building improvement bonds.
The District's advance refunding reduced its total debt service payments over the next 16 years by approximately \$680,000 and resulted in an economic gain of approximately \$649,000.

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

Year ending June 30,	Interest rates	Principal	Interest
2000	3.65% - 7.75%	\$ 2,040,000	4,045,723
2001	3.65% - 7.75%	3,519,553	4,457,191
2002	3.65% - 7.75%	3,515,970	4,393,741
2003	3.65% - 7.75%	3,344,476	4,365,619
2004	3.65% - 7.75%	3,576,751	4,381,889
2005 and thereafter	3.65% - 7.75%	<u>71,934,269</u>	<u>37,801,064</u>
Total		<u>\$ 87,931,019</u>	<u>59,445,227</u>

Not included in the above amounts are \$21,350,000 of bonds that the District defeased in June, 1999, \$9,485,000 of bonds which the District defeased in July, 1997 and \$2,340,000 of bonds which the District defeased in February, 1995. For accounting purposes, the assets and liabilities for the defeased bonds are not reflected in the District's financial statements.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

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

The effects of these debt limitations at June 30, 1999 are a voted debt margin of \$3,041,722 and an unvoted debt margin of \$747,919. The aggregate amount of the District's unvoted debt is also subject to overlapping debt restrictions with Delaware County and other taxing entities.

A summary of the changes in the general long-term debt account group follows:

	Balance June 30, 1998	Additions	Reductions	Balance June 30, 1999
Due to other government—				
Pension obligation	\$ 182,832	186,752	182,832	186,752
Accrued liabilities (accrued vacation and sick leave)	1,465,632	612,612	—	2,078,244
Energy conservation long term notes payable	380,000	—	120,000	260,000
General obligation bonds payable	<u>62,541,750</u>	<u>48,449,603</u>	<u>23,320,334</u>	<u>87,671,019</u>
	<u>\$ 64,570,214</u>	<u>49,248,967</u>	<u>23,623,166</u>	<u>90,196,015</u>

Additions and deletions of accrued vacation and sick leave are shown net, because it is impracticable for the District to determine these amounts separately. District employees are granted vacation and sick leave in varying amounts.

(9) Defined Benefit Pension Plans

Certificated District employees are covered by the State Teachers Retirement System of Ohio (STRS). All other District employees are covered by the School Employees Retirement System of Ohio (SERS). STRS and SERS (the Systems) are both cost sharing, defined benefit, multiple-employer public employee retirement systems. The payroll for employees covered by these retirement systems was approximately \$17,486,000.

STRS has provided the following information to the District to comply with required disclosure pursuant to GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* (Statement No. 27)

- A. STRS is a cost-sharing multiple-employer defined benefit pension plan.
- B. STRS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries.
- C. Authority to establish and amend benefits is provided by Chapter 3307 of the Ohio Revised Code.
- D. STRS issues a stand alone financial report. Interest parties may obtain a copy by making a written request to STRS at: 275 E. Broad St., Columbus, Ohio 43215-3771 or by calling (614)227-4090.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

- E. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the STRS Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The contribution requirements and the contributions actually made for the fiscal year ended June 30, 1998, were 9.3% of covered payroll for members and 14% for employers. Employer contributions for 1999, 1998 and 1997 were \$3,145,558, \$2,709,095, and \$2,271,500, respectively.

STRS members may retire at any age with 30 years of service, at age 60 with a minimum of 5 years of credited service, and at age 55 with a minimum of 25 years of service. They are entitled to a retirement benefit, payable for life, equal to the greater of a member's lifetime contributions plus interest matched by the employer and adjusted by an actuarially determined factor or 2.1% of final average salary per year and 2.5% per year for earned Ohio service over 30 years up to a maximum of 100% of final average salary. Final average salary is the employee's average salary over the highest 3 years of earnings.

SERS has provided the following information to the District to comply with required disclosures pursuant to GASB Statement No. 27.

- A. SERS is a cost-sharing multiple-employer defined benefit pension plan.
- B. SERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries.
- C. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code.
- D. SERS issues a stand alone financial report. Interested parties may obtain a copy by making a written request to SERS at: 45 N. High Street., Columbus, Ohio 43215 or by calling (614) 222-5853.
- E. Contribution rates are established and may be amended by the SERS Retirement Board. The contribution requirements and the contributions actually made for the fiscal year ended June 30, 1999, were 9% of covered payroll for members and 14% for employers. Employer contributions for 1999, 1998 and 1997 were \$554,370, \$468,883 and \$407,134, respectively.

SERS members are eligible for retirement benefits at age 60 with 5 years of credited service, between ages 55 and 60 with at least 25 years of service credit, or at any age with 30 years of service credit. The annual benefit is equal to 2.1% of the member's final average salary, or a minimum of \$86, multiplied by the number of years of credited service. Members under the age of 65 who retire with less than 30 years of service credit receive reduced benefits.

(10) Postemployment Benefits Other Than Pension Benefits

STRS has provided the following information (the latest information available) pertaining to other postemployment benefits for health care costs in order to assist the District in complying with GASB Statement No. 12, Disclosure of Information on Postemployment Benefits Other Than Pension Benefits by State and Local Governmental Employers (Statement No. 12).

- A. STRS provides comprehensive health care benefits to retirees and their dependents. Coverage include hospitalization, physician fees, prescription drugs and reimbursement of monthly Medicare premiums. All benefit recipients and sponsored dependents are eligible for health care coverage. Pursuant to the Ohio Revised Code, the STRS Board has discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

- B. The Ohio Revised Code grants authority to STRS to provide health care coverage to benefit recipients, spouses and dependents. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14% of covered payroll.
- C. The STRS Board currently allocates employer contributions equal to 2% of covered payroll to the Health Care Reserve Fund from which payments for health care benefits are paid. However, for the fiscal year ended June 30, 1998, the STRS Board allocated 3.5% of covered payroll to the Health Care Reserve Fund. The balance in the Health Care Reserve Fund was \$2,156 million at June 30, 1998. The Health Care Reserve Fund allocation for the year ended June 30, 1999, will be 8% of covered payroll.
- D. For the year ended June 30, 1998, the net health care costs paid by STRS were \$219,224,000. There were 91,999 eligible benefit recipients.

SERS has provided the following information (the latest information available) pertaining to other postemployment benefits for health care costs in order to assist the District in complying with GASB Statement No. 12.

- A. The Ohio Revised Code gives SERS the discretionary authority to provide post-retirement health care to retirees and their dependents. Coverage is made available to service retirees with ten or more 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 premiums for health care. The portion is based on years of service up to a maximum of 75% of the premium.
- B. After the allocation for basic benefits, the remainder of the employer's 14% contributions is allocated to providing health care benefits. At June 30, 1998, the allocation rate was 4.98%. In addition, SERS levies a surcharge to fund health care benefits equal to 14% of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 1998, the minimum pay was established as \$12,400. The surcharge, added to the unallocated portion of the 14% employer contribution rate, provides for maintenance of the asset target level for the health care fund.
- C. Health care benefits are financed on a pay-as-you-go basis. The target level for the health care reserve is 125% of annual health care expenses. Expenses for the health care for the year ended June 30, 1998 were \$111.9 million and the target level was \$139.9 million. At June 30, 1998, SERS had net assets available for payment of health care benefits of \$160.3 million..
- D. For the year ended June 30, 1998, the expenses for health care were paid by SERS were \$111,900,575. There were approximately 50,000 eligible benefit recipients.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(11) Contingencies

(a) Grants

The federal and state grants remain subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the District's administration believes such disallowances, if any, would be minimal.

(b) Litigation

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the District's management that resolution of these matters will not have a material adverse effect on the financial condition of the District.

(c) State School Funding Decision

On March 24, 1997, the Ohio Supreme Court (the Court) rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the state's legislature to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program," (program) which provides significant amounts of monetary support to the District. During the fiscal year ended June 30, 1999, the District received approximately \$1,941,000 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State legislature in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws, and in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made by the 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 laws that the Common Pleas Court declared unconstitutional.

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

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(12) 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. The District contracts with third party insurance carriers for property insurance (including boiler and machinery), general liability insurance and vehicle insurance. Vehicle policies include liability coverage for bodily injury and property damage.

The District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Additionally, the District provides health care benefits for its employees and officers through a joint self-insurance program known as the Champaign, Delaware, Marion, Union School Employee Welfare Benefit Association Consortium (the Pool), which commenced on June 1, 1988. The Pool has a perpetual duration and will continue until terminated pursuant to the agreement. The Pool is a legal entity, separate and apart from its 12 members and provides for the joint administration of the funds of the Pool. The Board of Directors of the Pool (the Board) is comprised of 1 representative from each of the 12 members.

The Pool establishes funds which consist of member contributors in amounts deemed to be sufficient to annually fund the administrative expenses, to purchase excess insurance, reinsurance, to pay current-year claims and claim expenses, and to maintain sufficient reserves. The amount of claims are estimated by an actuary. The contribution factor for each member is based on the number of lives covered as a percentage of the total lives covered. The District has made all required contributions.

The members may also be required to make supplementary payments to the Pool for any necessary or appropriate purpose where there is reasonable concern that funds then available to the Pool will not be sufficient to meet the responsibilities of the Pool. All assessments for supplementary payments are calculated proportionately among its members in direct relation to the number of lives covered as a percentage of total lives covered by the Pool. Since the Pool's inception the District has never been required to make supplementary payments.

The Pool issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to the Pool at: 4565 Columbus Pike, Delaware, Ohio 43015.

There were no changes to the above policies during the current fiscal year. Claims experience over the past three years indicates that there were no instances of losses exceeding insurance coverage.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(13) Segments of Enterprise Activities

Selected segment information for the District's enterprise funds for the year ended June 30, 1999, is as follows:

	Food Service	Uniform School Supplies	Special Rotary	Adult Education	Total
Operating revenues	\$ 950,714	201,547	77,515	5,048	1,234,824
Operating expenses:					
Depreciation	73,213	-	-	-	73,213
Other	1,127,116	195,495	70,408	8,405	1,401,424
Total operating expenses	1,200,329	195,495	70,408	8,405	1,474,637
Operating income (loss)	(249,615)	6,052	7,107	(3,357)	(239,813)
Nonoperating revenues--					
Interest	1,668	-	-	-	1,668
Grants	144,749	-	-	-	144,749
Net income (loss)	\$ (103,198)	6,052	7,107	(3,357)	(93,396)
Property, plant and equipment:					
Additions	353,493	-	-	-	353,493
Net working capital	\$ (26,929)	(788)	15,440	(3,122)	(15,399)
Total assets	\$ 971,267	6,736	15,687	216	993,906
Total fund equity	\$ 869,829	(788)	15,440	(3,122)	881,359
Contributed capital:					
Beginning of year balance	\$ 616,094	-	-	-	616,094
Additions	353,493	-	-	-	353,493
Depreciation expense	73,213	-	-	-	73,213
End of year balance	\$ 896,374	-	-	-	896,374

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(14) Budget Basis of Accounting

The adjustments necessary to convert the results of operations and fund balances at the end of year on the GAAP basis to the budget basis are as follows:

	Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses			
	General	Special revenue	Debt service	Capital projects
GAAP basis	\$ 1,407,848	57,640	786,994	21,310,796
Increase (decrease):				
Due to revenues:				
Accrued at June 30, 1999, not yet received in cash	(39,271,222)	(4,404)	(9,058,130)	(9,672)
Received in cash during fiscal year 1999, but accrued at June 30, 1998	28,557,598	18,507	7,507,610	78,736
Due to encumbrances:				
Recognized as expenditures in budget	(512,430)	(67,679)	-	(1,975,143)
Due to expenditures:				
Paid in cash during fiscal 1999, accrued at June 30, 1998	(29,144,296)	(213,188)	(6,974,266)	(3,471,604)
Accrued at June 30, 1999	37,788,513	172,913	7,773,842	488,392
Unrealized gain/(loss) on investments	(11,746)	-	-	17,545
Budget basis	\$ (1,185,735)	(36,211)	36,050	16,439,050

(15) Fund equity

The Uniform School Supplies Enterprise Fund, the Adult Education Enterprise Fund, and the Food Service Fund had a GAAP basis retained earnings deficit of \$788, \$3,122, and \$26,545, respectively, at June 30, 1999. These fund deficits will be funded by future revenues.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to General Purpose Financial Statements

(16) Budget Reserves

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

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

	Textbook Reserve	Capital Maintenance Reserve	Budget Stabilization Reserve
Balance, July 1, 1998	\$ -	-	118,089
Required Set-Aside	382,572	382,572	191,286
Qualifying Expenditures	(1,208,101)	(521,201)	-
Total	<u>(825,529)</u>	<u>(138,629)</u>	<u>309,375</u>
Balance, June 30, 1999	\$ <u>-</u>	<u>-</u>	<u>309,375</u>

Although the District had offsets and qualifying disbursements during the year that reduced the set-aside amounts below zero, these amounts may not be used to reduce the set-aside requirements of future years. Negative amounts are therefore not presented as being carried forward to the next fiscal year.

OLENTANGY LOCAL SCHOOL DISTRICT

Required Supplementary Information Regarding Year 2000

Year 2000

The Year 2000 (Y2K) 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 completed an inventory of computer systems and other equipment, such as building security, heating, cooling, water systems, telecommunication systems, public address systems, local area computer networks, schools buses and other vehicles, necessary in conducting District operations. District officials contacted the District's service providers and received documentation of compliance with Y2K. Based on this inventory, the District determined that no further remediation or system testing was required.

District uses the State of Ohio Uniform School Accounting System software for its financial reporting, and the State of Ohio Uniform Staff Payroll System software for its payroll and employee benefits processing. Further, the State processes a significant amount of financial and nonfinancial information about the District through the Education Management Information System (EMIS). The State is responsible for remediating these systems. The State provided the District with a letter stating the software is compliant with Y2K.

The State of Ohio also distributes a substantial sum of money to the District in the form of "Foundation" and federal and state grant payments. The State is responsible for remediating this system.

Delaware and Franklin Counties collect property taxes for distribution to the District. Delaware and Franklin Counties are responsible for remediating their tax collection systems.

To the best of management's knowledge and belief, as of the date of this report, the District experienced no significant interruption of mission-critical operations or services related to Y2K. However, because of the unprecedented nature of Y2K, matters may yet arise, and parties with whom the District does business may also experience Y2K readiness issues that are as yet, unknown.

OLENTANGY LOCAL SCHOOL DISTRICT

SUPPLEMENTAL DATA

OLENTANGY LOCAL SCHOOL DISTRICT

General Fund

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

OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND - BUDGET BASIS
YEAR ENDED JUNE 30, 1999

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Property taxes	\$ 21,603,141	21,603,141	-
Investment income	614,243	614,243	-
Tuition fees	36,688	36,688	-
Miscellaneous	150,062	150,062	-
State sources	4,274,508	4,274,508	-
TOTAL REVENUES	26,678,642	26,678,642	-
EXPENDITURES:			
REGULAR INSTRUCTION:			
Salaries and wages	10,086,268	10,086,268	-
Employee benefits	2,624,574	2,624,574	-
Purchased services	294,533	294,533	-
Supplies and materials	605,241	605,241	-
Capital Outlay	146,086	146,086	-
TOTAL REGULAR INSTRUCTION	13,756,702	13,756,702	-
SPECIAL INSTRUCTION:			
Salaries and wages	1,332,282	1,332,282	-
Employee benefits	298,619	298,619	-
Purchased services	234,639	234,639	-
Supplies and materials	15,633	15,633	-
Capital Outlay	1,037	1,037	-
TOTAL SPECIAL INSTRUCTION	1,882,210	1,882,210	-
VOCATIONAL INSTRUCTION:			
Salaries and wages	432,357	432,357	-
Employee benefits	101,246	101,246	-
Purchased services	8,845	8,845	-
Supplies and materials	8,237	8,237	-
Capital Outlay	1,860	1,860	-
TOTAL VOCATIONAL INSTRUCTION	552,545	552,545	-
CONTINUING INSTRUCTION:			
Purchased services	52,749	52,749	-
TOTAL CONTINUING INSTRUCTION	52,749	52,749	-

(Continued)

OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND - BUDGET BASIS, Continued
YEAR ENDED JUNE 30, 1999

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
OPERATION AND MAINTENANCE OF PLANT:			
Salaries and wages	\$ 1,185,007	1,185,007	-
Employee benefits	415,577	415,577	-
Purchased services	1,059,028	1,059,028	-
Supplies and materials	182,465	182,465	-
Capital Outlay	136,497	136,497	-
TOTAL OPERATION AND MAINTENANCE OF PLANT	2,978,574	2,978,574	-
SCHOOL ADMINISTRATION:			
Salaries and wages	1,690,303	1,690,303	-
Employee benefits	608,888	608,888	-
Purchased services	255,443	255,443	-
Supplies and materials	63,077	63,077	-
Capital Outlay	23,135	23,135	-
TOTAL SCHOOL ADMINISTRATION	2,640,846	2,640,846	-
PUPIL SERVICES:			
Salaries and wages	802,776	802,776	-
Employee benefits	195,876	195,876	-
Purchased services	243,313	243,313	-
Supplies and materials	41,724	41,724	-
Capital Outlay	228,272	228,272	-
County Services	402,385	402,385	-
TOTAL PUPIL SERVICES	1,914,346	1,914,346	-
INSTRUCTIONAL STAFF:			
Salaries and wages	355,296	355,296	-
Employee benefits	125,016	125,016	-
Purchased services	35,459	35,459	-
Supplies and materials	72,115	72,115	-
Capital Outlay	42,121	42,121	-
TOTAL INSTRUCTIONAL STAFF	630,007	630,007	-
BUSINESS OPERATIONS:			
Salaries and wages	235,464	235,464	-
Employee benefits	94,462	94,462	-
Purchased services	74,015	74,015	-
Supplies and materials	10,556	10,556	-
Capital Outlay	345	345	-
Other	418,348	418,348	-
TOTAL BUSINESS OPERATIONS	833,190	833,190	-

(Continued)

OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND - BUDGET BASIS, Continued
YEAR ENDED JUNE 30, 1999

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
STUDENT TRANSPORTATION:			
Salaries and wages	\$ 901,098	901,098	-
Employee benefits	368,774	368,774	-
Purchased services	147,080	147,080	-
Supplies and materials	215,156	215,156	-
Capital Outlay	184,768	184,768	-
Other	-	-	-
TOTAL STUDENT TRANSPORTATION	1,816,876	1,816,876	-
CENTRAL SERVICES:			
Salaries and wages	29,738	29,738	-
Employee benefits	10,508	10,508	-
Purchased services	27,645	27,645	-
Supplies and materials	655	655	-
Capital Outlay	168	168	-
TOTAL CENTRAL SERVICES	68,714	68,714	-
GENERAL ADMINISTRATION:			
Salaries and wages	14,480	14,480	-
Employee benefits	375	375	-
Purchased services	215,632	215,632	-
Supplies and materials	347	347	-
Other	20,659	20,659	-
TOTAL GENERAL ADMINISTRATION	251,493	251,493	-
CO-CURRICULAR ACTIVITIES:			
Salaries and wages	420,742	420,742	-
Employee benefits	63,431	63,431	-
Purchased services	64,137	64,137	-
TOTAL CO-CURRICULAR ACTIVITIES	548,310	548,310	-
TOTAL EXPENDITURES	27,926,562	27,926,562	-
Excess of revenues over expenditures	(1,247,920)	(1,247,920)	-

(Continued)

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND - BUDGET BASIS, Continued
YEAR ENDED JUNE 30, 1999**

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
OTHER FINANCING SOURCES (USES):			
Refund of prior year expenditures	\$ 131,910	131,910	-
Transfers in	221,242	221,242	-
Transfers out	(381,052)	(381,052)	-
Advances in	217,943	217,943	-
Advances out	(127,858)	(127,858)	-
TOTAL OTHER FINANCING SOURCES (USES)	62,185	62,185	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,185,735)	(1,185,735)	-
Prior year encumbrances appropriated	1,001,224	1,001,224	-
FUND BALANCES AT BEGINNING OF YEAR	3,369,444	3,369,444	-
FUND BALANCES AT END OF YEAR	\$ 3,184,933	3,184,933	-

OLENTANGY LOCAL SCHOOL DISTRICT

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Mental Health - A fund provided to account for receipts and expenditures in conjunction with mini-grants received from local agencies.

Public School Support - A fund used for the proceeds of specific revenue sources, except for State and Federal grants that are legally restricted to expenditures for specified purposes.

Grants - Local Sources - A fund provided to account for specific local revenue sources, other than taxes or expendable trusts (i.e., profits from vending machines sales of pictures, etc.), that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases.

School Improvement Models - A fund used to account for venture capital grants that are awarded for innovative educational programs as approved by the State Department of Education.

District-Managed Student Activities - A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

Auxiliary Services Fund - A fund used to account for monies which provide services and materials to pupils attending non-public schools within the school district. For generally accepted accounting purposes, this fund is accounted for as a special revenue fund. For legal budgetary purposes, this fund is accounted for as an agency fund.

Community Education Grants - A fund provided to account for receipts and expenditures for developing, maximizing, coordinating, enhancing, strengthening, and further legitimizing the process of community interaction and communication with the District.

Teacher Development Grants- A fund provided to account for receipts and expenditures necessary for providing assistance to local school districts for the development of in-service programs.

EMIS Grant - A fund provided to account for the monies received and expended for the implementation of the Educational Management Information System that was required by recent legislation in Ohio.

Textbook Subsidy - A fund provided to account for moneys received from the state for textbooks, instructional software, instructional materials, and any other materials the district deems to be helpful in providing appropriate instruction to students in the following subject areas: reading, writing, mathematics, science and citizenship.

Entry Year Programs – A fund to account for funds used to implement entry year programs pursuant to division (T) of section 3317.024 of the Ohio Revised Code.

Federal Excellence Grants-Title II - A fund provided to account for funds used for strengthening instruction in science, mathematics, modern foreign languages, English, arts and humanities, reading, history, geography civics, economics, and industrial arts through acquisition of laboratory and other special equipment and materials and through minor remodeling.

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

Title I Grants - A fund to account for grants providing financial assistance to State and Local Educational Agencies to meet the special needs of educationally deprived children.

Chapter II Grants - A fund to consolidate various programs into a single authorization of grants to States to be used in accordance with the educational needs and priorities of the state and local agencies.

Drug Free Grants - A fund which accounts for federal funds used to establish, operate, and improve local programs of drug abuse prevention, early intervention, rehabilitation referral, and education in the District.

Early Childhood Development Grant - A fund provided to account for receipts and expenditures for developing and expanding school age child care services.

Education of the Handicapped Preschool Grants - A fund to address the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
JUNE 30, 1999

	<u>MENTAL HEALTH</u>	<u>PUBLIC SCHOOL SUPPORT</u>	<u>GRANTS - LOCAL SOURCES</u>	<u>SCHOOL IMPROVEMENT MODELS</u>
ASSETS				
Cash and investments	\$ 15	137,788	2,323	11,879
Receivables	-	-	-	-
Due from other governments	-	-	-	-
Total assets	<u>15</u>	<u>137,788</u>	<u>2,323</u>	<u>11,879</u>
LIABILITIES				
Accounts payable	-	1,636	-	106
Due to other governments	-	-	-	-
Due to others	-	-	-	-
Deferred revenue	-	-	-	-
Accrued liabilities	-	-	-	-
Total liabilities	<u>-</u>	<u>1,636</u>	<u>-</u>	<u>106</u>
EQUITY AND OTHER CREDITS				
Fund balance (deficit):				
Reserve for encumbrances	-	1,889	15	11,773
Unreserved	15	134,263	2,308	-
Total fund balance (deficit)	<u>15</u>	<u>136,152</u>	<u>2,323</u>	<u>11,773</u>
Total fund equity and other credits	<u>15</u>	<u>136,152</u>	<u>2,323</u>	<u>11,773</u>
Total liabilities, equity and other credits	<u>\$ 15</u>	<u>137,788</u>	<u>2,323</u>	<u>11,879</u>

OLENTANGY LOCAL SCHOOL DISTRICT

DISTRICT-MANAGED STUDENT ACTIVITIES	AUXILIARY SERVICE	COMMUNITY EDUCATION GRANTS	TEACHER DEVELOPMENT GRANTS	EMIS GRANTS	TEXTBOOK SUBSIDY
15,956	15,258	336	26,861	20,829	56,219
1,323	-	-	-	-	-
-	-	-	-	-	-
<u>17,279</u>	<u>15,258</u>	<u>336</u>	<u>26,861</u>	<u>20,829</u>	<u>56,219</u>
-	-	-	3,810	-	-
-	-	-	-	-	-
-	15,258	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	<u>15,258</u>	-	<u>3,810</u>	-	-
1,391	15,257	-	665	-	-
15,888	(15,257)	336	22,386	20,829	56,219
<u>17,279</u>	<u>-</u>	<u>336</u>	<u>23,051</u>	<u>20,829</u>	<u>56,219</u>
17,279	-	336	23,051	20,829	56,219
<u>17,279</u>	<u>15,258</u>	<u>336</u>	<u>26,861</u>	<u>20,829</u>	<u>56,219</u>

(Continued)

**OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS, Continued
JUNE 30, 1999**

	ENTRY YEAR PROGRAMS	FEDERAL EXCELLENCE GRANTS - TITLE II	TITLE VIB GRANTS	TITLE I GRANTS
ASSETS				
Cash and investments	\$ 33,805	7,591	48,385	47,299
Receivables	-	-	306	-
Due from other governments	-	-	2,775	-
Total assets	<u>33,805</u>	<u>7,591</u>	<u>51,466</u>	<u>47,299</u>
LIABILITIES				
Accounts payable	-	-	51,466	-
Due to other governments	-	-	-	1,849
Due to others	-	-	-	-
Deferred revenue	-	7,591	-	33,934
Accrued liabilities	-	-	-	11,516
Total liabilities	<u>-</u>	<u>7,591</u>	<u>51,466</u>	<u>47,299</u>
EQUITY AND OTHER CREDITS				
Fund balance (deficit):				
Reserve for encumbrances	-	4,610	-	-
Unreserved	33,805	(4,610)	-	-
Total fund balance	<u>33,805</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund equity and other credits	<u>33,805</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities, equity and other credits	<u>\$ 33,805</u>	<u>7,591</u>	<u>51,466</u>	<u>47,299</u>

OLENTANGY LOCAL SCHOOL DISTRICT

CHAPTER II GRANTS	DRUG-FREE GRANTS	EARLY CHILDHOOD DEVELOPMENT GRANT	EDUCATION OF THE HANDICAPPED PRESCHOOL GRANTS	TOTAL
28,671	4,702	34	12,340	470,291
-	-	-	-	1,629
-	-	-	-	2,775
<u>28,671</u>	<u>4,702</u>	<u>34</u>	<u>12,340</u>	<u>474,695</u>
1,800	-	-	11,040	69,858
-	-	-	-	1,849
-	-	-	-	15,258
26,871	4,702	34	1,300	74,432
-	-	-	-	11,516
<u>28,671</u>	<u>4,702</u>	<u>34</u>	<u>12,340</u>	<u>172,913</u>
3,414	1,050	-	-	40,064
(3,414)	(1,050)	-	-	261,718
-	-	-	-	301,782
-	-	-	-	301,782
<u>28,671</u>	<u>4,702</u>	<u>34</u>	<u>12,340</u>	<u>474,695</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 1999**

	MENTAL HEALTH	PUBLIC SCHOOL SUPPORT	GRANTS - LOCAL SOURCES	SCHOOL IMPROVEMENT MODELS
Revenues				
Intergovernmental:				
Federal restricted grants-in-aid	\$ -	-	-	-
State Unrestricted grants-in-aid	-	-	-	-
State restricted grants-in-aid	-	-	-	-
Investment Income	-	-	-	-
Co-curricular activities	-	141,650	-	-
Other	-	48,274	1,683	-
Total Revenues	<u>-</u>	<u>189,924</u>	<u>1,683</u>	<u>-</u>
Expenditures				
Current:				
Instructional services:				
Regular	-	30,477	205	-
Special	-	-	-	-
Total Instructional Services	<u>-</u>	<u>30,477</u>	<u>205</u>	<u>-</u>
Support services:				
School administration	-	108,028	-	-
Pupils	-	-	850	-
Instructional Staff	-	-	-	24,593
General Administration	-	-	-	-
Central services	-	702	-	-
Total Support Services	<u>-</u>	<u>108,730</u>	<u>850</u>	<u>24,593</u>
Co-curricular student activities	-	-	-	-
Community services	-	-	-	-
Capital outlay	-	2,680	-	-
Total Expenditures	<u>-</u>	<u>141,887</u>	<u>1,055</u>	<u>24,593</u>
Excess (deficiency) of revenues over expenditures	-	48,037	628	(24,593)
Fund balance (deficit) at beginning of year	15	88,115	1,695	36,366
Fund balance (deficit) at end of year	<u>\$ 15</u>	<u>136,152</u>	<u>2,323</u>	<u>11,773</u>

OLENTANGY LOCAL SCHOOL DISTRICT

DISTRICT-MANAGED STUDENT ACTIVITIES	AUXILIARY SERVICE	COMMUNITY EDUCATION GRANTS	TEACHER DEVELOPMENT GRANTS	EMIS GRANTS	TEXTBOOK SUBSIDY
-	-	-	-	-	-
-	-	-	-	-	-
-	338,561	-	24,089	13,485	-
-	1,481	-	-	-	-
93,303	-	-	-	-	-
6,648	-	-	-	-	-
<u>99,951</u>	<u>340,042</u>	<u>-</u>	<u>24,089</u>	<u>13,485</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	11,938	-
-	-	-	-	-	-
-	-	-	14,440	-	-
-	-	-	-	6,749	-
-	-	-	<u>14,440</u>	<u>18,687</u>	<u>-</u>
101,740	-	-	-	-	-
-	257,963	-	2,895	-	-
-	82,079	-	-	-	-
<u>101,740</u>	<u>340,042</u>	<u>-</u>	<u>17,335</u>	<u>18,687</u>	<u>-</u>
(1,789)	-	-	6,754	(5,202)	-
19,068	-	336	16,297	26,031	56,219
<u>17,279</u>	<u>-</u>	<u>336</u>	<u>23,051</u>	<u>20,829</u>	<u>56,219</u>

(Continued)

**OLENTANGY LOCAL SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS, Continued
 YEAR ENDED JUNE 30, 1999**

	ENTRY YEAR PROGRAMS	FEDERAL EXCELLENCE GRANTS - TITLE II	TITLE VIB GRANTS	TITLE I GRANTS
Revenues				
Intergovernmental:				
Federal restricted grants-in-aid	\$ 34,000	6,588	195,654	87,616
State Unrestricted grants-in-aid	-	-	-	-
State restricted grants-in-aid	-	-	-	-
Investment Income	-	-	-	-
Co-curricular activities	-	-	-	-
Other	-	-	306	-
Total Revenues	34,000	6,588	195,960	87,616
Expenditures				
Current:				
Instructional services:				
Regular	-	6,488	-	-
Special	-	-	11,431	87,374
Total Instructional Services	-	6,488	11,431	87,374
Support services:				
School administration	-	-	79,970	-
Pupils	-	-	41,783	-
Instructional Staff	195	-	49	242
General Administration	-	-	318	-
Central services	-	-	-	-
Total Support Services	195	-	122,120	242
Co-curricular student activities	-	-	-	-
Community services	-	100	-	-
Capital outlay	-	-	62,409	-
Total Expenditures	195	6,588	195,960	87,616
Excess (deficiency) of revenues over expenditures	33,805	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ 33,805	-	-	-

CHAPTER II GRANTS	DRUG-FREE GRANTS	EARLY CHILDHOOD DEVELOPMENT GRANT	EDUCATION OF THE HANDICAPPED PRESCHOOL GRANTS	TOTAL
5,560	22,244	-	17,089	368,751
-	-	-	-	-
-	-	-	-	376,135
-	-	-	-	1,481
-	-	-	-	234,953
-	-	-	-	56,911
5,560	22,244	-	17,089	1,038,231
5,028	-	-	-	42,198
-	-	-	1,414	100,219
5,028	-	-	1,414	142,417
-	-	-	-	199,936
-	22,244	-	738	65,615
-	-	-	3,897	43,416
-	-	-	-	318
-	-	-	-	7,451
-	22,244	-	4,635	316,736
-	-	-	-	101,740
532	-	-	-	261,490
-	-	-	11,040	158,208
5,560	22,244	-	17,089	980,591
-	-	-	-	57,640
-	-	-	-	244,142
-	-	-	-	301,782

**OLENTANGY LOCAL SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES--BUDGET AND ACTUAL--
 MENTAL HEALTH GRANT -- BUDGET BASIS
 YEAR ENDED JUNE 30, 1999**

	<u>MENTAL HEALTH GRANT</u>		
	<u>REVISED</u>		<u>VARIANCE</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
REVENUES:			
Miscellaneous	\$ -	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:			
SPECIAL INSTRUCTION:			
Purchased services	-	-	-
Supplies and materials	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
Deficiency of revenues over expenditures	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	<u>15</u>	<u>15</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ 15</u>	<u>15</u>	<u>-</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
PUBLIC SCHOOL SUPPORT--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	PUBLIC SCHOOL SUPPORT		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Co-curricular	\$ 141,650	141,650	-
Fees	406	406	-
Miscellaneous	48,170	48,170	-
TOTAL REVENUES	190,226	190,226	-
EXPENDITURES:			
REGULAR INSTRUCTION:			
Purchased services	5,010	5,010	-
Supplies and materials	26,406	26,406	-
Capital Outlay	11,885	11,885	-
TOTAL REGULAR INSTRUCTION	43,301	43,301	-
SCHOOL ADMINISTRATION:			
Purchased services	27,575	27,575	-
Supplies and materials	80,111	80,111	-
Miscellaneous	2,826	2,826	-
TOTAL SCHOOL ADMINISTRATION	110,512	110,512	-
TOTAL EXPENDITURES	153,813	153,813	-
Excess of revenues over expenditures	36,413	36,413	-
OTHER FINANCING SOURCES(USES)			
Transfers in	32,924	32,924	-
Transfers out	(32,924)	(32,924)	-
Refund of prior year receipts	(200)	(200)	-
TOTAL OTHER FINANCING SOURCES(USES)	(200)	(200)	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	36,213	36,213	-
Prior year encumbrances appropriated	17,418	17,418	-
FUND BALANCES AT BEGINNING OF YEAR	80,636	80,636	-
FUND BALANCES AT END OF YEAR	\$ 134,267	134,267	-

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
GRANTS-LOCAL SOURCES -- BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	<u>GRANTS-LOCAL SOURCES</u>		
	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES:			
Miscellaneous	\$ 1,683	1,683	-
TOTAL REVENUES	<u>1,683</u>	<u>1,683</u>	<u>-</u>
EXPENDITURES:			
REGULAR INSTRUCTION:			
Supplies and materials	220	220	-
TOTAL REGULAR INSTRUCTION	<u>220</u>	<u>220</u>	<u>-</u>
PUPIL SERVICES:			
Salaries and wages	-	-	-
Purchased services	-	-	-
Supplies and materials	1,297	1,297	-
TOTAL PUPIL SERVICES	<u>1,297</u>	<u>1,297</u>	<u>-</u>
TOTAL EXPENDITURES	<u>1,517</u>	<u>1,517</u>	<u>-</u>
Excess of revenues over expenditures	166	166	-
Prior year encumbrances appropriated	667	667	-
FUND BALANCES AT BEGINNING OF YEAR	1,475	1,475	-
FUND BALANCES AT END OF YEAR	<u>\$ 2,308</u>	<u>2,308</u>	<u>-</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES--BUDGET AND ACTUAL--
 SCHOOL IMPROVEMENT MODELS--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999**

	<u>SCHOOL IMPROVEMENT MODELS</u>		
	<u>REVISED</u>		<u>VARIANCE</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
REVENUES:			
State sources	\$ -	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:			
SUPPORT SERVICES-INSTRUCTIONAL			
Salaries and wages	1,578	1,578	-
Purchased services	23,461	23,461	-
Supplies and materials	6,673	6,673	-
Capital Outlay	7,588	7,588	-
TOTAL EXPENDITURES	<u>39,300</u>	<u>39,300</u>	<u>-</u>
Excess of revenues over expenditures	(39,300)	(39,300)	-
Prior year encumbrances appropriated	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	39,300	39,300	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>-</u>	<u>-</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
DISTRICT-MANAGED STUDENT ACTIVITIES--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	<u>DISTRICT-MANAGED STUDENT ACTIVITIES</u>		
	<u>REVISED</u>		<u>VARIANCE</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
REVENUES:			
Extracurricular	\$ 93,303	93,303	-
Miscellaneous	6,498	6,498	-
TOTAL REVENUES	<u>99,801</u>	<u>99,801</u>	<u>-</u>
EXPENDITURES:			
EXTRACURRICULAR ACTIVITIES:			
Salaries and wages	7,211	7,211	-
Purchased services	38,865	38,865	-
Supplies and materials	45,746	45,746	-
Other	11,309	11,309	-
TOTAL EXPENDITURES	<u>103,131</u>	<u>103,131</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(3,330)	(3,330)	-
Prior year encumbrances appropriated	2,661	2,661	-
FUND BALANCES AT BEGINNING OF YEAR	<u>15,234</u>	<u>15,234</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ 14,565</u>	<u>14,565</u>	<u>-</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES--BUDGET AND ACTUAL--
 AUXILIARY SERVICE FUND--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999**

	<u>AUXILIARY SERVICE FUND</u>		
	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES:			
Investment Income	\$ 1,481	1,481	-
State sources	275,912	275,912	-
TOTAL REVENUES	<u>277,393</u>	<u>277,393</u>	-
EXPENDITURES:			
COMMUNITY SERVICES:			
Purchased services	75,719	75,719	-
Supplies	197,320	197,320	-
Capital Outlay	84,483	84,483	-
Miscellaneous	2,384	2,384	-
TOTAL EXPENDITURES	<u>359,906</u>	<u>359,906</u>	-
Excess (deficiency) of revenues over expenditures	(82,513)	(82,513)	-
Prior year encumbrances appropriated	49,393	49,393	-
FUND BALANCES AT BEGINNING OF YEAR	<u>33,120</u>	<u>33,120</u>	-
FUND BALANCES (DEFICIT) AT END OF YEAR	<u>\$ -</u>	<u>-</u>	-

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
COMMUNITY EDUCATION GRANTS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	COMMUNITY EDUCATION GRANTS		
	REVISED		VARIANCE
	BUDGET	ACTUAL	FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ -	-	-
TOTAL REVENUES	-	-	-
EXPENDITURES:			
REGULAR INSTRUCTION:			
Purchased services	-	-	-
TOTAL EXPENDITURES	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	336	336	-
FUND BALANCES AT END OF YEAR	\$ 336	336	-

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
TEACHER DEVELOPMENT GRANTS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	<u>TEACHER DEVELOPMENT GRANTS</u>		
	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
State Sources	\$ 24,089	24,089	-
Miscellaneous			-
TOTAL REVENUES	<u>24,089</u>	<u>24,089</u>	<u>-</u>
EXPENDITURES			
REGULAR INSTRUCTION			
Supplies and materials	6,000	-	6,000
TOTAL REGULAR INSTRUCTION	<u>6,000</u>	<u>-</u>	<u>6,000</u>
SUPPORT SERVICES INSTRUCTIONAL STAFF:			
Salaries and wages	7,200	1,182	6,018
Employee Benefits	1,540	-	1,540
Purchased services	11,646	8,669	2,977
Supplies and materials	14,000	8,147	5,853
TOTAL SUPPORT SERVICES	<u>34,386</u>	<u>17,998</u>	<u>16,388</u>
TOTAL EXPENDITURES	<u>40,386</u>	<u>17,998</u>	<u>8,830</u>
Excess (deficiency) of revenues over expenditures	(16,297)	6,091	22,388
Prior year encumbrances appropriated	166	166	-
FUND BALANCES AT BEGINNING OF YEAR	16,131	16,131	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>22,388</u>	<u>22,388</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
EMIS GRANTS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	EMIS GRANTS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ 13,485	13,485	-
TOTAL REVENUES	<u>13,485</u>	<u>13,485</u>	<u>-</u>
EXPENDITURES:			
ADMINISTRATIVE SERVICES			
Salaries - wages	14,264	11,938	2,326
Supplies and materials	1,000	-	1,000
Capital Outlay	950	-	950
TOTAL ADMINISTRATIVE SERVICES	<u>16,214</u>	<u>11,938</u>	<u>4,276</u>
CENTRAL SERVICES:			
Salaries and wages	5,500	-	5,500
Purchased services	30,291	6,749	23,542
Capital Outlay	3,473	-	3,473
TOTAL CENTRAL SERVICES	<u>39,264</u>	<u>6,749</u>	<u>32,515</u>
TOTAL EXPENDITURES	<u>55,478</u>	<u>18,687</u>	<u>36,791</u>
Excess (deficiency) of revenues over expenses	(41,993)	(5,202)	36,791
Prior year encumbrances appropriated	181	181	-
FUND BALANCES AT BEGINNING OF YEAR	25,850	25,850	-
FUND BALANCE (DEFICIT) AT END OF YEAR	<u>\$ (15,962)</u>	<u>20,829</u>	<u>36,791</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES--BUDGET AND ACTUAL--
 TEXTBOOK SUBSIDY--BUDGET BASIS**

	TEXTBOOK SUBSIDY		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State sources	\$ -	-	-
TOTAL REVENUES	-	-	-
EXPENDITURES:			
ADMINISTRATIVE SERVICES			
Salaries - wages	-	-	-
TOTAL EXPENDITURES	-	-	-
Excess (deficiency) of revenues over expenses	-	-	-
Prior year encumbrances appropriated	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	56,219	56,219	-
FUND BALANCES AT END OF YEAR	\$ 56,219	56,219	-

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
ENTRY YEAR PROGRAMS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	ENTRY YEAR PROGRAM		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
State Sources	\$ 34,000	34,000	-
TOTAL REVENUES	<u>34,000</u>	<u>34,000</u>	<u>-</u>
EXPENDITURES:			
SUPPORT SERVICES - INSTRUCTIONAL STAFF			
Salaries - wages	23,000	-	23,000
Employees benefits	3,553	-	3,553
Purchased Services	6,667	195	6,472
Supplies and materials	780	-	780
TOTAL EXPENDITURES	<u>34,000</u>	<u>195</u>	<u>33,805</u>
Excess (deficiency) of revenues over expenses	-	33,805	33,805
FUND BALANCES AT BEGINNING OF YEAR	-	-	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>33,805</u>	<u>33,805</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
FEDERAL EXCELLENCE GRANTS - TITLE II--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	<u>FEDERAL EXCELLENCE GRANTS - TITLE II</u>		
	<u>REVISED</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
REVENUES:			
Federal sources	\$ -	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:			
SUPPORT SERVICES - REGULAR INSTRUCTION			
Salaries and wages	2,000	130	1,870
Employee benefits	300	21	279
Purchased services	9,884	9,515	369
Supplies and materials	660	551	109
TOTAL INSTRUCTIONAL STAFF	<u>12,844</u>	<u>10,217</u>	<u>2,627</u>
COMMUNITY SERVICES			
Purchased services	1,175	820	355
Supplies and materials	500	500	-
TOTAL COMMUNITY SERVICES	<u>1,675</u>	<u>1,320</u>	<u>355</u>
TOTAL EXPENDITURES	<u>14,519</u>	<u>11,537</u>	<u>2,982</u>
Excess (deficiency) of revenues over expenditures	(14,519)	(11,537)	2,982
OTHER FINANCING SOURCES(USES)			
Refund of prior year receipt	(2,358)	(2,358)	-
TOTAL OTHER FINANCING SOURCES(USES)	<u>(2,358)</u>	<u>(2,358)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(16,877)	(13,895)	2,982
Prior year encumbrances appropriated	669	669	-
FUND BALANCES AT BEGINNING OF YEAR	16,208	16,208	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>2,982</u>	<u>2,982</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
TITLE VIB GRANTS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	TITLE VIB GRANTS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 179,236	179,236	-
TOTAL REVENUES	<u>179,236</u>	<u>179,236</u>	<u>-</u>
EXPENDITURES:			
SPECIAL INSTRUCTION:			
Purchased services	2,000	1,925	75
Supplies and materials	12,994	12,465	529
Capital outlay	28,677	28,617	60
TOTAL SPECIAL INSTRUCTION	<u>43,671</u>	<u>43,007</u>	<u>664</u>
PUPIL SERVICES:			
Purchased services	66,428	41,561	24,867
Capital outlay	6,878	5,856	1,022
TOTAL PUPIL SERVICES	<u>73,306</u>	<u>47,417</u>	<u>25,889</u>
ADMINISTRATIVE SERVICES:			
Salary and wages	69,012	59,147	9,865
Benefits	18,014	15,177	2,837
Purchased services	6,973	6,985	(12)
Capital Outlay	-	86	(86)
TOTAL ADMINISTRATIVE SERVICES	<u>93,999</u>	<u>81,395</u>	<u>12,604</u>
TOTAL EXPENDITURES	<u>210,976</u>	<u>171,819</u>	<u>39,157</u>
Excess (deficiency) of revenues over expenditures	(31,740)	7,417	39,157
OTHER FINANCING SOURCES(USES)			
Refund of prior year receipt	(50)	(50)	-
TOTAL OTHER FINANCING SOURCES(USES)	<u>(50)</u>	<u>(50)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(31,790)	7,367	39,157
Prior year encumbrances appropriated	18,357	18,357	-
FUND BALANCES AT BEGINNING OF YEAR	13,433	13,433	-
FUND BALANCES (DEFICIT) AT END OF YEAR	<u>\$ -</u>	<u>39,157</u>	<u>39,157</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
TITLE I GRANTS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	TITLE I GRANTS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 106,053	106,053	-
TOTAL REVENUES	<u>106,053</u>	<u>106,053</u>	<u>-</u>
EXPENDITURES:			
SPECIAL INSTRUCTION:			
Salaries and wages	95,764	74,075	21,689
Employee benefits	24,032	10,223	13,809
Purchased services	10,591	878	9,713
Supplies and materials	3,788	1,919	1,869
TOTAL SPECIAL INSTRUCTION	<u>134,175</u>	<u>87,095</u>	<u>47,080</u>
INSTRUCTIONAL STAFF:			
Purchased services	463	243	220
TOTAL INSTRUCTIONAL STAFF	<u>463</u>	<u>243</u>	<u>220</u>
TOTAL EXPENDITURES	<u>134,638</u>	<u>87,338</u>	<u>47,300</u>
Excess (deficiency) of revenues over expenditures	(28,585)	18,715	47,300
FUND BALANCES AT BEGINNING OF YEAR	28,585	28,585	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>47,300</u>	<u>47,300</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
CHAPTER II GRANTS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	CHAPTER II GRANTS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 18,105	18,105	-
TOTAL REVENUES	<u>18,105</u>	<u>18,105</u>	<u>-</u>
EXPENDITURES:			
INSTRUCTIONAL STAFF:			
Salaries and wages	1,800	1,800	-
Employee benefits	288	252	36
Purchased services	2,912	2,025	887
Supplies and materials	23,827	1,551	22,276
TOTAL INSTRUCTIONAL STAFF	<u>28,827</u>	<u>5,628</u>	<u>23,199</u>
COMMUNITY SERVICES:			
Purchased services	3,129	2,964	165
Capital Outlay	475	382	93
TOTAL COMMUNITY SERVICES	<u>3,604</u>	<u>3,346</u>	<u>258</u>
TOTAL EXPENDITURES	<u>32,431</u>	<u>8,974</u>	<u>23,457</u>
Excess (deficiency) of revenues over expenditures	(14,326)	9,131	23,457
OTHER FINANCING SOURCES(USES)			
Refund of prior year receipt	(1,392)	(1,392)	-
TOTAL OTHER FINANCING SOURCES(USES)	<u>(1,392)</u>	<u>(1,392)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(15,718)	7,739	23,457
Prior year encumbrances appropriated	17	17	-
FUND BALANCES AT BEGINNING OF YEAR	15,701	15,701	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>23,457</u>	<u>23,457</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
DRUG-FREE GRANTS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	DRUG-FREE GRANTS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ 24,629	24,629	-
TOTAL REVENUES	<u>24,629</u>	<u>24,629</u>	<u>-</u>
EXPENDITURES:			
PUPIL SUPPORT SERVICES			
Salaries and wages	22,244	22,244	-
TOTAL PUPIL SUPPORT SERVICES	<u>22,244</u>	<u>22,244</u>	<u>-</u>
COMMUNITY SERVICES			
Purchased services	4,702	1,050	3,652
TOTAL COMMUNITY SERVICES	<u>4,702</u>	<u>1,050</u>	<u>3,652</u>
TOTAL EXPENDITURES	<u>26,946</u>	<u>23,294</u>	<u>3,652</u>
Excess (deficiency) of revenues over expenditures	(2,317)	1,335	3,652
OTHER FINANCING SOURCES(USES)			
Advance in	-	-	-
Advance out	-	-	-
TOTAL OTHER FINANCING SOURCES(USES)	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(2,317)	1,335	3,652
Prior year encumbrances appropriated	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	<u>2,317</u>	<u>2,317</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>3,652</u>	<u>3,652</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES--BUDGET AND ACTUAL--
 EARLY CHILDHOOD DEVELOPMENT GRANT--BUDGET BASIS
 YEAR ENDED JUNE 30, 1999**

	EARLY CHILDHOOD DEVELOPMENT GRANT		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Federal sources	\$ -	-	-
TOTAL REVENUES	-	-	-
EXPENDITURES:			
COMMUNITY SERVICES:			
Supplies and materials	34	-	34
TOTAL EXPENDITURES	34	-	34
Excess (deficiency) of revenues over expenditures	(34)	-	34
FUND BALANCES AT BEGINNING OF YEAR	34	34	-
FUND BALANCES AT END OF YEAR	\$ -	34	34

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
EDUCATION OF THE HANDICAPPED PRESCHOOL GRANTS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	EDUCATION OF THE HANDICAPPED PRESCHOOL GRANTS		
	REVISED	VARIANCE	
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>(UNFAVORABLE)</u>
REVENUES:			
Federal sources	\$ 13,689	13,689	-
TOTAL REVENUES	<u>13,689</u>	<u>13,689</u>	<u>-</u>
EXPENDITURES:			
SPECIAL INSTRUCTION:			
Supplies	1,758	1,413	345
TOTAL SPECIAL INSTRUCTION	<u>1,758</u>	<u>1,413</u>	<u>345</u>
SUPPORTING SERVICES-PUPIL			
Purchased Services	1,694	738	956
TOTAL SUPPORTING SERVICES-PUPIL	<u>1,694</u>	<u>738</u>	<u>956</u>
INSTRUCTIONAL STAFF			
Purchased Services	14,937	14,937	-
TOTAL INSTRUCTIONAL STAFF	<u>14,937</u>	<u>14,937</u>	<u>-</u>
TOTAL EXPENDITURES	<u>18,389</u>	<u>17,088</u>	<u>1,301</u>
Excess (deficiency) of revenues over expenditures	(4,700)	(3,399)	1,301
OTHER FINANCING SOURCES (USES)			
Refund of prior year receipt	(3)	(3)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(3)</u>	<u>(3)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(4,703)	(3,402)	1,301
Prior year encumbrances appropriated	7	7	-
FUND BALANCES AT BEGINNING OF YEAR	4,696	4,696	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>1,301</u>	<u>1,301</u>

OLENTANGY LOCAL SCHOOL DISTRICT

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OLENTANGY LOCAL SCHOOL DISTRICT

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 (other than those financed by proprietary funds, special assessments and trust funds).

Permanent Improvement Fund - A fund provided to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements as authorized by Section 5705 of the Ohio Revised Code.

Building Fund - A fund used to account for the receipts and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest must be paid into this fund. Expenditures recorded here represent the costs for acquiring capital facilities including real property.

SchoolNet Fund - A fund used to provide for computer hardware and software in K-4 classrooms in the district.

**OLENTANGY LOCAL SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 ALL CAPITAL PROJECTS FUNDS
 JUNE 30, 1999**

	<u>PERMANENT IMPROVEMENTS FUND</u>	<u>BUILDING FUND</u>	<u>SCHOOLNET FUND</u>	<u>TOTAL</u>
<u>ASSETS</u>				
Cash and investments	\$ 686,068	27,201,537	185,697	28,073,302
Receivables	62,867	-	-	62,867
Total assets	<u>748,935</u>	<u>27,201,537</u>	<u>185,697</u>	<u>28,136,169</u>
<u>LIABILITIES</u>				
Accounts payable	2,890	299,805	-	302,695
Deferred Revenue	-	-	185,697	185,697
Total liabilities	<u>2,890</u>	<u>299,805</u>	<u>185,697</u>	<u>488,392</u>
<u>EQUITY AND OTHER CREDITS</u>				
Fund balances:				
Reserve for encumbrances	102,801	1,569,645	-	1,672,446
Unreserved	643,244	25,332,087	-	25,975,331
Total fund equity	<u>746,045</u>	<u>26,901,732</u>	<u>-</u>	<u>27,647,777</u>
Total liabilities and fund equity	<u>\$ 748,935</u>	<u>27,201,537</u>	<u>185,697</u>	<u>28,136,169</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 ALL CAPITAL PROJECTS FUNDS
 YEAR ENDED JUNE 30, 1999**

	PERMANENT IMPROVEMENTS FUND	BUILDING FUND	SCHOOLNET FUND	TOTAL
Revenues				
Restricted grants-in aid	\$ -	-	30,352	30,352
Investment income	151,645	23,216	-	174,861
Other	85,000	244	-	85,244
Total revenues	<u>236,645</u>	<u>23,460</u>	<u>30,352</u>	<u>290,457</u>
Expenditures				
Pupils	-	-	113	113
Business operations	5,650	-	-	5,650
Capital outlay	2,519,898	3,633,761	30,239	6,183,898
Total expenditures	<u>2,525,548</u>	<u>3,633,761</u>	<u>30,352</u>	<u>6,189,661</u>
Excess (deficiency) of revenue over expenditures	(2,288,903)	(3,610,301)	-	(5,899,204)
Other financing sources:				
Proceeds from sale of assets	110,000	-	-	110,000
Proceeds from sale of bonds	-	27,100,000	-	27,100,000
Total other financing sources	<u>110,000</u>	<u>27,100,000</u>	<u>-</u>	<u>27,210,000</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(2,178,903)	23,489,699	-	21,310,796
Fund balances at beginning of year	2,924,948	3,412,033	-	6,336,981
Fund balances at end of year	<u>\$ 746,045</u>	<u>26,901,732</u>	<u>-</u>	<u>27,647,777</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
PERMANENT IMPROVEMENTS FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	PERMANENT IMPROVEMENTS FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Investment Income	\$ 207,542	207,542	-
Miscellaneous	85,000	85,000	-
TOTAL REVENUES	<u>292,542</u>	<u>292,542</u>	-
EXPENDITURES:			
BUSINESS OPERATIONS			
Purchased services	5,650	5,650	-
TOTAL BUSINESS OPERATIONS	<u>5,650</u>	<u>5,650</u>	-
FACILITIES ACQUISITION & CONSTRUCTION:			
Capital Outlay	2,705,887	2,705,887	-
Miscellaneous	12,058	12,058	-
TOTAL FACILITIES ACQUISITION & CONSTRUCTION	<u>2,717,945</u>	<u>2,717,945</u>	-
TOTAL EXPENDITURES	<u>2,723,595</u>	<u>2,723,595</u>	-
Deficiency of revenues over expenditures	(2,431,053)	(2,431,053)	-
OTHER FINANCING SOURCES (USES):			
Sale of assets	110,000	110,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>110,000</u>	<u>110,000</u>	-
Prior year encumbrances appropriated	2,427,691	2,427,691	-
FUND BALANCES AT BEGINNING OF YEAR	514,963	514,963	-
FUND BALANCES AT END OF YEAR	<u>\$ 621,601</u>	<u>621,601</u>	-

**OLENTANGY LOACL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
BUILDING FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	<u>BUILDING FUND</u>		
	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Investment income	\$ 23,216	23,216	-
TOTAL REVENUES	<u>23,216</u>	<u>23,216</u>	-
EXPENDITURES:			
FACILITIES ACQUISITION & CONSTRUCTION:			
Capital outlay	8,483,075	8,483,075	-
TOTAL FACILITIES ACQUISITION & CONSTRUCTION	<u>8,483,075</u>	<u>8,483,075</u>	-
TOTAL EXPENDITURES	<u>8,483,075</u>	<u>8,483,075</u>	-
Deficiency of revenues over expenditures	(8,459,859)	(8,459,859)	-
OTHER FINANCINGSOURCES (USES):			
Refund of prior year expenditures	30,956	30,956	-
Sale of Bonds	27,100,000	27,100,000	-
TOTAL OTHER FINANCING USES	<u>27,130,956</u>	<u>27,130,956</u>	-
Deficiency of revenues over expenditures and other financing uses	18,671,097	18,671,097	-
Prior year encumbrances appropriated	5,360,865	5,360,865	-
FUND BALANCES AT BEGINNING OF YEAR	<u>1,300,122</u>	<u>1,300,122</u>	-
FUND BALANCES AT END OF YEAR	<u>\$ 25,332,084</u>	<u>25,332,084</u>	-

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
SCHOOLNET GRANT--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	<u>SCHOOLNET GRANT</u>		
	<u>REVISED</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
			<u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
REVENUES:			
State sources	\$ 119,358	119,358	-
TOTAL REVENUES	<u>119,358</u>	<u>119,358</u>	<u>-</u>
EXPENDITURES:			
SUPPORT SERVICES-INSTRUCTIONAL			
Purchased services	6,300	113	6,187
Supplies and materials	520	-	520
Capital Outlay	89,871	30,239	59,632
TOTAL EXPENDITURES	<u>96,691</u>	<u>30,352</u>	<u>66,339</u>
Excess (deficiency) of revenues over expenditures	22,667	89,006	66,339
Prior year encumbrances appropriated	2,131	2,131	-
FUND BALANCES AT BEGINNING OF YEAR	94,561	94,561	-
FUND BALANCES AT END OF YEAR	<u>\$ 119,359</u>	<u>185,698</u>	<u>66,339</u>

OLENTANGY LOCAL SCHOOL DISTRICT

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 costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through the users 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.

Food Service Fund - a fund used to record financial transactions related to the District's food service operation.

Uniform School Supply Fund - A rotary fund provided to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the schools of the District. Profit derived from such sale is to be used for school purposes or activities in connection with the school.

Special Rotary Fund - A rotary fund to account for the transactions made in connection with the High School Store and The Association of Marketing Students (DECA).

Adult Education Fund - A fund provided to account for transactions made in connection with adult education classes.

**OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
JUNE 30, 1999**

	<u>FOOD SERVICE</u>	<u>UNIFORM SCHOOL SUPPLIES</u>	<u>SPECIAL ROTARY</u>
<u>ASSETS</u>			
Cash and investments	\$ 28,622	1,926	15,467
Receivables, net	1,507	4,810	220
Due from other governments	15,415	-	-
Inventory	28,965	-	-
Property, plant and equipment (net)	896,758	-	-
Total assets	<u>971,267</u>	<u>6,736</u>	<u>15,687</u>
<u>LIABILITIES</u>			
Accounts payable	-	947	247
Due to other governments	9,340	-	-
Due to other funds	-	6,577	-
Deferred revenue	18,660	-	-
Accrued liabilities	73,438	-	-
Total liabilities	<u>101,438</u>	<u>7,524</u>	<u>247</u>
<u>EQUITY AND OTHER CREDITS</u>			
Contributed capital	896,374	-	-
Retained earnings (deficit)	<u>(26,545)</u>	<u>(788)</u>	<u>15,440</u>
Total retained earnings and other credits	<u>869,829</u>	<u>(788)</u>	<u>15,440</u>
Total liabilities, equity and other credits	<u>\$ 971,267</u>	<u>6,736</u>	<u>15,687</u>

OLENTANGY LOCAL SCHOOL DISTRICT

<u>ADULT EDUCATION</u>	<u>TOTAL</u>
-	46,015
216	6,753
-	15,415
-	28,965
-	896,758
<u>216</u>	<u>993,906</u>
-	1,194
-	9,340
3,338	9,915
-	18,660
-	73,438
<u>3,338</u>	<u>112,547</u>
-	896,374
<u>(3,122)</u>	<u>(15,015)</u>
<u>(3,122)</u>	<u>881,359</u>
<u>216</u>	<u>993,906</u>

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 1999

	FOOD SERVICE	UNIFORM SCHOOL SUPPLIES	SPECIAL ROTARY
Operating Revenues:			
Food service sales	\$ 950,566	-	-
Charges for services	148	-	-
Class fees	-	201,547	-
Other	-	-	77,515
Total operating revenues	950,714	201,547	77,515
Operating Expenses:			
Supplies and materials	504,465	195,495	56,816
Personal services	428,361	-	-
Employee benefits	185,498	-	-
Purchased services	8,737	-	12,746
Depreciation	73,213	-	-
Other	55	-	846
Total operating expenses	1,200,329	195,495	70,408
Operating income (loss)	(249,615)	6,052	7,107
Nonoperating Revenues:			
Federal sources	141,832	-	-
State sources	2,917	-	-
Investment income	1,668	-	-
Total nonoperating revenues	146,417	-	-
Net income (loss)	(103,198)	6,052	7,107
ADD: Depreciation on fixed assets acquired with contributed capital	73,213	-	-
Increase (decrease) in retained earnings	(29,985)	6,052	7,107
Retained earnings at beginning of year	3,440	(6,840)	8,333
Retained earnings (deficit) at end of year	\$ (26,545)	(788)	15,440

OLENTANGY LOCAL SCHOOL DISTRICT

<u>ADULT EDUCATION</u>	<u>TOTAL</u>
-	950,566
-	148
4,832	206,379
216	77,731
<u>5,048</u>	<u>1,234,824</u>
51	756,827
131	428,492
3	185,501
8,220	29,703
-	73,213
-	901
<u>8,405</u>	<u>1,474,637</u>
(3,357)	(239,813)
-	141,832
-	2,917
-	1,668
-	<u>146,417</u>
(3,357)	(93,396)
-	73,213
<u>(3,357)</u>	<u>(20,183)</u>
235	5,168
<u>(3,122)</u>	<u>(15,015)</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 1999**

	<u>FOOD SERVICE</u>	<u>UNIFORM SCHOOL SUPPLIES</u>	<u>SPECIAL ROTARY</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Operating income (loss)	\$ (249,615)	6,052	7,107
ADJUSTMENTS TO RECONCILE OPERATING LOSS TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Depreciation	73,213	-	-
Donated commodities used	50,574	-	-
(Increase) decrease in receivables	(148)	(3,561)	685
(Increase) in inventory	(10,312)	-	-
Increase (decrease) in accounts payable	(228)	(781)	(31)
Increase in due to other government	5,836	-	-
Increase (decrease) in due to other funds	-	(93,423)	-
Increase in deferred revenue	9,120	-	-
Decrease in accrued liabilities	(1,042)	-	-
NET ADJUSTMENTS	127,013	(97,765)	654
 Net cash provided by (used in) operating activities	 (122,602)	 (91,713)	 7,761
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
State sources	2,726	-	-
Federal sources	87,275	-	-
NET CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	90,001	-	-
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest	1,668	-	-
NET CASH FLOWS FROM INVESTING ACTIVITIES	1,668	-	-
 INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	 (30,933)	 (91,713)	 7,761
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	59,555	93,639	7,706
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 28,622	1,926	15,467
 <u>Supplemental Information</u>			
Noncash activities:			
Donated commodities	\$ 50,574	-	-
Donated assets from government	\$ 353,493	-	-

OLENTANGY LOCAL SCHOOL DISTRICT

<u>ADULT</u> <u>EDUCATION</u>	<u>TOTALS</u>
(3,357)	(239,813)
-	73,213
-	50,574
(216)	(3,240)
-	(10,312)
-	(1,040)
-	5,836
3,338	(90,085)
-	9,120
-	(1,042)
<u>3,122</u>	<u>33,024</u>
(235)	(206,789)
-	2,726
-	<u>87,275</u>
-	<u>90,001</u>
-	1,668
-	<u>1,668</u>
(235)	(116,788)
<u>235</u>	<u>161,135</u>
-	<u>46,015</u>
-	<u>50,574</u>
-	<u>353,493</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN RETAINED EARNINGS--BUDGET AND ACTUAL--
FOOD SERVICE FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	FOOD SERVICE FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Food service sales	\$ 950,566	950,566	-
TOTAL REVENUES	<u>950,566</u>	<u>950,566</u>	-
EXPENSES:			
Salaries and wages	430,421	430,421	-
Employee benefits	178,644	178,644	-
Purchased services	8,837	8,837	-
Supplies and materials	455,311	455,311	-
Capital Outlay	55	55	-
TOTAL EXPENSES	<u>1,073,268</u>	<u>1,073,268</u>	-
Operating loss	(122,702)	(122,702)	-
NONOPERATING REVENUE:			
State sources	2,726	2,726	-
Federal sources	87,275	87,275	-
Investment income	1,668	1,668	-
TOTAL NONOPERATING REVENUE	<u>91,669</u>	<u>91,669</u>	-
Net loss	(31,033)	(31,033)	-
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>55,486</u>	<u>55,486</u>	-
RETAINED EARNINGS AT END OF YEAR	<u>\$ 24,453</u>	<u>24,453</u>	-

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN RETAINED EARNINGS--BUDGET AND ACTUAL--
UNIFORM SCHOOL SUPPLIES FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	<u>UNIFORM SCHOOL SUPPLIES FUND</u>		
	<u>REVISED</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>(UNFAVORABLE)</u>
REVENUES:			
Class fees	\$ 197,986	197,986	-
TOTAL REVENUES	<u>197,986</u>	<u>197,986</u>	<u>-</u>
EXPENSES:			
Supplies and materials	191,821	191,821	-
TOTAL EXPENSES	<u>191,821</u>	<u>191,821</u>	<u>-</u>
Operating income (loss)	6,165	6,165	-
OTHER FINANCING SOURCES(USES):			
Advances In		-	-
Advances Out	(93,423)	(93,423)	-
TOTAL OTHER FINANCING SOURCES(USES)	<u>(93,423)</u>	<u>(93,423)</u>	<u>-</u>
Net loss	(87,258)	(87,258)	-
RETAINED EARNINGS AT BEGINNING OF YEAR	88,115	88,115	-
RETAINED EARNINGS AT END OF YEAR	<u>\$ 857</u>	<u>857</u>	<u>-</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN RETAINED EARNINGS--BUDGET AND ACTUAL--
SPECIAL ROTARY FUNDS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	<u>SPECIAL ROTARY FUNDS</u>		
	<u>REVISED</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
REVENUES:			
Sales Revenue	\$ 74,008	74,008	-
Other	4,192	4,192	-
TOTAL REVENUES	<u>78,200</u>	<u>78,200</u>	<u>-</u>
EXPENSES:			
Purchased services	12,746	12,746	-
Supplies and materials	56,879	56,879	-
Other	846	846	-
TOTAL EXPENSES	<u>70,471</u>	<u>70,471</u>	<u>-</u>
Operating income	7,729	7,729	-
OTHER FINANCING SOURCES(USES)			
Advances In	7,500	7,500	-
Advances Out	(7,500)	(7,500)	-
TOTAL OTHER FINANCING SOURCES(USES)	<u>-</u>	<u>-</u>	<u>-</u>
Net income	7,729	7,729	-
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>7,306</u>	<u>7,306</u>	<u>-</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$ 15,035</u>	<u>15,035</u>	<u>-</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN RETAINED EARNINGS--BUDGET AND ACTUAL--
ADULT EDUCATION FUNDS--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	ADULT EDUCATION FUNDS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Fees	\$ 4,832	4,832	-
TOTAL REVENUES	<u>4,832</u>	<u>4,832</u>	-
EXPENSES:			
Salaries	131	131	-
Benefits	3	3	-
Purchased Services	8,220	8,220	-
Materials and supplies	51	51	-
TOTAL EXPENSES	<u>8,405</u>	<u>8,405</u>	-
Operating loss	(3,573)	(3,573)	-
OTHER FINANCING SOURCES(USES)			
Advances In	3,338	3,338	-
TOTAL OTHER FINANCING SOURCES(USES)	<u>3,338</u>	<u>3,338</u>	-
Net loss	(235)	(235)	-
RETAINED EARNINGS AT BEGINNING OF YEAR	235	235	-
RETAINED EARNINGS AT END OF YEAR	<u>\$ -</u>	<u>-</u>	-

OLENTANGY LOCAL SCHOOL DISTRICT

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OLENTANGY LOCAL SCHOOL DISTRICT

Fiduciary Fund Type

Trust and Agency Funds

The Trust Fund is used to account for assets held by the school district in a trustee capacity for individuals, private organizations, other governmental and/or other funds.

Expendable Trust Fund - A trust fund used to account for assets held in a trust that were created by donations for the establishment of memorial funds. The statement of revenues, expenditures and changes in fund balance for the expendable trust fund is not presented here since there is only one expendable trust fund and that statement is included in the general purpose financial statements.

Nonexpendable Trust Fund - A trust fund to account for assets held in a trust that were created by scholarship trust agreements, whereby income of those assets held is used for student scholarships. The statement of revenues, expenditures and changes in fund balance for the nonexpendable trust fund is not presented here since there is only one nonexpendable trust fund and that statement is included in the general purpose financial statements.

Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

District Agency Fund - An agency fund used to account for the transactions related to assets held for other governmental entities.

Student Activity Fund - An agency fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer, and faculty advisor.

**OLENTANGY LOCAL SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 TRUST AND AGENCY FUNDS
 JUNE 30, 1999**

	<u>EXPENDABLE TRUST FUND</u>	<u>NONEXPENDABLE TRUST FUND</u>	<u>DISTRICT AGENCY FUND</u>
<u>ASSETS</u>			
Cash and investments	\$ 6,283	23,067	5,539
Receivables	-	-	-
Total assets	<u>6,283</u>	<u>23,067</u>	<u>5,539</u>
<u>LIABILITIES</u>			
Accounts payable	400	-	-
Due to others	-	-	5,539
Total liabilities	<u>400</u>	<u>-</u>	<u>5,539</u>
<u>EQUITY</u>			
Reserve for encumbrances	286	-	-
Fund balance - Unreserved	<u>5,597</u>	<u>23,067</u>	<u>-</u>
Total equity	<u>5,883</u>	<u>23,067</u>	<u>-</u>
Total liabilities and equity	<u>\$ 6,283</u>	<u>23,067</u>	<u>5,539</u>

OLENTANGY LOCAL SCHOOL DISTRICT

STUDENT ACTIVITY FUND	TOTAL
139,390	174,279
163	163
<u>139,553</u>	<u>174,442</u>
330	730
139,223	144,762
<u>139,553</u>	<u>145,492</u>
-	286
-	<u>28,664</u>
-	<u>28,950</u>
<u>139,553</u>	<u>174,442</u>

OLENTANGY LOCAL SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED JUNE 30, 1999

	<u>District Agency Fund</u>			
	Balance			Balance
	<u>June 30, 1998</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 1999</u>
<u>ASSETS</u>				
Cash and investments	\$ 4,174	26,644	25,279	5,539
Total assets	<u>4,174</u>	<u>26,644</u>	<u>25,279</u>	<u>5,539</u>

<u>LIABILITIES</u>				
Due to other	4,174	5,539	4,174	5,539
Total liabilities	<u>\$ 4,174</u>	<u>5,539</u>	<u>4,174</u>	<u>5,539</u>

	<u>Student Activity Fund</u>			
	Balance			Balance
	<u>June 30, 1998</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 1999</u>
<u>ASSETS</u>				
Cash and investments	\$ 135,660	359,605	355,875	139,390
Receivables	873	163	873	163
Total assets	<u>117,999</u>	<u>359,768</u>	<u>356,748</u>	<u>139,553</u>

<u>LIABILITIES</u>				
Accounts payable	1,225	330	1,225	330
Due to others	135,308	139,223	135,308	139,223
Total liabilities	<u>\$ 117,999</u>	<u>139,553</u>	<u>136,533</u>	<u>139,553</u>

	<u>Total Agency Funds</u>			
	Balance			Balance
	<u>June 30, 1998</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 1999</u>
<u>ASSETS</u>				
Cash and investments	\$ 139,834	386,249	381,154	144,929
Receivables	873	163	873	163
Total assets	<u>125,274</u>	<u>386,412</u>	<u>382,027</u>	<u>145,092</u>

<u>LIABILITIES</u>				
Accounts payable	1,225	330	1,225	330
Due to others	139,482	144,762	139,482	144,762
Total liabilities	<u>\$ 125,274</u>	<u>145,092</u>	<u>140,707</u>	<u>145,092</u>

**OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
EXPENDABLE TRUST FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999**

	<u>EXPENDABLE TRUST FUND</u>		
	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	
REVENUES:			
Sales	\$ 13,860	13,860	-
TOTAL REVENUES	<u>13,860</u>	<u>13,860</u>	-
EXPENDITURES			
COMMUNITY SERVICES:			
Supplies	14,725	14,725	-
TOTAL EXPENDITURES	<u>14,725</u>	<u>14,725</u>	-
Excess (deficiency) of revenues over expenditures	(865)	(865)	-
OTHER FINANCING SOURCES (USES):			
Transfers In	1,884	1,884	-
Transfers Out	(1,884)	(1,884)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(865)	(865)	-
Prior year encumbrances appropriated	377	377	-
FUND BALANCES AT BEGINNING OF YEAR	6,485	6,485	-
FUND BALANCES AT END OF YEAR	<u>\$ 5,997</u>	<u>5,997</u>	-

OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL--
NONEXPENDABLE TRUST FUND--BUDGET BASIS
YEAR ENDED JUNE 30, 1999

	NONEXPENDABLE TRUST FUND		
	REVISED	ACTUAL	VARIANCE
	BUDGET	ACTUAL	FAVORABLE (UNFAVORABLE)
REVENUES:			
<i>Investment income</i>	\$ 1,188	1,188	-
TOTAL REVENUES	1,188	1,188	-
EXPENDITURES:			
COMMUNITY SERVICES:			
<i>Other</i>	-	-	-
TOTAL EXPENDITURES	-	-	-
Excess of revenues over expenditures	1,188	1,188	-
FUND BALANCES AT BEGINNING OF YEAR	21,879	21,879	-
FUND BALANCES AT END OF YEAR	\$ 23,067	23,067	-

OLENTANGY LOCAL SCHOOL DISTRICT

General Fixed Assets Account Group

General Fixed Assets Account Group - to account for fixed assets other than those accounted for in the proprietary funds.

OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE
JUNE 30, 1999

General Fixed Assets

Land/improvements	\$ 4,913,864
Building	68,170,921
Equipment and fixtures	9,285,750
Vehicles and buses	2,578,041
Construction in progress	296,306
Total	<u>\$ 85,244,882</u>

Investment in General Fixed Assets by Source

General Fund	\$ 68,416,316
Special Revenue Fund	649,864
Capital Projects Fund	16,175,774
Trust Fund	2,928
Total Investment	<u>\$ 85,244,882</u>

OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
JUNE 30, 1999

<u>Expenditures</u>	<u>Land and Improvements</u>	<u>Buildings</u>	<u>Equipment and fixtures</u>	<u>Vehicles and buses</u>	<u>Construction in progress</u>	<u>Total</u>
Instructional services:						
Regular	\$4,913,864	52,982,895	2,281,995	-	-	60,178,754
Special	-		65,922	-	-	65,922
Other	-		105,461	-	-	105,461
Total Instructional	4,913,864	52,982,895	2,453,378	-	-	60,350,137
Support services:						
Pupils	-	-	30,692	-	-	30,692
Staff	-	-	953,393	-	-	953,393
Administration	-	-	703,906	-	-	703,906
Business Operations	-	-	58,923	-	-	58,923
Operation and Maintenance	-	-	363,910	536,555	-	900,465
Student Transportation	-	-	1,719,186	2,041,486	-	3,760,672
Central Services	-	7,771	-	-	-	7,771
Total Support Services	-	7,771	3,830,010	2,578,041	-	6,415,822
Food Services	-	-	985,355	-	-	985,355
Extracurricular Activities	-	-	321,186	-	-	321,186
Community Services	-	-	161,163	-	-	161,163
Capital Outlay	-	15,180,255	1,534,658	-	296,306	17,011,219
Total	\$4,913,864	68,170,921	9,285,750	2,578,041	296,306	85,244,882

OLENTANGY LOCAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR YEAR ENDED JUNE 30, 1999

	<u>June 30, 1998</u>	<u>Additions</u>	<u>Disposals</u>	<u>June 30, 1999</u>
Instructional services:				
Regular	\$ 58,601,237	1,579,852	2,335	60,178,754
Special	64,191	1,731	-	65,922
Other	102,692	2,769	-	105,461
Total Instructional	58,768,120	1,584,352	2,335	60,350,137
Support services:				
Pupils	29,886	806		30,692
Staff	928,365	25,028		953,393
Administration	685,427	18,479		703,906
Business Operations	57,376	1,547		58,923
Operation and Maintenance	876,826	23,639		900,465
Student Transportation	3,661,948	98,724		3,760,672
Central Services	7,567	204		7,771
Total Support Services	6,247,395	168,427	-	6,415,822
Food Services	959,488	25,867	-	985,355
Extracurricular Activities	312,754	8,432	-	321,186
Community Services	156,932	4,231	-	161,163
Capital Outlay	14,666,675	2,344,544	-	17,011,219
Total	\$ 81,111,364	4,135,853	2,335	85,244,882

OLENTANGY LOCAL SCHOOL DISTRICT

STATISTICAL SECTION

Table 2

OLENTANGY LOCAL SCHOOL DISTRICT
General Governmental Revenues by Source (1)
 Last Ten Fiscal Years

CASH BASIS

Fiscal Years	Property Taxes	State Sources	Federal Sources	Investment Income	Tuition	Other	Total
1990	7,359,025	1,806,475	100,732	559,499	5,596	174,570	10,005,897
1991	8,961,416	2,243,045	129,554	295,195	4,576	139,808	11,773,594
1992	9,591,808	2,375,355	148,258	353,855	3,244	156,691	12,629,211
1993	11,159,882	2,638,177	142,866	358,393	9,975	227,416	14,536,709
1994	13,416,845	2,543,020	174,953	207,362	14,608	232,605	16,589,413
1995	17,054,672	3,016,506	212,490	959,656	22,611	307,068	21,573,023
MODIFIED ACCRUAL BASIS							
1996	19,034,353	3,843,653	184,415	1,680,964	8,828	329,941	25,082,154
1997	21,726,869	3,863,858	279,712	1,085,128	20,063	463,884	27,439,514
1998	23,583,091	4,370,026	296,640	1,548,163	27,009	608,563	30,433,492
1999	29,566,893	5,245,586	368,751	784,125	40,082	540,114	36,545,551

Note:

(1) Includes General, Special Revenue, Debt Service, and Capital Projects Funds. Prior to July 1, 1995, all statements were issued on a cash basis.

Source:

Office of the Treasurer, Olentangy Local School District

Table 3

OLENTANGY LOCAL SCHOOL DISTRICT
 Property Tax Levies and Collections
 Last Ten Fiscal Years

Collection Year	Total Tax Levy	Current Tax Collections	% of Levy Collected	Delq. Tax Collections	Total Tax Collections	% of Tax Collection to Levy
1989	\$ 5,761,273	\$ 5,626,224	97.66%	\$ 200,747	\$ 5,826,971	101.14%
1990	7,667,024	7,433,259	96.95%	234,230	7,667,489	100.01%
1991	8,205,138	7,943,802	96.81%	635,274	8,579,076	104.56%
1992	9,605,632	9,291,611	96.73%	386,675	9,678,286	100.76%
1993	10,849,124	10,587,559	97.59%	549,617	11,137,176	102.66%
1994	13,895,949	13,661,416	98.31%	815,096	14,476,512	104.18%
1995	16,757,529	16,552,769	98.78%	539,475	17,092,244	102.00%
1996	17,617,722	17,417,744	98.86%	487,661	17,905,405	101.63%
1997	23,427,593	22,936,246	97.90%	619,582	23,555,828	100.55%
1998	27,767,013	27,354,395	98.51%	734,422	28,088,817	101.16%

Note:

(1) The information above is for real estate, public utilities and tangible personal property collections and levies.

Source: Office of the County Auditor, Delaware County, Ohio

Table 4

OLENTANGY LOCAL SCHOOL DISTRICT
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Tax collection Year	Real Estate			Tangible Personal			Public Utility			Total	
	%	Assessed Value	Estimated Actual Value	%	Assessed Value	Estimated Actual Value	%	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1990	35%	\$ 228,872,820	\$ 653,922,343	29%	\$ 26,063,143	\$ 89,872,907	35%	\$ 41,904,600	\$ 119,727,429	\$ 296,840,563	\$ 863,522,679
1991	35%	284,477,196	812,791,989	28%	19,269,873	68,820,975	35%	43,593,960	124,554,171	347,341,029	1,006,167,135
1992	35%	315,904,020	902,582,914	27%	26,128,997	96,766,656	35%	48,781,130	139,374,657	390,812,147	1,138,724,227
1993	35%	340,923,260	974,066,457	26%	35,261,666	135,621,792	35%	50,475,100	144,214,571	426,680,026	1,253,902,820
1994	35%	435,949,840	1,245,570,971	25%	31,998,242	127,992,968	35%	53,317,830	152,336,657	521,265,912	1,525,900,596
1995	35%	493,947,630	1,411,278,943	25%	35,587,694	142,350,776	35%	54,670,520	156,201,486	584,205,844	1,709,831,205
1996	35%	553,234,670	1,580,670,486	25%	47,115,866	188,463,464	35%	51,607,800	147,450,857	651,958,336	1,916,584,807
1997	35%	699,615,650	1,998,901,857	25%	47,115,866	188,463,464	35%	51,861,030	148,174,371	796,592,546	2,335,539,692
1998	35%	770,133,530	2,200,381,514	25%	67,767,810	271,071,240	35%	53,958,310	154,166,600	891,859,650	2,625,619,354
1999	35%	883,942,390	2,525,549,686	25%	67,767,810	321,527,056	35%	56,209,140	154,166,600	1,007,919,340	3,001,243,342

Source: Office of Auditor, Delaware County, Ohio

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OLENTANGY LOCAL SCHOOL DISTRICT
Property Tax Rates - Direct and Overlapping Governments
(per \$1,000 of Assessed Valuation)

Tax Year/ Collection Year	Delaware County	Delaware JVS	Delaware Library	Westerville Corp.	Columbus Corp./Orange Township	Olentangy Local School District			Total
						Gen. Fund	Bond	Unvoted	
1989/1990	6.62	2.70	0.00	0.00	0.00	23.50	4.50	5.00	33.00
1990/1991	6.62	2.65	0.46	0.00	0.00	23.50	3.50	5.00	32.00
1991/1992	6.62	2.62	0.47	0.00	0.00	23.50	5.88	5.00	34.38
1992/1993	6.62	2.55	0.46	0.00	0.00	23.50	5.38	5.00	33.88
1993/1994	6.62	2.57	0.40	0.00	0.00	31.40	4.40	5.00	40.80
1994/1995	7.12	2.50	0.40	0.00	6.60	31.40	7.45	5.00	43.85
1995/1996	7.12	2.50	0.37	13.89	0.00	31.40	6.85	5.00	43.25
1996/1997	6.12	4.40	0.29	14.17	0.00	31.40	4.61	5.00	41.01
1997/1998	6.12	3.40	0.31	14.14	0.00	31.40	6.44	5.00	42.84
1998/1999	6.72	3.40	0.24	14.02	6.10	38.60	6.17	5.00	49.77

Source: Office of Auditor, Delaware County, Ohio
Data provided on a collection year basis, the manner in which it is maintained by the County Auditor.

OLENTANGY LOCAL SCHOOL DISTRICT

Table 5

Berkshire Township	Berlin Township	Concord Township	Delaware Township	Genoa Township	Powell Corp.	Liberty Township	Orange Township	Columbus Corp.	Delaware Corp.
3.50	4.80	5.40	6.80	9.90	1.20	5.90	7.30	0.00	0.00
3.50	4.80	7.90	6.80	9.90	1.20	5.90	7.30	0.00	0.00
3.50	4.80	7.90	7.30	10.70	1.20	5.90	7.30	0.00	0.00
3.50	6.80	13.40	7.30	10.70	1.20	5.90	7.30	0.60	0.00
3.50	6.80	13.40	7.30	10.70	1.20	6.30	7.30	0.60	0.00
3.50	6.80	13.40	6.80	10.70	2.54	6.30	7.30	2.10	2.70
3.50	6.60	13.40	6.80	10.70	2.04	6.30	6.80	2.10	2.10
3.50	6.60	13.40	7.30	11.20	2.12	6.30	6.80	2.10	2.10
3.50	4.80	13.40	7.30	11.20	3.09	6.80	6.80	2.10	2.10
3.50	4.80	12.00	7.30	10.80	3.09	7.63	6.80	2.10	2.10

Table 6

**OLENTANGY LOCAL SCHOOL DISTRICT
Principal Property Taxpayers
(2000 Collection Year)**

Real Property

Name	Assessed Valuation	% of Total Assessed Valuation
1 Banc One Corp.	\$ 26,625,600	2.64%
2 Polaris Amphitheater	18,840,000	1.87%
3 Planned Communities, Inc.	18,211,040	1.81%
4 Polaris Center LLC	17,952,800	1.78%
5 Fairfield Green	17,824,900	1.77%
6 Offices at Polaris	15,860,800	1.57%
7 Nationwide Mutual Ins. Co.	14,217,300	1.41%
8 Rennob Inc.	14,033,970	1.39%
9 Meijer Properties Inc.	13,750,300	1.36%
10 M/I Schottenstein Homes	11,961,740	1.19%

Tangible Personal Property

1) Banc One Services Corporation	12,019,510	1.19%
2) Banc One Corporation	7,055,220	0.70%
3) Meijer	2,653,430	0.26%
4) ATS Ohio, Inc.	2,558,490	0.25%
5) Micro Industries Corp.	2,473,380	0.25%
6) Abrasive Technology	2,115,880	0.21%
7) Rockwell International	1,700,280	0.17%
8) Sterigenics International	1,471,340	0.15%
9) IBM Credit Corp.	1,411,670	0.14%
10) Banc One Corporation Leasing Corp.	1,284,240	0.13%

Public Utility

1) Columbus Southern Power	59,537,230	5.91%
2) Ohio Edison Company	28,419,550	2.82%
3) Columbia Gas of Ohio	16,327,020	1.62%
4) GTE North Incorporated	12,403,480	1.23%
5) Ohio Bell Telephone Co.	8,780,350	0.87%

TOTAL PRINCIPAL TAXPAYERS	\$ 329,489,520	32.69%
ALL OTHERS	\$ 678,429,820	67.31%
TOTAL ASSESSED VALUATION	\$ 1,007,919,340	100.00%

Source: Office of the Auditor, Delaware County, Ohio

Table 7

OLENTANGY LOCAL SCHOOL DISTRICT
Computation of Legal Debt Margin
June 30.1999

Total Assessed Valuation (1) \$ 1,007,919,340

OVERALL DEBT LIMITATION

9 % of assessed valuation	<u>90,712,741</u>
Gross indebtedness	87,931,019
Less: Debt outside limitations	<u>260,000</u>
Net debt within limitations	<u>87,671,019</u>
Legal debt margin within 9% limitation	<u>\$ 3,041,722</u>

UNVOTED DEBT LIMITATION

.1% of assessed valuation	<u>\$ 1,007,919</u>
Gross indebtedness	260,000
Less: Debt outside limitations	-
Debt within limitations	<u>260,000</u>
Legal debt margin within .1% limitation	<u>\$ 747,919</u>

Note: (1) Assessed valuation from table 4

Source: Office of the Treasurer, Olentangy Local School District

Table 8

OLENTANGY LOCAL SCHOOL DISTRICT
Ratio of Net General Debt
to Assessed Value and Debt per Capita (1)
Last Ten Fiscal Years

Fiscal Year	Estimated Population (1)	Assessed Value Real & Personal Property (2)	General Debt (3)	Ratio of General Debt to Assessed Value	General Debt Per Capita
1990	13,887	\$ 296,840,563	\$ 14,745,000	0.0497	\$ 1,062
1991	14,581	347,341,029	14,360,000	0.0413	985
1992	15,310	390,812,147	25,936,000	0.0664	1,694
1993	16,459	426,660,026	25,929,000	0.0608	1,575
1994	17,693	521,265,912	24,942,000	0.0478	1,410
1995	19,462	584,205,844	50,906,750	0.0871	2,616
1996	21,409	651,958,336	48,966,750	0.0751	2,287
1997	23,550	798,592,546	64,181,750	0.0804	2,725
1998	24,514	891,859,650	62,921,750	0.0706	2,567
1999	27,634	1,007,919,340	87,931,019	0.0872	3,162

Notes:

(1) Population estimates for 1990 are from the United States Census Bureau. Census for the Olentangy Local School District as such are not available. Information relating to the Village of Powell, Liberty, Berlin and Orange Townships, (each of which is located substantially within the School District) were used to calculate the estimate.

(2) Assessed value from Table 4.

(3) Office of the Treasurer, Olentangy Local School District

Source: Office of the Treasurer, Olentangy Local School District

Table 9

OLENTANGY LOCAL SCHOOL DISTRICT
Ratio of Annual General Obligation Bonded Debt Service Expenditures
to Total General Governmental Expenditures
Last Ten Years

Fiscal Years	Total Debt Repayment (1)	Total General Governmental Expenditures (2)	Ratio of General Obligation Bond Debt Service to Total General Governmental Expenditures
1990	\$ 2,153,509	\$ 17,317,581	0.1244
1991	1,541,615	14,161,548	0.1089
1992	2,971,823	15,867,992	0.1873
1993	3,053,053	21,983,322	0.1389
1994	2,782,146	18,894,233	0.1472
1995	13,310,005	29,984,118	0.4439
1996	4,645,184	40,974,477	0.1134
1997	4,671,284	33,342,745	0.1401
1998	21,660,198	62,532,553	0.3464
1999	5,423,373	40,192,273	0.1349

Note:

- 1 Bond Anticipation Notes (BANs) were issued against 1988, 1994 and 1997 bond issues. The notes were issued and repaid with bond proceeds during fiscal years 1989, 1995 and 1998.
- 2 General governmental expenditures include all governmental fund types' expenditures. Fiscal years 1990-95 reported on a cash basis; whereas, 1996-99 reported on a modified accrual basis.

Source: Office of the Treasurer, Olentangy Local School District

Table 10

OLENTANGY LOCAL SCHOOL DISTRICT
Computation of Direct and Overlapping Debt
6/30/1999

Overlapping Units	Estimate Outstanding Debt	Percent Overlapping	Applicable to Olentangy Local School District
Delaware County	\$ 28,832,500	40.61%	\$ 11,708,878
Franklin County	136,625,000	0.00%	-
City of Columbus	868,626,719	0.77%	6,688,426
City of Westerville	2,458,000	0.03%	737
Village of Powell	6,256,501	100.00%	6,256,501
Delaware Joint Vocational S/D	1,830,000	51.82%	948,306
Central Ohio TA Miscellaneous	2,640,000	0.00%	-
Delaware Co. Library	2,664,517	55.02%	1,466,017
Olentangy Local School District	60,831,416	100.00%	60,831,416
Total			\$ 87,900,282

Source: Ohio Municipal Advisory Council June 30, 1999
 Office of the Treasurer, Olentangy Local School District

Table 11

**Olentangy Local School District
Demographic Statistics
Enrollment Data
Last Ten Years**

Year	Elementary Schools Enrollment	Middle School Enrollment	High School Enrollment	Total School Enrollment
1990	993	423	509	1925
1991	1099	456	558	2113
1992	1173	507	613	2293
1993	1255	564	639	2458
1994	1426	648	690	2764
1995	1567	709	774	3050
1996	1797	799	864	3460
1997	1962	878	992	3832
1998	2260	986	1092	4338
1999	2678	1136	1157	4971

Source: Olentangy Local School District

Table 12

OLENTANGY LOCAL SCHOOL DISTRICT
New Construction, Bank Deposits and Real Property Values
Last Ten Years

Collection Year	New Construction (1)			Total	Bank Deposits (2)	Real Property Values (1)			
	Agricultural/ Residential	Commercial/ Industrial				Agricultural/ Residential	Commercial/ Industrial	Public Utility	
1989	\$ 42,768,780	\$ 4,545,900	\$ 47,314,680	\$ 177,632,000	\$ 577,523,860	\$ 111,124,610	\$ 514,810		
1990	45,190,140	2,348,220	47,538,360	195,466,000	636,372,720	118,760,750	473,440		
1991	40,415,960	7,419,180	47,835,140	197,793,000	754,482,410	140,841,580	467,600		
1992	47,346,560	10,425,710	57,772,270	207,149,000	815,623,370	150,841,760	439,080		
1993	40,552,260	4,984,030	45,536,290	217,640,000	862,051,030	154,654,740	450,250		
1994	59,298,440	8,603,330	67,901,770	229,752,000	1,077,547,670	192,574,140	482,780		
1995	73,919,490	14,552,460	88,471,950	243,856,000	1,173,077,910	203,241,190	420,570		
1996	93,017,130	10,420,320	103,437,450	279,091,000	1,291,884,120	207,388,500	454,630		
1997	84,307,140	29,649,640	113,956,780	322,576,000	1,572,128,350	263,777,690	636,330		
1998	102,210,220	14,498,990	116,709,210	n/a	1,697,250,260	280,073,940	568,730		

Sources: (1) Office of the County Auditor, Delaware County, Ohio.

(2) State of Ohio, Department of Commerce, Banks Division. Total deposits of all banks headquartered in Delaware County.

Table 13

**OLENTANGY LOCAL SCHOOL DISTRICT
Miscellaneous Statistics**

Date of Incorporation	1952		
Enrollment - October, 1998	4,764		
Staff - October 1997			
Certified	324		
Classified	201		
Total	525		
Buildings:			
High School	1		
Middle School and Central Office	1		
Elementary School	4		
Bus Compound	1		
Maintenance Facility	1		
Cost Per Pupil - FY99(est.)	\$ 5,803		
Valuation Per Pupil	\$ 211,570		
Standardized Test Scores:	Olentangy	Ohio	Nation
1998-99 American College Test (ACT) Composite	22.1	21.4	21
1998-99 Scholastic Aptitude Test (SAT) Average			
Verbal	507	534	505
Math	522	538	511
1998-99 Ohio Proficiency Test (Percent Passing-Grade 9)			
Reading	96%	89%	
Math	90%	70%	
Citizenship	93%	80%	
Writing	98%	92%	
Science	91%	75%	
Graduates Enrolling in College or University			
Four-year		76%	
Two-year		14%	
Employment/Military/Other		10%	

OLENTANGY LOCAL SCHOOL DISTRICT

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Comprehensive Annual Financial Report
OLENTANGY LOCAL SCHOOL DISTRICT



Board of Education
of
Olentangy Local School District

Lewis Center, Ohio

For Fiscal Year Ended June 30, 1999



OLENTANGY LOCAL SCHOOL DISTRICT

Reports Issued Pursuant to the
OMB Circular A-133

For the year ended June 30, 1999

OLENTANGY LOCAL SCHOOL DISTRICT

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

The Board of Education
Olentangy Local School District

and

The Honorable Jim Petro
Auditor of State

We have audited the financial statements of Olentangy Local School District (the District) as of and for the year ended June 30, 1999, and have issued our report thereon dated January 14, 2000. 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 certain immaterial instances of non-compliance that we have reported to the District's management in a separate letter dated January 14, 2000.

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. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. The reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as items 99-1 and 99-2.



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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable conditions described above are not material weaknesses. We also noted other matters involving the internal control over financial reporting that we have reported to District's management in a separate letter dated January 14, 2000.

This report is intended solely for the information of the District's management, the Ohio Auditor of State, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

KPMG LLP

January 14, 2000



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**Independent Auditors' Report on Compliance With Requirements
Applicable to Each Major Program, Internal Control Over Compliance
in Accordance With OMB Circular A-133 and Schedule
of Receipts and Expenditures of Federal Awards**

The Board of Education
Olentangy Local School District

and

The Honorable Jim Petro
Auditor of State

Compliance

We have audited the compliance of Olentangy Local School District (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 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 and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program 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 with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about 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, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 1999.

Internal Control Over Compliance

The management of 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 Receipts and Expenditures of Federal Awards

We have audited the general purpose financial statements of the District as of and for the year ended June 30, 1999, and have issued our report thereon dated January 14, 2000. 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 receipts and expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

This report is intended solely for the information of the District's management, the Ohio Auditor of State, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

KPMG LLP

January 14, 2000

OLENTANGY LOCAL SCHOOL DISTRICT

Schedule of Receipts and Expenditures of Federal Awards

For the year ended June 30, 1999

<u>Federal grantor/Pass through grantor/Program title</u>	<u>Federal CFDA number</u>	<u>Agency or pass-through number</u>	<u>Federal receipts</u>	<u>Federal expendi- tures</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
<i>Pass-through State Department of Education:</i>				
National School Lunch Program	10.555	-	\$ 87,275	87,275
<i>Other Federal Assistance—In kind—</i>				
Food Distribution	10.550	-	<u>61,287</u>	<u>61,287</u>
Subtotal—U.S. Department of Agriculture			<u>148,562</u>	<u>148,562</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
<i>Pass-through State Department of Education:</i>				
Special Education—Grants to States—Title VI-B	84.027	046763-6B-SF	179,187	162,591
Special Education—Preschool Grants	84.173	046763-PG-S1	<u>13,689</u>	<u>6,052</u>
Subtotal-Special Education Cluster			192,876	168,643
Title I Grants to Local Education Agencies	84.010	046763-C1-S1	106,053	87,339
Safe and Drug-Free Schools—State Grant	84.186	046763-DR-S1	24,629	22,244
Eisenhower Professional Development State Grants	84.281	046763-MS-S1	(2,358)	6,928
Innovative Education Program Strategy	84.298	046763-C2-S1	<u>16,713</u>	<u>3,760</u>
Subtotal—U.S. Department of Education			<u>337,913</u>	<u>288,914</u>
TOTAL FEDERAL ASSISTANCE			\$ <u>486,475</u>	<u>437,476</u>

See accompanying notes to the Schedule of Receipts and Expenditures of Federal Awards.

OLENTANGY LOCAL SCHOOL DISTRICT

Notes to Schedule of Receipts and Expenditures of Federal Awards

June 30, 1999

Note A. General

The accompanying Schedule of Receipts and Expenditures of Federal Awards (Schedule) presents the activity of all federal financial assistance programs of the Olentangy Local School District (the District) as the primary government. The District's reporting entity is defined in Note 1 to the District's general purpose financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other governmental agencies are included on the Schedule.

Note B. Basis of Accounting

The accompanying Schedule of Receipts and Expenditures of Federal Awards is presented on a cash basis of accounting in which revenues are recognized when received and expenses are recognized when paid.

Note C. Noncash Programs

The District values its noncash programs (National School Lunch Program) on the basis of the value of the goods received during the fiscal year.

OLENTANGY LOCAL SCHOOL DISTRICT

Schedule of Findings and Questioned Costs

For the year ended June 30, 1999

(1) SUMMARY OF AUDITORS' RESULTS

- (a) The type of report issued on the general purpose financial statements: **Unqualified opinion**
- (b) Reportable conditions in internal control were disclosed by the audit of the financial statements: **Yes (see 99-1 and 99-2, below)**

Material weaknesses: **None**
- (c) Noncompliance which is material to the general purpose financial statements: **None**
- (d) Reportable conditions in internal control over major program: **None reported**

Material weaknesses: **None**
- (e) The type of report issued on compliance for major program: **Unqualified opinion**
- (f) Any audit findings which are required to be reported under section .510(a) of OMB Circular A-133: **None**
- (g) Major program: **Special Education Cluster (CFDA #'s 84.027 and 84.173)**
- (h) Dollar threshold used to distinguish between Type A and Type B programs: **\$300,000**
- (i) Auditee qualified as a low-risk auditee under section .530 of OMB Circular A-133: **Yes**

(2) FINDINGS RELATING TO THE GENERAL PURPOSE FINANCIAL STATEMENTS REPORTED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*:

(99-1) **Fixed Assets (Repeated finding 98-1 from June 30, 1998)**

The District has procedures in place to ensure that fixed asset transactions such as purchases, disposals, or transfers among locations are properly accounted for and recorded on the District's records. These procedures were not being complied with through fiscal year 1999. In order to mitigate this lack of control, the District hired a third party to perform a physical inventory of fixed assets. This was the second time in three years that the District hired a third party to perform a physical inventory, with the first time being in fiscal year 1997. The District has yet to reconcile their fixed asset reports to the results reported by the third party. The failure to thoroughly track fixed assets may result in loss of assets to the District through loss or theft.

OLENTANGY LOCAL SCHOOL DISTRICT

Schedule of Findings and Questioned Costs, Continued

(99-2) Account Reconciliations

Timely account reconciliations of subsidiary accounting records is an important element of safeguarding assets, as well as helping to ensure timely and accurate financial reporting. During our audit we noted that the following subsidiary accounting records were not properly reconciled throughout the year: (1) cash and investments, (2) employee vacation and sick leave balances, (3) long term debt and (4) fixed assets, as discussed above. Failure to timely and properly reconcile these accounts enhances the potential for error and or irregularities to occur.

(3) FINDINGS AND QUESTIONED COSTS RELATING TO FEDERAL AWARDS:

None



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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P.O. Box 1140
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800-282-0370
Facsimile 614-466-4490

OLENTANGY LOCAL SCHOOL DISTRICT
DELAWARE COUNTY.

CLERK'S CERTIFICATION

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

By: Susan Babbitt

Date: MARCH 9, 2000