



**LAKEVIEW LOCAL SCHOOL DISTRICT
TRUMBULL COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2000



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**LAKEVIEW LOCAL SCHOOL DISTRICT
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LAKEVIEW LOCAL SCHOOL DISTRICT
TRUMBULL COUNTY

SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2000
(Cash Basis)

FEDERAL GRANTOR <i>Pass Through Grantor Program Title</i>	Federal CFDA Number	Pass-Through Entity's Number	Receipts	Non-Cash Receipts	Disburse- ments	Non-Cash Disburse- ments
UNITED STATES DEPARTMENT OF AGRICULTURE						
<i>Passed Through Ohio Department of Education:</i>						
<i>Nutrition Cluster:</i>						
Food Distribution Program	10.550	Unknown		\$ 29,389		\$ 29,389
National School Lunch Program	10.555	03-PU 00	\$ 66,448		\$ 66,448	
Total Department of Agriculture - <i>Nutrition Cluster</i>			<u>66,448</u>	<u>29,389</u>	<u>66,448</u>	<u>29,389</u>
UNITED STATES DEPARTMENT OF EDUCATION						
<i>Passed Through Ohio Department of Education:</i>						
Title I Grants to Local Educational Agencies	84.010	050187 C1-S1-99 050187 C1-S1-00	103,097		12,873 102,053	
Total Title I Grants to Local Educational Agencies			<u>103,097</u>		<u>114,926</u>	
<i>Special Education Cluster:</i>						
Title VI-B Special Education - Grants to States	84.027	050187-6B-SF-99 050187-6B-SF-00	106,187		11,352 91,100	
Total Title VI-B special Education - Grants to States - <i>Special Education Cluster</i>			<u>106,187</u>		<u>102,452</u>	
Innovative Education Program Strategies, Title VI	84.298	050187 C2-S1 99 050187 C2-S1 00 050187 C2-S1 01	11,312 1,558		134 10,081	
Total Innovative Education Program Strategies, Title VI			<u>12,870</u>		<u>10,215</u>	
Class Size Reduction	84.340	050187 CR-S1 00	25,057		25,057	
Total U.S. Department of Education			<u>247,211</u>		<u>252,650</u>	
TOTAL FEDERAL FINANCIAL ASSISTANCE PROGRAMS			<u>\$ 313,659</u>	<u>\$ 29,389</u>	<u>\$ 319,098</u>	<u>\$ 29,389</u>

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

**LAKEVIEW LOCAL SCHOOL DISTRICT
TRUMBULL COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
JUNE 30, 2000**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

Non-monetary assistance, such as food received from the U.S. Department Of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2000, the District had no significant food commodities in inventory.



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

Lakeview Local School District
Trumbull County
300 Hillman Drive
Cortland, Ohio 44410

To the Board of Education:

We have audited the financial statements of Lakeview Local School District, Trumbull County, as of and for the year ended June 30, 2000, and have issued our report thereon dated October 27, 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 Lakeview Local School 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*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Lakeview Local School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of Lakeview Local School District in a separate letter dated October 27, 2000.

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

Jim Petro
Auditor of State

October 27, 2000



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

Lakeview Local School District
Trumbull County
300 Hillman Drive
Cortland, Ohio 44410

To the Board of Education:

Compliance

We have audited the compliance of Lakeview Local School District, Trumbull County, 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, 2000. Lakeview Local School District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of Lakeview Local School District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, Lakeview Local School, 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, 2000.

Internal Control Over Compliance

The Management of Lakeview Local School District, Trumbull County, 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 Lakeview Local School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of the District as of and for the year ended June 30, 2000, and have issued our report thereon dated October 22, 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 federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

Jim Petro
Auditor of State

October 27, 2000

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
JUNE 30, 2000**

1. SUMMARY OF AUDITOR'S RESULTS

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

**Lakeview
Local School District
Cortland, Ohio**

**Comprehensive
Annual Financial Report**

For the Fiscal Year Ended June 30, 2000

Prepared by

Treasurer's Office

Milton A. Williams

Treasurer

**Lakeview Local School District
 Comprehensive Annual Financial Report
 For the Fiscal Year Ended June 30, 2000
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Lakeview Local Schools

"A Past to Cherish...A Future to Fulfill"

Dr. Matthew Chojnaekl
Superintendent

Dr. Delores Uber
Admin. Assistant

Mr. Milt Williams
Treasurer

300 Hillman Drive • Cortland • OH • 44410 • (330) 637-4921 • Fax (330) 638-1060

October 27, 2000

Board of Education Members Lakeview Local School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Lakeview Local School District for the fiscal year ended June 30, 2000. This CAFR includes an opinion from the State Auditor and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District. This report will provide the taxpayers of the Lakeview Local School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the Trumbull County Public Library, major taxpayers, financial rating services and other interested parties.

The comprehensive annual financial report is presented in three sections as follows:

1. The Introductory Section, which contains a Table of Contents, Letter of Transmittal, List of Principal Officials, an Organization Chart of the School District and a GFOA Certificate of Achievement.
2. The Financial Section begins with the Report of Independent Accountants and includes the General Purpose Financial Statements and Notes that provide an overview of the School District's financial position and operating results, the Combining Statements by Fund Type, and other schedules that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section presents social and economic data, financial trends and the fiscal capacity of the Lakeview Local School District.

THE SCHOOL DISTRICT

The Lakeview Local School District is located in Trumbull County. The School District's territory includes all or parts of five political subdivisions - the cities of Cortland and Warren, and Bazetta, Mecca and Warren Townships.

The School District came into being as a result of a consolidation of Bazetta Township and Cortland City schools in 1956. Subsequent to the consolidation, strong growth developed and with it the need for new facilities. In 1961, the Lakeview High School was built on thirty acres of land. A continuing increase in student population led to the construction of Lakeview Middle School in 1978. There are now four schools in the School District; one high school, one middle school and two elementary schools.

The fiscal year 2000 student count was 2,280 which represented a decrease of thirty students over the fiscal year 1999 enrollment. The average class size for fiscal year 2000 was twenty-five students, and the average pupil/teacher ratio was 16.6 to 1. The School District has a total of 235 employees.

The School District passed a bond issue in 1994 yielding \$5,956,205 which was advance refunded in May of 1998. Proceeds from the bond issue were used to finance additions and renovations to the elementary and middle schools as well as a new media center and auditorium at the high school.

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

THE REPORTING ENTITY AND SERVICES PROVIDED

Lakeview Local School District has reviewed its reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Lakeview Local School District (the primary government) and its potential component units.

The Trumbull County Joint Vocational School, the North East Ohio Management Information Network, the North East Ohio Instructional Media Center, the North East Ohio Special Education Regional Resource Center and the Region 12 Professional Development Center are jointly governed organizations whose relationships to the School District are described in Note 20 to the general purpose financial statements.

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

ECONOMIC CONDITION AND OUTLOOK

Residential and commercial growth within the School District has been strong in recent years. Total assessed value has increased by forty percent in the past five years while student enrollment is down approximately two percent for the same period. K-Mart and General Motors Corporations contribute sixty-three percent of the total personal tangible tax revenue. Wal Mart recently opened a large store within the School District boundaries. Residential and commercial/industrial development is projected to continue.

The funding structure of public education in Ohio as structured by the State legislature is such that school districts receive very little revenue growth as a result of inflationary increases in their tax base. As a result, districts throughout Ohio must seek local funds by placing funding issues on the ballot to receive significant revenue growth.

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the Ohio General Assembly to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to this School District.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State General Assembly in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County 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 appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. On May 11, 2000, the Ohio Supreme Court rendered an opinion on this issue. The Court concluded, "...the mandate of the (Ohio) Constitution has not been fulfilled." The Court's majority recognized efforts by the Ohio General Assembly taken in response to the Court's March 24, 1997, decision, however, it found seven "...major areas warrant further attention, study and development by the General Assembly...", including the State's reliance on local property tax funding, the state's basic aid formula, the school foundation program, as discussed above, the mechanism for, and adequacy of, funding for school facilities, and the existence of the State's School Solvency Assistance Fund, which the Court found took the place of the unconstitutional emergency school loan assistance program.

The Court decided to maintain jurisdiction over these issues and continued the case at least until June 15, 2001.

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

MAJOR INITIATIVES

Technology/Internet

The statewide SchoolNet initiative helped Lakeview achieve its technology goals. SchoolNet funds provided the wiring infrastructure within each building. Each office, media center, and classroom in the Lakeview District is wired and has the capability to reach out via computer to

handle the increased volume of use and are presently being installed at the Elementary Buildings, also to accommodate increased use.

Technology training is a very important component of successful utilization of technology and Internet usage. Lakeview Local School District is committed to continuous teacher inservice and training.

Technology instruction has been provided at each Lakeview building for several years. Every classroom houses computers and teachers actively involve students in computer and Internet activities. All buildings are equipped with computer labs. Two new Modular Technology Labs were added for instruction to begin the 2000-2001 school year at both the Middle and High School. These labs will introduce students to a new level of industrial technology, science, and mathematics instruction that will better prepare them for a technological world. A Modular Technology Lab is a computerized educational system that divides a classroom into multiple learning stations. Each station will be equipped with a computer, other hardware as needed, and programmed software. Student teams of two will rotate through a series of technology programs, moving from one program to another throughout the grading period. The Middle School program will be a nine-week program provided to both sixth and seventh graders.

At the High School the program will be offered to all students eighth through twelfth. There will be six semester sessions for which students may sign up and will receive 0.5 credits for each successfully completed semester of study.

InfOhio

All four Lakeview buildings are now active participants of the InfOhio Media Network. The use of this network has helped the Media Centers become very modern information resource centers. InfOhio, a partner in Ohio's library network, ensures the free delivery, quality, format, and equity of information for learners and educators by embracing appropriate, emerging technologies used in school, home and community. InfOhio provides electronic resources for all Ohio K-12 schools. Students access information from specific databases using computers connected to the Internet in our school library media centers and their classrooms. Several of the electronic resources are also available for home use. Parents and students are encouraged to Log-on for access to quality reference materials that students can use after school or on weekends when the traditional school library is not available.

Curriculum and Instruction

A new state of the art science classroom/laboratory is being constructed at the High School for the 2000-2001 school year. This facility was necessary due to the expansion of the high school science department and additional course offerings required for high school graduation.

The Lakeview Kindergarten through twelfth grade staff conducted a very extensive language arts curriculum study. New textbooks and materials were purchased for all grade levels.

Both Cortland and Bazetta received Ohio Reads Grants and involved intervention and volunteer programs were developed.

Special Education

The M.O.V.E. Program adapted for Orthopedic Students is a program for people with physical disabilities. The program, Mobility Opportunities via Education, or M.O.V.E., originated in California, and is used to encourage children who were severely physically challenged. The belief is that once a child is able to have some independence in movement, he/she will improve cognitively. This program is working very successfully at all three Lakeview buildings that house students that are orthopedically handicapped.

An additional preschool classroom for handicapped students at the Bazetta Building will now work cooperatively with the preschool classroom that was established two years ago at the Cortland Building. This program improves the school's ability to identify and serve handicapped students at an earlier age.

Proficiency Testing

Although there was only an increase of one additional standard met by the Lakeview Local School District for the 2000 report card, Lakeview students' performance has continued to improve in all testing areas. Of the twenty-seven total standards Lakeview met twenty-two for school year 1999-2000.

The five missed standards were Math, Citizenship and Science at the fourth grade, and Math and Science at the sixth grade. The ninth, tenth, and twelfth graders met all of their standards. The School District also met the ninety-five percent or better student attendance standard and the ninety percent or better graduation rate standard.

Summer School

The Lakeview School District held summer school classes for one hundred students this past summer. Teachers identified and notified parents of first through sixth graders who were not reading at grade level. Summer intervention for these students was offered to these parents. There were two classes held for middle school students, five classes for elementary students, and three classes for High School Students. The classes ran for three weeks. Emphasis was placed on reading improvement and the development of basic skills. The programs were intended to provide additional preparation for the proficiency testing for students that needed it. High School students were also able to attend ninth grade Proficiency Intervention at the Trumbull County Technology Center. The High School also offered Physical Education, Health, and Speech as summer courses to provide the opportunity for students to take additional classes during the school year.

FINANCIAL INFORMATION

Internal Accounting and Budgetary Control. The School District's accounting system is organized on a "fund" basis. Each fund (and account group) is a distinct self-balancing accounting entity. Reports for general governmental operations are presented on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Reports of the School District's proprietary operations and nonexpendable trust fund are presented on the accrual basis whereby revenues are recognized when earned and expenses when incurred.

In developing the School District's accounting system much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed 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 is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

The School District utilizes a fully automated accounting system as well as an automated system of control for fixed assets and payroll. These systems, coupled with the manual auditing of each voucher prior to payment, ensures that the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation measure is first adopted, the permanent appropriation measure must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the three months of the fiscal year.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by either the Superintendent or the Assistant Superintendent and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date.

Each administrator and school principal is furnished monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on line inquiry system is available at each cost center site. As an additional safeguard, all employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond.

The basis of accounting and the various funds and account groups utilized by Lakeview Local Schools are fully described in Note 2 of the financial statements. Additional information on the School District's budgetary accounting can also be found in Note 2.

General Governmental Functions. The governmental funds encompass the general, special revenue, debt service, and capital projects funds of the School District. The following schedule presents a summary of governmental funds' revenue for fiscal years ended June 30, 2000 and 1999, and the amount and percentage of increases and decreases in relation to the prior year's revenues.

<u>Revenues</u>	<u>Amount</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Change</u>	<u>Percent Change</u>
Taxes	\$6,500,693	\$6,279,235	48.46%	\$221,458	3.53%
Intergovernmental	6,090,341	5,476,117	45.40	614,224	11.22
Interest	69,901	51,272	.53	18,629	36.33
Tuition and Fees	464,690	529,028	3.46	(64,338)	(12.16)
Extracurricular Activities	126,844	152,917	.98	(26,073)	(17.05)
Contributions and Donations	124,072	4,304	.92	119,768	2782.71
Rentals and Royalties	21,503	30,251	.16	(8,748)	(28.92)
Miscellaneous	12,117	35	.09	12,082	34,520.00
Total Revenues	\$13,410,161	\$12,523,159	100.00	\$887,002	* 7.08

Intergovernmental income increased by \$614,224 due to an increase in State foundation revenues.

Interest income increased by \$18,629 because the School District had more available funds to invest at higher rates of return.

Tuition and fees decreased by \$64,338 because orthopedic tuition receipts were lower.

Extracurricular activities income decreased by \$26,073 due to a reduction in fund raising activities.

Contributions and donations increased by \$119,768 because the School District was a beneficiary of an estate.

Rentals and royalties decreased by \$8,748 because of reductions in gas well royalties and auditorium rentals.

Miscellaneous income increased by \$12,082 due to compensation for losses in a bus accident.

The following schedule presents a summary of governmental funds' expenditures for fiscal years ended June 30, 2000 and 1999, and the amount and percentage of increases and decreases in relation to the prior year's expenditures.

	2000 Amount	1999 Amount	Percent of Total	Change	Percent Change
Expenditures:					
Current:					
Instruction					
Regular	\$6,255,138	\$5,862,465	47.72	\$392,673	6.70%
Special	1,304,142	1,234,994	9.95	69,148	5.60
Support Services:					
Pupils	630,739	699,000	4.81	(68,261)	(9.77)
Instructional Staff	448,581	441,710	3.42	6,871	1.56
Board of Education	18,000	18,560	.14	(560)	(3.02)
Administration	1,248,704	1,230,022	9.53	18,682	1.52
Fiscal	317,684	301,179	2.42	16,505	5.48
Operation and Maintenance of Plant	1,161,625	1,151,519	8.86	10,106	0.88
Pupil Transportation	509,551	514,541	3.89	(4,990)	(0.97)
Operation of Non-Instructional Services					
	4,112	2,724	.03	1,388	50.95
Extracurricular Activities	369,244	357,232	2.82	12,012	3.36
Capital Outlay	273,957	615,197	2.09	(341,240)	(55.47)
Debt Service:					
Principal Retirement	315,000	380,000	2.40	(65,000)	(17.11)
Interest and Fiscal Charges	251,145	272,008	1.92	(20,863)	(7.67)
Total Expenditures	\$13,107,622	\$13,081,151	100%	\$26,471	.20%

Regular instruction expenditures increased by \$392,673 due to an increase in pay rates.

Capital Outlay expenditures decreased by \$341,240 because \$258,000 had been spent the prior year from an energy conservation loan and expenditures were reduced to avoid a year end deficit.

Principal retirement expenditures decreased by \$65,000 due to a reduction of scheduled debt repayment.

General Fund Balance. The general fund concluded fiscal year 2000 with a deficit fund balance of \$763,396 which is down from a deficit of \$1,150,316 at the end of last fiscal year. The deficit resulted from the conversion to generally accepted accounting principles and adjustments for accrued liabilities. The School District is aware of the deficit and began collecting revenues in January 2000, from the 3.891 emergency levy passed in February, 1999.

The School District will collect an entire year's collections during fiscal year 2001 which will bring a total of \$890,000 each fiscal year to the School District.

Financial Highlights - Enterprise Funds. Food service and uniform school supplies are classified as enterprise operations since they resemble those activities found in private industry; management periodically desires to determine the amount of profit/loss resulting from these operations that are significantly financed from user fees. In total, the enterprise funds had a net loss of \$1,154 for the fiscal year ended June 30, 2000. The School District is examining the operations in its food service fund to try eliminate the deficit.

Financial Highlights - Fiduciary Fund. The trust fund carried on the financial records of the School District is a scholarship nonexpendable trust fund that has assets totaling \$21,018 at fiscal year end.

Debt Administration. At June 30, 2000 general obligation bonds outstanding totaled \$4,757,040. During fiscal year 2000, \$315,000 of general obligation bonds were retired. As of June 30, 2000, the overall legal debt margin was \$17,783,778 and the unvoted debt margin was \$248,659. The existing bond obligations are backed by the full faith and credit of the School District and will be retired fully by fiscal year 2020.

Cash Management. The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently depositing cash which is insured by the Federal Deposit Insurance Corporation as well as investing available cash in instruments issued by the United States Government or the State of Ohio. The total amount of interest earned was \$74,807 for the year ended June 30, 2000, \$65,276 being credited directly to the general fund.

Protection of the School District's deposits is provided by the federal deposit insurance corporation as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

Risk Management. The School District participates in a shared risk pool for hospital/medical benefits for its employees. The Trumbull County Regional Council (TCRC) "pool" is comprised of sixteen Trumbull County school districts. All risk is transferred to TCRC and claims are paid through a common fund controlled by TCRC. Stop-loss coverage is purchased by TCRC.

The School District provides no deductible liability coverage for all employees in the amounts of \$2,000,000 for each occurrence and \$5,000,000 in the aggregate. The District contracts annually for property and casualty insurance with a \$500 deductible and a 90 percent coinsurance. Fleet insurance is also contracted annually which provides liability coverage of \$500,000 each person and a \$1,000,000 each occurrence. Collision coverage is at actual cash value less \$250 deductible. A competitive bidding process insures that the School District will receive the most favorable rates.

Pension Plans. All School District employees are covered by the state-wide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System (STRS). The School District's employer contributions to both systems are based on a percentage of employees' salaries. State law requires the School District to pay the employer share as determined by each retirement system. See note 12 to the general purpose financial statements for complete details.

General Fixed Assets. The general fixed assets of the Lakeview Local School District are used to carry on the main education and support function of the system and are not financial resources available for expenditure. The total general fixed assets at June 30, 2000 were \$17,677,004. Such assets are accounted for at historical cost. Depreciation is not recognized on general fixed assets.

INDEPENDENT AUDIT

State statutes require the School District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the School District's financial statements as of and for the year ended June 30, 2000. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

AWARDS

GFOA Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lakeview Local School District for its comprehensive Annual Financial Report for the fiscal year ended June 30, 1999. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

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. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ACKNOWLEDGMENTS

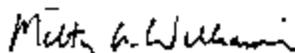
The publication of this report is a significant step toward professionalizing the Lakeview Local School District's financial reporting. It enhances the School District's accountability to the residents of the Lakeview Local School District.

The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's office, various administrators and staff members of the School District. Assistance from the County Auditor's staff and outside agencies made possible the fair presentation of statistical data.

Special appreciation is expressed to the Local Government Services Division of State Auditor Jim Petro's office for assistance in planning, designing and reviewing this financial report.

Finally, sincere appreciation is extended to the Board of Education for their support for this project.

Respectfully submitted,



Mr. Milton A. Williams, Treasurer



Dr. Matthew J. Chojnacki, Superintendent

Lakeview Local School District
Principal Officials
June 30, 2000

Board of Education

Mrs. Beverly Hoagland President
Ms. Donna Zuga Vice-President
Mr. Donald Moore Member
Mr. Larry Swiger Member
Mr. James D. Shafer Member

Treasurer

Mr. Milton A. Williams

Administration

Dr. Matthew J. Chojnacki Superintendent
Dr. Delores A. Uber Administrative Assistant

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lakeview Local School
District, Ohio

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

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.



Ray Bruck
President

Jeffrey L. Esall
Executive Director

Financial Section



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

Voinovich Government Center
242 Federal Plaza West
Suite 302
Youngstown, Ohio 44503
Telephone 330-797-9900
800-443-9271
Facsimile 330-797-9949
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Lakeview Local School District
Trumbull County
300 Hillman Drive
Cortland, Ohio 44410

To the Board of Education:

We have audited the accompanying general-purpose financial statements of the Lakeview Local School District, Trumbull County, (the District) as of and for the year ended June 30, 2000, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Lakeview Local School District, Trumbull County, as of June 30, 2000, and the results of its operations and the cash flows of its proprietary fund types and non-expendable trust fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 27, 2000, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

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

Jim Petro
Auditor of State

October 27, 2000

GENERAL PURPOSE FINANCIAL STATEMENT

**Lakeview Local School District
 Combined Balance Sheet
 All Fund Types and Account Groups
 June 30, 2000**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Assets and Other Debits:				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$192,275	133,912	151,498	189,014
Cash and Cash Equivalents: With Fiscal Agents	0	0	605	1,030,077
Receivables: Taxes	6,546,052	0	455,029	166,509
Accrued Interest	5,431	0	0	3,117
Interfund Receivable	12	0	0	0
Restricted Assets: Equity in Pooled Cash and Cash Equivalents	315,958	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	43,824	0	0	0
Fixed Assets (Net, where applicable, of Accumulated Depreciation)	0	0	0	0
Other Debits:				
Amount Available in Debt Service Fund for Retirement of General Obligation Bonds	0	0	0	0
Amount to be Provided from General Government Resources	0	0	0	0
Total Assets and Other Debits	\$7,103,552	133,912	607,132	1,388,717

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Trust and Agency			
105,344	82,023	0	0	854,066
0	0	0	0	1,030,682
0	0	0	0	7,167,590
0	0	0	0	8,548
0	0	0	0	12
0	0	0	0	315,958
9,418	0	0	0	9,418
1,820	0	0	0	45,544
143,256	0	17,677,004	0	17,820,260
0	0	0	161,498	161,498
0	0	0	6,930,702	6,930,702
259,838	82,023	17,677,004	7,092,200	34,344,378

(continued)

**Lakeview Local School District
Combined Balance Sheet
All Fund Types and Account Groups (continued)
June 30, 2000**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Liabilities, Fund Equity and Other Credits</u>				
<u>Liabilities:</u>				
Accounts Payable	\$37,145	9,788	0	44,069
Accrued Wages	1,183,769	24,341	0	0
Compensated Absences Payable	22,182	0	0	0
Interfund Payable	0	12	0	0
Intergovernmental Payable	252,800	5,290	0	0
Deferred Revenue	8,391,052	0	445,029	165,509
Due to Students	0	0	0	0
Accrued Interest Payable	0	0	0	5,308
Notes Payable	0	0	0	312,222
Matured Interest Payable	0	0	605	0
Capital Lease Payable	0	0	0	0
General Obligation Bonds Payable	0	0	0	0
Total Liabilities	7,866,948	39,431	445,834	528,108
<u>Fund Equity and Other Credits:</u>				
Investment in General Fixed Assets	0	0	0	0
Retained Earnings:				
Unreserved	0	0	0	0
Fund Balance:				
Reserved for Encumbrances	127,165	22,670	0	14,411
Reserved for Inventory	43,824	0	0	0
Reserved for Contributions	0	0	0	0
Reserved for Taxes	155,000	0	10,000	0
Reserved for Budget Stabilization	156,239	0	0	0
Reserved for Textbooks	159,719	0	0	0
Unreserved, Undesignated (Deficit)	(1,405,343)	71,811	151,498	846,198
Total Fund Equity (Deficit) and Other Credits	(763,396)	94,481	161,498	860,609
Total Liabilities, Fund Equity and Other Credits	\$7,103,552	133,912	607,132	1,388,717

See accompanying notes to the general purpose financial statements

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Trust and Agency			
0	0	0	0	91,002
6,328	0	0	0	1,194,438
23,446	0	0	1,198,507	1,244,135
0	0	0	0	12
22,661	0	0	91,653	372,404
6,421	0	0	0	7,009,011
0	61,005	0	0	61,005
0	0	0	0	5,308
0	0	0	0	312,222
0	0	0	0	605
0	0	0	1,045,000	1,045,000
0	0	0	4,757,040	4,757,040
<u>58,856</u>	<u>61,005</u>	<u>0</u>	<u>7,092,200</u>	<u>16,092,182</u>
0	0	17,677,004	0	17,677,004
200,982	0	0	0	200,982
0	0	0	0	184,246
0	0	0	0	43,824
0	20,000	0	0	20,000
0	0	0	0	165,000
0	0	0	0	156,238
0	0	0	0	159,719
0	1,018	0	0	(334,818)
<u>200,982</u>	<u>21,018</u>	<u>17,677,004</u>	<u>0</u>	<u>18,252,196</u>
<u>259,838</u>	<u>82,023</u>	<u>17,677,004</u>	<u>7,092,200</u>	<u>34,344,378</u>

Lakewood Local School District
 Combined Statement of Revenues, Expenditures
 and Changes in Fund Balances
 All Governmental Fund Types
 For the Fiscal Year Ended June 30, 2000

	Governmental	
	General	Special Revenue
Revenues:		
Taxes	\$5,811,257	0
Intergovernmental	5,896,416	324,166
Interest	85,278	1,316
Tuition and Fees	452,437	12,253
Extracurricular Activities	0	126,844
Contributions and Donations	90,986	33,066
Rentals and Royalties	21,503	0
Miscellaneous	12,117	0
Total Revenues	12,152,022	497,665
Expenditures:		
Current:		
Instruction:		
Regular	6,181,265	73,853
Special	1,039,874	264,268
Support Services:		
Pupils	629,766	973
Instructional Staff	427,280	21,301
Board of Education	18,000	0
Administration	1,246,548	158
Fiscal	309,136	8,548
Operation and Maintenance of Plant	1,161,625	0
Pupil Transportation	504,936	4,615
Operation of Non-Instructional Services	0	4,112
Extracurricular Activities	235,253	133,991
Capital Outlay	0	0
Debt Service:		
Principal Retirement	0	0
Interest and Fiscal Charges	10,841	0
Total Expenditures	11,766,342	511,818
Excess of Revenues Over (Under) Expenditures	385,680	(14,154)
Other Financing Sources (Uses):		
Proceeds from Capital Lease	0	0
Operating Transfers In	10,000	6,107
Operating Transfers Out	(6,107)	0
Total Other Financing Sources (Uses)	3,893	6,107
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	389,573	(8,047)
Fund Balances (Deficit) at Beginning of Year	(1,150,316)	102,526
Decrease in Reserve for Inventory	(2,653)	0
Fund Balances (Deficit) at End of Year	(\$763,396)	94,479

See accompanying notes to the general purpose financial statements

Fund Types		Totals (Memorandum Only)
Debt Service	Capital Projects	
490,344	199,082	6,500,693
50,473	17,288	8,090,341
0	3,309	69,901
0	0	464,690
0	0	126,844
0	0	124,072
0	0	21,503
0	0	12,117
<u>540,817</u>	<u>219,657</u>	<u>13,410,161</u>
0	0	6,255,138
0	0	1,304,142
0	0	630,739
0	0	448,561
0	0	18,000
0	0	1,248,704
0	0	317,664
0	0	1,181,825
0	0	509,551
0	0	4,112
0	0	369,244
0	273,957	273,957
315,000	0	315,000
219,718	20,788	251,145
<u>534,718</u>	<u>294,743</u>	<u>13,107,822</u>
<u>6,099</u>	<u>(75,000)</u>	<u>302,539</u>
0	1,045,000	1,045,000
0	0	18,107
0	0	(6,107)
<u>0</u>	<u>1,045,000</u>	<u>1,055,000</u>
6,099	969,914	1,357,539
155,399	(109,305)	(1,001,894)
0	0	(2,653)
<u>161,498</u>	<u>360,609</u>	<u>353,182</u>

Lakeview Local School District
Combined Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget (Non - GAAP Basis) and Actual
All Governmental Fund Types
For the Fiscal Year Ended June 30, 2000

	General Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$5,939,534	5,939,534	0
Intergovernmental	5,715,577	5,732,823	17,246
Interest	57,384	59,845	2,461
Tuition and Fees	443,967	452,437	8,470
Extracurricular Activities	0	0	0
Contributions and Donations	90,986	90,986	0
Rentals and Royalties	22,233	22,283	50
Miscellaneous	10,803	12,117	1,314
Total Revenues	12,280,464	12,310,025	29,561
Expenditures:			
Current:			
Instruction:			
Regular	6,211,828	6,139,443	72,383
Special	1,002,704	989,071	3,633
Support Services:			
Pupils	658,583	629,923	28,660
Instructional Staff	421,339	418,784	2,555
Board of Education	20,248	18,000	2,248
Administration	1,239,400	1,222,199	17,201
Fiscal	318,750	311,031	7,719
Operation and Maintenance of Plant	1,162,539	1,155,887	6,652
Pupil Transportation	519,669	493,084	26,585
Operation of Non-Instructional Services	0	0	0
Extracurricular Activities	299,061	234,338	4,723
Capital Outlay	100,000	100,000	0
Debt Service:			
Principal Retirement	880,782	880,782	0
Interest and Fiscal Charges	37,546	37,546	0
Total Expenditures	12,812,447	12,839,888	172,559
Excess of Revenues Over (Under) Expenditures	(531,983)	(329,863)	202,120
Other Financing Sources (Uses):			
Proceeds of Notes	400,000	400,000	0
Advances In	5,298	5,298	0
Advances Out	(5,298)	(5,298)	0
Operating Transfers In	10,000	10,000	0
Operating Transfers Out	(6,107)	(6,107)	0
Total Other Financing Sources (Uses)	403,893	403,893	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(128,090)	74,030	202,120
Fund Balances at Beginning of Year	257,391	257,391	0
Prior Year Encumbrances Appropriated	20,369	20,369	0
Fund Balances at End of Year	\$149,670	351,790	202,120

Special Revenue Funds			Debt Service Fund		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
0	0	0	480,344	480,344	0
324,166	324,166	0	50,473	50,473	0
1,281	1,318	35	0	0	0
11,631	12,253	622	0	0	0
123,141	128,644	3,703	0	0	0
31,863	33,066	1,223	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>492,082</u>	<u>497,685</u>	<u>5,563</u>	<u>530,817</u>	<u>530,817</u>	<u>0</u>
91,062	77,362	13,700	0	0	0
270,830	282,503	8,327	0	0	0
1,515	1,333	182	0	0	0
29,686	21,199	8,487	0	0	0
0	0	0	0	0	0
300	214	86	0	0	0
9,698	8,548	1,050	0	0	0
7,000	7,000	0	0	0	0
5,900	5,515	385	0	0	0
4,114	4,112	2	0	0	0
158,922	147,953	10,969	0	0	0
0	0	0	0	0	0
0	0	0	315,000	315,000	0
0	0	0	249,500	219,718	29,782
<u>578,927</u>	<u>535,739</u>	<u>43,188</u>	<u>564,500</u>	<u>534,718</u>	<u>29,782</u>
<u>(86,845)</u>	<u>(38,074)</u>	<u>48,771</u>	<u>(33,683)</u>	<u>(3,901)</u>	<u>29,782</u>
0	0	0	0	0	0
5,298	5,298	0	0	0	0
(5,298)	(5,298)	0	0	0	0
6,107	6,107	0	0	0	0
0	0	0	0	0	0
<u>6,107</u>	<u>6,107</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(80,736)	(31,967)	48,771	(33,683)	(3,901)	29,782
112,809	112,809	0	155,398	155,398	0
17,234	17,234	0	0	0	0
<u>49,305</u>	<u>98,076</u>	<u>48,771</u>	<u>121,716</u>	<u>151,498</u>	<u>29,782</u>

(continued)

Lakeview Local School District
Combined Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget (Non - GAAP Basis) and Actual
All Governmental Fund Types (continued)
For the Fiscal Year Ended June 30, 2000

	Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$165,815	165,815	0
Intergovernmental	16,286	17,286	1,000
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Contributions and Donations	0	0	0
Rentals and Royalties	0	0	0
Miscellaneous	0	0	0
Total Revenues	182,101	183,101	1,000
Expenditures:			
Current:			
Instruction:			
Regular	84,920	49,377	35,543
Special	0	0	0
Support Services:			
Pupils	0	0	0
Instructional Staff	0	0	0
Board of Education	0	0	0
Administration	0	0	0
Fiscal	0	0	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Operation of Non-Instructional Services	0	0	0
Extracurricular Activities	0	0	0
Capital Outlay	302,567	256,188	46,379
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	387,487	305,565	81,922
Excess of Revenues Over (Under) Expenditures	(205,386)	(122,464)	82,922
Other Financing Sources (Uses):			
Proceeds of Notes	0	0	0
Operating Transfers In	0	0	0
Operating Transfers In	0	0	0
Operating Transfers In	0	0	0
Operating Transfers Out	0	0	0
Total Other Financing Sources (Uses)	0	0	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(205,386)	(122,464)	82,922
Fund Balances at Beginning of Year	186,967	186,967	0
Prior Year Encumbrances Appropriated	44,318	44,319	0
Fund Balances at End of Year	\$25,900	108,822	82,922

See accompanying notes to the general purpose financial statements

Totals
(Memorandum Only)

<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
6,585,693	6,585,693	0
6,106,502	6,124,748	18,246
58,645	61,181	2,516
455,598	464,690	9,092
123,141	128,844	3,703
122,849	124,072	1,223
22,233	22,283	50
10,803	12,117	1,314
<u>13,485,464</u>	<u>13,521,608</u>	<u>36,144</u>
6,387,808	6,268,182	121,626
1,273,534	1,261,574	11,960
660,098	631,256	28,842
451,025	439,953	11,042
20,248	18,000	2,248
1,239,700	1,222,413	17,287
328,348	319,579	8,769
1,189,539	1,182,687	6,852
525,589	498,599	26,970
4,114	4,112	2
397,953	382,291	15,662
402,567	356,188	46,379
1,196,782	1,196,782	0
287,046	257,264	29,782
<u>14,343,361</u>	<u>14,015,910</u>	<u>327,451</u>
<u>(857,897)</u>	<u>(484,302)</u>	<u>363,595</u>
400,000	400,000	0
10,596	10,596	0
(10,596)	(10,596)	0
16,107	16,107	0
(6,107)	(6,107)	0
<u>410,000</u>	<u>410,000</u>	<u>0</u>
(447,897)	(84,302)	363,595
712,566	712,568	0
61,922	61,922	0
<u>346,591</u>	<u>710,188</u>	<u>363,595</u>

Lakewood Local School District
 Combined Statement of Revenues,
 Expenses and Changes in Retained Earnings/Fund Balance
 Proprietary Fund Type and Similar Trust Fund
 For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Type	Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Nonexpendable Trust	
Operating Revenues:			
Sales	\$498,219	0	498,219
Interest	0	1,007	1,007
Total Operating Revenues	498,219	1,007	499,226
Operating Expenses:			
Salaries	215,801	0	215,801
Fringe Benefits	84,161	0	84,161
Purchased Services	9,259	0	9,259
Materials and Supplies	9,401	0	9,401
Cost of Sales	211,691	0	211,691
Other Operating Expenses	0	500	500
Depreciation	12,754	0	12,754
Total Operating Expenses	523,067	500	523,567
Operating Income (Loss)	(24,848)	507	(24,341)
Non-Operating Revenues:			
Federal Donated Commodities	29,795	0	29,795
Interest	3,899	0	3,899
Total Non-Operating Revenues	33,694	0	33,694
Income Before Operating Transfers	8,846	507	9,353
Operating Transfers Out	(10,000)	0	(10,000)
Net Income (Loss)	(1,154)	507	(647)
Retained Earnings/Fund Balance at Beginning of Year	202,136	20,511	222,647
Retained Earnings/Fund Balance at End of Year	\$200,982	21,018	222,000

See accompanying notes to the general purpose financial statements

Lakeview Local School District
Combined Statement of Cash Flows
Proprietary Fund Type and Similar Trust Fund
For the Fiscal Year Ended June 30, 2020

	Proprietary Fund Type	Fiduciary Fund Type	Totals
	Enterprise	Nonexpendable Trust	(Memorandum Only)
<u>Increase (Decrease) in Cash and Cash Equivalents:</u>			
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$498,219	0	498,219
Cash Payments to Employees for Services	(213,180)	0	(213,180)
Cash Payments to Employee Benefits	(84,511)	0	(84,511)
Cash Payments to Suppliers for Goods and Services	(200,342)	0	(200,342)
Cash Payments for Other Operating Expenses	0	(500)	(500)
	20,188	(500)	19,688
<u>Cash Flows from Noncapital Financing Activities:</u>			
Transfers Out	(10,000)	0	(10,000)
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Payments for Capital Acquisitions	(11,682)	0	(11,682)
<u>Cash Flows from Investing Activities:</u>			
Interest on Investments	3,898	1,007	4,906
Net Increase in Cash and Cash Equivalents	2,403	507	2,910
Cash and Cash Equivalents at Beginning of Year	102,841	20,511	123,452
Cash and Cash Equivalents at End of Year	\$105,344	21,018	126,362
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u>			
Operating Income (Loss)	(\$24,848)	507	(24,341)
Adjustments:			
Depreciation	12,754	0	12,754
Donated Commodities Used During Year	29,795	0	29,795
Interest	0	(1,007)	(1,007)
(Increase) Decrease in Assets:			
Materials and Supplies Inventory	258	0	258
Inventory held for Resale	(44)	0	(44)
Increase (Decrease) in Liabilities:			
Accrued Wages	2,872	0	2,872
Compensated Absences Payable	(251)	0	(251)
Intergovernmental Payable	(350)	0	(350)
Total Adjustments	45,034	(1,007)	44,027
Net Cash Provided by (Used for) Operating Activities	\$20,188	(500)	19,688
<u>Reconciliation of Cash and Cash Equivalents of Nonexpendable Trust Fund to Balance Sheet:</u>			
Cash and Cash Equivalents - All Fiduciary Funds	\$62,023		
Cash and Cash Equivalents - Agency Funds	61,005		
Cash and Cash Equivalents - Nonexpendable Trust Fund	\$21,018		

See accompanying notes to the general purpose financial statements

**Lakeview Local School District
 Combined Statement of Revenues, Expenses and
 Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual
 Proprietary Fund Type and Similar Trust Fund
 For the Fiscal Year Ended June 30, 2000.**

	Enterprise Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Sales	\$496,245	498,219	1,974
Interest	3,427	3,899	472
Total Revenues	499,672	502,118	2,446
Expenses:			
Salaries	213,181	213,180	1
Fringe Benefits	72,919	64,511	8,408
Purchased Services	14,250	9,859	4,391
Materials and Supplies	226,944	193,676	33,268
Capital Outlay	28,856	11,682	17,174
Other	0	0	0
Total Expenses	556,150	492,908	63,242
Excess of Revenues Over (Under) Expenses	(56,478)	9,210	65,688
Operating Transfers Out	(10,000)	(10,000)	0
Excess of Revenues Over (Under) Expenses and Operating Transfers	(66,478)	(790)	65,688
Fund Equity at Beginning of Year	98,766	98,766	0
Prior Year Encumbrances Appropriated	4,175	4,175	0
Fund Equity at End of Year	\$36,463	102,151	65,688

See accompanying notes to the general purpose financial statements

Nonexpendable Trust Fund			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
0	0	0	496,245	496,219	1,974
912	1,007	95	4,339	4,906	567
912	1,007	95	500,584	503,125	2,541
0	0	0	213,181	213,180	1
0	0	0	72,919	64,511	8,408
0	0	0	14,250	9,859	4,391
0	0	0	228,944	193,676	33,268
0	0	0	28,856	11,882	17,174
1,000	500	500	1,000	500	500
1,000	500	500	557,150	493,408	63,742
(88)	507	595	(56,566)	9,717	66,283
0	0	0	(10,000)	(10,000)	0
(88)	507	595	(66,566)	(283)	66,283
20,511	20,511	0	119,277	119,277	0
0	0	0	4,175	4,175	0
20,423	21,018	595	58,886	123,169	66,283

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

Lakeview Local School District (School District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The School District operates under a locally-elected five-member Board form of government. Each member is elected to a four year term. The School District provides educational services as authorized by its charter and further mandated by state and/or federal agencies. The Board of Education controls the School District's four instructional/support facilities staffed by ninety classified employees, one hundred thirty-seven certificated full-time teaching personnel and eight administrators who provide services to 2,280 students and other community members.

Reporting Entity

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

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

The School District is associated with several organizations of which five are defined as jointly governed organizations and one as a shared risk pool. These organizations are the Trumbull County Joint Vocational School, the North East Ohio Management Information Network, the North East Ohio Instructional Media Center, the North East Ohio Special Education Regional Resource Center, the Region 12 Professional Development Center and the Trumbull County Schools Employee Insurance Benefits Consortium. These organizations are presented in Notes 20 and 21 to the general purpose financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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

A. Basis Of Presentation - Fund Accounting

The School District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain School District functions or activities.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities not recorded in the funds because they do not directly affect net expendable available financial resources.

For financial statement presentation purposes, the various funds of the School District are grouped into the following generic fund types under the broad fund categories: governmental, proprietary, and fiduciary.

Governmental Fund Types:

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

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

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditure 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 obligation principal, interest, and related costs.

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

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

Proprietary Fund Types:

Proprietary funds are used to account for the School District's ongoing activities which are similar to those found in the private sector. The following is the School District's proprietary fund type:

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

Fiduciary Fund Types:

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The School District's fiduciary funds include nonexpendable trust and agency funds. Nonexpendable trust funds are accounted for in essentially the same manner as proprietary funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups:

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

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the School District, other than those accounted for in the proprietary or trust funds.

General Long-Term Obligations Account Group - This account group is established to account for all long-term obligations of the School District except those accounted for in the proprietary or trust funds.

B. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e.,

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds and nonexpendable trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary and nonexpendable trust fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

The modified accrual basis of accounting is followed for the governmental and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the School District is sixty days after fiscal year end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: investment earnings, tuition, grants, and student fees.

The School District reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 2000 and delinquent property taxes, whose availability is indeterminable and which are intended to finance fiscal year 2001 operations, have been recorded as deferred revenue.

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

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund type and the nonexpendable trust fund. Revenues are recognized when they are earned and become measurable, and expenses are recognized when they are incurred. The fair value of donated commodities used during the year is reported on the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

C. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the Certificate of Estimated Resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control is at the object level within each fund and function. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Tax Budget:

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

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

Estimated Resources:

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered cash balances from the preceding year. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final Amended Certificate issued during fiscal year 2000.

Appropriations:

Upon receipt from the County Auditor of an Amended Certificate of Estimated Resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is enacted by the Board of Education at the fund, function, and object level of expenditures, which are the legal levels of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation, alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent Certificate of Estimated Resources. During the year, several supplemental appropriations were legally enacted; however, none of these amendments were significant. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds, other than agency funds, consistent with statutory provisions.

Encumbrances:

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds and reported in the notes to the financial statements for proprietary funds.

Lapsing of Appropriations:

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated.

D. Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the School District's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the balance sheet. During fiscal year 2000, the School District invested in non-negotiable certificates of deposit, reported at cost.

Under existing Ohio Statutes, the Board of Education may, by resolution, specify the funds to receive an allocation of interest earnings. During fiscal year 2000, all investment earnings were credited to the general fund except those specifically related to certain special revenue funds, the permanent improvement capital project fund, the food service enterprise fund and the nonexpendable trust fund. Interest income earned credited to the general fund during fiscal 2000 amounted to \$65,276 which includes \$17,276 assigned from other School District funds.

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

The School District utilizes a financial institution to service bonded debt as principal and interest payments come due and also to maintain an account while several construction projects are being performed throughout the School District. The balance in these accounts are presented on the combined balance sheet as "Cash and Cash Equivalents with Fiscal Agents" and represent deposits or short-term investments in certificates of deposit.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, funds included within the Treasurer's cash management pool and investments with original maturities of three months or less are considered to be cash and cash equivalents.

E. Inventory

Inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets. Inventories of proprietary funds consist of donated food, purchased food, and school supplies held for resale and are expensed when used.

F. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the proprietary funds are capitalized in the fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The capitalization threshold maintained by the School District is five hundred dollars. The School District does not possess any infrastructure.

Improvements are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of general fixed assets is also not capitalized.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the proprietary fund types is computed using the straight-line method over an estimated useful life that ranges from five to twenty years. Improvements to fund fixed assets are depreciated over the remaining useful lives of the related fixed assets.

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

G. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as entitlements and grants awarded on a non-reimbursement basis, are recorded as receivables and revenues when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

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

Entitlements

General Fund

State Foundation Program
School Bus Purchase Reimbursement

Non-Reimbursable Grants

Special Revenue Funds

Education Management Information Systems
Title VI-B
Title I
Title VI
Telecommunications Act Grant Fund
Fourth Grade Summer School
Ohio Reads Grant
Title VI-R

Capital Projects Funds

School Net

Reimbursable Grants

General Fund

Driver Education

Proprietary Funds

Government Donated Commodities
National School Lunch Program

Grants and entitlements amounted to approximately forty-five percent of the School District's operating revenue during the 2000 fiscal year.

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

H. Interfund Assets/Liabilities

Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables".

I. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy.

For governmental funds, the School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service. The School District records a liability for accumulated unused sick leave after ten years of current service with the School District. The current portion of unpaid compensated absences is the amount expected to be paid using available expendable resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

J. Accrued Liabilities and Long-Term Obligations

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

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

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

K. Interfund Transactions

Quasi-external transactions are accounted for as revenues and expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

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

L. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets include unexpended revenues required by statute to be set-aside by the School District, for the purchase of textbooks and other instructional material and the creation of a reserve for budget stabilization. See Note 8 for additional information regarding set-asides.

M. Estimates

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

N. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State Statute. The reserve for contributions signifies the legal restrictions on the use of principal. The reserve for budget stabilization represents money required to be set-aside by statute to protect against cyclical changes in revenues and expenditures.

O. Memorandum Only - Totals Columns

Total columns on the general purpose financial statements are captioned "Totals - (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns

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do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 3 - RESTATEMENT OF GENERAL LONG-TERM OBLIGATIONS

The General Long-Term Obligations Account Group liabilities decreased by \$6,211, from \$6,171,978 to \$6,165,767 at June 30, 1999 as a result of an overstatement of intergovernmental payables.

NOTE 4 - ACCOUNTABILITY

The general fund concluded fiscal year 2000 with a deficit fund balance of \$763,396. The deficit resulted from the conversion to generally accepted accounting principles and adjustments for accrued liabilities. The School District is aware of the deficit and will receive an entire year's collection of the 3.981 mill emergency levy passed in February 1999 during fiscal year 2001.

The Title I and Title VI-R special revenue funds concluded fiscal year 2000 with deficit fund balances of \$18,740 and \$662, respectively, which were created by the application of generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and as note disclosures in the proprietary fund type (GAAP basis).
4. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

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

Net Income/(Loss) Excess of Revenues Over (Under) Expenses
All Proprietary Fund Types and Similar Trust Fund

	Enterprise	Nonexpendable Trust
GAAP Basis	(\$1,154)	507
Revenue Accrual	(29,795)	0
Expense Accrual	32,280	0
Capital Outlay	(11,682)	0
Depreciation Expense	12,754	0
Encumbrances	(3,193)	0
Budget Basis	<u>(\$790)</u>	<u>507</u>

Excess of Revenues and Other Financing Sources
Over (Under) Expenditures and Other Financing Uses
Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
GAAP Basis	\$389,573	(8,047)	6,099	969,914
Revenue Accruals	130,054	5,298	(10,000)	(3,309)
Revenue for Debt Retirement	33,247	0	0	(33,247)
Proceeds of Notes	400,000	0	0	0
Proceeds of Capital Lease	0	0	0	(1,045,000)
Expenditure Accruals	174,846	6,618	0	36,123
Debt Service:				
Principal	(880,782)	0	0	16,782
Interest and Fiscal Charges	(16,465)	0	0	16,465
Encumbrances	(156,443)	(35,836)	0	(80,192)
Budget Basis	<u>\$74,030</u>	<u>(31,967)</u>	<u>(3,901)</u>	<u>(122,464)</u>

NOTE 6 - DEPOSITS AND INVESTMENTS

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

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the School District Treasury, in commercial accounts payable

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or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

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

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

Protection of School District deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Treasurer by the financial institution, or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution. Interim monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAROhio);

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7. Certain Banker's acceptance and commercial paper notes for a period not to exceed one hundred and eighty days in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held until maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

A. Deposits

At fiscal year end, the carrying amount of the School District's deposits was \$2,200,706 and the bank balance was \$2,209,178. Of the bank balance, \$270,678 was covered by federal depository insurance and \$1,938,500 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging financial institution's trust department in the School District's name and all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the School District to a successful claim by the Federal Deposit Insurance Corporation.

B. Investments

The School District's investments are required to be categorized at year-end to give an indication of the level of risk assumed by the School District at fiscal year end. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name. During fiscal year 2000, the School District invested in nonnegotiable certificates of deposit. For the purpose of classification under GASB Statement No.3, the School District did not have any investments at year end.

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NOTE 7 - PROPERTY TAXES

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

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the School District. Property tax revenue received during calendar year 2000 for real and public utility property taxes represents collections of calendar year 1999 taxes. Property tax payments received during calendar year 2000 for tangible personal property (other than public utility property) is for calendar year 2000 taxes.

2000 real property tax are levied after April 1, 2000, on the assessed value listed as of January 1, 2000, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property currently is assessed at varying percentages of true value: public utility real is assessed at thirty-five percent of true value. 2000 public utility taxes became a lien December 31, 1999, are levied after April 1, 2000, and are collected in 2001 with real property taxes.

2000 tangible personal property taxes are levied after April 1, 2000, on the values as of December 31, 1999. Collections are made in 2000. Tangible personal property assessments are twenty-five percent of true value.

The assessed values upon which fiscal year 2000 taxes were collected are:

	1999 Second- Half Collections		2000 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$186,196,640	80.39%	\$205,321,850	82.58%
Public Utility	12,767,830	5.51	11,409,290	4.58
Tangible Personal Property	32,684,817	14.10	31,927,974	12.84
Total Assessed Value	<u>\$231,649,287</u>	<u>100.00%</u>	<u>\$248,659,114</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$40.66		\$43.64	

The School District passed a 3.891 mill emergency operating levy in February of 1999. The collection on this levy began in the second half of fiscal year 2000.

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Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

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

The School District receives property taxes from Trumbull County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2000, are available to finance fiscal year 2000 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility property taxes which became measurable as of June 30, 2000. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current fiscal year operations. The amount available as an advance at June 30, 2000, was \$165,000 and is recognized as revenue. \$155,000 was available to the general fund and \$10,000 was available to the debt service fund.

NOTE 8 - SET-ASIDES

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

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

	Textbooks	Capital Improvements	Budget Stabilization
Set-Aside Reserve Balance as of 6/30/99	\$5,120	\$0	\$68,316
Current Year Set-Aside Requirement	324,769	263,769	87,923
Current Year Offsets	0	(182,101)	0
Qualifying Disbursements	(170,170)	(175,996)	0
Set-aside Balance Carried			
Forward to Future Fiscal Years	\$159,719	(\$94,328)	\$156,239
Set-Aside Reserve Balance as of 6/30/00	<u>\$159,719</u>	<u>\$0</u>	<u>\$156,239</u>

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The School District had qualifying disbursements and offsets during the fiscal year that reduced the capital improvements set-aside amount below zero. This extra amount may be used to reduce the set-aside requirement in future years. The total reserve balance for the three set-asides at the end of the fiscal year was \$315,958.

NOTE 9 - RECEIVABLES

Receivables at June 30, 2000, consisted of property taxes, accounts (rent and student fee), tuition, intergovernmental grants and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

NOTE 10 - FIXED ASSETS

A summary of the enterprise funds' fixed assets at June 30, 2000 follows:

Furniture and Equipment	\$349,091
Less Accumulated Depreciation	<u>(205,835)</u>
Net Fixed Assets	<u>\$143,256</u>

A summary of the changes in general fixed assets during fiscal year 2000 follows:

Asset Category	Balance at 6/30/99	Additions	Deletions	Balance at 6/30/00
Land and Improvements	\$2,001,009	0	0	2,001,009
Buildings	11,275,365	0	0	11,275,365
Furniture, Equipment and Vehicles	4,302,107	83,408	0	4,385,515
Construction in Progress	0	15,115	0	15,115
Totals	<u>\$17,578,481</u>	<u>98,523</u>	<u>0</u>	<u>17,677,004</u>

NOTE 11 - RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2000, the School District contracted with Utica National for property and inland marine insurance. Nationwide Insurance provides liability insurance coverages. Fleet and uninsured motorist coverage is provided by Indiana Insurance. Coverages provided by the various companies are as follows:

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Utica National:	
Building and Contents-replacement cost (\$500 deductible)	\$33,827,126
Inland Marine Coverage (\$0 deductible)	241,240
Boiler and Machinery (\$500 deductible)	No limit
Indiana Insurance:	
Automobile Liability (\$250 deductible)	1,000,000
Uninsured Motorists	300,000
Nationwide Insurance:	
General Liability	
Per occurrence	2,000,000
Total per year	5,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years and there has not been a significant reduction in coverage from the prior year.

The School District has contracted with the Trumbull County Schools Employee Insurance Benefits Consortium to provide employee medical/surgical, dental, and prescription drug benefits. The Trumbull County Schools Employee Insurance Benefits Consortium is a shared risk pool comprised of sixteen Trumbull County school districts. Rates are set through an annual calculation process. The Lakeview Local School District pays a monthly contribution which is placed in a common fund from which claim payments are made for all participating school districts. Claims are paid for all participants regardless of claims flow. The board of directors has the right to return monies to an exiting district subsequent to the settlement of all expenses and claims. The School District pays medical/surgical premiums of \$472.91 for family coverage and \$181.70 for single coverage per employee per month. Premiums for dental coverage are \$64.89 monthly for family coverage and \$19.38 monthly for single coverage. Premiums for prescription drug insurance are \$91.76 for family coverage and \$35.74 for single coverage. The plan utilizes a \$5.00 prescription deductible.

The School 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.

NOTE 12- DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

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

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to

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fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2000, 5.5 percent of annual covered salary was the portion used to fund pension obligation. For fiscal year 1999, 7.7 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for the pension obligations to SERS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$252,960, \$250,688, and \$216,605, respectively; 59.5 percent has been contributed for fiscal year 2000 and 100 percent for the fiscal years 1999 and 1998. \$102,340 representing the unpaid contribution for fiscal year 2000, is recorded as a liability within the respective funds and the general long-term obligations account group.

B. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple-employer public employee retirement system. STRS provides basic retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

For fiscal year ended June 30, 2000, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$887,808, \$865,864 and \$849,312, respectively; 83.7 percent has been contributed for fiscal year 2000 and 100 percent for the fiscal years 1999 and 1998. \$144,402 representing the unpaid contribution for fiscal year 2000, is recorded as a liability within the respective funds.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2000, all members of the Board of Education have elected social security. The Board's liability is 6.2 percent of wages paid.

NOTE 13 - POST EMPLOYMENT BENEFITS

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs, and reimbursement of monthly Medicare premiums. Benefit provisions and the obligations to contribute are established by the

Lakeview Local School District
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Systems based on authority granted by State statute. Both systems are funded on a pay-as-you-go basis.

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2000, the STRS Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$507,319 for fiscal year 2000.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 1999, (the latest information available) the balance in the Fund was \$2,783 million. For the year ended June 30, 1999, net health care costs paid by STRS were \$249,929,000 and STRS had 95,796 eligible benefit recipients.

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

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2000, employer contributions to fund health care benefits were 8.5 percent of covered payroll, an increase of 2.2 percent from fiscal year 1999. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2000, the minimum pay was established at \$12,400. For the School District, the amount contributed to fund health care benefits, including surcharge, during the 2000 fiscal year equaled \$153,583.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care for the fiscal year ended June 30, 1999 (the latest information available), were \$126,380,984 and the target level was \$189.6 million. At June 30, 1999, SERS had net assets available for payment of health care benefits of \$188.0 million. SERS has approximately 51,000 participants currently receiving health care benefits.

NOTE 14 - EMPLOYEE BENEFITS

A. Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time. Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth

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days per month. Sick leave may be accumulated up to a maximum of 220 days for all personnel. Upon retirement, payment is made for one-fourth of accrued, but unused sick leave credit to a maximum of 62.5 days for classified employees, teachers and administrators. Employees are given three days of personal leave at the beginning of the fiscal year. Upon retirement all unused personal leave is converted to sick leave.

B. Life Insurance

The School District provides life insurance and accidental death and dismemberment of \$50,000 to all full time employees through the Trumbull County Schools Employee Insurance Benefits Consortium.

NOTE 15 - LONG-TERM OBLIGATIONS

Changes in long-term obligations of the School District during fiscal year 2000 were as follows:

	<u>Balance 6/30/99</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance 6/30/00</u>
<i>General Obligation Bonds:</i>				
1994 - 5.75% School Improvement	\$75,000	0	75,000	0
1994 - 4.50 to 6.95% School Improvement	1,264,971	0	110,000	1,154,971
1998 - 3.80 to 5.10% School Improvement Refunding Bonds	<u>3,637,770</u>	<u>94,299</u>	<u>130,000</u>	<u>3,602,069</u>
<i>Total General Obligation Bonds</i>	<u>4,977,741</u>	<u>94,299</u>	<u>315,000</u>	<u>4,757,040</u>
Compensated Absences	1,095,792	102,715	0	1,198,507
Intergovernmental Payable	92,234	91,653	92,234	91,653
Capital Lease Payable	<u>0</u>	<u>1,045,000</u>	<u>0</u>	<u>1,045,000</u>
Total Other Long-Term Obligations	<u>1,188,026</u>	<u>1,239,368</u>	<u>92,234</u>	<u>2,335,160</u>
Total All Long-Term Obligations	<u>\$6,165,767</u>	<u>1,333,667</u>	<u>407,234</u>	<u>7,092,200</u>

The School District defeased certain general obligation bonds in 1998 by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School District's financial statements. On June 30, 2000, \$5,266,275 of bonds outstanding are considered defeased.

The 1998 General Obligation bonds include Capital Appreciation Bonds. This year the addition on these bonds is \$94,299, which represents the accretion.

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General obligation bonds will be paid from the debt service fund. Compensated absences will be paid from the fund from which the employee is paid. The intergovernmental payable represents a contractually required pension contribution and will be paid from the fund from which the employees are paid. The capital lease will be paid from the permanent improvement capital projects fund.

The overall debt margin of the School District as of June 30, 2000 was \$17,783,778 and the unvoted debt limit was \$248,659. The principal and interest requirements to retire general obligation bonds outstanding at June 30, 2000, are as follows:

Year	General Obligation Bonds
2001	\$473,875
2002	490,855
2003	505,926
2004	519,096
2005	535,131
2006 - 2010	2,952,869
2011 - 2015	3,434,300
2016 - 2020	1,414,975
Total	<u>\$10,327,027</u>

NOTE 16 - NOTE DEBT

During fiscal year 2000, the School District participated in the State of Ohio cash flow borrowing program in the amount of \$400,000 at an interest rate of 4.10 percent. This note was repaid within the fiscal year. The School District also paid off a one-year tax anticipation note in the amount of \$464,000 which had an interest rate of 4.50 percent during fiscal year 2000. The School District also has an energy conservation note which matures in 2013 and will be paid from the permanent improvement capital projects fund. The cash flow borrowing and tax anticipation note liabilities were reflected in the general fund and the energy conservation note is reflected in the permanent improvement capital projects fund, the funds which received the proceeds. These notes are backed by the full faith and credit of the School District. The School District's note activity, including amounts outstanding and interest rates follow:

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	Balance 6/30/99	Additions	Deletions	Balance 6/30/00
General Fund:				
Cash Flow Borrowing 4.10%	\$0	400,000	400,000	0
Spending Reserve 4.50%	464,000	0	464,000	0
Capital Projects Funds:				
Energy Conservation 5.00%	329,004	0	16,782	312,222
Totals	\$793,004	400,000	880,782	312,222

The principal and interest requirements to retire the energy conservation notes outstanding at June 30, 2000, are as follows:

Year	Energy Conservation Notes
2001	\$33,246
2002	33,246
2003	33,246
2004	33,246
2005	33,246
2006 - 2010	166,232
2011 - 2013	99,740
Total	\$432,202

NOTE 17 - CAPITAL LEASE

Capital lease obligations recorded in the general long-term obligations account group relate to a construction and reroofing project currently being done at the School District. This lease meets the criteria for capital leases as defined by Statement of Financial Accounting Standards No.13 "Accounting for Leases." At the time the School District entered into this lease the facility had not yet been constructed. No lease payments have been made as of June 30, 2000. General fixed assets being constructed by this lease have been capitalized in the general fixed assets account group in the amount of \$15,115 for construction in progress as of June 30, 2000. The entire principal amount owed on the lease is \$1,045,000. As part of the agreement, Cortland Banks, as lessor, provided \$1,045,000 for the construction of the facility. Amounts are paid to contractors by the fiscal agent at the direction of the School District as the project progresses. As of June 30, 2000, \$1,030,077 is held by the fiscal agent and will be paid out for construction costs.

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2000.

Year	Amounts
2001	\$73,398
2002	92,164
2003	100,198
2004	107,626
2005	109,601
2006 - 2010	574,321
2011 - 2015	587,271
Total Minimum Lease Payments	\$1,644,579
Less: Amount representing interest	(599,579)
Present Value of Minimum Lease Payments	\$1,045,000

NOTE 18 - INTERFUND TRANSACTIONS

Interfund balances at June 30, 2000 consist of the following individual fund receivables and payables:

Fund	Receivables	Payables
General Fund	\$12	0
Title VI Special Revenue	0	12
Total All Funds	\$12	12

NOTE 19 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains two enterprise funds to account for the operations of food service and uniform school supplies. The table below reflects in a summarized format the more significant financial data relating to the enterprise funds of the Lakeview Local School District as of and for the fiscal year ended June 30, 2000.

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Total Enterprise Funds</u>
Operating Revenues	\$481,323	16,896	498,219
Depreciation Expense	12,754	0	12,754
Operating Income (Loss)	(32,343)	7,495	(24,848)
Donated Commodities	29,795	0	29,795
Operating Transfers Out	0	(10,000)	(10,000)
Net Income (Loss)	1,351	(2,505)	(1,154)
Fixed Assets Additions	11,682	0	11,682
Net Working Capital	53,186	4,540	57,726
Total Assets	255,298	4,540	259,838
Total Equity	196,442	4,540	200,982
Encumbrances Outstanding at June 30, 2000	3,000	193	3,193

NOTE 20 - JOINTLY GOVERNED ORGANIZATIONS

Trumbull County Joint Vocational School - The Trumbull County Joint Vocational School is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the twelve participating school districts' elected boards, which possesses its own budgeting and taxing authority. To obtain financial information write to the Treasurer of the Trumbull County Joint Vocational School at 528 Educational Highway, Warren, Ohio 44483.

North East Ohio Management Information Network (NEOMIN) - NEOMIN is a jointly governed organization among thirty school districts in Trumbull and Ashtabula Counties. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. Each of the districts supports NEOMIN based upon a per pupil charge. Lakeview Local School District contributed \$27,360 to NEOMIN during fiscal year 2000.

Superintendents of the participating school districts are eligible to be voting members of the Governing Board which consists of ten members: the Trumbull and Ashtabula County superintendents (permanent members), three superintendents from Ashtabula County school districts, three superintendents from Trumbull County school districts, and a principal and treasurer (non-voting members who must be employed by a participating school district, the fiscal agent or NEOMIN). The Lakeview Local School District was not represented on the Governing Board during fiscal year 2000.

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

The degree of control exercised by any participating school district is limited to its representation on the Governing Board. To obtain a copy of NEOMIN's financial statements, write to the Trumbull County Educational Service Center, 347 North Park Avenue, Warren, Ohio, 44481.

North East Ohio Instructional Media Center (NEOIMC) - The North East Ohio Instructional Media Center (NEOIMC) is a jointly governed organization among forty-five school districts. The jointly governed organization was formed for the purpose of providing quality films and/or other media to support the educational curricula of the District. Each member pays a monthly premium based on actual use of the media materials or on a per pupil charge.

NEOIMC is governed by an advisory committee made up of a member from a parochial school, a joint vocational school, one County Superintendent from each participating county, one City Superintendent and two local superintendents rotating every two years. The degree of control exercised by any participating school district is limited to its representation on the Board. In fiscal year 2000, Lakeview Local School District contributed \$1.40 per student. Financial information can be obtained by contacting the Treasurer at the Trumbull County Educational Service Center, 347 North Park Avenue, Warren, Ohio, 44481.

North East Ohio Special Education Regional Resource Center (NEOSERRC) - NEOSERRC is a special education service center which selects its own board, adopts its own budget and receives direct Federal and State grants for its operation. The jointly governed organization was formed for the purpose of initiating, expanding and improving special education programs and services for children with disabilities and their parents.

NEOSERRC is governed by a governing board of 39 members made up of representatives from 35 superintendents of the participating districts, one non-public school, one county board of mental retardation and two parents whose term rotates every year. The degree of control exercised by any participating school district is limited to its representation on the Board. Financial information can be obtained by contacting the Treasurer at the Mahoning County Educational Service Center, 2801 Market Street, Youngstown, Ohio, 44507.

Region 12 Professional Development Center (Center) - The Center is a jointly governed organization among the school districts located in Trumbull, Mahoning and Columbiana counties. The jointly governed organization was formed for the purpose of establishing an articulated, regional structure for professional development, in which school districts, the business community, higher education and other groups cooperatively plan and implement effective professional development activities that are tied directly to school improvement, and in particular, to improvements in instructional programs.

The Center is governed by a governing board made up of nineteen representatives of the participating school districts, the business community, and Youngstown State University whose term rotates every year. The degree of control exercised by any participating school district is limited to its representation on the Board. Financial information can be obtained by contacting the Treasurer at the Trumbull County Educational Service Center, 347 North Park Avenue, Warren, Ohio 44481.

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 21 - SHARED RISK POOL

The Trumbull County Schools Employee Insurance Benefits Consortium is a shared risk pool comprised of sixteen Trumbull County School Districts. The Consortium is governed by an assembly which consists of one representative from each participating school district (usually the superintendent or designee). The assembly elects officers for one year terms to serve as the Board of Directors. The assembly exercises control over the operation of the Consortium. All Consortium revenues are generated from charges for services.

NOTE 22 - STATE SCHOOL FUNDING DECISION

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the Ohio General Assembly to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to this School District. During the fiscal year ended June 30, 2000, the School District received \$5,000,375 of school foundation support for its general fund.

Also, the Court declared the spending reserve borrowing program unconstitutional. The spending reserve program allowed the School District to borrow against amounts anticipated to be collected from tangible personal property taxes after the School District's June 30 fiscal year end. During the fiscal year ended June 30, 2000, the School District did not borrow under this program. However, the School District repaid \$464,000 borrowed in fiscal year 1999. State Statute has recently been amended to gradually decrease the annual amount that may be borrowed under this program.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State General Assembly in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County 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 appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. On May 11, 2000, the Ohio Supreme Court rendered an opinion on this issue. The Court concluded, "...the mandate of the (Ohio) Constitution has not been fulfilled." The Court's majority recognized efforts by the Ohio General Assembly taken in response to the Court's March 24, 1997, decision, however, it found seven "...major areas warrant further attention, study and development by the General Assembly...", including the State's reliance on local property tax funding, the state's basic aid formula, the school foundation program, as discussed above, the mechanism for, and adequacy of, funding for school facilities, and the existence of the State's School Solvency Assistance Fund, which the Court found took the place of the unconstitutional emergency school loan assistance program.

The Court decided to maintain jurisdiction over these issues and continued the case at least until June 15, 2001.

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

Lakeview Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 23 - CONTINGENCIES

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2000.

B. Litigation

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

NOTE 24 - CONTRACTUAL COMMITMENTS

The School District had a contractual commitment with Holko Inercon for \$492,000 for a roofing project at June 30, 2000.

General Fund

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

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2020

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$5,939,534	5,939,534	0
Intergovernmental	8,715,577	5,732,823	17,246
Interest	57,384	59,845	2,461
Tuition and Fees	443,987	452,437	8,470
Contributions and Donations	90,888	90,988	0
Rentals and Royalties	22,233	22,283	50
Miscellaneous	10,803	12,117	1,314
Total Revenues	12,280,464	12,310,025	29,561
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and Wages	4,470,188	4,470,188	0
Fringe Benefits	1,376,842	1,314,263	62,579
Purchased Services	152,704	161,580	1,144
Materials and Supplies	188,862	180,002	8,860
Capital Outlay - New	22,603	22,603	0
Capital Outlay - Replacement	817	817	0
Total Regular	6,211,826	6,139,443	72,383
Special:			
Salaries and Wages	743,189	743,188	1
Fringe Benefits	238,685	238,884	1
Purchased Services	1,115	914	201
Materials and Supplies	16,913	13,793	2,120
Capital Outlay - New	3,757	2,532	1,225
Capital Outlay - Replacement	85	0	85
Total Special	1,002,704	999,071	3,633
Total Instruction	7,214,530	7,138,514	76,016
Support Services:			
Pupils:			
Salaries and Wages	427,592	427,591	1
Fringe Benefits	116,238	116,214	24
Purchased Services	77,192	76,795	387
Materials and Supplies	36,881	8,443	28,238
Capital Outlay - New	880	880	0
Total Pupils	658,583	629,923	28,660
Instructional Staff:			
Salaries and Wages	298,478	298,477	1
Fringe Benefits	84,103	83,587	516
Purchased Services	2,041	1,921	120
Materials and Supplies	25,361	23,651	1,710
Capital Outlay - New	1,356	1,148	208
Total Instructional Staff	421,338	418,784	2,555
Board of Education:			
Salaries and Wages	7,040	5,360	1,680
Fringe Benefits	828	410	218
Purchased Services	3,125	3,125	0
Materials and Supplies	284	284	0
Other	9,171	8,821	350
Total Board of Education	20,248	18,000	2,248
Administration:			
Salaries and Wages	606,145	606,145	0
Fringe Benefits	224,953	224,952	1
Purchased Services	75,415	79,415	0
Materials and Supplies	4,119	4,041	78
Capital Outlay - New	2,043	1,278	764
Capital Outlay - Replacement	1,964	1,964	0
Other	324,761	308,403	16,358
Total Administration	\$1,239,400	1,222,199	17,201

(continued)

Lakeview Local School District
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Fiscal:			
Salaries and Wages	\$107,924	107,924	0
Fringe Benefits	47,731	45,968	1,763
Purchased Services	36,798	30,925	5,873
Materials and Supplies	2,835	2,853	82
Other	123,362	123,361	1
Total Fiscal	318,750	311,031	7,719
Operation and Maintenance of Plant:			
Salaries and Wages	539,246	539,246	0
Fringe Benefits	195,708	195,707	1
Purchased Services	347,417	345,178	2,239
Materials and Supplies	79,060	75,556	3,524
Capital Outlay - New	1,088	0	1,088
Total Operation and Maintenance of Plant	1,162,539	1,155,687	6,852
Pupil Transportation:			
Salaries and Wages	338,404	320,825	17,579
Fringe Benefits	108,876	108,874	1
Purchased Services	20,542	16,111	4,431
Materials and Supplies	48,048	47,474	574
Capital Outlay - Replacement	4,000	0	4,000
Total Pupil Transportation	519,869	493,084	26,585
Total Support Services	4,340,628	4,248,708	91,820
Extracurricular Activities:			
Sports Oriented Activities:			
Salaries and Wages	205,156	205,156	1
Fringe Benefits	31,973	27,407	4,566
Purchased Services	1,932	1,776	156
Total Extracurricular Activities	239,061	234,339	4,722
Capital Outlay:			
Architecture and Engineering Services:			
Purchased Services	9,175	9,175	0
Other Facilities Acquisition and Construction Services:			
Capital Outlay - New	90,825	90,825	0
Total Capital Outlay	100,000	100,000	0
Debt Service:			
Principal Retirement	880,762	880,762	0
Interest and Fiscal Charges	37,546	37,546	0
Total Debt Service	918,328	918,328	0
Total Expenditures	12,612,447	12,639,888	172,559
Excess of Revenues Under Expenditures	(631,983)	(329,863)	202,120
Other Financing Sources (Uses):			
Proceeds of Notes	400,000	400,000	0
Advances In	5,298	5,298	0
Advances Out	(5,298)	(5,298)	0
Operating Transfers In	10,000	10,000	0
Operating Transfers Out	(6,107)	(6,107)	0
Total Other Financing Sources (Uses)	403,893	403,893	0
Excess of Revenues and Other Financing Source Over (Under) Expenditures and Other Financing Uses	(128,090)	74,030	202,120
Fund Balance at Beginning of Year	257,391	257,391	0
Prior Year Encumbrances Appropriated	20,369	20,369	0
Fund Balance at End of Year	\$148,670	351,790	202,120

Special Revenue Funds

Special Revenue Funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the School District's special revenue funds follows:

Public School Support - This fund accounts for school site sales revenue and expenditures for field trips, assemblies, and other activity costs.

District Managed Activity - This fund accounts for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's athletic program and transportation of the band to and from athletic events.

Educational Management Information Systems - This fund accounts for State monies which support the development of hardware and software or other costs associated with the requirements of the management information system.

Scholarship - This fund accounts for contributions used to provide scholarships to deserving students.

Title VI-B - This fund accounts for federal monies used to assist schools 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 - This fund accounts for federal monies used to assist the School District in meeting the special needs of educationally deprived children.

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

Local Professional Development Grant - This fund accounts for State monies received to assist the school district efforts to encourage professional development of the staff.

Textbook - This fund accounts for State subsidy monies received for the purchase of textbooks and instructional materials.

Telecom Act Grant - This fund will be used to account for a federal grant which is paid directly to the telecommunication service provider. The School District has a matching requirement which will be met by paying the portion of the invoice from the service provider not paid by the federal government.

Fourth Grade Summer School - This fund accounts for monies spent by the School District for specialized instruction to students in need of knowledge to pass proficiency tests.

Ohio Reads Grant - This fund will be used to account for monies spent at both elementary buildings to help students meet reading standards for the fourth grade proficiency test.

Title VI-R - This fund accounts for federal monies used to employ an additional first grade teacher to reduce class size and improve instruction.

**Lakeview Local School District
Combining Balance Sheet
All Special Revenue Funds
June 30, 2000**

	<u>Public School Support</u>	<u>District Managed Activity</u>	<u>Educational Management Information Systems</u>	<u>Scholarship</u>
Assets:				
Equity in Pooled Cash and Cash Equivalents	<u>\$24,534</u>	<u>36,747</u>	<u>1,708</u>	<u>31,850</u>
Liabilities:				
Accounts Payable	\$1,540	8,248	0	0
Accrued Wages	0	0	0	0
Interfund Payable	0	0	0	0
Intergovernmental Payable	158	0	0	0
Total Liabilities	<u>1,698</u>	<u>8,248</u>	<u>0</u>	<u>0</u>
Fund Equity:				
Fund Balance:				
Reserved for Encumbrances	3,259	9,944	0	0
Unreserved, Undesignated (Deficit)	19,577	18,555	1,708	31,850
Total Fund Equity (Deficit)	<u>22,836</u>	<u>28,499</u>	<u>1,708</u>	<u>31,850</u>
Total Liabilities and Fund Equity	<u>\$24,534</u>	<u>36,747</u>	<u>1,708</u>	<u>31,850</u>

<u>Title VI-B</u>	<u>Title I</u>	<u>Title VI</u>	<u>Local Professional Development Grant</u>	<u>Textbook</u>	<u>Telecom Act Grant</u>
15,087	1,045	2,789	4,763	3,244	8,823
0	0	0	0	0	0
7,356	16,985	0	0	0	0
0	0	12	0	0	0
1,670	2,800	0	0	0	0
9,026	19,785	12	0	0	0
56	0	1,231	240	0	7,000
6,005	(18,740)	1,545	4,523	3,244	1,823
6,061	(18,740)	2,777	4,763	3,244	8,823
15,087	1,045	2,789	4,763	3,244	8,823

(continued)

Lakewood Local School District
 Combining Balance Sheet
 All Special Revenue Funds (continued)
 June 30, 2000

	Fourth Grade Summer School	Ohio Reads Grant	Title VI-R	Totals
Assets:				
Equity In Pooled Cash and Cash Equivalents	\$2,382	940	0	133,912
Liabilities:				
Accounts Payable	\$0	0	0	9,788
Accrued Wages	0	0	0	24,341
Interfund Payable	0	0	0	12
Intergovernmental Payable	0	0	662	5,290
Total Liabilities	0	0	662	39,431
Fund Equity:				
Fund Balance:				
Reserved for Encumbrances	0	940	0	22,870
Unreserved, Undesignated (Deficit)	2,382	0	(662)	71,811
Total Fund Equity (Deficit)	2,382	940	(662)	94,481
Total Liabilities and Fund Equity	\$2,382	940	0	133,912

Lakeview Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 2000

	Public School Support	District Managed Activity	Educational Management Information Systems
Revenues:			
Intergovernmental	\$0	0	6,588
Interest	0	777	0
Tuition and Fees	12,253	0	0
Extracurricular Activities	0	128,844	0
Contributions and Donations	32,338	0	0
Total Revenues	44,589	127,621	6,588
Expenditures:			
Current:			
Instruction:			
Regular	33,770	0	0
Special	0	0	0
Support Services:			
Pupils	973	0	0
Instructional Staff	0	0	0
Administration	0	0	0
Fiscal	0	0	8,548
Pupil Transportation	4,615	0	0
Operation of Non-Instructional Services	4,112	0	0
Extracurricular Activities	826	133,388	0
Total Expenditures	44,085	133,388	8,548
Excess of Revenues Over (Under) Expenditures	494	(5,745)	(1,949)
Other Financing Sources:			
Operating Transfers In	0	5,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	494	(745)	(1,949)
Fund Balances at Beginning of Year	22,342	29,244	3,857
Fund Balances (Deficit) at End of Year	\$22,836	28,499	1,708

(continued)

Lakeview Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2000

	<u>Scholarship</u>	<u>Title VI-B</u>	<u>Title I</u>
Revenues:			
Intergovernmental	30	106,187	103,097
Interest	539	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Contributions and Donations	750	0	0
Total Revenues	1,299	106,187	103,097
Expenditures:			
Current:			
Instruction:			
Regular	3,250	0	0
Special	0	82,653	118,502
Support Services:			
Pupils	0	0	0
Instructional Staff	0	20,102	0
Administration	0	158	0
Fiscal	0	0	0
Pupil Transportation	0	0	0
Operation of Non-Instructional Services	0	0	0
Extracurricular Activities	0	0	0
Total Expenditures	3,250	102,913	118,502
Excess of Revenues Over (Under) Expenditures	(1,961)	3,274	(15,405)
Other Financing Sources:			
Operating Transfers In	1,107	0	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(854)	3,274	(15,405)
Fund Balances at Beginning of Year	32,704	2,787	(3,335)
Fund Balances (Deficit) at End of Year	\$31,850	6,061	(18,740)

<u>Title VI</u>	<u>Local Professional Development Grant</u>	<u>Textbook</u>	<u>Telecom Act Grant</u>	<u>Fourth Grade Summer School</u>
12,870	10,135			2,382
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>12,870</u>	<u>10,135</u>	<u>0</u>	<u>0</u>	<u>2,382</u>
0	5,511	1,802	0	0
10,215	0	0	0	0
0	0	0	0	0
0	1,199	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>10,215</u>	<u>6,710</u>	<u>1,802</u>	<u>0</u>	<u>0</u>
2,855	3,425	(1,802)	0	2,382
0	0	0	0	0
2,855	3,425	(1,802)	0	2,382
<u>122</u>	<u>1,338</u>	<u>4,846</u>	<u>8,823</u>	<u>0</u>
<u>2,777</u>	<u>4,763</u>	<u>3,244</u>	<u>8,823</u>	<u>2,382</u>

(continued)

Lakeview Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2000

	Ohio Reads Grant	Title VI-R	Totals
Revenues:			
Intergovernmental	\$57,638	25,058	324,166
Interest	0	0	1,316
Tuition and Fees	0	0	12,253
Extracurricular Activities	0	0	126,844
Contributions and Donations	0	0	33,066
Total Revenues	57,638	25,058	497,655
Expenditures:			
Current:			
Instruction:			
Regular	4,000	25,720	73,853
Special	52,898	0	264,266
Support Services:			
Pupils	0	0	973
Instructional Staff	0	0	21,301
Administration	0	0	158
Fiscal	0	0	8,548
Pupil Transportation	0	0	4,615
Operation of Non-Instructional Services	0	0	4,112
Extracurricular Activities	0	0	133,991
Total Expenditures	56,898	25,720	511,619
Excess of Revenues Over (Under) Expenditures	940	(662)	(14,154)
Other Financing Sources:			
Operating Transfers In	0	0	8,107
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	940	(662)	(6,047)
Fund Balances (Deficit) at Beginning of Year	0	0	102,528
Fund Balances (Deficit) at End of Year	\$940	(662)	94,481

Lakewood Local School District
 Schedule of Revenues, Expenditures and Changes
 in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Public School Support
 For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Tuition and Fees	\$11,631	12,253	622
Gifts and Donations	31,113	32,338	1,223
Total Revenues	42,744	44,591	1,845
Expenditures:			
Current			
Instruction:			
Regular:			
Purchased Services	16,403	13,969	2,434
Materials and Supplies	5,705	4,712	993
Capital Outlay - New	5,915	3,003	2,912
Other	19,229	15,017	3,212
Total Instruction	47,252	37,701	9,551
Support Services:			
Pupils:			
Materials and Supplies	1,265	1,206	57
Other	250	125	125
Total Pupils	1,515	1,331	182
Pupil Transportation:			
Purchased Services	5,900	5,515	385
Total Support Services	7,415	6,848	567
Operation of Non-Instructional Services:			
Food Service Operations:			
Materials and Supplies	4,114	4,112	2
Extracurricular Activities:			
Academic and Subject Oriented Activities:			
Materials and Supplies	300	0	300
Other	630	625	5
Total Extracurricular Activities	930	625	305
Total Expenditures	59,711	49,286	10,425
Excess of Revenues Under Expenditures	(16,967)	(4,697)	12,270
Fund Balance at Beginning of Year	18,902	18,902	0
Prior Year Encumbrances Appropriated	6,170	6,170	0
Fund Balance at End of Year	\$5,105	20,375	12,270

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Activity
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Interest	\$777	777	0
Extracurricular Activities	123,141	126,844	3,703
Total Revenues	123,918	127,821	3,703
Expenditures:			
Current:			
Extracurricular Activities:			
Academic and Subject Oriented			
Activities:			
Purchased Services	19,083	19,083	0
Materials and Supplies	20,331	20,078	253
Other	2,733	2,733	0
Total Academic and Subject Oriented	42,147	41,894	253
Sports Oriented Activities:			
Purchased Services	25,107	25,107	0
Materials and Supplies	71,311	64,002	7,309
Other	18,427	16,325	3,102
Total Sports Oriented Activities	115,845	105,434	10,411
Total Expenditures	157,992	147,328	10,664
Excess of Revenues Under Expenditures	(34,074)	(19,707)	14,367
Other Financing Sources:			
Transfers In	5,000	5,000	0
Excess of Revenues and Other	(29,074)	(14,707)	14,367
Financing Sources Under			
Expenditures			
Fund Balance at Beginning of Year	18,579	18,579	0
Prior Year Encumbrances Appropriated	10,665	10,665	0
Fund Balance at End of Year	\$170	14,537	14,367
	*****	*****	*****

Lakewood Local School District
 Schedule of Revenues, Expenditures and Changes
 in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Educational Management Information Systems
 For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$6,599	6,599	0
Expenditures:			
Current:			
Instruction:			
Facal:			
Purchased Services	7,848	7,849	0
Materials and Supplies	288	0	288
Capital Outlay - New	1,481	699	762
Total Expenditures	9,588	8,548	1,050
Excess of Revenues Over Expenditures	(2,999)	(1,949)	1,050
Fund Balance at Beginning of Year	3,657	3,657	0
Fund Balance at End of Year	\$858	1,708	1,050
	=====	=====	=====

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Scholarship
For the Fiscal Year Ended June 30, 2006

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Interest	\$504	539	35
Contributions and Donations	750	750	0
Total Revenues	1,254	1,289	35
Expenditures:			
Current:			
Instruction:			
Regular			
Other	4,500	3,250	1,250
Excess of Revenues Under Expenditures	(3,246)	(1,961)	1,285
Other Financing Sources:			
Operating Transfers In	1,107	1,107	0
Excess of Revenues and Other Financing Sources Under Expenditures	(2,139)	(854)	1,285
Fund Balance at Beginning of Year	32,704	32,704	0
Fund Balance at End of Year	\$30,565	31,850	1,285

Lakewood Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$106,187	106,187	0
Expenditures:			
Current:			
Instruction:			
Special			
Salaries and Wages	49,972	47,408	2,566
Fringe Benefits	8,070	5,989	2,101
Purchased Services	15,000	15,000	0
Materials and Supplies	5,850	3,707	2,143
Capital Outlay - New	10,864	10,212	472
Total Instruction	89,578	82,294	7,282
Support Services:			
Instructional Staff			
Salaries and Wages	18,829	16,481	2,348
Fringe Benefits	8,834	3,519	5,315
Total Instructional Staff	27,663	20,000	7,663
Administration:			
Materials and Supplies	300	214	86
Total Support Services	27,963	20,214	7,749
Total Expenditures	117,539	102,508	15,031
Excess of Revenues Over (Under) Expenditures	(11,352)	3,878	15,031
Fund Balance at Beginning of Year	11,352	11,352	0
Fund Balance at End of Year	\$0	15,031	15,031

Lakeview Local School District
 Schedule of Revenues, Expenditures and Changes
 in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Title I
 For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$103,097	103,097	0
Expenditures:			
Current:			
Instruction:			
Special:			
Salaries and Wages	99,030	97,888	1,044
Fringe Benefits	16,940	16,939	1
Total Expenditures	115,970	114,925	1,045
Excess of Revenues Under Expenditures	(12,873)	(11,828)	1,045
Other Financing Sources (Uses):			
Advances In	2,878	2,878	0
Advances Out	(2,878)	(2,878)	0
Total Other Financing Sources (Uses):	0	0	0
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(12,873)	(11,828)	1,045
Fund Balance at Beginning of Year	12,873	12,873	0
Fund Balance at End of Year	\$0	1,045	1,045
	=====	=====	=====

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Title VI
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$12,870	12,870	0
Expenditures:			
Current:			
Instruction:			
Special:			
Materials and Supplies	11,312	11,312	0
Capital Outlay - New	134	134	0
Total Expenditures	11,448	11,448	0
Excess of Revenues Over Expenditures	1,424	1,424	0
Fund Balance at Beginning of Year	134	134	0
Fund Balance at End of Year	\$1,558	1,558	0

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Local Professional Development Grant
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$10,135	10,135	0
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased Services	8,251	5,751	2,500
Support Services:			
Instructional Staff:			
Purchased Services	2,023	1,199	824
Total Expenditures	10,274	6,950	3,324
Excess of Revenues Over (Under) Expenditures	(139)	3,185	3,324
Fund Balance at Beginning of Year	939	939	0
Prior Year Encumbrances Appropriated	399	399	0
Fund Balance at End of Year	\$1,199	4,523	3,324

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Textbook
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Total Revenues	\$0	0	0
Expenditures:			
Current:			
Instruction:			
Regular:			
Materials and Supplies	2,001	1,602	399
Excess of Revenues Under Expenditures	(2,001)	(1,602)	399
Fund Balance at Beginning of Year	4,848	4,848	0
Fund Balance at End of Year	\$2,845	3,244	399

Lafayette Local School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Telecom Act Grant
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Total Revenues	\$0	0	0
Expenditures:			
Operation and Maintenance of Plant			
Purchased Services	7,000	7,000	0
Excess of Revenues Under Expenditures	(7,000)	(7,000)	0
Fund Balance at Beginning of Year	8,823	8,823	0
Fund Balance at End of Year	\$1,823	1,823	0

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fourth Grade Summer School
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$2,382	2,382	0
Total Expenditures	0	0	0
Excess of Revenues Over Expenditures	2,382	2,382	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$2,382	2,382	0

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads Grant
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$57,838	57,838	0
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and Wages	4,000	4,000	0
Special:			
Materials and Supplies	53,838	53,838	0
Total Expenditures	57,838	57,838	0
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	0	0

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-R
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$25,058	25,058	0
Expenditures:			
Current			
Instruction:			
Regular:			
Salaries and Wages	21,502	21,502	0
Fringe Benefits	3,556	3,556	0
Total Expenditures	25,058	25,058	0
Excess of Revenues Over Expenditures	0	0	0
Other Financing Sources (Uses):			
Advances In	2,420	2,420	0
Advances Out	(2,420)	(2,420)	0
Total Other Financing Sources (Uses)	0	0	0
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	0	0

Debt Service Fund

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Since there is only one debt service fund and the level of budgetary control is not greater than that presented in the combined financial statements, no additional financial statements are presented here.

Capital Projects Funds

Capital Projects Funds account for the acquisition, construction or improvement of capital facilities other than those financed by proprietary and trust funds.

Permanent Improvement - This fund accounts for property taxes used for various capital improvements within the School District.

School Net - This fund accounts for State monies used to provide wiring to all classrooms that supports the transmission of voice, video and data, and to provide a computer workstation and related technology for every classroom.

Lakeview Local School District
Combining Balance Sheet
All Capital Projects Funds
June 30, 2000

	Permanent Improvement	School Net	Totals
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$152,369	36,645	189,014
Cash and Cash Equivalents: With Fiscal Agents	1,030,077	0	1,030,077
Receivables:			
Taxes	166,509	0	166,509
Accrued Interest	3,117	0	3,117
Total Assets	\$1,352,072	36,645	1,388,717
Liabilities:			
Accounts Payable	\$44,069	0	44,069
Deferred Revenue	166,509	0	166,509
Accrued Interest Payable	5,308	0	5,308
Notes Payable	312,222	0	312,222
Total Liabilities	528,108	0	528,108
Fund Equity:			
Fund Balance:			
Reserved for Encumbrances	14,411	0	14,411
Unreserved, Undesignated	809,653	36,645	846,198
Total Fund Equity	823,964	36,645	860,609
Total Liabilities and Fund Equity	\$1,352,072	36,645	1,388,717

Lakeview Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Projects Funds
For the Fiscal Year Ended June 30, 2000

	Permanent Improvement	School Net	Totals
Revenues:			
Taxes	\$199,062	0	199,062
Intergovernmental	16,288	1,000	17,286
Interest	3,309	0	3,309
Total Revenues	218,657	1,000	219,657
Expenditures:			
Capital Outlay	224,580	49,377	273,957
Debt Service: Interest and Fiscal Charges	20,786	0	20,786
Total Expenditures	245,366	49,377	294,743
Excess of Revenues Under Expenditures	(26,709)	(48,377)	(75,086)
Other Financing Sources: Proceeds of Capital Lease	1,045,000	0	1,045,000
Excess of Revenues and Other Financing Sources Under Expenditures	1,018,291	(48,377)	969,914
Fund Balances (Deficit) at Beginning of Year	(194,327)	85,022	(109,305)
Fund Balances at End of Year	\$823,964	36,645	860,609

Lakewood Local School District
 Schedule of Revenues, Expenditures and Changes
 in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Permanent Improvement
 For the Fiscal Year Ended June 30, 2006

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$165,815	165,815	0
Intergovernmental	16,286	16,286	0
Total Revenues	182,101	182,101	0
Expenditures:			
Capital Outlay:			
Other Facilities Acquisition and Construction Services:			
Purchased Services	168,865	174,701	12,164
Materials and Supplies	16,824	15,473	1,351
Capital Outlay - New	85,878	63,422	32,456
Other	3,000	2,592	408
Total Expenditures	302,567	256,188	46,379
Excess of Revenues Under Expenditures	(120,466)	(74,087)	46,379
Fund Balance at Beginning of Year	102,755	102,755	0
Prior Year Encumbrances Appropriated	43,509	43,509	0
Fund Balance at End of Year	\$25,788	72,177	46,379

Lakeview Local School District
Schedule of Revenues, Expenditures and Charges
In Fund Balance - Budget (Non-GAAP Basis) and Actual
School Net
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$0	1,000	1,000
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased Services	3,000	2,829	171
Materials and Supplies	16,093	15,283	810
Capital Outlay - New	65,827	31,265	34,562
Total Expenditures	84,920	49,377	35,543
Excess of Revenues Under Expenditures	(84,920)	(48,377)	36,543
Fund Balance at Beginning of Year	84,212	84,212	0
Prior Year Encumbrances Appropriated	810	810	0
Fund Balance at End of Year	\$102	36,645	36,543

Enterprise Funds

The Enterprise Funds are established to account for School District activities that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where it has been decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Food Service - This fund accounts for the financial transactions related to the food service operations of the School District.

Uniform School Supplies - This fund accounts for the purchase and sale of school supplies for use in the School District. Profits derived from such sales are used for school purposes or activities connected with the school.

**Lakeview Local School District
Combining Balance Sheet
All Enterprise Funds
June 30, 2000**

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Totals</u>
<u>Assets:</u>			
<u>Current Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$100,804	4,540	105,344
Inventory Held For Resale	9,418	0	9,418
Materials and Supplies	1,820	0	1,820
Total Current Assets	112,042	4,540	116,582
<u>Non-Current Assets:</u>			
Fixed Assets (Net of Accumulated Depreciation)	143,256	0	143,256
Total Assets	\$255,298	4,540	259,838
<u>Liabilities:</u>			
<u>Current Liabilities:</u>			
Accrued Wages	\$8,328	0	8,328
Compensated Absences Payable	23,448	0	23,448
Intergovernmental Payable	22,661	0	22,661
Deferred Revenue	6,421	0	6,421
Total Current Liabilities	58,856	0	58,856
<u>Fund Equity:</u>			
Retained Earnings: Unreserved	196,442	4,540	200,982
Total Liabilities and Fund Equity	\$255,298	4,540	259,838

Lakeview Local School District
Combining Statement of Revenues,
Expenses and Changes in Retained Earnings
All Enterprise Funds
For the Fiscal Year Ended June 30, 2000

	Food Service	Uniform School Supplies	Totals
Operating Revenues:			
Sales	\$481,323	16,396	498,219
Operating Expenses:			
Salaries	215,801	0	215,801
Fringe Benefits	84,181	0	84,181
Purchased Services	9,259	0	9,259
Materials and Supplies	0	9,401	9,401
Cost of Sales	211,891	0	211,891
Depreciation	12,754	0	12,754
Total Operating Expenses	513,686	9,401	523,087
Operating Income (Loss)	(32,343)	7,495	(24,848)
Non-Operating Revenues:			
Federal Donated Commodities	29,795	0	29,795
Interest	3,889	0	3,889
Total Non-Operating Revenues	33,684	0	33,684
Income Before Operating Transfers	1,351	7,495	8,846
Operating Transfers Out	0	(10,000)	(10,000)
Net Income (Loss)	1,351	(2,505)	(1,154)
Retained Earnings at Beginning of Year	199,091	7,045	202,136
Retained Earnings at End of Year	\$196,442	4,540	200,982

Lakewood Local School District
 Combining Statement of Cash Flows
 All Enterprise Funds
 For the Fiscal Year Ended June 30, 2000

	Food Service	Uniform School Supplies	Totals
Increase (Decrease) in Cash and Cash Equivalents			
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$481,323	18,896	498,219
Cash Payments to Employees for Services	(213,180)	0	(213,180)
Cash Payments for Employee Benefits	(64,511)	0	(64,511)
Cash Payments to Suppliers for Goods and Services	(190,841)	(9,401)	(200,342)
Net Cash Provided by Operating Activities	12,891	7,495	20,386
<u>Cash Flows from NonCapital Financing Activities:</u>			
Transfers Out	0	(10,000)	(10,000)
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Payments for Capital Acquisitions	(11,682)	0	(11,682)
<u>Cash Flows from Investing Activities:</u>			
Interest on Investments	3,899	0	3,899
Net Increase (Decrease) in Cash and Cash Equivalents	4,808	(2,505)	2,403
Cash and Cash Equivalents at Beginning of Year	95,886	7,045	102,941
Cash and Cash Equivalents at End of Year	\$100,804	4,540	105,344
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</u>			
Operating Income (Loss)	(\$32,343)	7,495	(24,848)
<u>Adjustments:</u>			
Depreciation	12,754	0	12,754
Donated Commodities Used During Year	29,795	0	29,795
<u>(Increase) Decrease in Assets:</u>			
Materials and Supplies in Inventory	258	0	258
Inventory Held for Resale	(44)	0	(44)
<u>Increase (Decrease) in Liabilities:</u>			
Accrued Wages	2,872	0	2,872
Compensated Absences Payable	(261)	0	(261)
Intergovernmental Payable	(350)	0	(350)
Total Adjustments	45,034	0	45,034
Net Cash Provided by Operating Activities	\$12,881	7,495	20,386

Lakeview Local School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Food Service
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Sales	\$480,786	481,323	535
Interest	3,427	3,899	472
Total Revenues	484,215	485,222	1,007
Expenses:			
Salaries:			
Food Service Operations	213,181	213,180	1
Fringe Benefits:			
Food Service Operations	72,919	64,511	8,408
Purchased Services:			
Food Service Operations	14,250	9,859	4,391
Materials and Supplies:			
Food Service Operations	216,244	184,062	32,162
Capital Outlay - Replacement:			
Food Service Operations	26,656	11,662	17,174
Total Expenses	545,450	483,314	62,136
Excess of Revenues Over (Under) Expenses	(61,235)	1,906	63,143
Fund Equity at Beginning of Year	91,721	91,721	0
Prior Year Encumbrances Appropriated	4,175	4,175	0
Fund Equity at End of Year	\$34,661	97,804	63,143

Lakeview Local School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Uniform School Supplies
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Sales	\$15,457	16,898	1,439
Expenses:			
Materials and Supplies	10,700	9,594	1,106
Excess of Revenues Over Expenses	4,757	7,302	2,545
Operating Transfers Out	(10,000)	(10,000)	0
Excess of Revenues Under Expenses and Operating Transfers	(5,243)	(2,698)	2,545
Fund Equity at Beginning of Year	7,045	7,045	0
Fund Equity at End of Year	\$1,802	4,347	2,545

Fiduciary Funds

Fiduciary Funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and other funds. These include nonexpendable trust and agency funds. The following are the School District's fiduciary fund types:

Nonexpendable Trust Fund

Scholarship Trust - This fund accounts for monies which have been set aside as an investment. The interest from this investment is used for scholarships. The investment principal cannot be withdrawn.

Agency Fund

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

Lakewood Local School District
 Combining Balance Sheet
 All Trust and Agency Funds
 June 30, 2000

	<u>Scholarship Nonexpendable Trust Fund</u>	<u>Student Activities Agency Fund</u>	<u>Totals</u>
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$21,018	61,005	82,023
Total Assets	\$21,018	61,005	82,023
Liabilities:			
Due to Students	\$0	61,005	61,005
Total Liabilities	0	61,005	61,005
Fund Equity			
Fund Balance:			
Reserved for Contributions	20,000	0	20,000
Unreserved, Undesignated	1,018	0	1,018
Total Fund Equity	21,018	0	21,018
Total Liabilities and Fund Equity	\$21,018	61,005	82,023

Lakeview Local School District
Statement of Changes in Assets and Liabilities
Student Activities Agency Fund
For the Fiscal Year Ended June 30, 2000

	Beginning Balance June 30, 1999	Additions	Deductions	Ending Balance June 30, 2000
<u>Student Activities</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$55,374	161,896	156,265	61,005
Total Assets	<u>\$55,374</u>	<u>161,896</u>	<u>156,265</u>	<u>61,005</u>
Liabilities:				
Due to Students	\$55,374	161,896	156,265	61,005
Total Liabilities	<u>\$55,374</u>	<u>161,896</u>	<u>156,265</u>	<u>61,005</u>

General Fixed Assets Account Group

The general fixed assets account group is used to account for all land and improvements, buildings, and furniture, equipment, and vehicles not used in the operations of the proprietary funds.

Lakeview Local School District
Schedule of Changes in General Fixed Assets
By Function
For the Fiscal Year Ended June 30, 2000

Function	General Fixed Assets June 30, 1999	Additions	Deletions	General Fixed Assets June 30, 2000
Instruction	\$16,018,626	78,928	0	16,097,554
Support Services:				
Administration	140,344	1,978	0	142,322
Operation and Maintenance of Plant	319,452	13,617	0	333,069
Pupil Transportation	937,975	4,000	0	941,975
Extracurricular Activities	162,084	0	0	162,084
Total General Fixed Assets	\$17,578,481	98,523	0	17,677,004

**Lakeview Local School District
Schedule of General Fixed Assets
By Function and Type
June 30, 2000**

	<u>Total</u>	<u>Land and Improvements</u>	<u>Buildings</u>	<u>Furniture Equipment and Vehicles</u>	<u>Construction in Progress</u>
Instruction	\$16,097,554	1,899,779	11,245,729	2,936,931	15,115
Support Services:					
Administration	142,322	0	0	142,322	0
Operation and Maintenance of Plant	333,069	0	0	333,069	0
Pupil Transportation	941,975	0	0	941,975	0
Extracurricular Activities	162,084	101,230	29,636	31,218	0
Total General Fixed Assets	<u>\$17,677,004</u>	<u>2,001,009</u>	<u>11,275,365</u>	<u>4,385,515</u>	<u>15,115</u>

Lakeview Local School District
Schedule of General Fixed Assets
By Source
June 30, 2000

General Fixed Assets:

Land and Improvements	\$2,001,009
Buildings	11,275,365
Furniture, Equipment and Vehicles	4,385,515
Construction in Progress	15,115
Total General Fixed Assets	<u>\$17,677,004</u> =====

Investments in General Fixed Assets From:

Acquisitions since July 1, 1997 General Fund and Capital Projects Funds	\$535,161
Acquisitions prior to June 30, 1997	17,141,843
Total Investment in General Fixed Assets	<u>\$17,677,004</u> =====

Statistical Section

Lakaview Local School District
General Fund
Expenditures by Function
and Other Financing Uses
Last Ten Fiscal Years

	2000 (1)	1999 (1)	1998 (1)	1997 (1)	1996 (1)	1995	1994	1993	1992	1991
Current:										
Instruction										
Regular	\$6,181,285	\$5,790,549	\$5,482,502	\$5,648,849	\$5,157,113	\$4,858,869	\$4,745,046	\$4,386,092	\$4,327,129	\$4,202,434
Special	1,039,874	1,052,431	1,093,581	1,023,182	948,178	844,149	808,331	736,388	732,432	566,591
Vocational	0	0	0	0	0	0	4,371	36,787	84,516	86,440
Other	0	0	0	0	0	137,715	138,979	136,319	139,462	135,201
Support Services										
Pupils	629,786	697,738	613,445	567,540	568,302	512,605	497,463	413,774	342,765	311,904
Instructional Staff	427,280	422,431	395,266	392,812	342,076	300,467	291,690	266,058	251,429	318,193
Board of Education	18,000	18,560	15,856	17,995	19,220	19,588	19,822	19,196	14,831	14,378
Administration	1,248,546	1,230,022	1,026,314	1,065,728	925,675	793,075	836,511	843,502	734,464	692,322
Fiscal	309,136	296,601	278,532	260,207	240,771	240,004	211,519	220,047	183,706	182,224
Operation and Maintenance of Plant	1,161,625	1,151,519	1,095,291	1,047,754	1,047,306	978,722	991,708	945,201	900,174	935,130
Pupil Transportation	504,936	510,263	542,217	455,882	678,303	510,226	537,042	467,010	365,763	435,292
Central	0	0	0	1,012	1,830	1,371	3,441	64	2,362	0
Extracurricular Activities	235,253	203,727	232,458	201,853	196,702	183,252	180,696	185,989	174,625	156,013
Capital Outlay	0	0	800	0	0	0	0	4,865	0	800
Interest and Fiscal Charges	10,841	13,927	687	0	0	0	0	0	0	0
Other Financing Uses	6,107	5,895	6,977	6,029	5,000	6,907	0	5,000	6,000	5,969
Total	\$11,772,449	\$11,393,863	\$10,783,935	\$10,678,623	\$10,132,478	\$9,386,952	\$9,267,619	\$8,666,070	\$8,259,658	\$8,042,691

Source: School District Financial Records

(1) 1996 through 2000 reported on a GAAP basis; All others on Cash Basis

Lakeview Local School District
 General Fund
 Revenues by Source
 and Other Financing Sources
 Last Ten Fiscal Years

	2000 (1)	1999 (1)	1998 (1)	1997 (1)	1996 (1)	1995	1994	1993	1992	1991
Taxes	\$5,811,287	\$5,579,998	\$5,321,817	\$5,202,329	\$4,896,013	\$4,775,473	\$4,771,046	\$4,665,075	\$4,598,881	\$4,073,487
Intergovernmental	5,688,418	5,148,577	4,803,010	4,518,102	4,220,678	4,099,048	3,913,347	3,881,468	3,889,212	3,594,585
Interest	65,276	49,391	56,722	73,021	78,473	89,878	84,378	76,725	90,328	95,187
Tuition and Fees	452,437	493,588	375,157	345,998	312,295	258,502	359,287	277,561	248,081	221,559
Contributions and Donations	90,988	2,787	150	1,600	14,971	0	0	0	0	0
Charges for Services	0	0	1,828	5,363	7,086	0	0	0	0	0
Rentals and Royalties	21,503	30,251	28,588	14,017	12,253	0	0	0	0	0
Miscellaneous	12,117	35	70,806	991	7,637	13,584	5,515	8,740	12,808	18,254
Other Financing Sources	10,000	0	40,000	0	0	3,408	49,513	8,550	17,862	31,324
Total	\$12,182,022	\$11,284,817	\$10,887,878	\$10,241,819	\$9,549,408	\$9,239,695	\$9,183,096	\$9,018,139	\$8,455,273	\$8,032,416

Source: School District Financial Records

(1) 1996 through 2000 reported on a GAAP Basis, All others on Cash Basis.

Lakeview Local School District
Property Tax Levies and Collections
Real and Tangible Personal Property (1)
Last Nine Years (2)

Year (3)	Current Levy	Delinquent Levy (4)	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection As A Percent of Current Levy
1999	\$6,657,431	\$158,061	\$6,815,492	\$6,548,295	96.1%	\$90,848	\$6,639,143	99.7%
1998	6,563,185	164,181	6,727,366	6,461,408	96.0	124,134	6,585,542	100.3
1997	6,483,503	206,679	6,690,182	6,401,645	95.7	113,092	6,514,737	100.5
1996	6,175,115	423,395	6,598,510	6,112,249	92.6	92,458	6,204,707	100.5
1995	5,891,483	517,137	6,408,620	5,825,459	90.9	72,176	5,897,635	100.1
1994	5,373,399	498,225	5,871,624	5,285,696	90.0	69,876	5,355,572	99.7
1993	5,300,657	713,833	6,014,490	5,232,848	87.0	277,828	5,510,676	104.0
1992	5,118,374	747,981	5,866,355	5,059,934	86.3	105,137	5,165,071	100.9
1991	4,959,188	1,078,379	6,037,567	4,634,296	76.8	114,133	4,748,429	95.8

Source: Trumbull County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.

(2) Information was not available prior to 1991.

(3) Represents collection year. 2000 information cannot be presented because all collections have not been made by June 30.

(4) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

Lakeview Local School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Year	Real Property		Public Utility Property		Tangible Personal Property		Total		
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	
2000	\$205,321,850	\$586,633,857	\$11,409,290	\$12,965,102	\$31,927,974	\$127,711,896	\$248,659,114	\$727,310,855	34%
1999	188,196,640	531,990,400	12,767,830	14,508,898	32,684,817	130,739,268	231,649,267	677,238,566	34
1998	182,010,600	520,030,286	13,065,000	14,846,591	33,638,049	134,552,196	228,713,649	669,429,073	34
1997	175,985,580	502,815,942	13,183,590	14,958,625	35,804,941	143,219,764	224,954,111	660,994,331	34
1996	155,390,210	443,972,026	13,921,950	15,820,397	33,144,828	132,579,312	202,456,988	592,371,737	34
1995	146,557,050	418,734,428	14,449,650	16,420,056	32,855,423	131,421,692	193,862,123	566,576,176	34
1994	141,795,000	405,128,571	14,440,450	16,409,602	36,877,082	147,508,328	193,112,532	568,046,501	34
1993	117,362,780	335,322,228	13,487,940	15,338,588	33,507,250	134,029,000	164,367,970	484,689,796	34
1992	115,823,690	330,924,826	13,875,060	15,767,113	33,335,441	133,341,764	163,034,191	480,033,705	34
1991	109,571,280	313,060,742	11,616,670	13,200,761	29,772,344	119,089,376	150,960,274	445,350,879	34

Source: Trumbull County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

(1) This amount is calculated based on the following percentages:
Real estate is assessed at 35 percent of actual value.
Public utility personal is assessed at 88 percent of actual value.
Tangible personal property is assessed at 25 percent of actual value.

**Lakeview Local School District
Property Tax Rates-Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years**

Year	School Levy	Township Levy	County Levy	City Levy	Debt Service Included in Total Levy			
					School	County	City	Total
2000	\$43.64	\$15.40	\$10.35	\$19.76	\$2.00	\$0.00	\$0.60	\$2.60
1999	40.66	15.40	10.35	20.26	2.38	0.00	0.60	2.98
1998	40.71	13.90	9.30	20.26	2.40	0.00	0.60	3.00
1997	40.85	13.90	9.30	20.36	2.47	0.00	0.70	3.17
1996	41.42	14.10	9.30	20.56	2.72	0.00	0.90	3.62
1995	41.52	13.10	9.30	21.26	2.72	0.00	1.00	3.72
1994	39.45	13.60	9.30	13.80	0.80	0.00	1.07	1.87
1993	40.32	13.60	9.30	14.00	1.00	0.00	1.13	2.13
1992	40.55	13.10	9.80	13.80	1.10	0.00	1.22	2.32
1991	41.20	13.10	9.80	12.00	1.10	0.10	1.31	2.51

Source: Trumbull County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor

**Lakeview Local School District
Ratio of Net General Obligation Bonded Debt to
Assessed Value and Net Bonded Debt Per Capita
Last Ten Years**

<u>Year</u>	<u>Net General Obligation Bonded Debt (1)</u>	<u>Assessed Value (2)</u>	<u>Population (3)</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
2000	\$4,595,542	\$248,659,114	11,562	1.85%	\$397.47
1999	4,822,342	231,649,267	11,562	2.09	417.08
1998	5,747,628	228,713,649	11,562	2.51	497.11
1997	6,050,368	224,954,111	11,562	2.69	523.30
1996	8,214,881	202,456,988	11,562	3.07	537.53
1995	6,346,205	193,862,123	11,562	3.27	548.88
1994	470,000	193,112,532	11,562	0.24	40.65
1993	600,000	164,387,970	11,562	0.37	51.89
1992	730,000	163,034,191	11,562	0.45	63.14
1991	860,000	150,960,274	11,562	0.57	77.62

Sources:

- (1) School District Financial Records
- (2) Trumbull County Auditor
- (3) U.S. Census of Population, 1990 Federal Census

**Lakeview Local School District
Computation of Legal Debt Margin
June 30, 2000**

Assessed Valuation (1998)	\$248,659,114
	<hr style="border-top: 3px double black;"/>
Overall Debt Limit - 9% of Assessed Value (1)	\$22,379,320
	<hr style="border-top: 3px double black;"/>
Outstanding Debt:	
General Obligation Bonds	4,757,040
Energy Conservation Notes	312,222
Less: Amount Available in Debt Service Fund	(161,498)
	<hr style="border-top: 3px double black;"/>
Total Outstanding Debt	4,907,764
Less Exemptions:	
Energy Conservation Notes	(312,222)
	<hr style="border-top: 3px double black;"/>
Amount of Debt Applicable to Debt Limit	4,595,542
	<hr style="border-top: 3px double black;"/>
Overall Debt Margin	\$17,783,778
	<hr style="border-top: 3px double black;"/>
Unvoted Debt Limit - .10% of Assessed Value (1)	\$248,659
Amount of Debt Applicable	0
	<hr style="border-top: 3px double black;"/>
Unvoted Debt Margin	\$248,659
	<hr style="border-top: 3px double black;"/>

Source: Trumbull County Auditor and School District Financial Records

- (1) Ohio Bond Law sets an overall limit of 9% for all debt and 1/10 of 1% for unvoted debt.

Lakeview Local School District
Computation of Direct and Overlapping General Obligation Bonded Debt
December 31, 1999

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (f)</u>	<u>Amount Applicable to School District</u>
Lakeview Local School District	\$4,757,040	100.00 %	\$4,757,040
Trumbull County	30,302,147	8.04	2,436,293
Cortland City	320,000	95.40	305,280
Bazetta Township	407,785	99.60	406,154
Warren City	17,882,995	.05	8,941
Total	<u><u>\$53,669,967</u></u>		<u><u>\$7,913,708</u></u>

Source: Trumbull County Auditor-Data is presented on a calendar year basis (including School District) because that is the manner in which information is maintained by the County Auditor.

- (1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2000 collection year.

Lakeview Local Schools
Ratio of Annual Debt Service Expenditures For
General Obligation Bonded Debt to General Fund Expenditures
Last Ten Fiscal Years

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures (1)	Ratio of Debt Service to General Fund Expenditures Percentages
2000	\$315,000	\$219,718	\$534,718	\$11,772,449	4.54%
1999	380,000	240,898	620,898	11,393,663	5.55
1998	155,000	241,457	396,457	10,783,935	3.67
1997	140,000	403,235	543,235	10,678,623	5.09
1996	85,000	408,580	493,580	10,132,478	4.87
1995	80,000	246,562	326,562	9,386,952	3.48
1994	130,000	31,075	161,075	9,267,619	1.74
1993	130,000	39,175	169,175	8,686,070	1.96
1992	130,000	47,275	177,275	8,259,658	2.15
1991	130,000	55,375	185,375	8,042,891	2.30

Source: School District Financial Records

(1) Includes Other Financing Uses. 1996 through 2000 on a modified accrual basis.
 All other years on a cash basis.

**Lakeview Local School District
Demographic Statistics
Last Ten Years**

<u>Year</u>	<u>Trumbull County Population (1)</u>	<u>Lakeview School District Population (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
2000	225,338	11,562	2,280	5.2%
1999	229,805	11,562	2,310	5.5
1998	229,805	11,562	2,408	5.9
1997	229,805	11,562	2,392	5.4
1996	229,805	11,562	2,360	6.1
1995	229,805	11,562	2,336	7.2
1994	229,805	11,562	2,295	8.2
1993	229,805	11,562	2,282	9.8
1992	229,805	11,562	2,236	7.7
1991	228,864	11,562	2,162	7.3

Sources:

- (1) Trumbull County Auditor
- (2) U.S. Census of Population, 2000 Federal Census
- (3) School District Records
- (4) Employment Services, Division of Labor Force Research and Statistics

**Lakeview Local School District
Property Value, Financial
Institution Deposits and Building Permits
Last Nine Years (1)**

Year	Property Value (2) (Real Estate Only)	Financial Institution Deposits Banks	Value of Building Permits Issued
1999	\$186,196,640	\$156,658,200	\$19,676,930
1998	182,010,600	157,324,600	14,994,274
1997	175,985,580	154,597,700	11,763,115
1996	155,390,210	111,942,800	14,589,428
1995	146,557,050	149,499,000	16,483,384
1994	141,795,000	125,417,000	16,891,905
1993	117,362,780	111,817,000	14,971,485
1992	115,823,690	99,003,000	9,327,069
1991	109,571,260	80,030,000	8,613,150

Source: Trumbull County Auditor, Federal Reserve Bank of Cleveland and City of Cortland and Township of Bazetta Building Department reports

(1) Information was not available prior to 1991.

(2) Represents assessed value.

**Lakeview Local School District
Principal Taxpayers
Real Estate Tax
December 31, 1999**

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total Assessed Value</u>
Lexington Warren LLC	\$7,299,820	3.92%
Delphi Automotive Corporation	4,245,890	2.28
Wal Mart Stores Incorporated	2,133,650	1.15
Trumbull Memorial Hospital	1,476,510	0.79
Trumbull Hospital	844,630	0.45
Service Guide Incorporated	779,420	0.42
Cortland Bank	768,010	0.41
Cortland Courts	735,510	0.40
Eat N Park Restaurant	523,290	0.28
Brunswick Apartments	474,600	0.26
Elmhurst Properties	431,350	0.23
Woodland Trails	397,170	0.21
Total	<u><u>\$20,109,850</u></u>	<u><u>10.80%</u></u>

Source: Trumbull County Auditor

(1) Assessed values are for the 1999 collection year.

**Lakeview Local School District
Principal Taxpayers
Tangible Personal Property Tax
December 31, 1999**

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total Assessed Value</u>
Delphi Automotive Corporation	\$9,260,000	28.33%
K Mart Corporation	9,120,290	27.90
Rite Aid of Ohio Incorporated	1,644,940	5.03
Cole Valley Motor Company	1,498,810	4.59
Wal Mart Stores Incorporated	1,407,020	4.30
Mark Thomas Ford	883,410	2.70
Wollam Chevrolet Incorporated	879,010	2.69
Service Guide Incorporated	567,760	1.74
Compact Cars Incorporated	505,420	1.55
Greenwood Auto Incorporated	486,360	1.49
Total	<u><u>\$26,253,020</u></u>	<u><u>80.32%</u></u>

Source: Trumbull County Auditor

(1) Assessed values are for the 1999 collection year.

Lakeview Local School District
Principal Taxpayers
Public Utilities Tax
December 31, 1999

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total Assessed Value</u>
Ohio Edison Company	\$8,007,380	62.72%
Sprint	3,497,140	27.39
East Ohio Gas Company	<u>835,520</u>	<u>6.54</u>
Total	<u><u>\$12,340,040</u></u>	<u><u>96.65%</u></u>

Source: Trumbull County Auditor

(1) Assessed values are for the 1999 collection year.

**Lakeview Local Schools
Per Pupil Cost
Last Ten Fiscal Years**

<u>Year</u>	<u>General Fund Expenditures (1)</u>	<u>Average Daily Student Enrollment</u>	<u>Per Cost Pupil</u>
2000 (2)	\$11,772,449	2,280	\$5,161
1999 (2)	11,393,663	2,310	4,932
1998 (2)	10,783,935	2,408	4,478
1997 (2)	10,678,623	2,392	4,464
1996 (2)	10,132,478	2,360	4,293
1995	9,386,952	2,336	4,018
1994	9,267,619	2,296	4,036
1993	8,666,070	2,262	3,831
1992	8,259,658	2,238	3,694
1991	8,042,891	2,162	3,720

Source: School District Financial Records

(1) Includes Other Financing Uses.

(2) 1996 through 2000 on Modified Accrual Basis. All other years on a cash basis.

**Lakeview Local Schools
Teacher Education and Experience
June 30, 2000**

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	18	13.14%
Bachelor + 15	10	7.30
Bachelor + 30	19	13.87
Master's Degree	41	29.93
Master + 15	<u>49</u>	<u>35.76</u>
Total:	<u><u>137</u></u>	<u><u>100.00%</u></u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0-5	18	13.14%
6 - 10	25	18.25
11 and over	<u>94</u>	<u>68.61</u>
Total	<u><u>137</u></u>	<u><u>100.00%</u></u>

Source: School District Personnel Records.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
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Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

LAKEVIEW LOCAL SCHOOL DISTRICT

TRUMBULL COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 20, 2001**