

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2000



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY**

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**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY**

**SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE [CASH BASIS]
FOR THE YEAR ENDED JUNE 30, 2000**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Pass Through Entity Number	Federal CFDA Number
UNITED STATES DEPARTMENT OF AGRICULTURE		
<i>Passed through the Ohio Department of Education</i>		
<u>Nutrition Cluster:</u>		
Food Distribution	n/a	10.550
National School Breakfast	05-PU 99 05-PU 00	10.553
Total - National School Breakfast		
Nation School Lunch	03-PU 99 03-PU 00 04-PU 99 04-PU 00	10.555
Total - National School Lunch		
Total Department of Agriculture- Nutrition Cluster		
UNITED STATES DEPARTMENT OF EDUCATION		
<i>Direct Program</i>		
Adult Education Pell Grant	n/a	84.063
<i>Passed through the Ohio Department of Education</i>		
<u>Special Education Cluster:</u>		
Special Education - Grants to States	6B-SF 1998 P 6B-SF 1999 P	84.027
Total - Special Education Grants to States		
Special Education - Preschool Grant	PG-S1 1998 P PG-S1 1999 P	84.173
Total - Preschool Grant		
Total - Special Education Cluster		
Adult Basic Education	AB-S1 1999 AB-S1 2000	84.002
Total - Adult Basic Education		
Title I Grants to Local Educational Agencies	C1-S1 1999 C1-S1 1999 C C1-S1 2000 C1-SD 1999 C1-SD 2000	84.010
Total - Title I Grants to Local Educational Agencies		
Vocational Education - Basic Grants to States	20-A4 1999 20-C1 1999 20-C1 2000 20-C2 1999 20-C2 2000	84.048
Total - Vocational Education Basic Grants to States		

<u>Receipts</u>	<u>Non-Cash Receipts</u>	<u>Disbursements</u>	<u>Non-Cash Disbursements</u>
	\$112,350		\$116,963
\$21,002		\$21,002	
115,157		115,157	
<u>136,159</u>		<u>136,159</u>	
13,134		13,134	
80,794		80,794	
80,518		80,518	
446,668		446,668	
<u>621,114</u>		<u>621,114</u>	
<u>757,273</u>	<u>112,350</u>	<u>757,273</u>	<u>116,963</u>
27,452		27,452	
33,220		68,980	
313,822		271,293	
<u>347,042</u>		<u>340,273</u>	
2,436		7,149	
36,286		34,916	
<u>38,722</u>		<u>42,065</u>	
<u>385,764</u>		<u>382,338</u>	
		31,059	
74,909		91,548	
<u>74,909</u>		<u>122,607</u>	
200,682		340,825	
122,677		125,157	
874,387		700,163	
		892	
10,769		10,734	
<u>1,208,515</u>		<u>1,177,771</u>	
13,589		10,532	
11,514		37,724	
90,881		71,784	
2,753		8,576	
37,411		37,746	
<u>156,148</u>		<u>166,362</u>	

(Continued)

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY**

**SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE [CASH BASIS]
FOR THE YEAR ENDED JUNE 30, 2000
(Continued)**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Pass Through Entity Number	Federal CFDA Number
Safe and Drug Free Schools and Communities - State Grants	DR-S1 2000 DR-S1-99 DR-S1 98 C DR-S1-99 C	84.186
Total - Safe and Drug Free Schools and Communities - State Grants		
Goals 2000 - State and Local Education Systemic Improvement	G2-S1 1999 G2-S1 98 P	84.276
Total - Goals 2000 - State and Local Education Systemic Improvement		
Eisenhower Professional Development State Grant	MS-S1- 98 C MS-S1 99 MS-S1 2000	84.281
Total - Eisenhower Professional Development State Grant		
Innovative Education Program Strategies	C2-S1 1999 C2-S1 1999 C C2-S1 2000	84.298
Total - Innovative Education Program Strategies		
Technical Literacy Challenge	TF-14 1999 P TF-S1 98 P TF-VM 1999 P	84.318
Total - Technical Literacy Challenge		
Class Size Reduction	CR-S1 2000	84.340
Total Department of Education		
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE: <i>Passed through the Ohio Department of Education:</i>		
Learn and Serve America	SV-S1 2000 SV-S2 99	94.004
Total - Learn and Serve America		
LIBRARY SERVICES AND TECHNOLOGY ACT: <i>Passed through the State Library of Ohio:</i>		
Automation Project LSTA	I-U-9897	45.310
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES <i>Passed through the Ohio Mental Retardation and Developmental Disabilities</i>		
Title XIX (Medicaid)		93.778

TOTALS

The accompanying notes are an integral part of this schedule.

<u>Receipts</u>	<u>Non-Cash Receipts</u>	<u>Disbursements</u>	<u>Non-Cash Disbursements</u>
43,509		19,046	
		2,768	
		43	
		1,427	
<u>43,509</u>		<u>23,284</u>	
51,975		15,452	
		66,605	
<u>51,975</u>		<u>82,057</u>	
		19,531	
		16,440	
23,455		12,281	
<u>23,455</u>		<u>48,252</u>	
		1,762	
4,904		1,772	
33,640		32,390	
<u>38,544</u>		<u>35,924</u>	
37,500		37,500	
		62,500	
27,000		26,654	
<u>64,500</u>		<u>126,654</u>	
112,956		117,642	
<u>2,187,727</u>		<u>2,310,343</u>	
5,000		4,995	
		433	
<u>5,000</u>		<u>5,428</u>	
15,000		3,512	
10,862			
<u>\$2,975,862</u>	<u>\$112,350</u>	<u>\$3,076,556</u>	<u>\$116,963</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2000**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Federal Awards 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.

NOTE C – MATCHING REQUIREMENTS

Certain Federal programs require that the District contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.

NOTE D – ENVIRONMENTAL PROTECTION AGENCY GRANT

The District received a no interest loan in 1988 from the U.S. Environmental Protection Agency under the Asbestos Removal Grant Program (CFDA 66.702). As of June 30, 1999, the District owed \$522,477 on this loan. Other than repayment of the debt, there are no continuing compliance requirements. This obligation is not on the Schedule of Federal Awards Expenditures.

NOTE E – COMMUNITY ALTERNATIVE FUNDING SYSTEM

During the fiscal year ending June 30, 2000, the District received \$10,862 as reimbursements for expenditures occurring in fiscal year 1999. The federal schedule does not include federal expenditures for fiscal year 2000 as the amount of federal expenditures cannot be determined until reimbursement is received by the District. The District's reimbursements are not being processed by ODMRDD due to the District's failure to submit required reports for previous fiscal years. Upon filing of the required reports, the District will receive reimbursement on successfully adjudicated claims.



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

Sandusky City School District
Erie County
407 Decatur Street
Sandusky, Ohio 44870-2483

To the Board of Education:

We have audited the financial statements of Sandusky City School District, Erie County, Ohio, (the District) as of and for the year ended June 30, 2000, and have issued our report thereon dated December 22, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of District in a separate letter dated December 22, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. 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 a matter involving the internal control over financial reporting that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 22, 2000.

Sandusky City School District
Erie County
Report of Independent Accountants on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

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

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is fluid and cursive, with a large loop at the end of the last name.

Jim Petro
Auditor of State

December 22, 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**

Sandusky City School District
Erie County
407 Decatur Street
Sandusky, Ohio 44870-2483

To the Board of Education:

Compliance

We have audited the compliance of Sandusky City School District, Erie County, Ohio, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2000. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2000.

Internal Control Over Compliance

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

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

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of the District as of and for the year ended June 30, 2000, and have issued our report thereon dated December 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 and use of management, the Board of Education, federal awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



Jim Petro
Auditor of State

December 22, 2000

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY**

**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 material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Title I, Part A, ESEA CFDA #84.010 Special Education Cluster - Special Education Grants to States CFDA #84.027 Special Education Preschool Grants CFDA #84.173)
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
JUNE 30, 2000**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain:
1999-10522-001	Payments to certificated employee that did not hold a valid teachers certificate.	Yes	

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

OF THE

SANDUSKY

CITY SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2000

PREPARED BY
TREASURER'S DEPARTMENT
TROY BOUTS, TREASURER

407 DECATUR STREET

SANDUSKY, OHIO 44870



**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
AS OF JUNE 30, 2000**

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General Fixed Assets Account Group

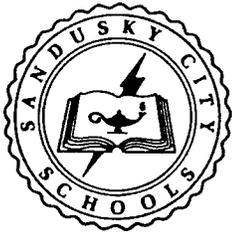
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SANDUSKY CITY SCHOOLS

407 DECATUR STREET
SANDUSKY, OHIO 44870
(419) 626-6940

December 22, 2000

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

The Comprehensive Annual Financial Report (CAFR) of the Sandusky City School District (the "District") for the fiscal Year ended June 30, 2000 is hereby submitted. This CAFR includes financial statements and other financial and statistical data and conforms to generally accepted accounting principles (GAAP) as they apply to governmental entities. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the 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 District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the school district's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the auditor's report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

General Introduction to the District

The District is located in Erie County, in Northwest Ohio, approximately sixty miles west of Cleveland and sixty miles east of Toledo. All of the District is located within Erie County and falls entirely within the corporate boundaries of the City of Sandusky, which lies on the shores of Sandusky Bay and Lake Erie.

The District is served by diversified transportation facilities including immediate access to four State highways and Interstate 80 (Ohio Turnpike). The District is served by Conrail, Norfolk and Southern, and Amtrak Rail Services. Griffing Airport (Commuter Services) is located within the district.

Major commercial banks with offices within the District include National City Bank, Firststar Bank, Key Bank, and The Citizens Banking Company.

Two daily newspapers serve the District. The District falls within the broadcast area of seven television stations and numerous AM/FM radio stations. One television station is located within the city limits as are two AM/FM radio stations. The District has a cable television license and broadcasts school information on cable Channel 27.

Within commuting distance of the District are numerous public and private two and four-year colleges and universities including Firelands College, Ashland University, Cleveland State University, Toledo University, Bowling Green State University, and Lorain Community College. Ashland University and Bowling Green State University utilize District facilities and staff for course offerings to District staff members and other interested residents and students.

The District is served with a wide range of recreational offerings through school and City recreation and park programs. One of the things that makes the District an attractive place to live is its unique location. It is located on both Sandusky Bay and Lake Erie with over twenty-two (22) miles of shoreline within the city limits. The close association with the water and the inherent access to boating, sailing, fishing, and swimming, etc. give this District an atmosphere of a coastal city. Lake freighters, ferry boats, commercial fishing boats and pleasure boats are commonplace. The lake and bay along with Cedar Point Amusement Park, many fine golf courses, restaurants, motels, shops, and business enterprises have resulted in a booming tourist trade and have given the District's area the reputation of being one of the premier places in the country to live. The District offers the advantages of a small town, a reasonable cost of living, and excellent medical facilities (including Providence Hospital and Firelands Hospital in Sandusky).

Reporting Entity

The District has reviewed its reporting entity definition to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the District (the primary government) and its potential component units. A complete discussion of the District's reporting entity is provided in Note 2 to the general purpose financial statement.

Overlapping Governmental Entities

The major political subdivisions or other governmental entities that overlap the territory of the District are listed below. The stated percentage is that percentage of the tax valuation of the overlapping entity that is located within the District.

1. A portion (27.48%) of Erie County (functions allocated to counties by Ohio law, such as elections, health and human services, and judicial).
2. The City of Sandusky (100%) (municipal corporation responsibilities).

Each of these entities operates independently, with its own separate budget, taxing power, and sources of revenue. Both Erie County and the City of Sandusky levy ad valorem property taxes within the ten-mill limitation (subject to available statutory allocation of the 10 mills). The District also acts as fiscal agent for local tax revenues distributed to the Sandusky Library, located within the District's boundaries, with this revenue reported in the agency funds.

The District is an active member of the Enterprise Zone Negotiating Committee, along with the City of Sandusky and Erie County. The Enterprise Zone offers tax abatements for real and personal property improvements and additions to businesses located within the city. A number of local companies have been granted partial tax abatements on additions made during the last several years. The City of Sandusky and the District have also benefited from these expansions through additional tax revenues from the unabated portion of valuation increases on the property and from improved economic conditions resulting from growth in employment of city residents.

General Information

The District ranks as 82nd largest by total enrollment among the 660 public and community school districts in the State and is the largest in Erie County. As of the current school year (1999-00), the average daily membership (ADM) was 4,555 students. Most of these students attend one of the District's thirteen schools, while a number of handicapped students are served by Erie County special education units outside the District. District enrollment is expected to remain at the current level over the next several years.

The District has 602 full and part time employees. The District employs 364 certified staff members and 26 administrators. Additionally, the District employs 204 full-time and part-time non-teaching staff members and 8 non-certificated administrators.

The District offers a wide variety of educational programs for all segments of the community. Sandusky High School is one of the few comprehensive high schools in Ohio, containing eighteen (18) vocational programs as well as a wide range of college preparatory offerings. Additionally, the adult continuing education program serves more than 5,000 adults each year. The District provides extensive special education services, which exceeds 47 units of special education, and offers a kindergarten through twelfth grade accelerated and gifted program. All District kindergarten students attend all-day, everyday kindergarten classes, and benefit from a full day of instruction.

A full range of extracurricular programs and activities is available to students beginning with the elementary grades. All District schools have libraries, special purpose rooms, including computer labs and unique curricular offerings designed by the individual building staff and administration.

An active Council of local neighborhood Parent Councils provides for articulation, cooperation, and communication and partnership between parents, community members, and school officials.

The District cooperates with the City of Sandusky Recreation and Parks Department, churches and a number of community and civic organizations in making school facilities available for athletic, recreational and enrichment activities.

Classroom teachers at all levels are supported by specialists in media, guidance, art, instrumental and vocal music, physical education and curriculum development. A comprehensive interscholastic and intramural sports program is offered to students at select grade levels of the District. All elementary schools have full-time media aides and secondary schools are staffed by certified media specialists. Three school nurses, two psychologists, one media coordinator, nine counselors, specific coordinators for Title 1 (a federally funded reading and mathematics program), and gifted programs offer direction, support and coordination of services for all students.

Employees

A statewide public employee bargaining law applies generally to public employee relations and collective bargaining. The starting salary (1999-00 school year) for a teacher with a bachelor's degree is \$25,392, and the maximum salary for a teacher with a master's degree plus 24 graduate hours and 23 years of experience is \$53,323.

The District's certificated staff, excluding administration, are members of the Sandusky Education Association (S.E.A.), a labor organization affiliated with the Ohio Education Association. The present contract between the Board of Education and the S.E.A. expires August 31, 2002.

All of the District's support staff employees, including secretarial, custodial, maintenance, transportation, and aides, are represented for bargaining purposes by the Sandusky Non-Teaching Employees Association (S.N.T.E.A.), a labor organization affiliated with the Ohio Education Association. The current S.N.T.E.A. contract expires June 30, 2002.

The District has never experienced any work stoppage or job actions. In the judgment of the Board and administration, labor relations with all of its employees are excellent.

Facilities

The District's classroom and other facilities are as follows:

<u>Facility</u>	<u>Dates of Construction and Addition and/or Major Improvement</u>	<u>Number of Classrooms</u>	<u>Capacity (a)</u>	<u>ADM as of June 2000 (b)</u>	<u>Estimated Value (c)</u>
<i>Elementary Schools</i>					
Campbell	1884/1991	10	250	233	\$ 3,227,000
Hancock	1923/'28/'31/'49/'66	21	525	344	3,360,000
Madison	1939/1991	10	250	278	2,626,000
Mills	1954/1991	19	475	322	3,556,000
Monroe	1894/1903/1991	13	325	197	4,041,000
Ontario	1952/1968	20	500	337	4,016,000
Osborne	1890/1991	15	375	316	4,369,000
Venice Hts.	1970	22	550	357	3,951,000
<i>Junior High Schools</i>					
Adams	1867/1914/1977	20	500	376	9,742,000
Jackson	1898/1927/1937	20	500	335	7,637,000
<i>High Schools</i>					
Sandusky High	1957/'67/'70/'73	90	2,250	1,370	28,501,000
<i>Alternative Schools</i>					
Barker	1874	7	175	90	1,617,000
Barker Annex	1924	4	100	N/A	717,000
<i>Non-Classroom Facilities</i>					
Administration	1926	N/A	N/A	N/A	2,989,000
Bus Garage	Unknown	N/A	N/A	N/A	405,000
Stadium	1935	N/A	N/A	N/A	2,291,000
Bonn Bldg.	Unknown	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>159,000</u>
Total		<u>271</u>	<u>6,775</u>	<u>4,555</u>	<u>\$83,204,000</u>

N/A - "Not applicable"

- (a) Capacity of these buildings is based on an average pupil/teacher ratio of 25 to 1.
- (b) Figures shown do not include students with special needs placed outside the District.
- (c) District property is exempt from ad valorem taxation. Source of the estimated value is the "sound insurable value" of each building or structure and the contents.

Parochial Schools

The District acts as fiscal agent for state funds distributed to parochial schools, with revenue reported in special revenue funds. The following four (4) parochial schools, located within the District, serve students who reside both inside and outside the District. As of June, 2000, approximately 65% of the students reside within the District.

<u>Parochial School</u>	1999-00 Enrollment		
	<u>District</u>	<u>Outside</u>	<u>Total</u>
St. Mary's Elementary	235	128	363
Sts. Peter & Paul Elementary	176	114	290
Holy Angels Elementary	114	13	127
St. Mary's Central Catholic High School	<u>127</u>	<u>121</u>	<u>248</u>
	<u>652</u>	<u>376</u>	<u>1,028</u>

Economic Conditions and Outlook

Based on current projections from the reappraisal of real estate property throughout the County in 2000, the district's tax valuation is expected to increase by approximately 10% this year. Although recent growth has had a positive effect on the District's tax base, the full tax revenue impact has not been realized due to H.B. 920. This state law, enacted in 1976, does not allow for revenue increases caused by inflationary growth of real property values. Increases in valuation prompt corresponding annual reductions in the "effective millage", the tax rates applied to real property. Thus, although District tax valuation continues to grow, this built-in revenue limitation requires the District to request additional school operating revenue by placing a levy on the ballot periodically (every three to five years, on average).

Voters approved the last additional 4.9 mill school operating levy in March, 1996. This levy, which generates approximately \$1.8 million per year for a continuing period of time, is expected to provide adequate revenue for general fund operating expenses through the year 2001, with no other local tax revenue increases being necessary.

The District's financial condition has improved significantly in recent years, primarily due to increased financial support from the State. State support has increased annually by 10% over the last three years, and is expected to grow by more than 10% in the 2000-2001 fiscal year. The District is projecting annual growth in State support of 5% for 2002 and beyond.

In a decision rendered on March 24, 1997, the Ohio Supreme Court found certain elements of the Ohio school funding system to be unconstitutional. Although the Ohio Legislature was given one year to remedy the funding system, the issue has not yet been resolved. See Note 16.C. to the general purpose financial statements for further detail on the state school funding decision.

Major Initiatives for the Year

The District implemented several significant programs during the past year to meet student and community needs.

Additional Instructional Aides and lower class sizes in Grades K-3 and in Jr. High are among changes implemented in the 1999-00 school year. Lowering the class size involved hiring additional teachers in grades K-3 and changing schedules at the eighth grade to lower class sizes. The instructional aides have been employed to serve grades Kindergarten through third grade this year to lower the student/staff ratio toward 15 to 1.

FM Sound Field Amplification Units have been installed in grade 4, 5, and 6 classrooms before the 1999-00 school year (as they were in K-3 classrooms previously) to help children hear their teacher and improve language development. Research indicates that the amplified voice of a teacher will produce improved student achievement results.

A Continuous Improvement Plan (CIP) has been developed to serve as a guide for the District over the next three years with the main purpose being to improve student achievement and ultimately improve the District's rating on the District report card. The CIP includes a School Improvement Plan for each building in the District.

Curriculum and Instruction improvements have continued with the development of nine (9) additional courses of study in the 1999-00 school year.

Baldrige in Education Initiative is a partnership of 24 national education and business organizations working to help states, districts and communities accelerate and sustain continuous improvement in student achievement and system performance. The District is one of four pilot districts in Ohio that have been chosen to participate in this program. The Baldrige in Education Initiative (BiE IN) leadership team includes teachers, administrators and school board members.

Sandusky High School ACT Test Scores Higher than State Average. In a recent letter from State Superintendent of Public Instruction, Susan Tave Zelman, Sandusky High was noted as having an average composite ACT test score higher than the state average.

<u>Group</u>	<u>N(%)</u>	<u>English</u>	<u>Math</u>	<u>Reading</u>	<u>Science</u>	<u>Composite</u>
Total	98	20.8	22.4	22.6	21.7	22 -Sandusky
CORE	71(72.4)	21.8	23.5	23.2	22.5	22.9
Non-Core	27(27.6)	18.4	19.4	20.9	19.4	19.6
State Averages		20.8	21.1	21.9	21.4	21.4 -State

The CORE students have completed a curriculum of at least three years of math, science, and social studies and four years of English.

District Student Performance Goals for Continuous Improvement

Summary Action Plan Progress August 1, 1997 through June 30, 2000

Goal #1 -- To Improve the District's Student Performance on Achievement and Proficiency

- Data analysis of student performance indicators.
- Student performance improvement plans developed monthly for each building.
- Reading, Math, Social Studies, and Science staff development programs.
- Staff development programs for teachers and administrators to help students learn.
- Grades 1-12 Achievement Testing program to provide data on each student.
- Employment of Director of Curriculum and Instruction to help improve results.
- Expanded Sandusky High School's Summer School program.
- Expanded course offerings in Sandusky High School's Summer School Program .
- Installed FM Amplification Units in grades K-3 classrooms (grades 4-6 in fiscal year 2001).
- Reduced class size in all kindergarten through third grade classrooms .
- Implemented all day, every day kindergarten for all kindergartners.
- Employed instructional aides for all grade K-1 classrooms, to add grades 2/3 in fall.
- Conducted inservice training for instructional aides to assist student learning.
- Revised and expanded Gifted Education programs to improve achievement, and better serve identified gifted students and provide enrichment activities for all students.
- Implemented Four Block literacy program in three pilot schools, K-3, with full implementation for all elementary grades.
- Staff training with Mr. Ako Kambon, identifying strategies to more effectively teach all students and to become more successful and involve more parents in the process.
- Awarded a school improvement program grants totaling \$139,000 to assist with school improvement and staff development.
- Implemented Distance Learning and a Technology Lab at Sandusky High School with a grant from Parker-Frost Foundation.
- Expanded Tech-Prep program at Sandusky High School.
- Completed SchoolNet and SchoolNet Plus projects in all K-4 classrooms, wired buildings for internet connection and added computers in all schools.
- Increased special education services to meet additional needs of students.
- Early Release Days held each year to improve teacher and administrator skills to help improve student achievement results.
- Implemented Title 1 schoolwide program improvements including emphasis on reading and development of an after school tutor program.
- Development of a three week summer school that will be geared for students who are reading below their grade level in grades 3,4 and 6.
- New courses of study for Language Arts, Science, Social Studies and Math .
- Development of a Continuous Improvement Plan (CIP) to guide systemic change and improve student performance, the District's accountability for results and the District's performance rating from the Ohio Department of Education.

Goal #2 -- To Improve the District's Student Attendance Rate, Program Completion Rate, and Dropout Rate

- Administrative review of the District's policies and procedures to improve student attendance, reduce the dropout rate and improve the graduation and program completion rate.
- Develop a plan for a comprehensive program designed to improve student attendance and reduce the dropout rate, which will ultimately improve student performance.
- Policies and procedures developed to revoke/deny driver's licenses and work permits for excessive unexcused absences with the intention of improving student attendance rates, decrease drop-out rate, and improve contact time with instruction.
- A school/court initiative implemented to expedite informal hearings/court referral addresses student attendance/behavior issues.
- Saturday school for students grades 6-12 to provide alternative to suspension for non-violent infractions and improve student performance.
- In-school suspension room program implemented in 7th and 8th grades.
- Reduced the number of expulsions for non-violent infractions in grades 6-12.
- Categorized students as "credit deficient" so they are able to remain with their proper age ranges class at Sandusky High School.
- Amended district-wide attendance policy to reflect increased parental notice of students absences after 5, 7 and 12 days with medical documentation required for all absences after a total of 7 school days in a year and court referral after 12 days.
- Computerized transportation routing system implemented for greater efficiency.
- Purchased additional school buses to expand fleet total to 36.
- Implemented alternative evening school for high school students under Juvenile Court system and at risk of expulsion for non-violent infractions who are under house arrest during the day and may earn their way back to the day school program upon success.
- Alternative Education Program for Students with Discipline Challenges developed for Sandusky High School in 1999-2000 school year.

Goal #3 -- To Promote the District's Parental and Community Support to Achieve Higher Levels of Academic Performance

- Parents and community informed of District Student Performance Goals for Continuous Improvement (on-going process).
- Parent/Teacher Conferences initiated for grades 7-12 for fall and spring.
- District newsletter, The Compass, published periodically since December, 1997 to assist with community understanding and communication to promote increased academic performance expectations at school and at home.
- Students receive proficiency folders with test expectations, learner outcomes to be covered on the test, and test taking tips for greater success on the tests.
- Collaboration with the Sandusky Register to provide articles for publication for weekly called MAKING THE GRADE. The column contains area school district contributions designed to assist parents and the community with suggestions in the areas of academics, activities, and attitudes that impact education and student success.
- Distribution of test results to parents.

Goal #4 -- To Promote the District's Parental and Community Support to Develop Students into Responsible Citizens

- Research conducted to review potential programs that may be developed and or redesigned to benefit District students and involve the entire school and community in activity to promote the development of students into responsible citizens who can demonstrate the character traits and career skills that promote success at school, in the community, and in the workplace.
- Awarded a School-To-Work Grant of \$120,000 from Ohio Department of Education for the implementation of CHARACTER, CAREER COUNTS! program in grades K-12.
- Increased recognition of student achievements .
- A School-To-Work character development and career building skills program involving Cedar Point as the sponsoring business partner identified and trained community members in the CHARACTER/CAREER COUNTS! program to enable them to present information to involve community businesses, social and governmental agencies, faith community, and parents.
- Instituted a summer "Job Fair" with local businesses for our grades 8-12 students.
- Implemented an Externship Program for teachers/administrators to work for local businesses and learn what students need for the work place.
- Established higher district-wide G.P.A. standards for all athletes.

Major Initiative for the Future

Advanced Placement Course Offerings To Be Expanded. Six new Advanced Placement (AP) courses will be added to the curriculum offering at Sandusky High School bringing the total to 13 AP courses offered. The seven AP courses presently in place include English AP, American History AP, Calculus AP, Computer Programming AP, Biology AP, Chemistry AP, and Physics AP. In the fall of 2000, the curriculum will expand to phase-in French AP, German AP, Latin AP, and Spanish AP to offer level five in the foreign language course of study. Beginning with the 2001 school year, Government AP will be offered followed by World History AP in 2002 as part of the implementation plan of the new social studies course of study.

Student Transportation Department. Thanks to the implementation of a new computer routing system and several policy changes, junior high walking distances will be reduced from 2 miles to 1 mile beginning in the 2000-2001 school year. (Elementary students have enjoyed the 1 mile walking distance limit for many years, and now all students in grades K-8 receive the same level of bus service.) As a result of the changes that include reassigning some elementary students to the school building closest to their homes, with available space, an additional 275 Adams and Jackson Junior High School students and some parochial school students, will now have bus service.

Student Performance. The District vaulted from “Academic Emergency” to “Academic Watch” as determined by preliminary data from the Ohio Department of Education. The district was informed that it met 11 of 27 state performance standards during the 1999-2000 school year, an increase of 4 performance standards over the 1998-99 school year. A district must exceed 8 performance standards to receive an “Academic Watch” rating. The new performance rating will be officially designated in the Ohio Department of Education 2001 District Report due out in February 2001. The students and staff of the District are now setting their sights on the three additional standards to achieve the 14 standards needed to earn a “Continuous Improvement” rating. The District has responded to state mandated accountability measures that were legislated in 1997. While continuous improvement strategies take time to pay off in results, the early results in the District are encouraging.

Baldrige in Education Initiative. All twelve of the schools within the District have teachers who have voluntarily implemented Baldrige quality improvement tools to continuously improve student performance. District wide, all schools have mission statements aligned to the district mission and goals. Baldrige classrooms have a classroom mission statement and goals aligned with the building and district goals. Students in Baldrige classrooms have developed personal goals and use personal data folders to improve their performance. The District teachers continue to receive Baldrige training from teacher practitioners who are brought into the District from the states of Florida, North Carolina, Indiana and Illinois.

Financial Information

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

Legal Compliance/Independent Audit

State statute requires an annual audit by independent accountants. The Ohio Auditor of State’s office conducted the audit. The audit has been conducted in accordance with generally accepted auditing standards including a review of internal controls and tests of compliance with Federal and State laws and regulations. The Report of Independent Accountants is included in this CAFR.

As a part of the District’s independent audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the school district has complied with applicable laws and regulations. The results of the District’s independent audit for the fiscal year ended June 30, 2000 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls

In addition to the internal control structure mentioned above, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of all funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function and object of expenditure within an individual fund. The district also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered amounts lapse at year-end.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The general fund balance was \$2,315,270 on June 30, 2000.

As with the financial section, all amounts presented in the remainder of this letter are expressed in round dollars.

Financial Highlights

General Government Functions. The following schedule presents a summary of the general fund revenues and other financing sources for the fiscal year ended June 30, 2000.

<u>Revenues/Other Fin. Sources</u>	<u>1998-99</u> <u>Amount</u>	<u>Percent</u> <u>of Total</u>	<u>1999-00</u> <u>Amount</u>	<u>Percent</u> <u>of Total</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percent</u> <u>Increase/</u> <u>(Decrease)</u>
Taxes	\$ 14,709,239	51.9	\$ 14,137,384	48.5	\$ (571,855)	(3.9)
Tuition	33,921	0.1	49,891	0.2	15,970	47.1
Earning on investments	435,601	1.5	507,028	1.7	71,427	16.4
Other local revenues	276,142	1.0	316,356	1.1	40,214	14.6
Intergovernmental-State	12,793,788	45.1	14,120,083	48.5	1,326,295	10.4
Intergovernmental-Federal	104,243	0.4	10,862	0.0	(93,381)	(89.6)
Other financing sources	1,355	0.0	2,948	0.0	1,593	117.6
Total	<u>\$ 28,354,289</u>	<u>100.0</u>	<u>\$ 29,144,552</u>	<u>100.0</u>	<u>\$ 790,263</u>	<u>2.8</u>

Tax revenues currently account for approximately 51.9% of total general fund revenues. The variance in fiscal 2000 tax revenues compared with fiscal 1999 is due to a decrease in the amount of real estate taxes available for advance at June 30, 1999 to June 30, 2000. Taxes available for advance are reported as revenue for GAAP purposes although the amounts are not available for appropriation at June 30. The amount of taxes available for advance can vary dramatically between years since it is dependent upon when the County Auditor sends tax bills to the taxpayers. For fiscal year 2000, the tax bills were mailed later than in previous years, resulting in less taxes collected by June 30, thus reducing the amount available to be advanced to the District. State statute requires advances available to be recognized as revenue, whether or not the advance is actually taken. Actual cash receipts for taxes decreased slightly from \$14,911,770 in 1999 to \$14,880,194 in 2000.

The largest component of state revenues is the Foundation Program. This program allocates state dollars to the 611 Ohio school districts based upon a basic aid formula calculation which takes into account factors such as: 1) local ability to pay for education (tax base); 2) enrollment; 3) a per pupil allocation (\$4,052 for fiscal 2000). During the past three years, increases in state funding have averaged more than 10%, with significant amounts being designated for specific purposes, including all-day, everyday kindergarten and reduction of class size.

General fund investment earnings totaled \$507,028 during fiscal 2000 (additional investment earnings of \$ 212,667 were credited to other funds; \$6,738 in special revenue funds, \$44,062 in expendable trust fund, \$21,325 in internal service funds, and \$140,542 in the nonexpendable trust fund). Management makes an effort to maximize earnings while maintaining safety in all investments.

The following schedule presents a summary of general fund expenditures and other financing uses for the fiscal year ended June 30, 2000.

<u>Expenditures/Other Fin. Uses</u>	1998-99		1999-00		<u>Increase/ (Decrease)</u>	<u>Percent Increase/ (Decrease)</u>
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>		
Instruction	\$ 17,142,857	60.9	\$ 18,124,349	59.9	\$ 981,492	5.7
Pupil support	1,233,182	4.4	1,220,212	4.0	(12,970)	(1.1)
Instructional support	1,272,743	4.5	1,315,569	4.3	42,826	3.4
Administration	2,350,764	8.3	2,574,798	8.6	224,034	9.5
Fiscal	542,875	1.9	566,370	1.8	23,495	4.3
Business	234,341	0.8	209,849	0.7	(24,492)	(10.5)
Plant operation & maint.	3,416,041	12.2	3,781,643	12.6	365,602	10.7
Pupil transportation	1,106,213	4.0	1,211,973	4.0	105,760	9.6
Central/community svcs.	59,516	0.2	63,759	0.2	4,243	7.1
Extracurricular activities	520,326	1.8	552,991	1.8	32,665	6.3
Other financing uses	284,272	1.0	632,166	2.1	347,894	122.4
Total	<u>\$ 28,163,130</u>	<u>100.0</u>	<u>\$ 30,253,679</u>	<u>100.0</u>	<u>\$ 2,090,549</u>	<u>7.4</u>

The largest expenditure component in the general fund budget is the instructional/pupil support area. Sixty nine cents (69¢) of every dollar is spent on activities dealing directly with teaching pupils and support services to supplement the teaching process. Salaries of teachers, counselors, classroom aides, and textbooks and instructional materials are examples of expenditures in this functional area. The increase in instruction expenditures is primarily due to negotiated salary increases.

The administrative function includes activities concerned with establishing and administering policy in connection with the school district. Expenditures of the board of education, central office and school building administrators accounted for nine cents (9¢) of every dollar. The increase in administration expenditures is primarily due to annual salary increases and one additional administrative position.

Fiscal and business services, which accounted for three cents (3¢) of every tax dollar, includes the functions of purchasing, accounts payable, payroll, budgeting and other activities normally associated with this area.

Plant operations and maintenance accounted for thirteen cents (13¢) of every general fund dollar spent. In addition to the salary and benefit costs of the maintenance and custodial staff, large expenditures for utilities and repair/maintenance projects are incurred annually. As most major building repairs and maintenance projects are funded by a separate permanent improvement levy, which generates \$570,000 annually for this purpose, general fund expenditures for capital improvements are relatively low. The increase in plant operation and maintenance expenditures is primarily due to land purchases a window replacement project.

Pupil transportation is responsible for the daily transportation of 2,800 students and accounts for four cents (4¢) of every dollar.

Other costs include (a) central office and community services, (b) extracurricular activities (athletics, music and other student activities), and (c) other financing uses, each area accounting for two cents (2¢) of every dollar expended.

Special Revenue Funds. The special revenue funds consist primarily of state and federal grant programs to the District. These include Title I, Title VI-B, Disadvantaged Pupil Impact Aid, and other state, federal, and private grants. In addition, "local" funds for athletics/music and fund raising student activities are included in this category. During fiscal 2000, all special revenue funds generated \$4,942,751 in revenue, while expenditures totaled \$5,219,241. The ending special revenue fund balance was \$272,994.

Debt Service Fund. The debt service fund accounts for the accumulation of resources for, and payment of, interest and principal on long-term debt reported in the District's general long-term obligations account group. During fiscal 2000, revenues totaled \$418,916 and expenditures totaled to \$413,341. Principal and interest payments during 2000 were \$271,468 and \$135,035, respectively. At June 30, 2000, the District had an outstanding principal amount of \$1,770,000 in general obligation bonds and \$461,009 in long-term notes. The debt service fund ending balance was \$374,377.

Capital Project Funds. The capital project funds are used to account for all transactions related to the acquiring, constructing or improving of capital assets. The capital project funds revenues and other financing uses totaled \$1,604,134 during the year. A total of \$958,022 was expended in fiscal 2000 for land purchases and building repairs and maintenance, including replacement windows, roof repairs, painting, resealing parking areas, replacement bleachers, etc. The ending fund balance was \$1,025,061.

Enterprise Operations. The District's enterprise operations are comprised of Food Service and Adult Education programs.

Food Service derives revenue from state and federal subsidies in addition to the sale of lunches.

Adult Education serves more than 5,000 community members annually with a wide variety of evening courses.

During fiscal year 2000, the enterprise funds had operating revenues of \$1,268,486 and nonoperating revenues of \$1,487,866, with operating expenses of \$2,684,059 and nonoperating expenses of \$ 4,779 during the fiscal year.

Internal Service Funds. The internal service funds account for the financing of goods or services provided by one department of the District to other departments.

The two internal service funds operated by the District in 2000 were the Supplementary Education Center/Planetarium Fund and Health Benefits Self-Insurance Fund. During fiscal 2000, the internal service funds had operating revenues of \$3,312,785 and nonoperating revenues of \$40,392, with operating expenses of \$3,752,483.

Fiduciary Funds. The fiduciary funds account for assets held by the District in a trustee capacity, or as an agent, for individuals, other district organizations or other funds. The District maintains an expendable trust, a nonexpendable trust and agency funds. The nonexpendable trust fund had operating revenues of \$3,606,769, with operating expenses of \$67,851 during the fiscal year. Trust and agency fund assets total \$6,298,457.

Debt Administration

On June 30, 2000, the District had one bonded debt issues outstanding: a 1990 issue maturing in 2010. In addition, the District had other long-term debt in the form of a United States E.P.A. loan for asbestos removal. On June 30, 2000, the E.P.A. loan obligation amounted to \$461,010, with remaining payments scheduled through the year 2007. The District maintains an "A3" rating from Moody's Investors Service on general obligation bonds. Under current state statutes, the District's general obligation bonded debt issuances are subject to a legal limitation based on 9 percent of total assessed value of real and personal property. As of June 30, 2000, the District's net general obligation bonded debt of \$1,770,000 was well below the legal limit of \$36,482,459, resulting in a voted debt margin of \$35,086,836 (including debt service fund equity of \$374,377).

Cash Management

Cash temporarily idle during the year was invested in the State Treasury Asset Reserve of Ohio (STAR OHIO), demand deposits, certificates of deposit, obligations of the U.S. Treasury and repurchase agreements. The average yield on investments was 5.2 percent. The District earned interest revenue of \$719,695 on all investments for the fiscal year. The District's investment policy is to minimize credit and market risks, while maintaining a competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. All collateral on deposits was held by the financial institution's trust department in the District's name. As required under Ohio law, pooled securities have been pledged in an amount equal to 110% of the total deposits, to secure the repayment of all public monies deposited in a financial institution.

Risk Management

The District has joined a group rating program for workers' compensation. As a result, District savings in workers' compensation rates exceed \$40,000 per year. In addition, various risk control techniques, including an employee wellness program and joining a preferred provider organization (PPO), have been implemented to help contain health care costs. The District has previously established a health benefits self-insurance fund as part of the overall risk management program.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Sandusky City School District for its comprehensive annual financial report for the fiscal year ended June 30, 1999. This was the seventh consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principals and applicable legal requirements.

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

The District has also received a Certificate of Excellence in Financial Reporting in School Districts from the Association of School Business Officials (ASBO) for the District's comprehensive annual financial report for the fiscal year ended June 30, 1999. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. The District has received a Certificate of Excellence in Financial Reporting in School Districts for the last six consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to ASBO to determine its eligibility for another certificate.

Use of this Report

The report is published to provide to the Board of Education, as well as to our citizens and other interested persons, detailed information concerning the financial condition of the District, with particular emphasis placed on the utilization of resources during the past fiscal year. It is also intended that this report will serve as a guide in formulating policies and in conducting the District's future day-to-day activities. We believe the information, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

In today's bond market environment, it is increasingly important that public agencies prepare soundly conceived annual financial reports which are independently audited by a qualified firm or agency. It has become almost required practice that such reports be prepared in accordance with generally accepted accounting principles (GAAP), and the major bond rating agencies review the data presented in such reports before determining a public agency's bond rating.

Use of this report by the various departments of the District is encouraged when furnishing information. Copies of this report are being placed in the public library for use by the general public.

Acknowledgments

The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated services of the Treasurer's office staff. In addition, we acknowledge the outstanding services of our data processing department in meeting the vast informational requirements. Our consultant, Trimble, Julian & Grube, Inc., provided us with expert technical assistance in all phases of preparing the report. The assistance of the Erie County Auditor's office in providing information is also appreciated. Finally, we wish to acknowledge the cooperation of the team from the Ohio Auditor of State's office, who conducted a thorough audit of our finances.

In closing, without the leadership and support of the Board of Education of the District, preparation of this report would not have been possible.

Sincerely,



A. Troy Bouts, Treasurer



Dr. L. Richard Sulewski, Superintendent

**SANDUSKY CITY SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICERS
AS OF JUNE 30, 2000**

Board of Education

Name	Began Service as a Board Member January 1	Present Term Expires December 31	Vocation in Private Life
Mrs. Michael A. Lenhart **	1991 (appointed 5/91)	2001	Homemaker
Mr. Clinton Bennett, Jr. *	1994	2001	Retired School Fireman
Mrs. Faith A. Denslow	1999 (appointed 5/99)	2003	Homemaker
Mr. King Baer	2000	2003	Retired Fireman
Mr. Jeffrey Krabill	2000	2003	Businessman

** President

* Vice President

Superintendent

Dr. L. Richard Sulewski

Treasurer

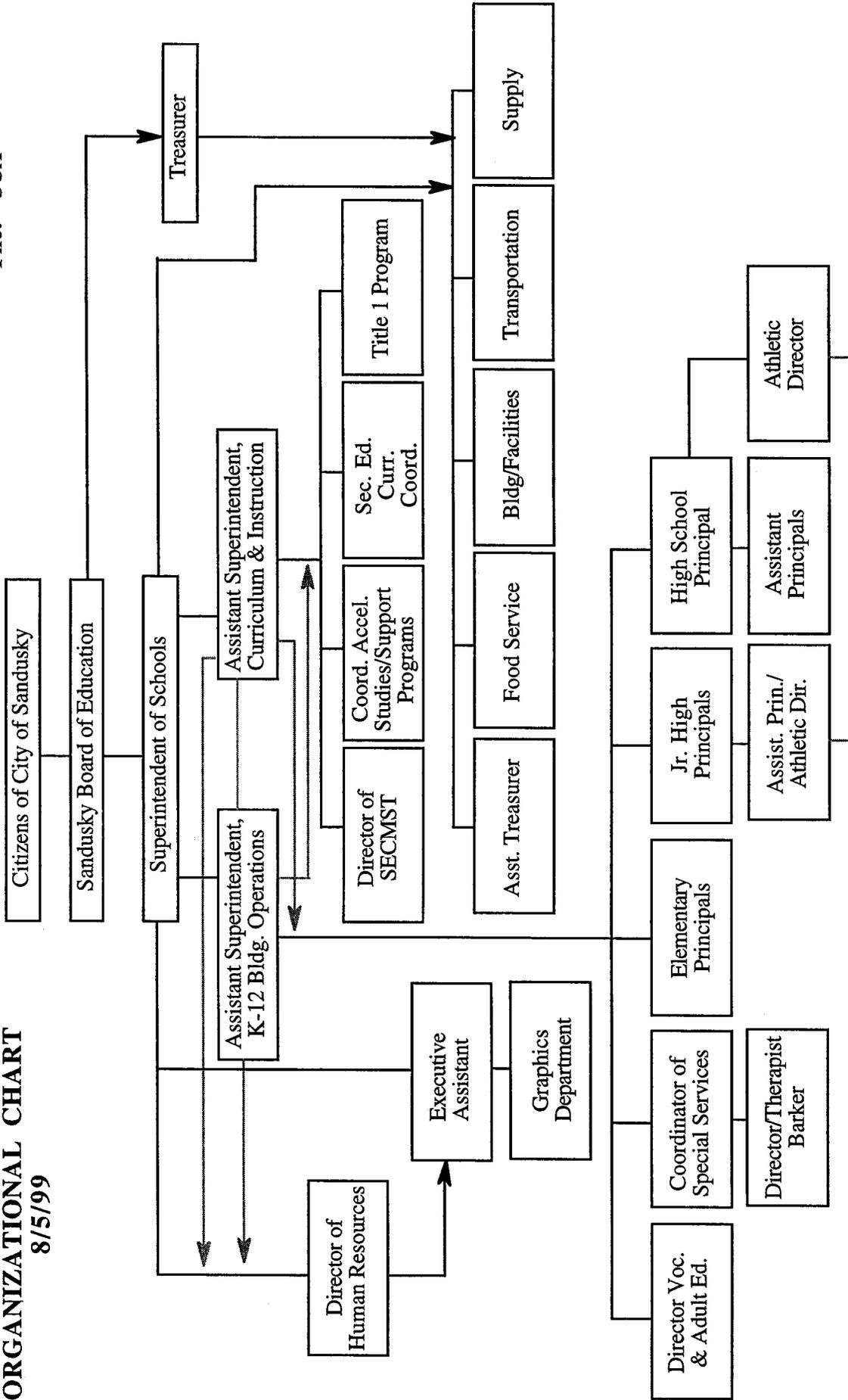
Mr. A. Troy Bouts

Central Office Administrative Staff

Mr. Michael Bailey	Coordinator, Secondary Ed. Curriculum
Mr. Craig Bickley	Director of Human Resources
Mrs. Cynthia Durdel	Ass't Supt., Curriculum & Instruction
Mr. John Kaszonyi	Ass't Supt., Operations
Ms. Patricia King	Administrative Assistant
Ms. Janet Cramer	Technology Coordinator
Ms. Cece Mees	Assistant Treasurer
Mrs. Judy Monaghan	Coordinator of Accelerated Studies
Mr. Robert Morrow	Supervisor of Building Services
Ms. Bonnie Pigman	Coordinator of Special Services
Mr. Dan Shepherd	Transportation Supervisor
Mr. Curt Tyler	Director of Adult & Vocational Education
Mr. Gene Zess	Director of Food Services

ORGANIZATIONAL CHART
8/5/99

File: CCA



Adopted: Jan. 1988, Amended July 1996, August 4, 1997, Nov. 24, 1997, August 21, 1998, Nov. 23, 1998, June 30, 1999, Aug. 5, 1999

Sandusky City School District, Sandusky, Ohio

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Sandusky City 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.



Anne Spray Kinney
President

Jeffrey L. Essler
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

SANDUSKY CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 1999

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

Pam Deering
President

Don A. Harger
Executive Director



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

One Government Center
Room 1420
Toledo, Ohio 43604-2246
Telephone 419-245-2811
800-443-9276
Facsimile 419-245-2484
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Sandusky City School District
Erie County
407 Decatur Street
Sandusky, Ohio 44870-2483

To the Board of Education:

We have audited the accompanying general-purpose financial statements of the Sandusky City School District, Erie County, Ohio, (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 District, as of June 30, 2000, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 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 and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

Sandusky City School District
Erie County
Report of Independent Accountants
Page 2

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

A handwritten signature in black ink, appearing to read "Jim Petro", written in a cursive style.

Jim Petro
Auditor of State

December 22, 2000

GENERAL PURPOSE FINANCIAL
STATEMENTS

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2000

	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<u>ASSETS AND OTHER DEBITS</u>				
ASSETS:				
Equity in pooled cash and cash equivalents	\$3,883,309	\$1,076,906	\$331,243	\$1,130,741
Equity in pooled cash and cash equivalents - nonexpendable trust fund	--	--	--	--
Receivables (net of allowances of uncollectibles):				
Taxes - current & delinquent	15,788,520	--	415,617	524,407
Accounts	32,310	1,765	--	--
Accrued interest	550	--	--	--
Interfund loan receivable	91,697	--	--	--
Due from other governments	2,900	4,658	--	--
Prepayments	40,465	--	--	--
Materials and supplies inventory	363,587	--	--	--
Restricted assets:				
Equity in pooled cash and cash equivalents	614,619	--	--	--
Property, plant and equipment (net of accumulated depreciation where applicable)	--	--	--	--
OTHER DEBITS:				
Amount available in debt service fund	--	--	--	--
Amount to be provided for retirement of general long-term obligations	--	--	--	--
Total assets and other debits	<u>\$20,817,957</u>	<u>\$1,083,329</u>	<u>\$746,860</u>	<u>\$1,655,148</u>

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Types</u>	<u>Account Groups</u>		<u>Total (Memorandum Only)</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust and Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Obligations</u>	
\$220,347	\$383,447	\$919,072	\$ --	\$ --	\$7,945,065
--	--	5,059,248	--	--	5,059,248
--	--	320,000	--	--	17,048,544
38,652	257	137	--	--	73,121
--	--	--	--	--	550
--	--	--	--	--	91,697
22,692	--	--	--	--	30,250
817	194	--	--	--	41,476
23,590	--	--	--	--	387,177
--	--	--	--	--	614,619
316,381	22,556	--	23,527,500	--	23,866,437
--	--	--	--	374,377	374,377
--	--	--	--	3,959,537	3,959,537
<u>\$622,479</u>	<u>\$406,454</u>	<u>\$6,298,457</u>	<u>\$23,527,500</u>	<u>\$4,333,914</u>	<u>\$59,492,098</u>

--Continued

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
 COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNT GROUPS (CONTINUED)
 JUNE 30, 2000

	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
LIABILITIES, EQUITY AND OTHER CREDITS				
LIABILITIES:				
Accounts payable	\$133,736	\$192,939	\$ --	\$139,033
Accrued wages and benefits	3,086,107	515,403	--	--
Compensated absences payable	79,973	--	--	--
Pension obligation payable	442,008	66,162	--	--
Claims and judgements payable	--	--	--	--
Interfund loan payable	--	24,544	--	--
Deferred revenue	14,685,988	1,754	372,483	491,054
Future retirement obligation	--	--	--	--
Due to other governments	74,875	9,533	--	--
Due to students	--	--	--	--
General obligation bonds payable	--	--	--	--
Asbestos abatement loan payable	--	--	--	--
Total liabilities	18,502,687	810,335	372,483	630,087
EQUITY AND OTHER CREDITS:				
Investment in general fixed assets	--	--	--	--
Contributed capital	--	--	--	--
Retained earnings (accumulated deficit):				
unreserved	--	--	--	--
Fund balances:				
Reserved for encumbrances	136,426	83,907	--	214,186
Reserved for prepayments	40,465	--	--	--
Reserved for materials and supplies inventory	363,587	--	--	--
Reserved for debt service	--	--	331,243	--
Reserved for tax revenue unavailable for appropriation	1,102,532	--	43,134	33,353
Reserved for principal endowment	--	--	--	--
Reserved for budget stabilization	614,619	--	--	--
Unreserved-undesignated	57,641	189,087	--	777,522
Total equity and other credits	2,315,270	272,994	374,377	1,025,061
Total liabilities, equity and other credits	\$20,817,957	\$1,083,329	\$746,860	\$1,655,148

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$26,105	\$5,835	\$750	\$ --	\$ --	\$498,398
135,674	3,845	--	--	--	3,741,029
6,256	4,464	--	--	60,905	151,598
56,822	1,308	--	--	246,641	812,941
--	336,178	--	--	--	336,178
66,092	1,061	--	--	--	91,697
5,273	--	--	--	--	15,556,552
130,915	5,732	--	--	1,795,359	1,932,006
26	265	321,908	--	--	406,607
--	--	63,343	--	--	63,343
--	--	--	--	1,770,000	1,770,000
--	--	--	--	461,009	461,009
<u>427,163</u>	<u>358,688</u>	<u>386,001</u>	<u>--</u>	<u>4,333,914</u>	<u>25,821,358</u>
--	--	--	23,527,500	--	23,527,500
195,951	--	--	--	--	195,951
(635)	47,766	--	--	--	47,131
--	--	--	--	--	434,519
--	--	--	--	--	40,465
--	--	--	--	--	363,587
--	--	--	--	--	331,243
--	--	--	--	--	1,179,019
--	--	4,542,071	--	--	4,542,071
--	--	--	--	--	614,619
--	--	1,370,385	--	--	2,394,635
<u>195,316</u>	<u>47,766</u>	<u>5,912,456</u>	<u>23,527,500</u>	<u>--</u>	<u>33,670,740</u>
<u>\$622,479</u>	<u>\$406,454</u>	<u>\$6,298,457</u>	<u>\$23,527,500</u>	<u>\$4,333,914</u>	<u>\$59,492,098</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
FOR THE YEAR ENDED JUNE 30, 2000

	Governmental Fund Types				Fiduciary Fund Type	Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	
Revenues:						
From local sources:						
Taxes	\$14,137,384	\$ --	\$372,291	\$506,057	\$ --	\$15,015,732
Tuition	49,891	--	--	--	--	49,891
Earnings on investments	507,028	6,738	--	--	44,062	557,828
Other local revenues	316,356	295,312	--	62,256	48,045	721,969
Intergovernmental - State	14,120,083	2,428,317	46,625	453,655	--	17,048,680
Intergovernmental - Federal	10,862	2,212,384	--	--	--	2,223,246
Total revenue	29,141,604	4,942,751	418,916	1,021,968	92,107	35,617,346
Expenditures:						
Current:						
Instruction:						
Regular	12,703,473	1,927,179	--	789	--	14,631,441
Special	4,070,659	1,485,260	--	--	--	5,555,919
Vocational	1,350,217	163,701	--	--	--	1,513,918
Other	--	139,422	--	--	--	139,422
Support services:						
Pupil	1,220,212	128,711	--	--	--	1,348,923
Instructional staff	1,315,569	217,543	--	--	--	1,533,112
Board of education	170,249	--	--	--	--	170,249
Administration	2,404,549	103,632	--	--	--	2,508,181
Fiscal	566,370	4,613	6,838	9,879	--	587,700
Business	209,849	--	--	--	19,551	229,400
Operations and maintenance	3,781,643	--	--	--	--	3,781,643
Pupil transportation	1,211,973	22,612	--	--	--	1,234,585
Central	56,295	140,440	--	217,285	--	414,020
Community services	7,464	133,428	--	--	--	140,892
Extracurricular activities	552,991	272,546	--	--	19,834	845,371
Facilities acquisition and construction	--	--	--	730,069	--	730,069
Intergovernmental pass through	--	480,154	--	--	--	480,154
Debt service:						
Principal retirement	--	--	271,468	--	--	271,468
Interest and fiscal charges	--	--	135,035	--	--	135,035
Total expenditures	29,621,513	5,219,241	413,341	958,022	39,385	36,251,502

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND (CONTINUED)
 FOR THE YEAR ENDED JUNE 30, 2000

	Governmental Fund Types				Fiduciary Fund Type	Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	
Excess (deficiency) of revenues over (under) expenditures.	(\$479,909)	(\$276,490)	\$5,575	\$63,946	\$52,722	(\$634,156)
Other financing sources (uses):						
Operating transfers in	--	--	--	582,166	--	582,166
Operating transfers out.	(632,166)	--	--	--	--	(632,166)
Proceeds from sale of fixed assets.	2,948	--	--	--	--	2,948
Total other financing sources (uses)	(629,218)	--	--	582,166	--	(47,052)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(1,109,127)	(276,490)	5,575	646,112	52,722	(681,208)
Fund balances, July 1	3,354,400	549,484	368,802	378,949	800,486	5,452,121
Increase in reserve for inventory	69,997	--	--	--	--	69,997
Fund balances, June 30	<u>\$2,315,270</u>	<u>\$272,994</u>	<u>\$374,377</u>	<u>\$1,025,061</u>	<u>\$853,208</u>	<u>\$4,840,910</u>

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2000

	General			Special Revenue		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:						
From local sources:						
Taxes.....	\$14,900,087	\$14,880,194	(\$19,893)	\$ --	\$ --	\$ --
Tuition.....	45,081	45,021	(60)	--	--	--
Earnings on investments.....	507,625	506,947	(678)	6,742	6,738	(4)
Other local revenues.....	298,860	298,461	(399)	294,740	296,490	1,750
Intergovernmental - State.....	14,136,055	14,117,183	(18,872)	2,522,971	2,443,952	(79,019)
Intergovernmental - Federal.....	10,877	10,862	(15)	2,292,017	2,207,725	(84,292)
Total revenues.....	<u>29,898,585</u>	<u>29,858,668</u>	<u>(39,917)</u>	<u>5,116,470</u>	<u>4,954,905</u>	<u>(161,565)</u>
Expenditures:						
Current:						
Instruction:						
Regular.....	13,214,016	12,702,287	511,729	1,937,554	1,937,554	0
Special.....	4,379,450	4,065,299	314,151	1,458,903	1,458,903	0
Vocational.....	1,475,388	1,375,649	99,739	212,495	212,495	0
Other.....	--	--	--	138,291	138,291	0
Support services:						
Pupil.....	1,323,276	1,231,239	92,037	131,342	131,342	0
Instructional staff.....	1,486,600	1,324,201	162,399	250,986	250,986	0
Board of Education.....	237,100	186,836	50,264	--	--	--
Administration.....	2,527,350	2,391,251	136,099	111,743	111,743	0
Fiscal.....	630,000	560,088	69,912	4,613	4,613	--
Business.....	255,720	215,578	40,142	--	--	--
Operations and maintenance.....	4,133,928	3,843,622	290,306	--	--	--
Pupil transportation.....	1,313,540	1,206,892	106,648	22,531	22,531	0
Central.....	64,600	54,672	9,928	141,062	141,062	0
Community services.....	9,780	7,490	2,290	123,425	123,425	0
Extracurricular activities.....	601,400	524,710	76,690	278,236	278,236	0
Intergovernmental pass through.....	--	--	--	495,750	495,750	0
Facilities acquisition and construction.....	--	--	--	--	--	--
Debt service:						
Principal retirement.....	--	--	--	--	--	--
Interest and fiscal charges.....	--	--	--	--	--	--
Total expenditures.....	<u>31,652,148</u>	<u>29,689,814</u>	<u>1,962,334</u>	<u>5,306,931</u>	<u>5,306,931</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>(1,753,563)</u>	<u>168,854</u>	<u>1,922,417</u>	<u>(190,461)</u>	<u>(352,026)</u>	<u>(161,565)</u>
Other financing sources (uses):						
Operating transfers in.....	--	--	--	67,733	66,595	(1,138)
Operating transfers (out).....	(650,000)	(632,165)	17,835	(66,595)	(66,595)	0
Advances in.....	185,103	184,856	(247)	26,205	24,544	(1,661)
Advances (out).....	0	(91,697)	(91,697)	(96,748)	(96,748)	0
Refund of prior year's expenditures.....	13,360	13,342	(18)	--	--	--
Refund of prior year's (receipts).....	--	--	--	(12,333)	(12,333)	0
Proceeds of sale of fixed assets.....	2,952	2,948	(4)	--	--	--
Total other financing sources (uses).....	<u>(448,585)</u>	<u>(522,716)</u>	<u>(74,131)</u>	<u>(81,738)</u>	<u>(84,537)</u>	<u>(2,799)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses.....	<u>(2,202,148)</u>	<u>(353,862)</u>	<u>1,848,286</u>	<u>(272,199)</u>	<u>(436,563)</u>	<u>(164,364)</u>
Fund balances, July 1.....	3,757,499	3,757,499	0	787,421	787,421	0
Prior year encumbrances appropriated.....	878,297	878,297	0	449,524	449,524	0
Fund balances, June 30.....	<u>\$2,433,648</u>	<u>\$4,281,934</u>	<u>\$1,848,286</u>	<u>\$964,746</u>	<u>\$800,382</u>	<u>(\$164,364)</u>

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

Debt Service			Capital Projects			Total (Memorandum only)		
Budget Revised	Actual	Variance: Favorable (Unfavorable)	Budget Revised	Actual	Variance: Favorable (Unfavorable)	Budget Revised	Actual	Variance: Favorable (Unfavorable)
\$378,114	\$376,011	(\$2,103)	\$570,285	\$546,816	(\$23,469)	\$15,848,486	\$15,803,021	(\$45,465)
--	--	--	--	--	--	45,081	45,021	(60)
--	--	--	--	--	--	514,367	513,685	(682)
--	--	--	64,928	62,256	(2,672)	658,528	657,207	(1,321)
46,886	46,625	(261)	456,844	453,655	(3,189)	17,162,756	17,061,415	(101,341)
--	--	--	--	--	--	2,302,894	2,218,587	(84,307)
<u>425,000</u>	<u>422,636</u>	<u>(2,364)</u>	<u>1,092,057</u>	<u>1,062,727</u>	<u>(29,330)</u>	<u>36,532,112</u>	<u>36,298,936</u>	<u>(233,176)</u>
--	--	--	789	789	0	15,152,359	14,640,630	511,729
--	--	--	--	--	--	5,838,353	5,524,202	314,151
--	--	--	--	--	--	1,687,883	1,588,144	99,739
--	--	--	--	--	--	138,291	138,291	0
--	--	--	--	--	--	1,454,618	1,362,581	92,037
--	--	--	--	--	--	1,737,586	1,575,187	162,399
--	--	--	--	--	--	237,100	186,836	50,264
--	--	--	--	--	--	2,639,093	2,502,994	136,099
10,000	6,838	3,162	9,879	9,879	0	654,492	581,418	73,074
--	--	--	--	--	--	255,720	215,578	40,142
--	--	--	--	--	--	4,133,928	3,843,622	290,306
--	--	--	--	--	--	1,336,071	1,229,423	106,648
--	--	--	133,765	133,765	0	339,427	329,499	9,928
--	--	--	--	--	--	133,205	130,915	2,290
--	--	--	--	--	--	879,636	802,946	76,690
--	--	--	--	--	--	495,750	495,750	0
--	--	--	902,973	902,973	0	902,973	902,973	0
271,468	271,468	0	--	--	--	271,468	271,468	0
135,035	135,035	0	--	--	--	135,035	135,035	0
<u>416,503</u>	<u>413,341</u>	<u>3,162</u>	<u>1,047,406</u>	<u>1,047,406</u>	<u>0</u>	<u>38,422,988</u>	<u>36,457,492</u>	<u>1,965,496</u>
8,497	9,295	798	44,651	15,321	(29,330)	(1,890,876)	(158,556)	1,732,320
--	--	--	582,943	582,166	(777)	650,676	648,761	(1,915)
--	--	--	--	--	--	(716,595)	(698,760)	17,835
--	--	--	--	--	0	211,308	209,400	(1,908)
--	--	--	(32,000)	(32,000)	--	(128,748)	(220,445)	(91,697)
--	--	--	--	--	--	13,360	13,342	(18)
--	--	--	(100,830)	(100,830)	--	(113,163)	(113,163)	0
--	--	--	--	--	--	2,952	2,948	(4)
--	--	--	<u>450,113</u>	<u>449,336</u>	<u>(777)</u>	<u>(80,210)</u>	<u>(157,917)</u>	<u>(77,707)</u>
8,497	9,295	798	494,764	464,657	(30,107)	(1,971,086)	(316,473)	1,654,613
321,948	321,948	0	129,267	129,267	0	4,996,135	4,996,135	0
--	--	--	290,544	290,544	0	1,618,365	1,618,365	0
<u>\$330,445</u>	<u>\$331,243</u>	<u>\$798</u>	<u>\$914,575</u>	<u>\$884,468</u>	<u>(\$30,107)</u>	<u>\$4,643,414</u>	<u>\$6,298,027</u>	<u>\$1,654,613</u>

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
COMBINED STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS/FUND BALANCE
ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Total (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Nonexpendable Trust</u>	
Operating revenues:				
Tuition and fees	\$401,700	\$ --	\$ --	\$401,700
Sales/charges for services	798,333	3,208,893	--	4,007,226
Investment earnings	--	--	140,542	140,542
Donation from private source	--	--	3,461,368	3,461,368
Other operating revenues	68,453	103,892	4,859	177,204
Total operating revenues	<u>1,268,486</u>	<u>3,312,785</u>	<u>3,606,769</u>	<u>8,188,040</u>
Operating expenses:				
Personal services	1,584,673	81,913	--	1,666,586
Contract services	76,923	3,370,686	--	3,447,609
Materials and supplies	1,008,104	36,140	--	1,044,244
Depreciation	14,359	3,254	--	17,613
Other operating expenses	--	260,490	67,851	328,341
Total operating expenses	<u>2,684,059</u>	<u>3,752,483</u>	<u>67,851</u>	<u>6,504,393</u>
Operating income (loss)	<u>(1,415,573)</u>	<u>(439,698)</u>	<u>3,538,918</u>	<u>1,683,647</u>
Nonoperating revenues (expenses):				
Operating grants	1,371,891	19,067	--	1,390,958
Federal commodities	115,975	--	--	115,975
Interest revenue	--	21,325	--	21,325
Loss on sale of fixed assets	(4,779)	--	--	(4,779)
Other nonoperating expenses	--	--	(608)	(608)
Total nonoperating revenues (expenses)	<u>1,483,087</u>	<u>40,392</u>	<u>(608)</u>	<u>1,522,871</u>
Net income (loss) before operating transfers	67,514	(399,306)	3,538,310	3,206,518
Operating transfer in	50,000	--	--	50,000
Net income (loss)	117,514	(399,306)	3,538,310	3,256,518
Retained earnings (accumulated deficit)/ fund balance, July 1	<u>(118,149)</u>	<u>447,072</u>	<u>1,520,938</u>	<u>1,849,861</u>
Retained earnings (accumulated deficit)/ fund balance, June 30	<u>(\$635)</u>	<u>\$47,766</u>	<u>\$5,059,248</u>	<u>\$5,106,379</u>

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND
 FOR THE YEAR ENDED JUNE 30, 2000

	Proprietary Fund Types		Fiduciary Fund Type	Total (Memorandum Only)
	Enterprise	Internal Service	Nonexpendable Trust	
Cash flows from operating activities:				
Cash received from tuition and fees	\$384,213	\$ --	\$ --	\$384,213
Cash received from sales/service charges	796,156	3,208,894	--	4,005,050
Cash received from a donation from a private source	--	--	3,461,368	3,461,368
Cash received from other operations	49,517	103,867	4,859	158,243
Cash payments for personal services	(1,612,543)	(82,144)	--	(1,694,687)
Cash payments for contract services	(60,427)	(3,339,108)	--	(3,399,535)
Cash payments for materials and supplies	(901,028)	(35,976)	--	(937,004)
Cash payments for other expenses	--	(260,490)	(67,879)	(328,369)
Net cash provided by (used in) operating activities	<u>(1,344,112)</u>	<u>(404,957)</u>	<u>3,398,348</u>	<u>1,649,279</u>
Cash flows from noncapital financing activities:				
Cash received from operating grants	1,368,561	19,067	--	1,387,628
Cash received from operating transfer in	50,000	--	--	50,000
Cash received from interfund loans	66,092	1,061	--	67,153
Cash payments used in repayment of interfund loans	(55,708)	(400)	--	(56,108)
Net cash provided by noncapital financing activities	<u>1,428,945</u>	<u>19,728</u>	<u>--</u>	<u>1,448,673</u>
Cash flows from investing activities:				
Interest received	--	21,325	140,875	162,200
Net cash provided by investing activities	<u>--</u>	<u>21,325</u>	<u>140,875</u>	<u>162,200</u>
Net increase (decrease) in cash and cash equivalents	84,833	(363,904)	3,539,223	3,260,152
Cash and cash equivalents at beginning of year	135,514	747,351	1,520,025	2,402,890
Cash and cash equivalents at end of year	<u>\$220,347</u>	<u>\$383,447</u>	<u>\$5,059,248</u>	<u>\$5,663,042</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	(\$1,415,573)	(\$439,698)	\$3,538,918	\$1,683,647
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	14,359	3,254	--	17,613
Federal donated commodities	115,975	--	--	115,975
Interest reported as operating income	--	--	(140,542)	(140,542)
Changes in assets and liabilities:				
Increase in materials and supplies inventory	(334)	--	--	(334)
Increase in accounts receivable	(38,600)	(24)	--	(38,624)
Increase in prepayments	--	(2)	--	(2)
Increase (decrease) in accounts payable	11,531	5,135	(28)	16,638
Decrease in accrued wages and benefits	(32,618)	(4,028)	--	(36,646)
Increase in due to other governments	26	265	--	291
Increase in compensated absences payable	1,784	4,464	--	6,248
Decrease in pension obligation payable	(7,749)	(836)	--	(8,585)
Increase in future retirement obligation	10,713	169	--	10,882
Increase in claims payable	--	26,344	--	26,344
Decrease in deferred revenue	(3,626)	--	--	(3,626)
Net cash provided by (used in) operating activities	<u>(\$1,344,112)</u>	<u>(\$404,957)</u>	<u>\$3,398,348</u>	<u>\$1,649,279</u>
Noncash investing, capital and financing activities:				
Federal donated commodities	\$115,975	\$ --	\$ --	\$115,975
Contributions of fixed assets from other funds	4,887	--	--	4,887

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT



**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

The Sandusky City School District ("District") is located in northern Erie County and is within the corporate boundaries of the City of Sandusky, which lies on the shores of Sandusky Bay and Lake Erie. The District serves an area of approximately 15 square miles.

The District is organized under Sections 2 and 3, Article VI of the Constitution of the State of Ohio. Under such laws, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the District is vested in the Board of Education, consisting of five members elected at large for staggered four year terms.

The District ranks as the 82nd largest by total enrollment among the 660 public and community school districts in the State. It currently operates 8 elementary schools, 2 alternative school, 2 junior high schools, and 1 comprehensive high school. The District employs 204 non-certified employees, 364 certified employees and 34 administrators, to provide services to approximately 4,555 students in grades K through 12, more than 5,000 adult education students, and various community groups.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The general purpose financial statements (GPFS) of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its proprietary activities provided they do not conflict with or contradict GASB pronouncements. The District's significant accounting policies are described below.

A. Reporting Entity

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity". When applying GASB Statement No. 14, management has considered all potential component units. Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. Based upon the application of this criteria, the District has no component units. The financial statements of the reporting entity include only those of the District (the primary government). The following organizations are described due to their relationship to the District:

JOINTLY GOVERNED ORGANIZATIONS

Northern Ohio Educational Computer Association (NOECA)

The District is a participant in the Northern Ohio Educational Computer Association (NOECA), which is a computer consortium. NOECA is an association of thirty-eight public school districts formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The NOECA Board of Directors consists of two representatives from each county in which participating school districts are located, the chairman of each of the operating committees, and a representative from the fiscal agent. The District paid \$108,663 to NOECA in fiscal year 2000 for services. Financial information can be obtained from Betty Schwiefert, who serves as Controller, 2900 South Columbus Avenue, Sandusky, Ohio 44870.

PUBLIC ENTITY RISK POOL

Ohio School Boards Association Workers' Compensation Group Rating Plan

The District participates in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Ohio School Boards Association Workers' Compensation Group Rating Plan (the Plan) was established through the Ohio School Boards Association (OSBA) as a group purchasing pool.

The Plan's business and affairs are conducted by a three member Board of Directors consisting of the President, the President-Elect, and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the Plan. Each year, the participating school districts pay an enrollment fee to the Plan to cover the costs of administering the program.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

B. Fund Accounting

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

GOVERNMENTAL FUNDS

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

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

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

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

Capital Projects 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 and trust funds).

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

PROPRIETARY FUNDS

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

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

Internal Service Funds - The internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the district, or to other governments, on a cost-reimbursement basis.

FIDUCIARY FUNDS

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

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

ACCOUNT GROUPS

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

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

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

C. Measurement Focus/Basis of Accounting

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

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

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The modified accrual basis of accounting is followed for governmental, expendable trust and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available to finance expenditures of the current period, which for the District is sixty days after the June 30 year end. Revenues accrued at the end of the year include interest, grants, and accounts (student fees and rent). Property taxes measurable as of June 30, 2000 and delinquent property taxes, whose availability is indeterminate and are intended to finance fiscal 2001 operations, have been recorded as deferred revenues, except for that portion which is available from the County Auditor as advances as of June 30.

In proprietary funds, unused donated commodities are reported as deferred revenue since title for these commodities do not pass to the District until the commodities are used.

The District reports deferred revenue 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. Deferred revenues also arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

Expenditures (decreases in net financial resources) are recognized in the period in which the fund liability is incurred with the following exceptions: general long-term obligation principal and interest are reported only when due; and the costs of accumulated unpaid vacation and sick leave are reported as expenditures in the period in which they will be liquidated with available financial resources rather than in the period earned by employees.

The proprietary funds and the nonexpendable trust fund are accounted for on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Revenues accrued at year end include accounts (billings for user charged services) and intergovernmental grants and entitlements (to the extent they relate to the current fiscal year). The fair value of donated commodities used during the year is reported in the operating statement as an expense and a like amount is reported as donated commodities revenue.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Budgets

The District is required by state statute to adopt an annual appropriated cash basis budget for all funds. The specific timetable for fiscal year 2000 is as follows.

1. 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 expressed purpose of this budget document is to reflect the need for existing (or increased) tax rates.
2. By no later than January 20, the board-adopted budget is filed with the Erie County Budget Commission for tax rate determination.
3. 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 District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as a basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered balances from the preceding year as reported by the District Treasurer. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statement reflect the amounts set forth in the final Amended Certificate issued for fiscal year 2000.
4. By July 1, the annual appropriation resolution is legally enacted by the Board of Education at the fund, function, and object level of expenditures, which are the legal levels of budgetary control. (State statute permits a temporary appropriation to be effective until no later than October 1 of each year.)

Resolution appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

5. Any revisions that alter the total of any fund appropriation or alter total function appropriations within a fund, or alter object appropriations within functions must be approved by the Board of Education.
6. Formal budgetary integration is employed as a management control device during the year for all funds consistent with the general obligation bond indenture and other statutory provisions. All departments/functions and funds completed the year within the amount of their legally authorized cash basis appropriation.
7. Appropriation amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations which either reallocated, increased or decreased the original appropriated amounts. All supplemental appropriations were legally enacted by the Board during fiscal 2000.
8. Unencumbered appropriations lapse at year end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be reappropriated. Cash disbursements plus encumbrances may not legally exceed budgeted appropriations at the fund, function and/or object level.

Encumbrance accounting is utilized with District funds in the normal course of operations, for purchase orders and contract related expenditures. An encumbrance is a reserve on the available spending authority due to commitment for a future expenditure and does not represent a liability. For governmental fund types, encumbrances outstanding at year end, not recognized as accounts payable, appear as a reserve to the fund balance on a GAAP basis and as the equivalent of expenditures on a non-GAAP budgetary basis in order to demonstrate legal compliance. Note 15 provides a reconciliation of the budgetary and GAAP basis of accounting and Note 12 discloses encumbrances outstanding for the enterprise funds at fiscal year end.

E. Cash and Investments

To improve cash management, cash received by the District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the combined balance sheet.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

During fiscal year 2000, investments were limited to U.S. government securities, shares of common stock, a repurchase agreement, investments in the State Asset Treasury Reserve of Ohio (STAR Ohio) and open-ended mutual funds.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements are reported at cost.

The District has invested funds in STAR Ohio during fiscal 2000. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on June 30, 2000.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. By policy of the Board of Education, investment earnings are assigned to the general fund, the Auxiliary Services special revenue fund, the expendable trust fund, the nonexpendable trust fund and the Employee Benefits Self-Insurance internal service fund. The following funds were credited with more interest revenue than would have been received based upon their share of the District's investments during fiscal 2000:

	<u>Interest Actually Received</u>	<u>Interest Based Upon Share of Investments</u>	<u>Interest Assigned by Other Funds</u>
<u>General Fund</u>	\$507,028	\$208,048	\$298,980
<u>Special Revenue Fund</u>			
Auxiliary Services	6,738	4,451	2,287

While common stock is not an allowable investment according to Ohio Statute, the District has been endowed with a gift of stock to its nonexpendable trust fund. No public funds were used to acquire the stock.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the Treasurer's investment account at year end is provided in Note 4.

F. Inventory

Inventories for all governmental funds are valued at cost (first-in/first-out method). The purchase method is used to account for inventories. Under the purchase method, inventories are recorded as expenditures when purchased; however, material amounts of inventories at period end are reported as assets of the respective fund, which are equally offset by a fund balance reserve which indicates they are unavailable for appropriation even though they are a component of reported assets.

Inventories of proprietary funds are valued at the lower of cost (first-in/first-out method) or market and expensed when used rather than when purchased.

G. Fixed Assets and Depreciation

1. General Fixed Assets Account Group

General fixed assets are capitalized at cost (or estimated historical cost) and updated for the cost of additions and retirements during the year in the general fixed assets account group. Donated fixed assets are recorded at their fair market values as of the date donated. The District has a policy of not capitalizing assets with a cost of less than \$800 and a useful life of less than one year. No depreciation is recognized for assets in the general fixed assets account group. The District has not included infrastructure in the general fixed assets account group. Interest on debt issued to construct general fixed assets is not capitalized in the account group.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

2. Proprietary and Nonexpendable Trust Funds

Equipment reflected in these funds are stated at historical cost (or estimated historical cost) and updated for the cost of additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date donated. Depreciation has been provided, where appropriate, on a straight-line basis over the following estimated useful lives (with an estimated 10% salvage value):

<u>Asset</u>	<u>Life (years)</u>
Furniture, fixtures and minor equipment	5 - 20
Vehicles	4 - 6

H. Intergovernmental Revenues

In governmental funds, entitlements and non-reimbursable grants (to the extent such grants and entitlements relate to the current fiscal year) are recorded as receivables and revenue when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenue when measurable and earned. The District currently participates in various state and federal programs categorized as follows:

Entitlements

General Fund

State Foundation Program
State Property Tax Relief

Special Revenue Funds

Pupil Competency
Vocational Education
Drug-free School Grant

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Non-Reimbursable Grants

Special Revenue Funds

Teacher Development
Venture Capital
Management Information Systems
Title VI B
Adult Basic Education
Title I
Title VI
Disadvantaged Pupil Impact Aid
Phonics Demonstration
VEPD Lead School
Performance Incentive
Youth Involvement
Career Development
Auxiliary Services
Post Secondary Vocational Education
Education for Economic Security Act
EHA Preschool Grant
Raising the Bar
Ohio Reads
Data Communication
Summer Intervention
Alternative Education
Safe School Helpline
Career and Family Grant
Adult Education Pell Grant
Preschool
Title VI-R
Virtual Middle School
LSTA Mini-Grant

Capital Projects Funds

Power Up Technologies

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Reimbursable Grants

General Fund

School Bus Purchases
Driver Education
Vocational Education Travel/Salary
Community Alternative Funding System

Special Revenue Funds

Basic Educational Opportunity
Highway Safety

Proprietary

National School Lunch Program
National School Breakfast Program
Adult Education
Government Donated Commodities

Grants and entitlements amounted to approximately 46% of the District's operating revenue during the 2000 fiscal year.

I. Interfund Transactions

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

1. Transfers of resources from one fund to another fund. The resources transferred are to be expended for operations by the receiving fund and are recorded as operating transfers, with the exception of agency funds, which do not show transfers of resources as operating transfers.
2. Reimbursements from one fund to another are treated as expenditures/expenses in the reimbursing fund and a reduction in expenditures/expenses in the reimbursed fund. Quasi-external transactions are accounted for as revenues, expenditures or expenses.
3. Short-term interfund loans and accrued interfund reimbursements and accrued operating transfers are reflected as "interfund loans receivable or payable". The District had short-term interfund loans receivable and payable at June 30, 2000.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

4. Long-term interfund loans that will not be repaid within the next year are termed "advances" and are shown as reservations of fund balances on the combined balance sheet for those funds that report advances to other funds as assets because they are not spendable, available resources. The District had no long-term advances receivable or payable at June 30, 2000.

See Note 5 for an analysis of interfund transactions.

J. Compensated Absences

Compensated absences of the District consist of vacation leave and severance liability to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

In accordance with the provisions of GASB Statement No. 16 "Accounting for Compensated Absences", a liability for vacation leave is accrued if a) the employees' rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for severance is based on a policy whereby an employee is compensated for sixty (60) days of severance pay regardless of the employee's sick leave balance. This liability exists for employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future and is reported as a component of "future retirement obligation" on the face of the financial statements.

The District has entered into a First Opportunity Retirement Incentive (FORI) whereby, upon election, an employee reaching their first year of retirement eligibility (with a minimum age of sixty (60) years or thirty (30) or more years of service) is entitled to receive an additional thirty (30) days of severance pay or 12% of their unused sick leave balance, whichever is greater. The corresponding liability for the FORI has been recorded for employees who have elected to retire under the terms of the FORI and is reported as a component of "future retirement obligation" on the face of the financial statements.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The total liability for vacation and severance payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by labor contract and/or statute, plus any applicable additional salary related payments.

Accumulated vacation and severance liability of governmental fund type employees meeting the above requirements have been recorded in the appropriate governmental fund as a current liability to the extent that the amounts are expected to be payable within the current available period. The balance of the liability is recorded in the general long-term obligations account group. Vacation and severance liability for employees meeting the above requirements who are paid from proprietary funds is recorded as an expense when earned.

K. Long-Term Obligations

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

L. Fund Equity

Contributed capital is recorded in proprietary funds that received capital grants or contributions from other funds. Reserved fund balances indicate that portion of fund equity which is not available for current appropriation or is legally segregated for a specific use. Fund balances are reserved for encumbrances, prepayments, materials and supplies inventory, debt service, tax revenue unavailable for appropriation, principal endowment, and budget stabilization. In addition, although the nonexpendable trust fund uses the total economic resources measurement focus, the fund equity is reserved for the amount of the principal endowment. The unreserved portions of fund equity reflected for the governmental funds are available for use within the specific purposes of those funds.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

M. Prepayments

Prepayments represent cash disbursements which have occurred and are therefore not current expendable resources. These items are reported as fund assets on the balance sheet using the allocation method, which amortizes their cost over the periods benefitting from the advance payment. At period end, because prepayments for governmental funds are not available to finance future governmental fund expenditures, the fund balance is reserved by an amount equal to the carrying value of the asset.

N. Parochial Schools

Within the District boundaries, St. Mary's, Sts. Peter and Paul, and Holy Angels Elementaries and St. Mary's Central Catholic High School are operated through the Toledo Catholic Diocese. Current state legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the District, as directed by the parochial school. The fiduciary responsibility of the District for these monies is reflected in a special revenue fund for financial reporting purposes.

O. Sandusky Public Library

The Sandusky Public Library ("Library") is a distinct political subdivision of the State of Ohio governed by a board of trustees. The Library provides the community with various educational and literary resources. The District serves as the taxing authority for the Library, but has no ongoing financial responsibility. The District does not appoint a voting majority of the Board and is not involved in the management or operations of the Library. The fiduciary responsibility of collecting and disbursing tax monies for the Library is reflected in an agency fund for financial reporting purposes.

P. Estimates

The preparation of the GPFS in conformity with GAAP 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.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Q. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents set aside to establish a budget stabilization reserve. This reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction. A fund balance reserve has also been established. See Note 17 for detail of statutory reserves.

R. Memorandum Only - Total Columns

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

Deficit Fund Balances/Retained Earnings

Fund balances/retained earnings at June 30, 2000 included the following individual fund deficits:

Special Revenue Funds

Career Development	\$ 2,903
Post Secondary Vocational Education	2,817
Disadvantaged Pupil Impact Aid	165,850
Title VI-B	7,719
Vocational Education	12,848
Title I	42,153
Preschool	2,059
Miscellaneous Federal Grants	9,310

Enterprise Funds

Food Service	131,906
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Internal Service Funds

Employee Benefits Self-Insurance	8,344
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**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

These funds complied with Ohio state law, which does not permit a cash basis deficit at year end.

The deficit balances in the Career Development, Vocational Education, Title I and Miscellaneous Federal Grants special revenue funds are caused by the application of GAAP, namely in the reporting of a liability for short-term interfund loans received and for accrued wages attributable to the fiscal year. These deficit balances will be eliminated as revenues become available to repay the short-term interfund loans and to cover the costs of the wages as they are incurred.

The deficit fund balance in the Post Secondary Vocational Education special revenue fund is due to the reporting of an "advance in" from another fund as an interfund loan payable rather than as an "other financing source". This deficit will be eliminated by intergovernmental revenues and other resources not recognized at June 30.

The deficit fund balances in the Title VI-B, Disadvantaged Pupil Impact Aid and Preschool special revenue funds are caused by accruing wage, benefit and retirement obligations in accordance with GAAP. These deficits will be eliminated by intergovernmental revenues and other subsidies not recognized at June 30.

The deficit retained earnings in the Food Service enterprise fund is primarily the result of accruing wages and future retirement obligations in accordance with GAAP. This deficit will be eliminated by user charges and intergovernmental revenues not recognized at June 30.

The deficit retained earning in the Employee Benefits Self-Insurance internal service fund is a result of the application of GAAP, namely in the recognition of a liability for claims related to the fiscal year. This deficit will be eliminated as premiums are received to pay these claims.

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS

The District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Equity in Pooled Cash and Cash Equivalents". Statutes require the classification of monies held by the District into three categories:

**SANDUSKY CITY SCHOOL DISTRICT
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**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS - (Continued)

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the District treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits 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 accounts, including passbook accounts.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), 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 or 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;

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS - (Continued)

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 Treasury Asset Reserve of Ohio (STAROhio);
7. Certain bankers' acceptances 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 instruments 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 District, and must be purchased with the expectation that it will be held to 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 qualified trustee 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 and Reverse Repurchase Agreements".

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS - (Continued)

Deposits: At year end, the carrying amount of the District's deposits was \$(106,108) and the bank balance was \$188,078. A liability was not recorded for the negative carrying amount of deposits because there was no actual overdraft, due to the "zero-balance" nature of the District's bank accounts. The negative carrying amount of deposits is due to the sweeping of monies into overnight repurchase agreements which are reported as "investments". The entire bank balance was covered by federal depository insurance.

Collateral is required for demand deposits and certificates of deposit in excess of all deposits not covered by federal depository insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies, obligations of the State of Ohio and its municipalities, and obligations of the other states. Obligations pledged to secure deposits must be delivered to a bank other than the institution in which the deposit is made. Written custodial agreements are required.

Investments: The District's investments are categorized below to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or securities held by the District. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department, but not in the District's name. Investments in STAR Ohio and mutual funds are not categorized as they are not evidenced by securities that exist in physical or book entry form.

	<u>1</u>	<u>2</u>	<u>3</u>	<u>Reported Amount</u>	<u>Fair Value</u>
Repurchase agreements	\$ ---	\$ ---	\$2,914,000	\$ 2,914,000	\$ 2,914,000
U.S. government securities	41,500	---	---	41,500	41,500
Stock	<u>3,350,157</u>	---	---	3,350,157	3,350,157
Total	<u>\$3,391,657</u>	<u>\$ 0</u>	<u>\$2,914,000</u>		
Investment in STAR Ohio				7,312,690	7,312,690
Mutual funds				<u>106,693</u>	<u>106,693</u>
Total investments				<u>\$13,725,040</u>	<u>\$13,725,040</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS - (Continued)

The classification of cash and cash equivalents and investments on the combined balance sheet is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting".

A reconciliation between the classifications of cash and cash equivalents and investments on the combined balance sheet and the classifications of deposits and investments presented above per GASB Statement No.3 is as follows:

	<u>Cash and Cash Equivalents/Deposits</u>	<u>Investments</u>
GASB Statement No. 9	\$ 13,618,932	\$ 0
Investments of the cash management pool:		
Repurchase agreements	(2,914,000)	2,914,000
Investment in STAR Ohio	(7,312,690)	7,312,690
U. S. government securities	(41,500)	41,500
Stock	(3,350,157)	3,350,157
Mutual funds	<u>(106,693)</u>	<u>106,693</u>
GASB Statement No. 3	<u>\$ (106,108)</u>	<u>\$13,725,040</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 5 - INTERFUND TRANSACTIONS

- A.** Interfund balances at June 30, 2000, consist of the following individual interfund loans receivable and payable:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$91,697	\$ ---
<u>Special Revenue Funds</u>		
District Managed Student Activity	---	7,732
Career Development	---	2,875
Post Secondary Vocational Education	---	2,817
Vocational Education	---	4,074
Title VI-R	---	7,046
<u>Enterprise Funds</u>		
Food Service	---	23,145
Adult Education	---	42,947
<u>Internal Service Funds</u>		
Internal Service Rotary	<u>---</u>	<u>1,061</u>
Totals	<u>\$91,697</u>	<u>\$91,697</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 5 - INTERFUND TRANSACTIONS - (Continued)

B. The following is a summarized breakdown of the District's operating transfers for fiscal year 2000:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ ---	\$632,166
 <u>Capital Projects Funds</u>		
Permanent Improvement	582,166	---
 <u>Enterprise Funds</u>		
Adult Education	<u>50,000</u>	<u>---</u>
 Totals	 <u>\$632,166</u>	 <u>\$632,166</u>

NOTE 6 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Distributions from the second half of the calendar year occur in a new fiscal year and are intended to finance the operations of that year. Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the District.

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

Public utility property taxes are assessed on tangible personal property, as well as land and improvements. Real property is assessed at 35% of market value and personal property is assessed at 100% of market value except for the personal property of rural electric companies which is assessed 50% of market and railroads which are assessed at 29%.

Tangible personal property taxes attach as a lien and are levied on January 1 of the current year. Tangible personal property assessments are 25% of true value.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 6 - PROPERTY TAXES - (Continued)

The assessed value upon which the 1999 taxes were collected was \$405,360,654. Agricultural/Residential and public utility real estate represented 53.11% or \$215,274,480 of this total; Commercial & Industrial real estate represented 25.42% or \$103,051,810 of this total; public utility tangible represented 5.64% or \$22,875,100 of this total and general tangible property 15.83% or \$64,159,264 of this total. The voted general tax rate for operations at the fiscal year ended June 30, 2000 was \$63.80 per \$1,000.00 of assessed valuation, \$1.04 per \$1,000.00 of assessed valuation for debt retirement, and \$2.00 per \$1,000.00 of assessed valuation for permanent improvements.

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.

The Erie County Treasurer collects property tax on behalf of the District. The County Auditor periodically remits to the District its portion of the taxes collected. These tax "advances" are based on statutory cash flow collection rates. Final "settlements" are made each February and August.

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable as of June 30, 1999. Although total property tax collections for the next fiscal year are measurable, they are not (exclusive of advances) intended to finance current year operations. The net receivable (total receivable less amount available intended to finance the current year) is therefore offset by a credit to deferred revenue. A total of \$1,179,019 was available to the District as an advance at June 30 and is recognized as revenue.

Taxes available for advance and recognized as revenue but not received by the district prior to June 30, 1999, are reflected as a reservation of fund balance for future appropriations. The District is prohibited, by law, from appropriating this revenue in accordance with ORC Section 5705.35, since an advance of revenue was not requested or received prior to the fiscal year end.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 7 - RECEIVABLES

Receivables at June 30, 2000 consisted of taxes, accounts (billings for user charged services and student fees), accrued interest, interfund loans and intergovernmental grants and entitlements (to the extent such grants and entitlements relate to the current fiscal year). Intergovernmental receivables have been recorded as "due from other governments" on the combined balance sheet. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of Federal funds. A summary of the principal items of receivables follows:

	<u>Amounts</u>
<u>General Fund</u>	
Taxes - current and delinquent	\$15,788,520
Accounts	32,310
Interfund loans	91,697
Due from other governments	2,900
 <u>Special Revenue Funds</u>	
Accounts	1,765
Due from other governments	4,658
 <u>Debt Service Fund</u>	
Taxes - current and delinquent	415,617
 <u>Capital Project Funds</u>	
Taxes - current and delinquent	524,407
 <u>Enterprise Funds</u>	
Accounts	38,652
Due from other governments	22,692
 <u>Agency Funds</u>	
Taxes - current and delinquent	320,000

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 8 - FIXED ASSETS

A summary of the changes in the general fixed asset account group during the fiscal year follows:

	<u>Balance July 1, 1999</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2000</u>
Land/ improvements	\$ 2,285,370	\$ ---	\$ ---	\$ 2,285,370
Buildings	11,866,617	56,159	---	11,922,776
Furniture/ equipment	5,287,779	595,717	(200,463)	5,683,033
Vehicles	1,656,241	259,378	(106,924)	1,808,695
Books	<u>1,758,528</u>	<u>69,098</u>	<u>---</u>	<u>1,827,626</u>
Total	<u>\$22,854,535</u>	<u>\$980,352</u>	<u>\$(307,387)</u>	<u>\$23,527,500</u>

A summary of the proprietary fixed assets at June 30, 2000 follows:

	<u>Proprietary</u>
Furniture and equipment	\$ 702,540
Less: accumulated depreciation	<u>(363,603)</u>
Net fixed assets	<u>\$ 338,937</u>

NOTE 9 - CHANGES IN CONTRIBUTED CAPITAL

Changes in contributed capital for the year ended June 30, 2000 are summarized by source as follows:

	<u>Food Service</u>
Contributed capital, July 1, 1999	\$191,064
Current contributions from other funds	<u>4,887</u>
Contributed capital, June 30, 2000	<u>\$195,951</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 10 - LONG-TERM OBLIGATIONS

- A. All current obligation bonds outstanding, issued to provide funds for the acquisition and construction of equipment and facilities, are general obligations of the District for which the full faith and credit of the District is pledged for repayment. Accordingly, such unmatured obligations of the District are accounted for in the general long-term obligations account group. Payments of principal and interest relating to these liabilities are recorded as expenditures in the debt service fund. The source of payment is derived from a current 1.4 mill bonded debt tax levy.

The following is a description of the District's bonds outstanding as of June 30, 2000:

<u>Purpose</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Bonds Outstanding June 30, 1999</u>	<u>Retired in 2000</u>	<u>Bonds Outstanding June 30, 2000</u>
Elementary Building Additions	7.088%	07/01/90	12/01/10	<u>\$1,980,000</u>	<u>\$(210,000)</u>	<u>\$1,770,000</u>

- B. In 1988, the District received a loan from the U.S. Environmental Protection Agency for an asbestos abatement project at Sandusky High School. The loan is interest free as long as the District remains current on repayment. The following schedule describes the loan:

<u>Purpose</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Loan Outstanding June 30, 1999</u>	<u>Retired in 2000</u>	<u>Loan Outstanding June 30, 2000</u>
Asbestos Abatement	None	03/01/88	07/31/08	<u>\$522,477</u>	<u>\$(61,468)</u>	<u>\$461,009</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

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

<u>Year Ending June 30</u>	<u>Principal on Bonds/EPA Loan</u>	<u>Interest on Bonds/EPA Loan</u>	<u>Total</u>
2001	\$ 281,468	\$120,575	\$ 402,043
2002	216,468	107,492	323,960
2003	216,468	96,177	312,645
2004	216,468	84,862	301,330
2005	216,468	73,547	290,015
Thereafter	<u>1,083,669</u>	<u>203,673</u>	<u>1,287,342</u>
Total	<u>\$2,231,009</u>	<u>\$686,326</u>	<u>\$2,917,335</u>

C. During the year ended June 30, 2000, the following changes occurred in liabilities reported in the general long-term obligations account groups. Compensated absences, pension obligation and future retirement obligation will ultimately be paid from the fund from which the employee is paid.

	<u>Balance June 30, 1999</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance June 30, 2000</u>
Compensated absences	\$ 51,601	\$176,704	\$ (167,400)	\$ 60,905
Future retirement obligation	1,885,166	277,189	(366,996)	1,795,359
General obligation bonds payable	1,980,000	---	(210,000)	1,770,000
Asbestos abatement loan payable	522,477	---	(61,468)	461,009
Pension obligation payable	<u>215,385</u>	<u>246,641</u>	<u>(215,385)</u>	<u>246,641</u>
Total	<u>\$4,654,629</u>	<u>\$700,534</u>	<u>\$(1,021,249)</u>	<u>\$4,333,914</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

D. Legal Debt Margin

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

The effects of these debt limitations at June 30, 2000 are a voted debt margin of \$35,086,836 (including available funds of \$374,377) and an unvoted debt margin of \$405,361.

NOTE 11 - RISK MANAGEMENT

A. Comprehensive

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 2000, the District has contracted with Nationwide/Wausau to provide insurance coverage in the following amounts:

<u>Limits of Coverage</u>	<u>Coverage</u>	<u>Deductible</u>
General liability:		
Each occurrence	\$ 2,000,000	\$ 0
Aggregate	5,000,000	0
Fleet:		
Comprehensive	\$ 1,000,000	\$ 100
Collision	1,000,000	500
Umbrella liability and fleet	\$ 2,000,000	\$ 10,000
Building and contents	\$ 89,902,100	\$ 1,000

Settled claims have not exceeded this commercial coverage in any of the past three years.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 11 - RISK MANAGEMENT - (Continued)

B. Health Benefits

The District has established a Risk Management Fund (an internal service fund) to account for and finance its uninsured risks of loss. Under this program, the Risk Management Fund provides coverage for up to a maximum of \$125,000 for each health benefits claim. The District purchases commercial insurance for claims in excess of coverage provided by the Fund and for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

All funds of the District participate in the program and make payments to the Risk Management Fund based on actuarial estimates of the amounts needed to pay claims and actual amounts needed to pay fixed costs (premiums for stop-loss coverage and medical conversion and administrative fees and services).

The claims liability of \$336,178 reported in the internal service fund at June 30, 2000, is based on an estimate provided by the third party administrator and the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus," which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be accrued at the estimated ultimate cost of settling the claims. Changes in claims activity for the past two fiscal years are as follows:

<u>Fiscal Year</u>	<u>Beginning of Year</u>	<u>Claims</u>	<u>Payments</u>	<u>End of Year</u>
1999 - 2000	\$309,834	\$3,356,746	\$(3,330,402)	\$336,178
1998 - 1999	\$450,383	\$2,946,053	\$(3,086,602)	\$309,834

C. OSBA Group Workers Compensation Rating Program

For fiscal year 2000, the District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 2.A.). The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 11 - RISK MANAGEMENT - (Continued)

the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP.

A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control, and actuarial services to the GRP.

NOTE 12 - SEGMENT INFORMATION - ENTERPRISE FUNDS

The District maintains two enterprise funds to account for the operations of food service and adult education programs. The table below reflects, in a summarized format, the more significant financial data relating to the enterprise funds of the District as of and for the year ended June 30, 2000.

	<u>Food Service</u>	<u>Adult Education</u>	<u>Total</u>
Operating revenue	\$847,850	\$420,636	\$1,268,486
Depreciation	11,647	2,712	14,359
Operating loss	(920,704)	(494,869)	(1,415,573)
Operating grants	818,008	553,883	1,371,891
Net income	8,875	108,639	117,514
Property, plant and equipment:			
additions	4,887	---	4,887
deletions	10,391	1,644	12,035
Net working capital	(112,032)	126,413	14,381
Total assets	339,820	282,659	622,479
Long-term liabilities payable from			
fund revenues	114,415	21,031	135,446
Total liabilities	275,775	151,388	427,163
Contributed capital	195,951	---	195,951
Total equity	64,045	131,271	195,316
Encumbrances outstanding as of June 30, 2000	---	7,638	7,638

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 13 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing, multiple-employer defined benefit pension plan administered by the School Employees Retirement Board. 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 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, or by calling (614) 222-5853.

Plan members are required to contribute 9 percent of their annual covered salary and the District is required to contribute 14 percent for 2000; 5.55 percent was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by the School Employees Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The District's required contributions to SERS for the fiscal years ended June 30, 2000, 1999 and 1998 were \$627,899, \$584,490, and \$545,541, respectively; 44 percent has been contributed for fiscal year 2000 and 100 percent for the fiscal years 1999 and 1998. \$352,254, 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 District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing, multiple-employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided 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. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771, or by calling (614) 227-4090.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Plan members are required to contribute 9.3 percent of their annual covered salary and the District is required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The District's required contributions to STRS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$2,412,178, \$2,324,946, and \$2,182,873, respectively; 83 percent has been contributed for fiscal year 2000 and 100 percent for the fiscal years 1999 and 1998. \$414,732, representing the unpaid contribution for fiscal year 2000, is recorded as a liability within the respective funds.

NOTE 14 - POSTEMPLOYMENT BENEFITS

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

The State Teachers Retirement 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 Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For this fiscal year, the Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$1,378,387 during fiscal 2000.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Health Care Reserve Fund was \$2.783 billion at June 30, 1999 (the latest information available). For the year ended June 30, 1999 (the latest information available), net health care costs paid by STRS were \$249.929 million and STRS had 95,796 eligible benefit recipients.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 14 - POSTEMPLOYMENT BENEFITS - (Continued)

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

For this fiscal year, employer contributions to fund health care benefits were 8.45 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2000, the minimum pay has been established at \$12,400. 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 at June 30, 1999 (the latest information available), were \$126.4 million and the target level was \$189.6 million. At June 30, 1999 (the latest information available), SERS had net assets available for payment of health care benefits of \$188.0 million and SERS had approximately 51,000 participants receiving health care benefits. For the District, the amount to fund health care benefits, including surcharge, equaled \$427,314 during the 2000 fiscal year.

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The Combined Statement of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

(c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to a reservation of fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the governmental funds are as follows:

	Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			
	Governmental Fund Types			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Budget basis	\$ (353,862)	\$(436,563)	\$ 9,295	\$ 464,657
Net adjustment for revenue accruals	(717,064)	(12,154)	(3,720)	(40,759)
Net adjustment for expenditure accruals	(147,693)	(188,834)	---	(156,889)
Net adjustment for other sources/uses	(106,502)	84,537	---	132,830
Adjustment for encumbrances	<u>215,994</u>	<u>276,524</u>	<u>---</u>	<u>246,273</u>
GAAP basis	<u><u>\$ (1,109,127)</u></u>	<u><u>\$(276,490)</u></u>	<u><u>\$ 5,575</u></u>	<u><u>\$ 646,112</u></u>



**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 16 - CONTINGENCIES

A. Grants

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

B. Litigation

The District is a party to legal proceedings seeking damages or injunctive relief generally incidental to its operations and spending projects. The District management is of the opinion that disposition of the claim and legal proceedings will not have a material effect, if any, on the financial condition of the District.

C. 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 that system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to this District. During the fiscal year ended June 30, 2000, the District received \$12,428,244 of school foundation support for its general fund.

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

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

NOTE 16 - CONTINGENCIES - (Continued)

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

NOTE 17 - STATUTORY RESERVES

The District is required by State law to set-aside certain general fund revenue amounts, as defined by Statute, into various reserves. These reserves are calculated and presented on a cash basis. During the fiscal year ended June 30, 2000, the reserve activity was as follows:

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set-aside cash balance as of June 30, 1999	\$ 0	\$ 0	\$386,402
Current year set-aside requirement	675,103	675,103	228,217
Current year offsets	---	(546,816)	---
Qualifying disbursements	<u>(1,011,276)</u>	<u>(445,106)</u>	<u>---</u>
 Total	 <u>\$ (336,173)</u>	 <u>\$ (316,819)</u>	 <u>\$614,619</u>
 Cash balance carried forward to FY 2001	 <u>\$ (336,173)</u>	 <u>\$ 0</u>	 <u>\$614,619</u>

Although the District had offsets and qualifying disbursements during the year that reduced the set-aside amounts below zero for the capital acquisition reserve, this extra amount may not be used to reduce the set-aside requirement of future years. The negative amount is therefore not presented as being carried forward to the next fiscal year.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2000**

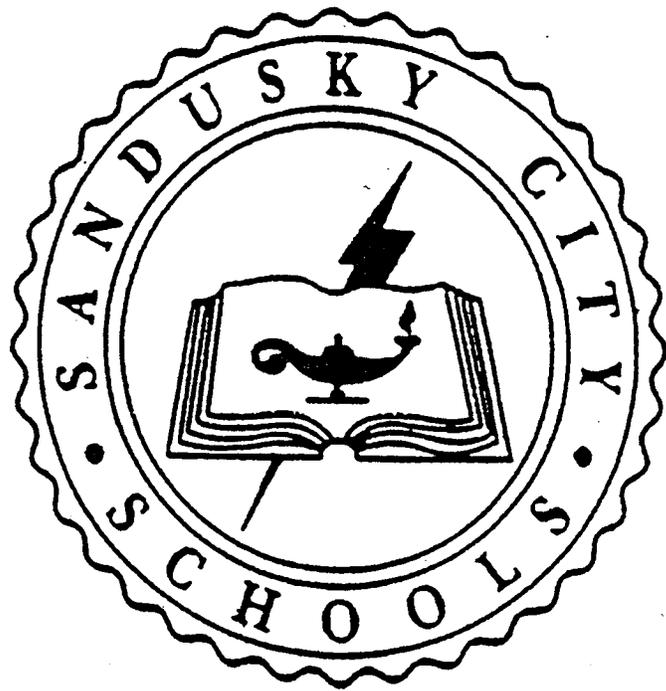
NOTE 17 - STATUTORY RESERVES - (Continued)

A schedule of the restricted assets at June 30, 2000 follows:

Amount restricted for budget stabilization	<u>\$614,619</u>
Total restricted assets	<u>\$614,619</u>



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



GENERAL FUND

Section 5705.09 Revised Code

The general fund is used to account for resources traditionally associated with a school district which are not required legally or by sound financial management to be accounted for in another fund. These activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities and pupil transportation.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Taxes	\$14,900,087	\$14,880,194	(\$19,893)
Tuition	45,081	45,021	(60)
Earnings on investments	507,625	506,947	(678)
Other local revenues	298,860	298,461	(399)
Intergovernmental-state	14,136,055	14,117,183	(18,872)
Intergovernmental-federal	10,877	10,862	(15)
Total revenues	<u>29,898,585</u>	<u>29,858,668</u>	<u>(39,917)</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	8,970,800	8,692,903	277,897
Fringe benefits	2,658,800	2,545,877	112,923
Purchased services	115,500	57,066	58,434
Supplies	1,154,838	1,111,287	43,551
Capital outlay	314,078	295,154	18,924
Total instruction-regular	<u>13,214,016</u>	<u>12,702,287</u>	<u>511,729</u>
Instruction-special			
Salaries and wages	2,382,300	2,258,843	123,457
Fringe benefits	778,500	703,796	74,704
Purchased services	754,000	662,828	91,172
Supplies	49,650	28,410	21,240
Capital outlay	5,000	3,422	1,578
Dues and fees	410,000	408,000	2,000
Total instruction-special	<u>4,379,450</u>	<u>4,065,299</u>	<u>314,151</u>
Instruction-vocational			
Salaries and wages	911,800	898,582	13,218
Fringe benefits	292,900	259,161	33,739
Purchased services	16,000	10,253	5,747
Supplies	184,094	155,265	28,829
Capital outlay	70,594	52,388	18,206
Total instruction-vocational	<u>1,475,388</u>	<u>1,375,649</u>	<u>99,739</u>
Support services-pupil			
Salaries and wages	967,000	927,829	39,171
Fringe benefits	274,700	246,537	28,163
Purchased services	48,000	36,692	11,308
Supplies	17,000	8,532	8,468
Capital outlay	16,576	11,649	4,927
Total support services-pupil	<u>1,323,276</u>	<u>1,231,239</u>	<u>92,037</u>

-- Continued

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2000**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Support services-instructional staff			
Salaries and wages	\$725,600	\$674,801	\$50,799
Fringe benefits	280,200	253,700	26,500
Purchased services	264,600	222,315	42,285
Supplies	144,700	110,116	34,584
Capital outlay	21,500	18,565	2,935
Dues and fees	50,000	44,704	5,296
Total support services-instructional staff	<u>1,486,600</u>	<u>1,324,201</u>	<u>162,399</u>
Support services-board of education			
Salaries and wages	14,000	9,440	4,560
Fringe benefits	1,000	566	434
Purchased services	180,900	147,427	33,473
Supplies	4,100	3,756	344
Dues and fees	37,100	25,647	11,453
Total support services-board of education	<u>237,100</u>	<u>186,836</u>	<u>50,264</u>
Support services-administration			
Salaries and wages	1,740,400	1,693,288	47,112
Fringe benefits	692,600	635,386	57,214
Purchased services	56,800	47,067	9,733
Supplies	27,200	8,884	18,316
Capital outlay	8,600	5,172	3,428
Dues and fees	1,750	1,454	296
Total support services-administration	<u>2,527,350</u>	<u>2,391,251</u>	<u>136,099</u>
Support services-fiscal			
Salaries and wages	181,600	163,661	17,939
Fringe benefits	69,300	62,932	6,368
Purchased services	39,000	19,285	19,715
Supplies	5,000	2,845	2,155
Dues and fees	335,100	311,365	23,735
Total support services-fiscal	<u>630,000</u>	<u>560,088</u>	<u>69,912</u>
Support services-business			
Salaries and wages	141,300	129,278	12,022
Fringe benefits	56,000	38,267	17,733
Purchased services	48,300	40,095	8,205
Supplies	9,000	7,140	1,860
Capital outlay	1,120	798	322
Total support services-business	<u>255,720</u>	<u>215,578</u>	<u>40,142</u>

-- Continued

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Support services-operations and maintenance			
Salaries and wages	\$1,458,400	\$1,397,385	\$61,015
Fringe benefits	529,200	510,549	18,651
Purchased services	1,876,531	1,680,402	196,129
Supplies	177,600	175,494	2,106
Capital outlay	82,197	79,774	2,423
Dues and fees	10,000	18	9,982
Total support services-operations and maintenance	<u>4,133,928</u>	<u>3,843,622</u>	<u>290,306</u>
Support services-pupil transportation			
Salaries and wages	632,700	598,772	33,928
Fringe benefits	227,000	212,372	14,628
Purchased services	37,000	24,336	12,664
Supplies	146,000	104,161	41,839
Capital outlay	255,840	253,375	2,465
Dues and fees	15,000	13,876	1,124
Total support services-pupil transportation	<u>1,313,540</u>	<u>1,206,892</u>	<u>106,648</u>
Support services-central			
Salaries and wages	43,400	36,736	6,664
Fringe benefits	13,500	12,768	732
Supplies	3,700	3,680	20
Capital outlay	4,000	1,488	2,512
Total support services-central	<u>64,600</u>	<u>54,672</u>	<u>9,928</u>
Community services:			
Salaries and wages	650	351	299
Fringe benefits	120	55	65
Purchased services	7,000	5,464	1,536
Supplies	2,010	1,620	390
Total community services	<u>9,780</u>	<u>7,490</u>	<u>2,290</u>
Extracurricular activities:			
Salaries and wages	490,800	446,784	44,016
Fringe benefits	90,400	69,568	20,832
Purchased services	18,500	7,201	11,299
Supplies	1,500	1,157	343
Capital outlay	200	0	200
Total extracurricular activities	<u>601,400</u>	<u>524,710</u>	<u>76,690</u>
Total expenditures	<u>31,652,148</u>	<u>29,689,814</u>	<u>1,962,334</u>

-- Continued

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2000**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Excess (deficiency) of revenues over under (under) expenditures	(\$1,753,563)	\$168,854	\$1,922,417
Other financing sources (uses):			
Refund of prior year's expenditures	13,360	13,342	(18)
Operating transfers (out)	(650,000)	(632,165)	17,835
Advances in	185,103	184,856	(247)
Advances (out)	0	(91,697)	(91,697)
Proceeds from sale of fixed assets	2,952	2,948	(4)
Total other financing sources (uses)	(448,585)	(522,716)	(74,131)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(2,202,148)	(353,862)	1,848,286
Fund balance, July 1	3,757,499	3,757,499	0
Prior year encumbrances appropriated	878,297	878,297	0
Fund balance, June 30	\$2,433,648	\$4,281,934	\$1,848,286

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 District's special revenue funds follows:

Public School Support

Section 5705.12, Revised Code

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

Other Grant

Sections 5705.09 and 5705.13, Revised Code

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

Venture Capital Grant

Section 3302.07, Revised Code
and Biennial Budget Bill

A fund for professional development activities of Jackson Jr. High School staff members.

District Managed Student Activity

Section 3313.062

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

Auxiliary Services (NPSS)

AM SUB H.B. 291

A fund used to account for monies which provide services and materials to pupils attending non-public schools within the school district.

Career Development

Current Budget Bill
appropriation line item 200-514

A fund provided to account for monies received and expended in conjunction with Vocational Education Career Development projects funded by the State of Ohio, Ohio Department of Education, Division of Vocational Education.

Post Secondary Vocational Education

Current Budget Bill
appropriation line item 200-514

If fund provided to account for receipts and expenditures incurred in providing opportunities for adults.

Teacher Development

Current Budget Bill
appropriation line item 200-527

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

Management Information Systems

Am Sub H B 111

To account for funds associated with the state-wide requirements of the Education Management System (EMIS).

Disadvantaged Pupil Impact Aid

Current Budget Bill

A fund used to account for monies received for disadvantaged pupil impact aid.

Data Communications

Section 5705.09, Revised Code

A fund provided to account for money appropriated for Ohio Educational Computer Network Connections.

Textbook/Instructional Materials Subsidy

Sub. House Bill 412

To account for monies received by the State of Ohio for textbooks, instructional software, instructional materials, and any other materials the district deems to be helpful in providing appropriate instruction to students in the following subject areas: reading, writing, mathematics, science and citizenship.

Ohio Reads Grant

Current Budget Bill
appropriation line item 200-566 and 200-455

A fund intended to improve reading outcomes, especially on the fourth grade reading proficiency test and for volunteer coordinators in public school buildings, for educational service centers for costs associated with volunteer coordination, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

Summer Intervention

Current Budget Bill
appropriation line item 200-513

A fund used to account for summer intervention services satisfying criteria defined in division (E) of section 3313.608 of the Revised Code.

Current Budget Bill
appropriation line item 200-520

Alternative Education Grant

A fund used to account for alternative educational programs for existing and new at-risk and delinquent youth. Programs shall be focused on youth in one or more of the following categories: those who have been expelled or suspended, those who have dropped out of school or who are at risk of dropping out of school, those who are habitually truant or disruptive, or those on probation or on parole from a Department of Youth Services facility.

Able/Jobs Grant

State of Ohio (4P1 200-629)

A fund established to provide assistance to welfare recipients to fund employment. The school district collaborates with the Department of Human Services in preparing participants for the work force by providing them with skills, development, work experience and placement.

Adult Basic Education

P L Law 91-230, Title III

This fund accounts for Federal monies used to provide programs in reading, writing and math competency for adults who have not earned a high school diploma.

Education for Economic Security

National Defense Education Act, 1958

This fund is to account for Federal monies received through the Ohio Department of Education for the purpose of improving the skills of teachers, (science, foreign languages, and computer learning) and increasing the access of all students to that instruction.

Title VI-B

Education; of the Handicapped Act, P L 91-230

To account for Federal monies which assist states in the identification of handicapped children, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Vocational Education

Carl D. Perkins Vocational Education Act
of 1984, Public Law 98-524

Provision of funds to boards of education, teacher training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including sex equity grants. Funds are administered by the Ohio Department of Education, Division of Vocational and Career Education.

Basis Educational Opportunity Grant

Higher Education amendments of
1972, Title IV, Part A, section 411;
Public Law 92-318; 20 USC 1070a.

Provision of funds to assist in making available the benefits of post-secondary education to qualified students.

Title I

P L 97-35; Title I ESEA 1965

To account for funds which are to: 1) establish or improve programs designed to meet the special educational need of migratory children of migratory agricultural workers or migratory fishers' and 2) enable State education agencies to coordinate their state migrant education programs and local projects with similar programs and projects in other states, including the transfer of school records of other information about migratory children.

Title II

P L 97-35; ESEA 1965

To account for Federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, and inservice and staff development.

Drug-Free School Grant

Catalog of Federal Domestic Assistance #84-166

To provide funds to local educational agencies and consortia of these agencies to establish, operate and improve local programs of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

Education of the Handicapped Act
Amendments, P.L. 99-457

EHA Preschool Grant

Catalog of Federal Domestic Assistance #84.173

The Preschool Grant Program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for the handicapped children ages three (3) through five (5) years.

Youth Involvement Fund

Head Start - Follow Through Act, P.L. 93-644,
Title V, Part B; 42 U.S.C. 2929

Provision of funds to sustain and augment in primary grades the gains that children from low-income families make in Head Start and other quality preschool programs. Follow through provides special programs of instruction as well as health, nutrition, and other related services which will aid in the continued development of children to there full potential. Active participation of parents is stressed.

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
 COMBINING BALANCE SHEET
 FOR ALL SPECIAL REVENUE FUNDS
 JUNE 30, 2000

	<u>Public School Support</u>	<u>Other Grant</u>	<u>Venture Capital Grant</u>	<u>District Managed Student Activity</u>
ASSETS:				
Equity in pooled cash and cash equivalents	\$78,596	\$3,237	\$6,449	\$41,097
Receivables (net of allowances for uncollectibles):				
Accounts	72	--	--	1,693
Due from other governments	--	--	--	--
Total assets	<u>\$78,668</u>	<u>\$3,237</u>	<u>\$6,449</u>	<u>\$42,790</u>
LIABILITIES:				
Accounts payable	\$1,249	\$1,422	\$437	\$3,361
Accrued wages and benefits	--	--	--	--
Pension obligation payable	--	--	--	--
Interfund loans payable	--	--	--	7,732
Deferred revenue	--	--	--	1,754
Due to other governments	--	--	--	140
Total liabilities	<u>1,249</u>	<u>1,422</u>	<u>437</u>	<u>12,987</u>
FUND EQUITY:				
Fund balances:				
Reserved for encumbrances	1,734	157		1,834
Unreserved-undesignated (deficit)	75,685	1,658	6,012	27,969
Total fund equity	<u>77,419</u>	<u>1,815</u>	<u>6,012</u>	<u>29,803</u>
Total liabilities and fund equity	<u>\$78,668</u>	<u>\$3,237</u>	<u>\$6,449</u>	<u>\$42,790</u>

<u>Auxillary Services</u>	<u>Career Development</u>	<u>Post Secondary Vocational Education</u>	<u>Teacher Development</u>	<u>Management Information Systems</u>	<u>Disadvantaged Pupil Impact Aid</u>
\$93,019	\$1	\$ --	\$3,854	\$27,504	\$119,595
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
<u>\$93,019</u>	<u>\$1</u>	<u>--</u>	<u>\$3,854</u>	<u>\$27,504</u>	<u>\$119,595</u>
\$14,168	\$ --	\$ --	2,032	\$ --	\$ --
28,254	29	--	35	--	255,931
3,542	--	--	--	--	29,514
--	2,875	2,817	--	--	--
--	--	--	--	--	--
5,677	--	--	--	--	--
<u>51,641</u>	<u>2,904</u>	<u>2,817</u>	<u>2,067</u>	<u>--</u>	<u>285,445</u>
4,592	--	--	1,609	--	--
36,786	(2,903)	(2,817)	178	27,504	(165,850)
41,378	(2,903)	(2,817)	1,787	27,504	(165,850)
<u>\$93,019</u>	<u>\$1</u>	<u>\$0</u>	<u>\$3,854</u>	<u>\$27,504</u>	<u>\$119,595</u>

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SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
 COMBINING BALANCE SHEET
 FOR ALL SPECIAL REVENUE FUNDS
 JUNE 30, 2000

	Summer Intervention	Alternative Education Grant	Able/Jobs Grant	Adult Basic Education
ASSETS:				
Equity in pooled cash and cash equivalents	\$53,597	\$87,454	\$164,948	\$25,834
Receivables (net of allowances for uncollectibles):				
Accounts	--	--	--	--
Due from other governments	--	--	--	--
Total assets	<u>\$53,597</u>	<u>\$87,454</u>	<u>\$164,948</u>	<u>\$25,834</u>
LIABILITIES:				
Accounts payable	\$ --	--	\$26,239	\$2,867
Accrued wages and benefits	--	--	44	1,127
Pension obligation payable	--	--	--	1,726
Interfund loans payable	--	--	--	--
Deferred revenue	--	--	--	--
Due to other governments	--	--	--	--
Total liabilities	<u>--</u>	<u>--</u>	<u>26,283</u>	<u>5,720</u>
FUND EQUITY:				
Fund balances:				
Reserved for encumbrances	--	--	38,410	--
Unreserved-undesignated (deficit)	53,597	87,454	100,255	20,114
Total fund equity	<u>53,597</u>	<u>87,454</u>	<u>138,665</u>	<u>20,114</u>
Total liabilities and fund equity	<u>\$53,597</u>	<u>\$87,454</u>	<u>\$164,948</u>	<u>\$25,834</u>

Education for Economic Security Act	Title VI-B	Vocational Education	Title I	Title II	Drug-Free School Grant
\$11,174	\$42,528	\$21,337	\$215,127	\$5,001	\$24,462
--	--	--	--	--	--
--	--	--	--	--	--
<u>\$11,174</u>	<u>\$42,528</u>	<u>\$21,337</u>	<u>\$215,127</u>	<u>\$5,001</u>	<u>\$24,462</u>
\$2,887	\$896	\$15,192	109,432	3,215	--
294	45,035	11,807	131,086	--	16
--	4,316	3,112	14,612	--	--
--	--	4,074	--	--	--
--	--	--	--	--	--
--	--	--	2,150	--	1,120
<u>3,181</u>	<u>50,247</u>	<u>34,185</u>	<u>257,280</u>	<u>3,215</u>	<u>1,136</u>
3,833	21	2,255	9,768	--	8,817
4,160	(7,740)	(15,103)	(51,921)	1,786	14,509
7,993	(7,719)	(12,848)	(42,153)	1,786	23,326
<u>\$11,174</u>	<u>\$42,528</u>	<u>\$21,337</u>	<u>\$215,127</u>	<u>\$5,001</u>	<u>\$24,462</u>

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SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
 COMBINING BALANCE SHEET
 FOR ALL SPECIAL REVENUE FUNDS
 JUNE 30, 2000

	EHA Preschool Grant	Youth Involvement Fund	Total
ASSETS:			
Equity in pooled cash and cash equivalents	\$1,369	\$50,723	\$1,076,906
Receivables (net of allowances for uncollectibles):			
Accounts	--	--	1,765
Due from other governments	--	4,658	4,658
Total assets	\$1,369	\$55,381	\$1,083,329
LIABILITIES:			
Accounts payable	--	9,542	192,939
Accrued wages and benefits	3,068	38,677	515,403
Pension obligation payable	360	8,980	66,162
Interfund loans payable	--	7,046	24,544
Deferred revenue	--	--	1,754
Due to other governments	--	446	9,533
Total liabilities	3,428	64,691	810,335
FUND EQUITY:			
Fund balances:			
Reserved for encumbrances	509	10,368	83,907
Unreserved-undesignated (deficit)	(2,568)	(19,678)	189,087
Total fund equity	(2,059)	(9,310)	272,994
Total liabilities and fund equity	\$1,369	\$55,381	\$1,083,329



**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Public School Support</u>	<u>Other Grant</u>	<u>Venture Capital Grant</u>	<u>District Managed Student Activity</u>
Revenues:				
From local sources:				
Earnings on investments	\$ --	\$ --	\$ --	\$ --
Other local revenues	91,833	8,000	--	195,479
Intergovernmental - State	--	--	25,000	--
Intergovernmental - Federal	--	--	--	--
Total revenues	<u>91,833</u>	<u>8,000</u>	<u>25,000</u>	<u>195,479</u>
Expenditures:				
Current:				
Instruction:				
Regular	--	13,430	32,215	--
Special	--	--	--	--
Vocational	--	21,393	--	--
Other	549	--	--	--
Support services:				
Pupil	10	--	--	--
Instructional staff	--	--	--	--
Administration	--	--	--	--
Fiscal	--	--	--	--
Pupil transportation	--	--	--	--
Central	--	--	--	--
Community services	--	--	--	--
Extracurricular activities	83,702	--	--	188,844
Intergovernmental pass through	--	--	--	--
Total expenditures	<u>84,261</u>	<u>34,823</u>	<u>32,215</u>	<u>188,844</u>
Excess (deficiency) of revenues over (under) expenditures	7,572	(26,823)	(7,215)	6,635
Fund balance (deficit), July 1	<u>69,847</u>	<u>28,638</u>	<u>13,227</u>	<u>23,168</u>
Fund balance (deficit), June 30	<u>\$77,419</u>	<u>\$1,815</u>	<u>\$6,012</u>	<u>\$29,803</u>

<u>Auxillary Services</u>	<u>Career Development</u>	<u>Post Secondary Vocational Education</u>	<u>Teacher Development</u>	<u>Management Information Systems</u>	<u>Disadvantaged Pupil Impact Aid</u>
\$6,738	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--
460,950	22,896	19,983	25,263	13,336	1,427,367
--	--	--	--	--	--
<u>467,688</u>	<u>22,896</u>	<u>19,983</u>	<u>25,263</u>	<u>13,336</u>	<u>1,427,367</u>
--	--	--	--	--	1,620,370
--	--	--	--	--	--
--	22,703	--	--	--	--
--	--	22,801	--	--	--
--	--	--	--	--	--
--	--	--	29,900	--	--
--	--	--	--	--	--
--	--	--	--	4,613	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
480,154	--	--	--	--	--
<u>480,154</u>	<u>22,703</u>	<u>22,801</u>	<u>29,900</u>	<u>4,613</u>	<u>1,620,370</u>
(12,466)	193	(2,818)	(4,637)	8,723	(193,003)
53,844	(3,096)	1	6,424	18,781	27,153
<u>\$41,378</u>	<u>(\$2,903)</u>	<u>(\$2,817)</u>	<u>\$1,787</u>	<u>\$27,504</u>	<u>(\$165,850)</u>

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**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Data Communications</u>	<u>Textbook/ Instructional Materials</u>	<u>Ohio Reads Grant</u>	<u>Summer Intervention</u>
Revenues:				
From local sources:	\$ --	\$ --	\$ --	\$ --
Earnings on investments	--	--	--	--
Other local revenues	--	--	--	--
Intergovernmental - State	21,636	--	14,000	53,597
Intergovernmental - Federal	--	--	--	--
Total revenues	<u>21,636</u>	<u>--</u>	<u>14,000</u>	<u>53,597</u>
Expenditures:				
Current:				
Instruction:				
Regular	--	63,942	14,000	--
Special	--	--	--	--
Vocational	--	--	--	--
Other	--	--	--	--
Support services:				
Pupil	--	--	--	--
Instructional staff	--	--	--	--
Administration	--	--	--	--
Fiscal	--	--	--	--
Pupil transportation	--	--	--	--
Central	21,636	--	--	--
Community services	--	--	--	--
Extracurricular activities	--	--	--	--
Intergovernmental pass through	--	--	--	--
Total expenditures	<u>21,636</u>	<u>63,942</u>	<u>14,000</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	--	(63,942)	--	53,597
Fund balance (deficit), July 1	<u>0</u>	<u>63,942</u>	<u>0</u>	<u>0</u>
Fund balance (deficit), June 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$53,597</u>

Alternative Education Grant	Able/Jobs Grant	Adult Basic Education	Education for Economic Security Act	Title VI-B	Vocational Education
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--
--	--	--	--	--	--
87,500	214,317	42,472	--	--	--
--	--	74,908	23,455	347,043	156,148
<u>87,500</u>	<u>214,317</u>	<u>117,380</u>	<u>23,455</u>	<u>347,043</u>	<u>156,148</u>
46	57,789	\$ --	51,179	--	--
--	--	--	--	126,094	--
--	54,243	16,518	--	--	48,844
--	--	100,910	--	--	10,543
--	--	--	--	31,560	79,751
--	--	4,689	--	69,562	1,302
--	--	2,308	--	59,462	2,203
--	--	--	--	--	--
--	--	--	--	--	--
--	3,710	--	--	--	15,537
--	--	--	--	58,391	19,228
--	--	--	--	--	--
--	--	--	--	--	--
<u>46</u>	<u>115,742</u>	<u>124,425</u>	<u>51,179</u>	<u>345,069</u>	<u>177,408</u>
87,454	98,575	(7,045)	(27,724)	1,974	(21,260)
0	40,090	27,159	35,717	(9,693)	8,412
<u>\$87,454</u>	<u>\$138,665</u>	<u>\$20,114</u>	<u>\$7,993</u>	<u>(\$7,719)</u>	<u>(\$12,848)</u>

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**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	Basic Educational Opportunity Grant	Title I	Title II	Drug-Free School Grant
Revenues:				
From local sources:				
Earnings on investments	\$ --	\$ --	\$ --	\$ --
Other local revenues	--	--	--	--
Intergovernmental - State	--	--	--	--
Intergovernmental - Federal	27,452	1,208,515	38,544	43,509
Total revenues	27,452	1,208,515	38,544	43,509
Expenditures:				
Current:				
Instruction:				
Regular	--	--	--	10,498
Special	--	1,174,990	29,927	--
Vocational	--	--	--	--
Other	--	--	--	--
Support services:				
Pupil	--	--	--	12,476
Instructional staff	--	35,095	--	--
Administration	--	27,803	--	--
Fiscal	--	--	--	--
Pupil transportation	--	22,612	--	--
Central	--	--	--	--
Community services	27,452	20,220	8,137	--
Extracurricular activities	--	--	--	--
Intergovernmental pass through	--	--	--	--
Total expenditures	27,452	1,280,720	38,064	22,974
Excess (deficiency) of revenues over (under) expenditures	0	(72,205)	480	20,535
Fund balance (deficit), July 1	0	30,052	1,306	2,791
Fund balance (deficit), June 30	\$0	(\$42,153)	\$1,786	\$23,326

EHA Preschool Grant	Youth Involvement Fund	Total
\$ --	\$ --	6,738
--	--	295,312
--	--	2,428,317
38,722	254,088	2,212,384
<u>38,722</u>	<u>254,088</u>	<u>4,942,751</u>
--	63,710	1,927,179
10,302	143,947	1,485,260
--	--	163,701
--	4,619	139,422
4,115	799	128,711
19,654	57,341	217,543
7,088	4,768	103,632
--	--	4,613
--	--	22,612
--	99,557	140,440
--	--	133,428
--	--	272,546
--	--	480,154
<u>41,159</u>	<u>374,741</u>	<u>5,219,241</u>
(2,437)	(120,653)	(276,490)
378	111,343	549,484
<u>(\$2,059)</u>	<u>(\$9,310)</u>	<u>\$272,994</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PUBLIC SCHOOL SUPPORT
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Other local revenues	\$100,000	\$91,822	(\$8,178)
Total revenues	<u>100,000</u>	<u>91,822</u>	<u>(8,178)</u>
Expenditures:			
Current:			
Instruction-other			
Supplies	419	419	0
Capital outlay	129	129	0
Total instruction-other	<u>548</u>	<u>548</u>	<u>0</u>
Support services-pupil			
Purchased services	10	10	0
Total support services-pupil	<u>10</u>	<u>10</u>	<u>0</u>
Extracurricular activities			
Purchased services	62,339	62,339	0
Supplies	8,742	8,742	0
Capital outlay	4,184	4,184	0
Other	10,485	10,485	0
Total extracurricular activities	<u>85,750</u>	<u>85,750</u>	<u>0</u>
Total expenditures	<u>86,308</u>	<u>86,308</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	13,692	5,514	(8,178)
Fund balance, July 1	67,829	67,829	0
Prior year encumbrances appropriated	2,270	2,270	0
Fund balance, June 30	<u>\$83,791</u>	<u>\$75,613</u>	<u>(\$8,178)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
OTHER GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Other local revenues	\$8,000	\$8,000	\$0
Total revenues	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Expenditures:			
Current:			
Instruction-regular			
Supplies	13,669	13,669	0
Capital outlay	3,079	3,079	0
Total instruction-regular	<u>16,748</u>	<u>16,748</u>	<u>0</u>
Instruction-vocational			
Capital outlay	20,439	20,439	0
Total instruction-vocational	<u>20,439</u>	<u>20,439</u>	<u>0</u>
Total expenditures	<u>37,187</u>	<u>37,187</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(29,187)</u>	<u>(29,187)</u>	<u>0</u>
Other financing sources (uses):			
Refund of prior year (receipts)	(954)	(954)	0
Total other financing sources (uses)	<u>(954)</u>	<u>(954)</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(30,141)</u>	<u>(30,141)</u>	<u>0</u>
Fund balance, July 1	28,349	28,349	0
Prior year encumbrances appropriated	3,450	3,450	0
Fund balance, June 30	<u>\$1,658</u>	<u>\$1,658</u>	<u>\$0</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
VENTURE CAPITAL GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-state	\$25,000	\$25,000	\$0
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	750	750	0
Fringe benefits	105	105	0
Purchased services	1,052	1,052	0
Supplies	9,588	9,588	0
Capital outlay	21,905	21,905	0
Total instruction-regular	<u>33,400</u>	<u>33,400</u>	<u>0</u>
Total expenditures	<u>33,400</u>	<u>33,400</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,400)</u>	<u>(8,400)</u>	<u>0</u>
Other financing sources (uses):			
Refund of prior year (receipts)	(351)	(351)	0
Total other financing sources (uses)	<u>(351)</u>	<u>(351)</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(8,751)</u>	<u>(8,751)</u>	<u>0</u>
Fund balance, July 1	10,309	10,309	0
Prior year encumbrances appropriated	4,454	4,454	0
Fund balance, June 30	<u>\$6,012</u>	<u>\$6,012</u>	<u>\$0</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DISTRICT MANAGED STUDENT ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Other local revenue	\$186,659	\$196,603	\$9,944
Total revenues	<u>186,659</u>	<u>196,603</u>	<u>9,944</u>
Expenditures:			
Current:			
Extracurricular activities			
Purchased services	90,131	90,131	0
Supplies	51,703	51,703	0
Capital outlay	23,017	23,017	0
Other	27,635	27,635	0
Total extracurricular activities	<u>192,486</u>	<u>192,486</u>	<u>0</u>
Total expenditures	<u>192,486</u>	<u>192,486</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,827)</u>	<u>4,117</u>	<u>9,944</u>
Other financing sources (uses):			
Advances in	7,341	7,732	391
Advances (out)	(8,300)	(8,300)	0
Total other financing sources (uses)	<u>(959)</u>	<u>(568)</u>	<u>391</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(6,786)</u>	<u>3,549</u>	<u>10,335</u>
Fund balance, July 1	24,106	24,106	0
Prior year encumbrances appropriated	8,212	8,212	0
Fund balance, June 30	<u>\$25,532</u>	<u>\$35,867</u>	<u>\$10,335</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
AUXILLARY SERVICES
FOR THE YEAR ENDED JUNE 30, 2000**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
From local sources:			
Earnings on investments	\$6,742	\$6,738	(\$4)
Intergovernmental-state	461,258	460,950	(308)
Total revenues	468,000	467,688	(312)
Expenditures:			
Current:			
Intergovernmental pass through			
Salaries and wages	205,875	205,875	0
Fringe benefits	55,258	55,258	0
Purchased services	119,488	119,488	0
Supplies	113,315	113,315	0
Capital outlay	1,814	1,814	0
Total intergovernmental pass through	495,750	495,750	0
Total expenditures	495,750	495,750	0
Excess (deficiency) of revenues over (under) expenditures	(27,750)	(28,062)	(312)
Other financing sources (uses):			
Refund of prior years (receipts)	(5,560)	(5,560)	0
Total other financing sources (uses)	(5,560)	(5,560)	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(33,310)	(33,622)	(312)
Fund balance, July 1	44,165	44,165	0
Prior year encumbrances appropriated	58,221	58,221	0
Fund balance, June 30	\$69,076	\$68,764	(\$312)

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAREER DEVELOPMENT
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-state	\$23,099	\$22,896	(\$203)
Total revenues	<u>23,099</u>	<u>22,896</u>	<u>(203)</u>
Expenditures:			
Current:			
Instruction-vocational			
Salaries and wages	19,197	19,197	0
Fringe benefits	2,687	2,687	0
Purchased services	721	721	0
Supplies	71	71	0
Other	25	25	0
Total instruction-vocational	<u>22,701</u>	<u>22,701</u>	<u>0</u>
Total expenditures	<u>22,701</u>	<u>22,701</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>398</u>	<u>195</u>	<u>(203)</u>
Other financing sources (uses):			
Advances in	2,901	2,875	(26)
Advances (out)	(3,140)	(3,140)	0
Total other financing sources (uses)	<u>(239)</u>	<u>(265)</u>	<u>(26)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>159</u>	<u>(70)</u>	<u>(229)</u>
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	71	71	0
Fund balance, June 30	<u>\$230</u>	<u>\$1</u>	<u>(\$229)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
POST SECONDARY VOCATIONAL EDUCATION
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-state	\$23,583	\$19,983	(\$3,600)
Total revenues	<u>23,583</u>	<u>19,983</u>	<u>(3,600)</u>
Expenditures:			
Current:			
Instruction-other			
Purchased services	17,556	17,556	0
Supplies	5,838	5,838	0
Total instruction-other	<u>23,394</u>	<u>23,394</u>	<u>0</u>
Total expenditures	<u>23,394</u>	<u>23,394</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>189</u>	<u>(3,411)</u>	<u>(3,600)</u>
Other financing sources (uses):			
Advances in	3,325	2,817	(508)
Advances (out)	(2,908)	(2,908)	0
Total other financing sources (uses)	<u>417</u>	<u>(91)</u>	<u>(508)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>606</u>	<u>(3,502)</u>	<u>(4,108)</u>
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	<u>3,502</u>	<u>3,502</u>	<u>0</u>
Fund balance, June 30	<u>\$4,108</u>	<u>\$0</u>	<u>(\$4,108)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TEACHER DEVELOPMENT
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-state	\$26,000	\$25,263	(\$737)
Total revenues	26,000	25,263	(737)
Expenditures:			
Current:			
Support services-instructional staff			
Salaries and wages	5,000	5,000	0
Fringe benefits	699	699	0
Purchased services	12,645	12,645	0
Supplies	11,836	11,836	0
Total support services-instructional staff	30,180	30,180	0
Total expenditures	30,180	30,180	0
Excess (deficiency) of revenues over (under) expenditures	(4,180)	(4,917)	(737)
Other financing sources (uses):			
Refund of prior year (receipts)	(1,297)	(1,297)	0
Total other financing sources (uses)	(1,297)	(1,297)	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(5,477)	(6,214)	(737)
Fund balance, July 1	111	111	0
Prior year encumbrances appropriated	6,316	6,316	0
Fund balance, June 30	\$950	\$213	(\$737)

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MANAGEMENT INFORMATION SYSTEMS
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-state	\$14,000	\$13,336	(\$664)
Total revenues	<u>14,000</u>	<u>13,336</u>	<u>(664)</u>
Expenditures:			
Current:			
Support services-fiscal			
Capital outlay	4,613	4,613	0
Total support services-fiscal	<u>4,613</u>	<u>4,613</u>	<u>0</u>
Total expenditures	<u>4,613</u>	<u>4,613</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	9,387	8,723	(664)
Fund balance, July 1	18,781	18,781	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, June 30	<u><u>\$28,168</u></u>	<u><u>\$27,504</u></u>	<u><u>(\$664)</u></u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DISADVANTAGED PUPIL IMPACT AID
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-state	\$1,500,000	\$1,427,367	(\$72,633)
Total revenues	<u>1,500,000</u>	<u>1,427,367</u>	<u>(72,633)</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	1,432,766	1,432,766	0
Fringe benefits	200,575	200,575	0
Total instruction-regular	<u>1,633,341</u>	<u>1,633,341</u>	<u>0</u>
Total expenditures	<u>1,633,341</u>	<u>1,633,341</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(133,341)	(205,974)	(72,633)
Fund balance, July 1	325,569	325,569	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, June 30	<u>\$192,228</u>	<u>\$119,595</u>	<u>(\$72,633)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DATA COMMUNICATIONS
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-state	\$22,000	\$21,636	(\$364)
Total revenues	<u>22,000</u>	<u>21,636</u>	<u>(364)</u>
Expenditures:			
Current:			
Support services-central			
Purchased services	21,636	21,636	0
Total support services-central	<u>21,636</u>	<u>21,636</u>	<u>0</u>
Total expenditures	<u>21,636</u>	<u>21,636</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	364	0	(364)
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	<u>\$364</u>	<u>\$0</u>	<u>(\$364)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TEXTBOOK/INSTRUCTIONAL MATERIALS SUBSIDY
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Expenditures:			
Current:			
Instruction-regular			
Supplies	\$63,942	\$63,942	\$0
Total instruction-regular	<u>63,942</u>	<u>63,942</u>	<u>0</u>
Total expenditures	<u>63,942</u>	<u>63,942</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(63,942)	(63,942)	0
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	<u>63,942</u>	<u>63,942</u>	<u>0</u>
Fund balance, June 30	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
OHIO READS GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-state	\$14,000	\$14,000	\$0
Total revenues	<u>14,000</u>	<u>14,000</u>	<u>0</u>
Expenditures:			
Current:			
Instruction-regular			
Purchased services	14,000	14,000	0
Total instruction-regular	<u>14,000</u>	<u>14,000</u>	<u>0</u>
Total expenditures	<u>14,000</u>	<u>14,000</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	0	0	0
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, June 30	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SUMMER INTERVENTION
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-state	\$54,000	\$53,597	(\$403)
Total revenues	<u>54,000</u>	<u>53,597</u>	<u>(403)</u>
Excess (deficiency) of revenues over (under) expenditures	54,000	53,597	(403)
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, June 30	<u>\$54,000</u>	<u>\$53,597</u>	<u>(\$403)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALTERNATIVE EDUCATION GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-state	\$87,500	\$87,500	\$0
Total revenues	<u>87,500</u>	<u>87,500</u>	<u>0</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	46	46	0
Total instruction-regular	<u>46</u>	<u>46</u>	<u>0</u>
Total expenditures	<u>46</u>	<u>46</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	87,454	87,454	0
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	<u>\$87,454</u>	<u>\$87,454</u>	<u>\$0</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ABLE/JOBS GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-state	\$230,000	\$229,952	(\$48)
Total revenues	<u>230,000</u>	<u>229,952</u>	<u>(48)</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	1,256	1,256	0
Fringe benefits	184	184	0
Purchased services	6,632	6,632	0
Supplies	49,468	49,468	0
Capital outlay	4,001	4,001	0
Other	1,136	1,136	0
Total instruction-regular	<u>62,677</u>	<u>62,677</u>	<u>0</u>
Instruction-vocational			
Salaries and wages	5,000	5,000	0
Fringe benefits	700	700	0
Purchased services	3,000	3,000	0
Supplies	19,554	19,554	0
Capital outlay	63,915	63,915	0
Total instruction-vocational	<u>92,169</u>	<u>92,169</u>	<u>0</u>
Support services-central			
Purchased services	3,709	3,709	0
Total support services-central	<u>3,709</u>	<u>3,709</u>	<u>0</u>
Total expenditures	<u>158,555</u>	<u>158,555</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>71,445</u>	<u>71,397</u>	<u>(48)</u>
Other financing sources (uses):			
Advances (out)	(20,354)	(20,354)	0
Refund of prior years (receipts)	(534)	(534)	0
Total other financing sources (uses)	<u>(20,888)</u>	<u>(20,888)</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>50,557</u>	<u>50,509</u>	<u>(48)</u>
Fund balance, July 1	488	488	0
Prior year encumbrances appropriated	<u>49,302</u>	<u>49,302</u>	<u>0</u>
Fund balance, June 30	<u>\$100,347</u>	<u>\$100,299</u>	<u>(\$48)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ADULT BASIC EDUCATION
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-state	\$42,531	\$42,472	(\$59)
Intergovernmental-federal	75,012	74,908	(104)
Total revenues	<u>117,543</u>	<u>117,380</u>	<u>(163)</u>
Expenditures:			
Current:			
Instruction-vocational			
Salaries and wages	14,500	14,500	0
Fringe benefits	1,935	1,935	0
Total instruction-vocational	<u>16,435</u>	<u>16,435</u>	<u>0</u>
Instruction-other			
Salaries and wages	57,497	57,497	0
Fringe benefits	14,757	14,757	0
Purchased services	3,665	3,665	0
Supplies	6,718	6,718	0
Capital outlay	16,561	16,561	0
Total instruction-other	<u>99,198</u>	<u>99,198</u>	<u>0</u>
Support services- instructional staff			
Salaries and wages	5,321	5,321	0
Fringe benefits	1,438	1,438	0
Purchased services	387	387	0
Other	374	374	0
Total support services-instructional staff	<u>7,520</u>	<u>7,520</u>	<u>0</u>
Support services-administration			
Salaries and wages	2,001	2,001	0
Fringe benefits	298	298	0
Total support services-administration	<u>2,299</u>	<u>2,299</u>	<u>0</u>
Total expenditures	<u>125,452</u>	<u>125,452</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,909)</u>	<u>(8,072)</u>	<u>(163)</u>
Other financing sources (uses):			
Operating transfers in	16,457	16,435	(22)
Operating transfers (out)	(16,435)	(16,435)	0
Total other financing sources (uses)	<u>22</u>	<u>0</u>	<u>(22)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(7,887)</u>	<u>(8,072)</u>	<u>(185)</u>
Fund balance, July 1	30,722	30,722	0
Prior year encumbrances appropriated	336	336	0
Fund balance, June 30	<u>\$23,171</u>	<u>\$22,986</u>	<u>(\$185)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EDUCATION FOR ECONOMIC SECURITY ACT
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-federal	\$24,933	\$23,455	(\$1,478)
Total revenues	<u>24,933</u>	<u>23,455</u>	<u>(1,478)</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	1,080	1,080	0
Fringe benefits	114	114	0
Purchased services	38,466	38,466	0
Supplies	12,982	12,982	0
Total instruction-regular	<u>52,642</u>	<u>52,642</u>	<u>0</u>
Total expenditures	<u>52,642</u>	<u>52,642</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(27,709)</u>	<u>(29,187)</u>	<u>(1,478)</u>
Other financing sources (uses):			
Operating transfers in	5,067	4,767	(300)
Operating transfers (out)	(4,767)	(4,767)	0
Refund of prior year (receipts)	(205)	(205)	0
Total other financing sources (uses)	<u>95</u>	<u>(205)</u>	<u>(300)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(27,614)</u>	<u>(29,392)</u>	<u>(1,778)</u>
Fund balance, July 1	9,390	9,390	0
Prior year encumbrances appropriated	26,581	26,581	0
Fund balance, June 30	<u>\$8,357</u>	<u>\$6,579</u>	<u>(\$1,778)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE VI - B
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-federal	\$348,000	\$347,043	(\$957)
Total revenues	<u>348,000</u>	<u>347,043</u>	<u>(\$957)</u>
Expenditures:			
Current:			
Instruction-special			
Salaries and wages	88,401	88,401	0
Fringe benefits	26,877	26,877	0
Purchased services	755	755	0
Supplies	5,428	5,428	0
Capital outlay	5,212	5,212	0
Total instruction-special	<u>126,673</u>	<u>126,673</u>	<u>0</u>
Support services-pupil			
Purchased services	16,283	16,283	0
Supplies	5,413	5,413	0
Capital outlay	10,157	10,157	0
Total support services-pupil	<u>31,853</u>	<u>31,853</u>	<u>0</u>
Support services-instructional staff			
Salaries and wages	44,376	44,376	0
Fringe benefits	21,997	21,997	0
Purchased services	186	186	0
Supplies	300	300	0
Total support services-instructional staff	<u>66,859</u>	<u>66,859</u>	<u>0</u>
Support services-administration			
Salaries and wages	49,533	49,533	0
Fringe benefits	12,940	12,940	0
Purchased services	83	83	0
Supplies	621	621	0
Capital outlay	4,616	4,616	0
Total support services-administration	<u>67,793</u>	<u>67,793</u>	<u>0</u>
Community services			
Salaries and wages	35,870	35,870	0
Fringe benefits	11,518	11,518	0
Capital outlay	102	102	0
Total community services	<u>47,490</u>	<u>47,490</u>	<u>0</u>
Total expenditures	<u>340,668</u>	<u>340,668</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	7,332	6,375	(957)
Fund balance, July 1	32,503	32,503	0
Prior year encumbrances appropriated	3,256	3,256	0
Fund balance, June 30	<u>\$43,091</u>	<u>\$42,134</u>	<u>(\$957)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
VOCATIONAL EDUCATION
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
From local sources:			
Other local revenue	\$81	\$65	(\$16)
Intergovernmental-federal	194,836	156,148	(38,688)
Total revenues	194,917	156,213	(38,704)
Expenditures:			
Current:			
Instruction-vocational			
Salaries and wages	824	824	0
Fringe benefits	133	133	0
Purchased services	22,896	22,896	0
Supplies	11,597	11,597	0
Capital outlay	25,301	25,301	0
Total instruction-vocational	60,751	60,751	0
Instruction-other			
Salaries and wages	10,000	10,000	0
Fringe benefits	532	532	0
Total instruction-other	10,532	10,532	0
Support services-pupil			
Salaries and wages	49,170	49,170	0
Fringe benefits	14,271	14,271	0
Purchased services	1,240	1,240	0
Supplies	3,306	3,306	0
Capital outlay	3,399	3,399	0
Total support services-pupil	71,386	71,386	0
Support services-instructional staff			
Purchased services	624	624	0
Supplies	1,558	1,558	0
Total support services-instructional staff	2,182	2,182	0
Support services-administration			
Salaries and wages	2,200	2,200	0
Total support services-administration	2,200	2,200	0
Support services-central			
Salaries and wages	5,457	5,457	0
Fringe benefits	795	795	0
Purchased services	8,435	8,435	0
Supplies	1,474	1,474	0
Total support services-central	16,161	16,161	0

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**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
VOCATIONAL EDUCATION
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Community services			
Salaries and wages	\$11,577	\$11,577	\$0
Fringe benefits	1,849	1,849	0
Purchased services	5,760	5,760	0
Supplies	1,410	1,410	0
Total community services	<u>20,596</u>	<u>20,596</u>	<u>0</u>
Total expenditures	<u>183,808</u>	<u>183,808</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,109</u>	<u>(27,595)</u>	<u>(38,704)</u>
Other financing sources (uses):			
Advances in	5,083	4,074	(1,009)
Advances (out)	(6,966)	(6,966)	0
Total other financing sources (uses)	<u>(1,883)</u>	<u>(2,892)</u>	<u>(1,009)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	9,226	(30,487)	(39,713)
Fund balance, July 1	15,455	15,455	0
Prior year encumbrances appropriated	18,922	18,922	0
Fund balance, June 30	<u>\$43,603</u>	<u>\$3,890</u>	<u>(\$39,713)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BASIC EDUCATIONAL OPPORTUNITY GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-federal	\$28,000	\$27,452	(\$548)
Total revenues	<u>28,000</u>	<u>27,452</u>	<u>(548)</u>
Expenditures:			
Current:			
Community services			
Purchased services	20,262	20,262	0
Other	7,190	7,190	0
Total community services	<u>27,452</u>	<u>27,452</u>	<u>0</u>
Total expenditures	<u>27,452</u>	<u>27,452</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	548	0	(548)
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	<u>\$548</u>	<u>\$0</u>	<u>(\$548)</u>

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE I
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-federal	\$1,230,853	\$1,208,515	(\$22,338)
Total revenues	<u>1,230,853</u>	<u>1,208,515</u>	<u>(22,338)</u>
Expenditures:			
Current:			
Instruction-special			
Salaries and wages	610,908	610,908	0
Fringe benefits	154,951	154,951	0
Purchased services	28,157	28,157	0
Supplies	362,011	362,011	0
Capital outlay	22,576	22,576	0
Total instruction-special	<u>1,178,603</u>	<u>1,178,603</u>	<u>0</u>
Support services-instructional staff			
Salaries and wages	31,221	31,221	0
Fringe benefits	8,377	8,377	0
Supplies	3,422	3,422	0
Total support services-instructional staff	<u>43,020</u>	<u>43,020</u>	<u>0</u>
Support services-administration			
Salaries and wages	24,200	24,200	0
Fringe benefits	3,434	3,434	0
Total support services-administration	<u>27,634</u>	<u>27,634</u>	<u>0</u>
Support services-pupil transportation			
Salaries and wages	19,595	19,595	0
Fringe benefits	2,936	2,936	0
Total support services-pupil transportation	<u>22,531</u>	<u>22,531</u>	<u>0</u>
Community services			
Salaries and wages	14,388	14,388	0
Fringe benefits	5,097	5,097	0
Purchased services	150	150	0
Supplies	135	135	0
Total community services	<u>19,770</u>	<u>19,770</u>	<u>0</u>
Total expenditures	<u>1,291,558</u>	<u>1,291,558</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(60,705)</u>	<u>(83,043)</u>	<u>(22,338)</u>
Other financing sources (uses):			
Operating transfers in	44,147	43,346	(801)
Operating transfers (out)	(43,346)	(43,346)	0
Advances (out)	(55,080)	(55,080)	0
Refund of prior year (receipts)	(892)	(892)	0
Total other financing sources (uses)	<u>(55,171)</u>	<u>(55,972)</u>	<u>(801)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(115,876)</u>	<u>(139,015)</u>	<u>(23,139)</u>
Fund balance, July 1	115,890	115,890	0
Prior year encumbrances appropriated	123,570	123,570	0
Fund balance, June 30	<u>\$123,584</u>	<u>\$100,445</u>	<u>(\$23,139)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE II
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-federal	\$39,368	\$38,544	(\$824)
Total revenues	<u>39,368</u>	<u>38,544</u>	<u>(824)</u>
Expenditures:			
Current:			
Instruction-special			
Supplies	30,789	30,789	0
Total instruction-special	<u>30,789</u>	<u>30,789</u>	<u>0</u>
Community services			
Purchased services	1,216	1,216	0
Supplies	842	842	0
Capital outlay	6,059	6,059	0
Total community services	<u>8,117</u>	<u>8,117</u>	<u>0</u>
Total expenditures	<u>38,906</u>	<u>38,906</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>462</u>	<u>(362)</u>	<u>(824)</u>
Other financing sources (uses):			
Operating transfers in	632	619	(13)
Operating transfers (out)	(619)	(619)	0
Total other financing sources (uses)	<u>13</u>	<u>0</u>	<u>(13)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>475</u>	<u>(362)</u>	<u>(837)</u>
Fund balance, July 1	470	470	0
Prior year encumbrances appropriated	1,911	1,911	0
Fund balance, June 30	<u>\$2,856</u>	<u>\$2,019</u>	<u>(\$837)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DRUG-FREE SCHOOL GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-federal	\$43,570	\$43,508	(\$62)
Total revenues	<u>43,570</u>	<u>43,508</u>	<u>(62)</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	2,592	2,592	0
Purchased services	800	800	0
Supplies	7,123	7,123	0
Total instruction-regular	<u>10,515</u>	<u>10,515</u>	<u>0</u>
Support services-pupil			
Salaries and wages	1,429	1,429	0
Fringe benefits	205	205	0
Purchased services	10,253	10,253	0
Supplies	10,779	10,779	0
Total support services-pupil	<u>22,666</u>	<u>22,666</u>	<u>0</u>
Total expenditures	<u>33,181</u>	<u>33,181</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>10,389</u>	<u>10,327</u>	<u>(62)</u>
Other financing sources (uses):			
Operating transfers in	1,430	1,428	(2)
Operating transfers (out)	(1,428)	(1,428)	0
Refund of prior year (receipts)	(43)	(43)	0
Total other financing sources (uses)	<u>(41)</u>	<u>(43)</u>	<u>(2)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	10,348	10,284	(64)
Fund balance, July 1	2,803	2,803	0
Prior year encumbrances appropriated	1,438	1,438	0
Fund balance, June 30	<u>\$14,589</u>	<u>\$14,525</u>	<u>(\$64)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EHA PRESCHOOL GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-federal	\$40,000	\$38,722	(\$1,278)
Total revenues	<u>40,000</u>	<u>38,722</u>	<u>(1,278)</u>
Expenditures:			
Current:			
Instruction-special			
Purchased services	1,695	1,695	0
Supplies	3,573	3,573	0
Capital outlay	2,309	2,309	0
Total instruction-special	<u>7,577</u>	<u>7,577</u>	<u>0</u>
Support services-pupil			
Supplies	895	895	0
Capital outlay	3,729	3,729	0
Total support services-pupil	<u>4,624</u>	<u>4,624</u>	<u>0</u>
Support services-instructional staff			
Salaries and wages	16,542	16,542	0
Fringe benefits	6,755	6,755	0
Total support services-instructional staff	<u>23,297</u>	<u>23,297</u>	<u>0</u>
Support services-administration			
Salaries and wages	6,130	6,130	0
Fringe benefits	891	891	0
Supplies	56	56	0
Total support services-administration	<u>7,077</u>	<u>7,077</u>	<u>0</u>
Total expenditures	<u>42,575</u>	<u>42,575</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(2,575)	(3,853)	(1,278)
Fund balance, July 1	4,345	4,345	0
Prior year encumbrances appropriated	368	368	0
Fund balance, June 30	<u>\$2,138</u>	<u>\$860</u>	<u>(\$1,278)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YOUTH INVOLVEMENT GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental-federal	\$267,445	\$249,430	(\$18,015)
Total revenues	<u>267,445</u>	<u>249,430</u>	<u>(18,015)</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	44,367	44,367	0
Fringe benefits	5,876	5,876	0
Total instruction-other	<u>50,243</u>	<u>50,243</u>	<u>0</u>
Instruction-special			
Salaries and wages	77,453	77,453	0
Fringe benefits	24,226	24,226	0
Purchased services	6,773	6,773	0
Supplies	6,809	6,809	0
Total instruction-special	<u>115,261</u>	<u>115,261</u>	<u>0</u>
Instruction - other			
Purchased services	3,715	3,715	0
Supplies	904	904	0
Total instruction-other	<u>4,619</u>	<u>4,619</u>	<u>0</u>
Support services-pupil			
Purchased services	549	549	0
Supplies	254	254	0
Total support services-pupil	<u>803</u>	<u>803</u>	<u>0</u>
Support services-instructional staff			
Purchased services	42,796	42,796	0
Supplies	6,759	6,759	0
Capital outlay	27,927	27,927	0
Other	446	446	0
Total support services-instructional staff	<u>77,928</u>	<u>77,928</u>	<u>0</u>
Support services- administration			
Salaries and wages	4,000	4,000	0
Fringe benefits	740	740	0
Total support services-administration	<u>4,740</u>	<u>4,740</u>	<u>0</u>
Support services-central			
Supplies	17,500	17,500	0
Capital outlay	82,056	82,056	0
Total support services-central	<u>99,556</u>	<u>99,556</u>	<u>0</u>
Total expenditures	<u>353,150</u>	<u>353,150</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(85,705)</u>	<u>(103,720)</u>	<u>(18,015)</u>

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**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YOUTH INVOLVEMENT GRANT
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Other financing sources (uses):			
Advances in	\$7,555	\$7,046	(\$509)
Refund of prior year (receipts)	(2,497)	(2,497)	0
Total other financing sources (uses)	<u>5,058</u>	<u>4,549</u>	<u>(509)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(80,647)	(99,171)	(18,524)
Fund balance, July 1	56,136	56,136	0
Prior year encumbrances appropriated	73,402	73,402	0
Fund balance, June 30	<u>\$48,891</u>	<u>\$30,367</u>	<u>(\$18,524)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Earnings on investments	\$6,742	\$6,738	(\$4)
Other local revenue	294,740	296,490	1,750
Intergovernmental-state	2,522,971	2,443,952	(79,019)
Intergovernmental-federal	2,292,017	2,207,725	(84,292)
Total revenues	<u>5,116,470</u>	<u>4,954,905</u>	<u>(161,565)</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	1,482,857	1,482,857	0
Fringe benefits	206,854	206,854	0
Purchased services	60,950	60,950	0
Supplies	156,772	156,772	0
Capital outlay	28,985	28,985	0
Other	1,136	1,136	0
Total instruction-regular	<u>1,937,554</u>	<u>1,937,554</u>	<u>0</u>
Instruction-special			
Salaries and wages	776,762	776,762	0
Fringe benefits	206,054	206,054	0
Purchased services	37,380	37,380	0
Supplies	408,610	408,610	0
Capital outlay	30,097	30,097	0
Total instruction-special	<u>1,458,903</u>	<u>1,458,903</u>	<u>0</u>
Instruction-vocational			
Salaries and wages	39,521	39,521	0
Fringe benefits	5,455	5,455	0
Purchased services	26,617	26,617	0
Supplies	31,222	31,222	0
Capital outlay	45,740	45,740	0
Other	63,940	63,940	0
Total instruction-vocational	<u>212,495</u>	<u>212,495</u>	<u>0</u>
Instruction-other			
Salaries and wages	67,497	67,497	0
Fringe benefits	15,289	15,289	0
Purchased services	24,936	24,936	0
Supplies	13,879	13,879	0
Capital outlay	16,690	16,690	0
Total instruction-other	<u>138,291</u>	<u>138,291</u>	<u>0</u>

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**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Support services-pupil			
Salaries and wages	\$50,599	\$50,599	\$0
Fringe benefits	14,476	14,476	0
Purchased services	28,335	28,335	0
Supplies	20,647	20,647	0
Capital outlay	17,285	17,285	0
Total support services-pupil	<u>131,342</u>	<u>131,342</u>	<u>0</u>
Support services-instructional staff			
Salaries and wages	102,460	102,460	0
Fringe benefits	39,266	39,266	0
Purchased services	56,638	56,638	0
Supplies	23,875	23,875	0
Capital outlay	27,927	27,927	0
Other	820	820	0
Total support services-instructional staff	<u>250,986</u>	<u>250,986</u>	<u>0</u>
Support services-administration			
Salaries and wages	88,064	88,064	0
Fringe benefits	18,303	18,303	0
Purchased services	83	83	0
Supplies	677	677	0
Capital outlay	4,616	4,616	0
Total support services-administration	<u>111,743</u>	<u>111,743</u>	<u>0</u>
Support services-fiscal			
Capital outlay	4,613	4,613	0
Total support services-fiscal	<u>4,613</u>	<u>4,613</u>	<u>0</u>
Support services-pupil transportation			
Salaries and wages	19,595	19,595	0
Fringe benefits	2,936	2,936	0
Total support services-pupil transportation	<u>22,531</u>	<u>22,531</u>	<u>0</u>
Support services-central			
Salaries and wages	5,457	5,457	0
Fringe benefits	795	795	0
Purchased services	33,780	33,780	0
Supplies	18,974	18,974	0
Capital outlay	82,056	82,056	0
Total support services-central	<u>141,062</u>	<u>141,062</u>	<u>0</u>

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**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Community services			
Salaries and wages	\$61,835	\$61,835	\$0
Fringe benefits	18,464	18,464	0
Purchased services	27,388	27,388	0
Supplies	2,387	2,387	0
Capital outlay	6,161	6,161	0
Other	7,190	7,190	0
Total community services	<u>123,425</u>	<u>123,425</u>	<u>0</u>
Extracurricular activities			
Purchased services	152,470	152,470	0
Supplies	60,445	60,445	0
Capital outlay	27,201	27,201	0
Other	38,120	38,120	0
Total extracurricular activities	<u>278,236</u>	<u>278,236</u>	<u>0</u>
Intergovernmental pass through			
Salaries and wages	205,875	205,875	0
Fringe benefits	55,258	55,258	0
Purchased services	119,488	119,488	0
Supplies	113,315	113,315	0
Capital outlay	1,814	1,814	0
Total intergovernmental pass through	<u>495,750</u>	<u>495,750</u>	<u>0</u>
Total expenditures	<u>5,306,931</u>	<u>5,306,931</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(190,461)</u>	<u>(352,026)</u>	<u>(161,565)</u>
Other financing sources (uses):			
Operating transfers in	67,733	66,595	(1,138)
Operating transfers (out)	(66,595)	(66,595)	0
Advances in	26,205	24,544	(1,661)
Advances (out)	(96,748)	(96,748)	0
Refund of prior year's (receipts)	(12,333)	(12,333)	0
Total other financing sources (uses)	<u>(81,738)</u>	<u>(84,537)</u>	<u>(2,799)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(272,199)</u>	<u>(436,563)</u>	<u>(164,364)</u>
Fund balances, July 1	787,421	787,421	0
Prior year encumbrances appropriated	449,524	449,524	0
Fund balances, June 30	<u>\$964,746</u>	<u>\$800,382</u>	<u>(\$164,364)</u>

DEBT SERVICE FUND

Section 5705.09, Revised Code

A fund provided for the retirement of serial bonds and short term loans. All revenue derived from general or special levies, either within or exceeding the statutory unvoted ten-mill limitation, which is levied for debt charges on bonds or loans, are paid into this fund.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUND
FOR YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Taxes	\$378,114	\$376,011	(\$2,103)
Intergovernmental-state	46,886	46,625	(261)
Total revenues	<u>425,000</u>	<u>422,636</u>	<u>(2,364)</u>
Expenditures:			
Support services-fiscal			
Dues and fees	10,000	6,838	3,162
Total support services-fiscal	<u>10,000</u>	<u>6,838</u>	<u>3,162</u>
Debt service			
Principal retirement	271,468	271,468	0
Interest and fiscal charge	135,035	135,035	0
Total debt service	<u>406,503</u>	<u>406,503</u>	<u>0</u>
Total expenditures	<u>416,503</u>	<u>413,341</u>	<u>3,162</u>
Excess (deficiency) of revenues over (under) expenditures	8,497	9,295	798
Fund balance, July 1	<u>321,948</u>	<u>321,948</u>	<u>0</u>
Fund balance, June 30	<u>\$330,445</u>	<u>\$331,243</u>	<u>\$798</u>

CAPITAL PROJECTS FUNDS

Capital Projects funds account for financial resources to be used for the construction or acquisition of major capital facilities (other than those financed by proprietary funds and trust funds). A description of the District's Capital Projects funds follows:

Permanent Improvement

Section 5705.10, Revised Code

A fund provided to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code.

Replacement

Section 3315.11, Revised Code

A fund provided to account for monies used in the rebuilding, restoration or improvement of property which has been totally or partially destroyed due to any cause. Such property may have become unfit for use necessitating its demolition in whole or in part, and may require repair or restoration before it can again be used.

SchoolNet

Section 5705.09, Revised Code

A fund provided to account for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
 COMBINING BALANCE SHEET
 FOR ALL CAPITAL PROJECTS FUNDS
 JUNE 30, 2000

	<u>Permanent Improvement</u>	<u>Replacement</u>	<u>SchoolNet</u>	<u>Power Up Technologies</u>	<u>Total</u>
ASSETS :					
Equity in pooled cash and cash equivalents	\$228,153	\$26,673	\$215	\$875,700	\$1,130,741
Receivables (net of allowances for uncollectibles):					
Taxes - current & delinquent	524,407	--	--	--	524,407
Total assets	<u>\$752,560</u>	<u>\$26,673</u>	<u>\$215</u>	<u>\$875,700</u>	<u>\$1,655,148</u>
LIABILITIES:					
Accounts payable	\$19,748	--	--	119,285	\$139,033
Deferred revenue	491,054	--	--	--	491,054
Total liabilities	<u>510,802</u>	<u>--</u>	<u>--</u>	<u>119,285</u>	<u>630,087</u>
FUND EQUITY:					
Fund balances:					
Reserved for encumbrances	191,030	--	--	23,156	214,186
Reserved for tax revenue					
unavailable for appropriation	33,353	--	--	--	33,353
Unreserved-undesignated	17,375	26,673	215	733,259	777,522
Total fund equity	<u>241,758</u>	<u>26,673</u>	<u>215</u>	<u>756,415</u>	<u>1,025,061</u>
Total liabilities and fund equity	<u>\$752,560</u>	<u>\$26,673</u>	<u>\$215</u>	<u>\$875,700</u>	<u>\$1,655,148</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR ALL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Permanent Improvement</u>	<u>Replacement</u>	<u>SchoolNet</u>	<u>Power Up Technologies</u>	<u>Total</u>
Revenues:					
From local sources:					
Taxes	\$506,057	\$ --	\$ --	\$ --	\$506,057
Other local revenue	62,256	--	--	--	62,256
Intergovernmental - State	62,121	--	--	391,534	453,655
Total revenues	<u>630,434</u>	<u>--</u>	<u>--</u>	<u>391,534</u>	<u>1,021,968</u>
Expenditures:					
Current:					
Instruction:					
Regular	--	--	789	--	789
Support services:					
Fiscal	9,879	--	--	--	9,879
Central	--	--	--	217,285	217,285
Facilities aquisition and construction	629,239	--	--	100,830	730,069
Total expenditures	<u>639,118</u>	<u>--</u>	<u>789</u>	<u>318,115</u>	<u>958,022</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,684)</u>	<u>--</u>	<u>(789)</u>	<u>73,419</u>	<u>63,946</u>
Other financing sources:					
Operating transfers in	--	--	--	582,166	582,166
Total other financing sources	<u>--</u>	<u>--</u>	<u>--</u>	<u>582,166</u>	<u>582,166</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures	<u>(8,684)</u>	<u>0</u>	<u>(789)</u>	<u>655,585</u>	<u>646,112</u>
Fund balance, July 1	<u>250,442</u>	<u>26,673</u>	<u>1,004</u>	<u>100,830</u>	<u>378,949</u>
Fund balance, June 30	<u><u>\$241,758</u></u>	<u><u>\$26,673</u></u>	<u><u>\$215</u></u>	<u><u>\$756,415</u></u>	<u><u>\$1,025,061</u></u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PERMANENT IMPROVEMENT
FOR YEAR ENDING JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Taxes	\$570,285	\$546,816	(\$23,469)
Other local revenues	64,928	62,256	(2,672)
Intergovernmental-state	64,787	62,121	(2,666)
Total revenues	<u>700,000</u>	<u>671,193</u>	<u>(28,807)</u>
Expenditures:			
Current:			
Support services-fiscal			
Dues and fees	9,879	9,879	0
Total support services-fiscal	<u>9,879</u>	<u>9,879</u>	<u>0</u>
Facilities acquisition and construction			
Purchased services	796,771	796,771	0
Supplies	11,879	11,879	0
Capital outlay	94,323	94,323	0
Total facilities acquisition and construction	<u>902,973</u>	<u>902,973</u>	<u>0</u>
Total expenditures	<u>912,852</u>	<u>912,852</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(212,852)</u>	<u>(241,659)</u>	<u>(28,807)</u>
Other financing sources (uses):			
Advances (out)	(32,000)	(32,000)	0
Total other financing sources (uses)	<u>(32,000)</u>	<u>(32,000)</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(244,852)</u>	<u>(273,659)</u>	<u>(28,807)</u>
Fund balance, July 1	760	760	0
Prior year encumbrances appropriated	<u>290,544</u>	<u>290,544</u>	<u>0</u>
Fund balance, June 30	<u>\$46,452</u>	<u>\$17,645</u>	<u>(\$28,807)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
REPLACEMENT
FOR YEAR ENDING JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Fund balance, July 1	\$26,673	\$26,673	\$0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	\$26,673	\$26,673	\$0

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SCHOOLNET
FOR YEAR ENDING JUNE 30, 2000**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Expenditures:			
Current:			
Instruction-regular			
Capital outlay	\$789	\$789	\$0
Total instruction-regular	<u>789</u>	<u>789</u>	<u>0</u>
Total expenditures	<u>789</u>	<u>789</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(789)	(789)	0
Fund balance, July 1	1,004	1,004	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, June 30	<u><u>\$215</u></u>	<u><u>\$215</u></u>	<u><u>\$0</u></u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
POWER UP TECHNOLOGIES
FOR YEAR ENDING JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-state	\$392,057	\$391,534	(\$523)
Total revenues	<u>392,057</u>	<u>391,534</u>	<u>(523)</u>
Expenditures:			
Current:			
Support services-central			
Supplies	133,765	133,765	0
Total support services-central	<u>133,765</u>	<u>133,765</u>	<u>0</u>
Total expenditures	<u>133,765</u>	<u>133,765</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>258,292</u>	<u>257,769</u>	<u>(523)</u>
Other financing sources (uses):			
Refund of prior years (receipts)	(100,830)	(100,830)	0
Operating transfers in	582,943	582,166	(777)
Total other financing sources (uses)	<u>482,113</u>	<u>481,336</u>	<u>(777)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>740,405</u>	<u>739,105</u>	<u>(1,300)</u>
Fund balance, July 1	100,830	100,830	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, June 30	<u>\$841,235</u>	<u>\$839,935</u>	<u>(\$1,300)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL CAPITAL PROJECTS FUNDS
FOR YEAR ENDING JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Taxes	\$570,285	\$546,816	(\$23,469)
Other local revenues	64,928	62,256	(2,672)
Intergovernmental-state	456,844	453,655	(3,189)
Total revenues	<u>1,092,057</u>	<u>1,062,727</u>	<u>(29,330)</u>
Expenditures:			
Current:			
Instruction-regular			
Capital outlay	789	789	0
Total instruction-regular	<u>789</u>	<u>789</u>	<u>0</u>
Support services-fiscal			
Dues and fees	9,879	9,879	0
Total support services-fiscal	<u>9,879</u>	<u>9,879</u>	<u>0</u>
Support services-central			
Supplies	133,765	133,765	0
Total support services-central	<u>133,765</u>	<u>133,765</u>	<u>0</u>
Facilities acquisition and construction			
Purchased services	796,771	796,771	0
Supplies	11,879	11,879	0
Capital outlay	94,323	94,323	0
Total facilities acquisition and construction	<u>902,973</u>	<u>902,973</u>	<u>0</u>
Total expenditures	<u>1,047,406</u>	<u>1,047,406</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>44,651</u>	<u>15,321</u>	<u>(29,330)</u>
Other financing sources (uses):			
Operating transfers in	582,943	582,166	(777)
Advances (out)	(32,000)	(32,000)	0
Refund of prior years (receipts)	(100,830)	(100,830)	0
Total other financing sources (uses)	<u>450,113</u>	<u>449,336</u>	<u>(777)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>494,764</u>	<u>464,657</u>	<u>(30,107)</u>
Fund balances, July 1	129,267	129,267	0
Prior year encumbrances appropriated	290,544	290,544	0
Fund balances, June 30	<u>\$914,575</u>	<u>\$884,468</u>	<u>(\$30,107)</u>

ENTERPRISE FUNDS

Section 5705.12 Revised Code

A fund category to account for operations that are financed and operated in a manner similar to private business enterprises where the stated intent is that the costs (expenses, including depreciation and indirect costs) of providing goods or services to the students or general public on a continuing basis are financed or recovered primarily through user charges. This fund can also account for operations where the school board has decided that periodic determination of revenues earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Food Services

Section 3313.81, Revised Code

A fund used to record financial transactions related to Food Service Operation.

Adult Education Fund

Section 5705.12, Revised Code

A fund provided to account for transactions made in connection with adult education classes. Receipts include, but are not limited to, tuition from patrons and students, and reimbursement from the State Department of Education. Expenditures include supplies, salaries and textbooks.

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
JUNE 30, 2000

	<u>Food Service</u>	<u>Adult Education</u>	<u>Total</u>
ASSETS:			
Equity in pooled cash and cash equivalents	\$ --	\$220,347	\$220,347
Receivables (net of allowances for uncollectibles)			
Accounts	2,229	36,423	38,652
Due from other governments	22,692	--	22,692
Prepayments	817	--	817
Materials and supplies inventory	23,590	--	23,590
Property, plant & equipment	596,133	66,730	662,863
(Accumulated depreciation)	(305,641)	(40,841)	(346,482)
Total assets	<u>\$339,820</u>	<u>\$282,659</u>	<u>\$622,479</u>
LIABILITIES:			
Accounts payable	\$2,075	\$24,030	\$26,105
Accrued wages and benefits	91,362	44,312	135,674
Compensated absences payable	--	6,256	6,256
Pension obligation payable	39,505	17,317	56,822
Interfund loans payable	23,145	42,947	66,092
Deferred revenue	5,273	--	5,273
Future retirement obligation	114,415	16,500	130,915
Due to other governments	--	26	26
Total liabilities	<u>275,775</u>	<u>151,388</u>	<u>427,163</u>
FUND EQUITY:			
Contributed capital	195,951	--	195,951
Retained earnings (accumulated deficit):			
unreserved	(131,906)	131,271	(635)
Total fund equity	<u>64,045</u>	<u>131,271</u>	<u>195,316</u>
Total liabilities and fund equity	<u>\$339,820</u>	<u>\$282,659</u>	<u>\$622,479</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Food Service</u>	<u>Adult Education</u>	<u>Total</u>
Operating revenues:			
Tuition and fees	\$ --	\$401,700	\$401,700
Sales/charges for services	798,333	--	798,333
Other operating revenues	49,517	18,936	68,453
Total operating revenues	<u>847,850</u>	<u>420,636</u>	<u>1,268,486</u>
Operating expenses:			
Salaries and wages	558,899	630,355	1,189,254
Fringe benefits	240,612	154,807	395,419
Contract services	3,746	73,177	76,923
Materials and supplies	953,650	54,454	1,008,104
Depreciation	11,647	2,712	14,359
Total operating expenses	<u>1,768,554</u>	<u>915,505</u>	<u>2,684,059</u>
Operating loss	(920,704)	(494,869)	(1,415,573)
Nonoperating revenues (expenses):			
Operating grants	818,008	553,883	1,371,891
Federal donated commodities	115,975	--	115,975
Loss on sale of fixed assets	(4,404)	(375)	(4,779)
Total nonoperating revenues (expenses)	<u>929,579</u>	<u>553,508</u>	<u>1,483,087</u>
Net income before operating transfers	8,875	58,639	67,514
Operating transfers in	--	50,000	50,000
Net income	8,875	108,639	117,514
Retained earnings (accumulated deficit), July 1	(140,781)	22,632	(118,149)
Retained earnings (accumulated deficit), June 30	<u>(\$131,906)</u>	<u>\$131,271</u>	<u>(\$635)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOOD SERVICE
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Sales/charges for services	\$827,607	\$796,156	(\$31,451)
Other operating revenues	51,473	49,517	(1,956)
Total operating revenues	<u>879,080</u>	<u>845,673</u>	<u>(33,407)</u>
Operating expenses:			
Salaries and wages	581,659	581,659	0
Fringe benefits	245,100	245,100	0
Contract services	3,746	3,746	0
Materials and supplies	840,427	840,427	0
Total operating expenses	<u>1,670,932</u>	<u>1,670,932</u>	<u>0</u>
Operating loss	<u>(791,852)</u>	<u>(825,259)</u>	<u>(33,407)</u>
Nonoperating revenues:			
Operating grants	846,861	814,678	(32,183)
Total nonoperating revenues	<u>846,861</u>	<u>814,678</u>	<u>(32,183)</u>
Net income before operating advances	<u>55,009</u>	<u>(10,581)</u>	<u>(65,590)</u>
Operating advances:			
Advances in	24,059	23,145	(914)
Advances (out)	(15,000)	(15,000)	0
Total operating advances	<u>9,059</u>	<u>8,145</u>	<u>(914)</u>
Net income (loss)	<u>64,068</u>	<u>(2,436)</u>	<u>(66,504)</u>
Retained earnings, July 1	2,436	2,436	0
Prior year encumbrances appropriated	0	0	0
Retained earnings, June 30	<u>\$66,504</u>	<u>\$0</u>	<u>(\$66,504)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ADULT EDUCATION
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Tuition and fees	\$434,657	\$384,213	(\$50,444)
Total operating revenues	<u>434,657</u>	<u>384,213</u>	<u>(50,444)</u>
Operating expenses:			
Salaries and wages	632,589	632,589	0
Fringe benefits	153,197	153,197	0
Contract services	61,385	61,385	0
Materials and supplies	57,692	57,692	0
Capital outlay	5,840	5,840	0
Total operating expenses	<u>910,703</u>	<u>910,703</u>	<u>0</u>
Operating loss	<u>(476,046)</u>	<u>(526,490)</u>	<u>(50,444)</u>
Nonoperating revenues:			
Operating grants	309,874	273,911	(35,963)
Other nonoperating revenues	316,731	279,972	(36,759)
Total nonoperating revenues	<u>626,605</u>	<u>553,883</u>	<u>(72,722)</u>
Net income before operating advances/transfers	<u>150,559</u>	<u>27,393</u>	<u>(123,166)</u>
Operating advances/transfers			
Transfers in	90,152	79,689	(10,463)
Transfers (out)	(29,689)	(29,689)	0
Advances in	48,586	42,947	(5,639)
Advances (out)	(40,708)	(40,708)	0
Total operating advances/transfers-net	<u>68,341</u>	<u>52,239</u>	<u>(16,102)</u>
Net income	<u>218,900</u>	<u>79,632</u>	<u>(139,268)</u>
Retained earnings, July 1	120,896	120,896	0
Prior year encumbrances appropriated	12,181	12,181	0
Retained earnings, June 30	<u>\$351,977</u>	<u>\$212,709</u>	<u>(\$139,268)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Tuition and fees	\$434,657	\$384,213	(\$50,444)
Sales/charges for services	827,607	796,156	(31,451)
Other operating revenues	51,473	49,517	(1,956)
Total operating revenues	<u>1,313,737</u>	<u>1,229,886</u>	<u>(83,851)</u>
Operating expenses:			
Salaries and wages	1,214,248	1,214,248	0
Fringe benefits	398,297	398,297	0
Contract services	65,131	65,131	0
Materials and supplies	898,119	898,119	0
Capital outlay	5,840	5,840	0
Total operating expenses	<u>2,581,635</u>	<u>2,581,635</u>	<u>0</u>
Operating loss	<u>(1,267,898)</u>	<u>(1,351,749)</u>	<u>(83,851)</u>
Nonoperating revenues:			
Operating grants	1,156,735	1,088,589	(68,146)
Other nonoperating revenues	316,731	279,972	(36,759)
Total nonoperating revenues	<u>1,473,466</u>	<u>1,368,561</u>	<u>(104,905)</u>
Net income before operating advances/transfers	<u>205,568</u>	<u>16,812</u>	<u>(188,756)</u>
Operating advances/transfers:			
Transfers in	90,152	79,689	(10,463)
Transfers (out)	(29,689)	(29,689)	0
Advances in	72,645	66,092	(6,553)
Advances (out)	(55,708)	(55,708)	0
Total operating advances/transfers - net	<u>77,400</u>	<u>60,384</u>	<u>(17,016)</u>
Net income	<u>282,968</u>	<u>77,196</u>	<u>(205,772)</u>
Retained earnings, July 1	123,332	123,332	0
Prior year encumbrances appropriated	12,181	12,181	0
Retained earnings, June 30	<u>\$418,481</u>	<u>\$212,709</u>	<u>(\$205,772)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
FOR YEAR ENDED JUNE 30, 2000

	<u>Food Service</u>	<u>Adult Education</u>	<u>Total</u>
Cash flows from operating activities:			
Cash received from tuition and fees	\$ --	\$384,213	\$384,213
Cash received from sales/service charges	796,156	--	796,156
Cash received from other operations	49,517	--	49,517
Cash payments for personal services	(826,759)	(785,784)	(1,612,543)
Cash payments for contract services	(3,746)	(56,681)	(60,427)
Cash payments for materials and supplies	(840,429)	(60,599)	(901,028)
Net cash used in operating activities activities	<u>(825,261)</u>	<u>(518,851)</u>	<u>(1,344,112)</u>
Cash flows from noncapital financing activities:			
Cash received from operating grants	814,678	553,883	1,368,561
Cash received from operating transfers in	--	50,000	50,000
Cash received from interfund loans	23,145	42,947	66,092
Cash payments used in repayment of interfund loans	(15,000)	(40,708)	(55,708)
Net cash provided by noncapital financing activities	<u>822,823</u>	<u>606,122</u>	<u>1,428,945</u>
Net increase (decrease) in cash and cash equivalents	(2,438)	87,271	84,833
Cash and cash equivalents at beginning of year	<u>2,438</u>	<u>133,076</u>	<u>135,514</u>
Cash and cash equivalents at end of year	<u>\$0</u>	<u>\$220,347</u>	<u>\$220,347</u>
Reconciliation of operating loss to net cash used in operating activities:			
Operating loss	(\$920,704)	(\$494,869)	(\$1,415,573)
Adjustments to reconcile operating loss to net cash used in operating activities:			
Depreciation	11,647	2,712	14,359
Federal donated commodities	115,975	--	115,975
Changes in assets and liabilities:			
Increase in materials and supplies inventory	(334)	--	(334)
Increase in accounts receivable	(2,177)	(36,423)	(38,600)
Increase in accounts payable	1,206	10,325	11,531
Decrease in accrued wages and benefits	(27,475)	(5,143)	(32,618)
Increase in due to other governments	--	26	26
Increase (decrease) in compensated absences payable	(43)	1,827	1,784
Increase (decrease) in pension obligation payable	(9,750)	2,001	(7,749)
Increase in future retirement obligation	10,020	693	10,713
Decrease in deferred revenue	(3,626)	--	(3,626)
Net cash used in operating activities	<u><u>(\$825,261)</u></u>	<u><u>(\$518,851)</u></u>	<u><u>(\$1,344,112)</u></u>

INTERNAL SERVICE FUNDS

A fund category used to account for the financing of goods or services provided by one department or agency of the District to other departments or agencies on a cost-reimbursement basis. Charges are intended only to recoup the total cost of such services.

Internal Service Rotary

Section 5705.12, Revised Code

A fund provided to account for operations that provide goods or services to other governmental units on a cost-reimbursement basis. The use of the fund may be applied to situations where the district acts as fiscal agent for a multi-district program.

Employee Benefits Self-Insurance

Section 5705.09, Revised Code

A fund provided to account for monies received from other funds as payment for providing medical, hospitalization, life, dental, vision, or any other similar employee benefits. The Employee Benefits Self-Insurance Fund may make payments for services provided to employees, for reimbursements to employees who have paid providers, to third party administrators for claim payment or administration, for stop-loss coverage or for any other reinsurance or other similar purposes.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINING BALANCE SHEET
ALL INTERNAL SERVICE FUNDS
JUNE 30, 2000

	Internal Service Rotary	Employee Benefits Self-Insurance	Total
ASSETS:			
Equity in pooled cash and cash equivalents	\$55,613	\$327,834	\$383,447
Receivables (net of allowances for uncollectibles):			
Accounts	257	--	257
Prepayments	194	--	194
Property, plant and equipment	39,677	--	39,677
(Accumulated depreciation)	(17,121)	--	(17,121)
Total assets	\$78,620	\$327,834	\$406,454
LIABILITIES:			
Accounts payable	\$5,835	--	\$5,835
Accrued wages and benefits	3,845	--	3,845
Compensated absences payable	4,464	--	4,464
Pension obligation payable	1,308	--	1,308
Claims payable	--	336,178	336,178
Interfund loan payable	1,061	--	1,061
Future retirement obligation	5,732	--	5,732
Due to other governments	265	--	265
Total liabilities	22,510	336,178	358,688
FUND EQUITY:			
Retained earnings (accumulated deficit): unreserved	56,110	(8,344)	47,766
Total fund equity	56,110	(8,344)	47,766
Total liabilities and fund equity	\$78,620	\$327,834	\$406,454

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	Internal Service Rotary	Employee Benefits Self-Insurance	Total
Operating revenues:			
Sales/charges for services	\$8,177	\$3,200,716	\$3,208,893
Other operating revenues	103,892	--	103,892
Total operating revenues	<u>112,069</u>	<u>3,200,716</u>	<u>3,312,785</u>
Operating expenses:			
Salaries and wages	67,720	--	67,720
Fringe benefits	14,193	--	14,193
Contract services	13,940	3,356,746	3,370,686
Materials and supplies	36,140	--	36,140
Depreciation	3,254	--	3,254
Other operating expenses	1,392	259,098	260,490
Total operating expenses	<u>136,639</u>	<u>3,615,844</u>	<u>3,752,483</u>
Operating loss	<u>(24,570)</u>	<u>(415,128)</u>	<u>(439,698)</u>
Nonoperating revenues:			
Operating grants	19,067	--	19,067
Interest revenue	--	21,325	21,325
Total nonoperating revenues	<u>19,067</u>	<u>21,325</u>	<u>40,392</u>
Net loss	(5,503)	(393,803)	(399,306)
Retained earnings, July 1	61,613	385,459	447,072
Retained earnings (accumulated deficit), June 30	<u>\$56,110</u>	<u>(\$8,344)</u>	<u>\$47,766</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
INTERNAL SERVICE ROTARY
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Sales/charges for services	\$9,281	\$8,178	(\$1,103)
Other operating revenues	117,876	103,867	(14,009)
Total operating revenues	<u>127,157</u>	<u>112,045</u>	<u>(15,112)</u>
Operating expenses:			
Salaries and wages	71,058	71,058	0
Fringe benefits	15,345	15,345	0
Contract services	13,055	13,055	0
Materials and supplies	34,659	34,659	0
Other operating expenses	1,393	1,393	0
Total operating expenses	<u>135,510</u>	<u>135,510</u>	<u>0</u>
Operating loss	<u>(8,353)</u>	<u>(23,465)</u>	<u>(15,112)</u>
Nonoperating revenues:			
Operating grants	21,639	19,067	(2,572)
Total nonoperating revenues	<u>21,639</u>	<u>19,067</u>	<u>(2,572)</u>
Net income (loss) before operating advances	<u>13,286</u>	<u>(4,398)</u>	<u>(17,684)</u>
Operating advances:			
Advances in	1,204	1,061	(143)
Advances (out)	(400)	(400)	0
Total operating advances	<u>804</u>	<u>661</u>	<u>(143)</u>
Net income (loss)	<u>14,090</u>	<u>(3,737)</u>	<u>(17,827)</u>
Retained earnings, July 1	47,728	47,728	0
Prior year encumbrances appropriated	4,329	4,329	0
Retained earnings, June 30	<u>\$66,147</u>	<u>\$48,320</u>	<u>(\$17,827)</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMPLOYEE BENEFITS SELF-INSURANCE
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Operating revenues:			
Sales/charges for services	\$3,278,303	\$3,200,716	(\$77,587)
Total operating revenues	<u>3,278,303</u>	<u>3,200,716</u>	<u>(77,587)</u>
Operating expenses:			
Contract services	3,493,018	3,330,402	162,616
Other operating expenses	309,099	259,098	50,001
Total operating expenses	<u>3,802,117</u>	<u>3,589,500</u>	<u>212,617</u>
Operating loss	(523,814)	(388,784)	135,030
Nonoperating revenues:			
Interest revenue	21,697	21,325	(372)
Total nonoperating revenues	<u>21,697</u>	<u>21,325</u>	<u>(372)</u>
Net loss	(502,117)	(367,459)	134,658
Retained earnings, July 1	695,293	695,293	0
Prior year encumbrances appropriated	0	0	0
Retained earnings, June 30	<u>\$193,176</u>	<u>\$327,834</u>	<u>\$134,658</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2000

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Sales/charges for services	\$3,287,584	\$3,208,894	(\$78,690)
Other operating revenues	117,876	103,867	(14,009)
Total operating revenues	<u>3,405,460</u>	<u>3,312,761</u>	<u>(92,699)</u>
Operating expenses:			
Salaries and wages	71,058	71,058	0
Fringe benefits	15,345	15,345	0
Contract services	3,506,073	3,343,457	162,616
Materials and supplies	34,659	34,659	0
Other operating expenses	310,492	260,491	50,001
Total operating expenses	<u>3,937,627</u>	<u>3,725,010</u>	<u>212,617</u>
Operating loss	<u>(532,167)</u>	<u>(412,249)</u>	<u>119,918</u>
Nonoperating revenues:			
Operating grants	21,639	19,067	(2,572)
Interest revenue	21,697	21,325	(372)
Total nonoperating revenues	<u>43,336</u>	<u>40,392</u>	<u>(2,944)</u>
Net loss before operating advances	<u>(488,831)</u>	<u>(371,857)</u>	<u>116,974</u>
Operating advances:			
Advances in	1,204	1,061	(143)
Advances (out)	(400)	(400)	0
Total operating advances	<u>804</u>	<u>661</u>	<u>(143)</u>
Net loss	<u>(488,027)</u>	<u>(371,196)</u>	<u>116,831</u>
Retained earnings, July 1	743,021	743,021	0
Prior year encumbrances appropriated	4,329	4,329	0
Retained earnings, June 30	<u>\$259,323</u>	<u>\$376,154</u>	<u>\$116,831</u>

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR YEAR ENDED JUNE 30, 2000

	Internal Service Rotary	Employee Benefits Self-Insurance	Total
Cash flows from operating activities:			
Cash received from sales/service charges	\$8,178	\$3,200,716	\$3,208,894
Cash received from other operations	103,867	--	103,867
Cash payments for personal services	(82,144)	--	(82,144)
Cash payments for contract services	(8,706)	(3,330,402)	(3,339,108)
Cash payments for materials and supplies	(35,976)	--	(35,976)
Cash payments for other expenses	(1,392)	(259,098)	(260,490)
Net cash used in operating activities	<u>(16,173)</u>	<u>(388,784)</u>	<u>(404,957)</u>
Cash flows from noncapital financing activities:			
Cash received from operating grants	19,067	--	19,067
Cash received from interfund loans	1,061	--	1,061
Cash payments used in repayment of interfund loans	(400)	--	(400)
Net cash provided by noncapital financing activities	<u>19,728</u>	<u>--</u>	<u>19,728</u>
Cash flows from investing activities:			
Interest received	--	21,325	21,325
Net cash provided by investing activities	<u>--</u>	<u>21,325</u>	<u>21,325</u>
Net increase (decrease) in cash and cash equivalents	3,555	(367,459)	(363,904)
Cash and cash equivalents at beginning of year	<u>52,058</u>	<u>695,293</u>	<u>747,351</u>
Cash and cash equivalents at end of year	<u>\$55,613</u>	<u>\$327,834</u>	<u>\$383,447</u>
Reconciliation of operating loss to net cash used in operating activities:			
Operating loss	(\$24,570)	(\$415,128)	(\$439,698)
Adjustments to reconcile operating loss to net net cash used in operating activities:			
Depreciation	3,254	--	3,254
Changes in assets and liabilities:			
Increase in accounts receivable	(24)	--	(24)
Increase in prepayments	(2)	--	(2)
Increase in accounts payable	5,135	--	5,135
Decrease in accrued wages and benefits	(4,028)	--	(4,028)
Increase in due from other governments	265	--	265
Increase in compensated absences payable	4,464	--	4,464
Decrease in pension obligation payable	(836)	--	(836)
Increase in future retirement obligation	169	--	169
Increase in claims payable	--	26,344	26,344
Net cash used in operating activities	<u>(\$16,173)</u>	<u>(\$388,784)</u>	<u>(\$404,957)</u>

FIDUCIARY FUND TYPES

EXPENDABLE TRUST FUND

Section 5705.09, Revised Code

A fund used to account for assets held by a school system in a trustee capacity or as an agent for individuals, private organizations, other governmental and/or other funds.

NONEXPENDABLE TRUST FUND

Section 5705.09, Revised Code

A fund used to account for money, securities or lands which have been set aside as an investment for public school purposes. The income from such a fund may be expended, but the principal must remain intact. Such funds are also identified as nonexpendable trust funds.

AGENCY FUNDS

Student Managed Activity

Section 3315.062, Revised Code

A fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer, and faculty advisor. There are 160 student managed activity groups throughout the district.

District Agency

Section 5705.12, Revised Code

A fund used to account for those assets held by a school district as an agent for individuals, private organization, other governmental units, and/or other funds. agency funds could include a central payroll account, and funds for a teacher or a parent-teacher organization. In an agency fund, assets equal liabilities, and the fund balance is zero.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

COMBINING BALANCE SHEET
ALL FIDUCIARY FUND TYPES
JUNE 30, 2000

	<u>Expendable Trust</u>	<u>Nonexpendable Trust</u>	<u>Total Agency</u>	<u>Total</u>
	<u>Special Trust</u>	<u>Endowment</u>		
ASSETS:				
Equity in pooled cash and cash equivalents	\$853,071	\$ --	\$66,001	\$919,072
Equity in pooled cash and cash equivalents - nonexpendable trust fund	--	5,059,248	--	5,059,248
Receivables (net of allowances for uncollectibles):				
Taxes - current and delinquent	--	--	320,000	320,000
Accounts	137	--	--	137
Total assets	<u>\$853,208</u>	<u>\$5,059,248</u>	<u>\$386,001</u>	<u>\$6,298,457</u>
LIABILITIES:				
Accounts payable	\$ --	\$ --	\$750	\$750
Due to other governments	--	--	321,908	321,908
Due to students	--	--	63,343	63,343
Total liabilities	<u>--</u>	<u>--</u>	<u>386,001</u>	<u>386,001</u>
FUND EQUITY:				
Fund balance:				
Reserved for principal endowment	--	4,542,071	--	4,542,071
Unreserved-undesignated	853,208	517,177	--	1,370,385
Total fund equity	<u>853,208</u>	<u>5,059,248</u>	<u>--</u>	<u>5,912,456</u>
Total liabilities and fund equity	<u>\$853,208</u>	<u>\$5,059,248</u>	<u>\$386,001</u>	<u>\$6,298,457</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EXPENDABLE TRUST FUND
FOR YEAR ENDED JUNE 30, 2000

	SPECIAL TRUST		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
From local sources:			
Earnings on investments	\$48,023	\$44,264	(\$3,759)
Other local revenues	51,977	47,908	(4,069)
Total revenues	100,000	92,172	(7,828)
Expenditures:			
Support services-business			
Contract services	149	149	0
Other	19,405	19,405	0
Total support services-business	19,554	19,554	0
Extracurricular activities			
Other	19,832	19,832	0
Total extracurricular activities	19,832	19,832	0
Total expenditures	39,386	39,386	0
Excess (deficiency) of revenues over (under) expenditures	60,614	52,786	(7,828)
Fund balance, July 1	800,185	800,185	0
Prior year encumbrances appropriated	100	100	0
Fund balance, June 30	\$860,899	\$853,071	(\$7,828)

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
NONEXPENDABLE TRUST FUND
FOR YEAR ENDED JUNE 30, 2000**

	ENDOWMENT		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Earnings on investments	\$156,482	\$153,069	(\$3,413)
Donation from private source	3,538,552	3,461,368	(77,184)
Other operating revenues	4,966	4,858	(108)
Total operating revenues	3,700,000	3,619,295	(80,705)
Operating expenses:			
Other operating expenses	68,877	68,877	0
Total operating expenses	68,877	68,877	0
Net income	3,631,123	3,550,418	(80,705)
Fund balance, July 1	1,507,772	1,507,772	0
Prior year encumbrances appropriated	58	58	0
Fund balance, June 30	\$5,138,953	\$5,058,248	(\$80,705)

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
 COMBINING STATEMENT OF CHANGES
 IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2000

	Beginning Balance July 1, 1999	Additions	Deletions	Ending Balance June 30, 2000
District Agency				
ASSETS:				
Equity in pooled cash and cash equivalents	\$1,730	\$273,429	\$273,491	\$1,668
Taxes - current & delinquent	256,331	320,000	256,331	320,000
Total Assets	<u>\$258,061</u>	<u>\$593,429</u>	<u>\$529,822</u>	<u>\$321,668</u>
LIABILITIES:				
Due to other governments	\$258,061	\$593,429	\$529,822	\$321,668
Total Liabilities	<u>\$258,061</u>	<u>\$593,429</u>	<u>\$529,822</u>	<u>\$321,668</u>
Student Managed Activity				
ASSETS:				
Equity in pooled cash and cash equivalents	\$65,399	\$104,474	\$105,540	\$64,333
Accounts receivable	471	0	471	0
Total Assets	<u>\$65,870</u>	<u>\$104,474</u>	<u>\$106,011</u>	<u>\$64,333</u>
LIABILITIES:				
Accounts payable	\$1,212	\$750	\$1,212	\$750
Due to other governments	0	240	0	240
Due to students	64,658	103,484	104,799	63,343
Total Liabilities	<u>\$65,870</u>	<u>\$104,474</u>	<u>\$106,011</u>	<u>\$64,333</u>
Total				
ASSETS:				
Equity in pooled cash and cash equivalents	\$67,129	\$377,903	\$379,031	\$66,001
Taxes - current & delinquent	256,331	320,000	256,331	320,000
Accounts receivable	471	0	471	0
Total Assets	<u>\$323,931</u>	<u>\$697,903</u>	<u>\$635,833</u>	<u>\$386,001</u>
LIABILITIES:				
Accounts payable	\$1,212	\$750	\$1,212	\$750
Due to other governments	258,061	593,669	529,822	321,908
Due to students	64,658	103,484	104,799	63,343
Total Liabilities	<u>\$323,931</u>	<u>\$697,903</u>	<u>\$635,833</u>	<u>\$386,001</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

General Fixed Assets is a balanced group of accounts used to establish control and accountability for the costs of all real property and movable equipment owned by the School Board. The investment in General Fixed Assets is carried until the disposition of the property and ownership is relinquished. Depreciation on fixed assets is not recorded.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
JUNE 30, 2000**

<u>Function and Activity</u>	<u>Land and Improvements</u>	<u>Buildings structures and improvements</u>	<u>Furniture fixtures and equipment</u>	<u>Vehicles</u>	<u>Books</u>	<u>Total</u>
Regular instruction	\$ --	\$ --	\$2,964,017	\$ --	\$779,007	\$3,743,024
Special instruction	--	--	129,986	--	7,883	137,869
Vocational instruction	--	--	885,826	--	--	885,826
Adult/continuing education	--	--	26,062	--	--	26,062
Other instruction	--	--	46,812	--	--	46,812
Pupil support	--	--	117,438	--	--	117,438
Instructional staff support	--	--	356,694	--	986,424	1,343,118
Administration	--	--	234,527	--	--	234,527
Board of education	--	--	2,606	--	--	2,606
Fiscal services	--	--	114,116	--	--	114,116
Business	--	--	41,634	--	--	41,634
Operations and maintenance	--	--	472,246	109,591	54,312	636,149
Pupil transportation	--	--	33,315	1,699,104	--	1,732,419
Central	--	--	144,803	--	--	144,803
Community service	--	--	54,940	--	--	54,940
Extracurricular activities	--	--	58,011	--	--	58,011
Building acquisitions and construction	2,285,370	11,922,776	--	--	--	14,208,146
	<u>\$2,285,370</u>	<u>\$11,922,776</u>	<u>\$5,683,033</u>	<u>\$1,808,695</u>	<u>\$1,827,626</u>	<u>\$23,527,500</u>

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2000**

<u>Function and Activity</u>	<u>Balance at July 1, 1999</u>	<u>Additions and Transfers in</u>	<u>Deletions and Transfers out</u>	<u>Balance at June 30, 2000</u>
Regular instruction	\$3,617,579	\$223,470	\$98,025	\$3,743,024
Special instruction	139,945	13,125	15,201	137,869
Vocational instruction	861,630	72,214	48,018	885,826
Adult/continuing education	14,759	11,303	--	26,062
Other instruction	47,747	--	935	46,812
Pupil support	106,521	16,790	5,873	117,438
Instructional staff support	1,202,939	151,370	11,191	1,343,118
Administration	228,241	9,302	3,016	234,527
Board of education	2,606	--	--	2,606
Fiscal services	121,323	1,605	8,812	114,116
Business	42,644	--	1,010	41,634
Operations and maintenance	505,651	132,527	2,029	636,149
Pupil transportation	1,597,662	246,091	111,334	1,732,419
Central	106,590	39,103	890	144,803
Community services	52,076	3,917	1,053	54,940
Extracurricular activities	54,635	3,376	--	58,011
Building acquisition and construction	14,151,987	56,159	--	14,208,146
	<u>\$22,854,535</u>	<u>\$980,352</u>	<u>\$307,387</u>	<u>\$23,527,500</u>

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO

SCHEDULE OF GENERAL FIXED ASSETS
 BY SOURCE
 JUNE 30, 2000

General fixed assets:

Land	\$2,285,370
Buildings, structures and improvements	11,922,776
Furniture, fixtures and equipment	5,683,033
Vehicles	1,808,695
Books	1,827,626
Total general fixed assets at June 30, 2000	\$23,527,500

Investment in general fixed assets by source:

Acquired before July 1, 1999

General fund	\$22,777,730	
Permanent Improvement fund	573,615	
District Managed Activity fund	23,675	
Lottery fund	19,322	
Management Information Systems fund	74,633	
Other Grant fund	20,935	
Adult Basic Education fund	9,159	
Highway Safety fund	1,400	
Title VI-B fund	12,847	
Vocational Education fund	168,258	
Title I fund	43,325	
Title II fund	13,574	
EHA Preschool Grant fund	1,271	
Small Business Administration fund	16,014	
Auxillary fund	9,005	
Education for Economic Security Act fund	2,303	
Capital leases	585,136	
Donations	70,096	
Less: deletions	(1,567,763)	
Total general fixed assets at June 30, 1999		22,854,535

Acquired during fiscal 2000

General fund	952,200	
Other Grant	7,403	
Management Information Information Systems	1,604	
Adult Basic Education	5,501	
Vocational Education	1,500	
Title I	8,226	
Title II	3,918	
Less: deletions	(307,387)	
Net change for fiscal 2000		672,965
Total general fixed assets at June 30, 2000		\$23,527,500



STATISTICAL SECTION

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**SUMMARY OF EXPENDITURES AND OTHER FINANCING USED BY FUNCTION - GENERAL FUND
LAST TEN FISCAL YEARS**

	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>
Instruction:						
Regular	\$12,703,473	\$11,680,570	\$11,342,973	\$10,625,391	\$10,924,168	\$10,406,239
Special	4,070,659	4,125,855	3,385,580	3,178,212	3,404,022	3,147,567
Vocational	1,350,217	1,336,432	1,317,447	1,217,649	1,180,848	1,111,370
Other Instruction	0	0	0	0	0	0
Total Instruction	<u>18,124,349</u>	<u>17,142,857</u>	<u>16,046,000</u>	<u>15,021,252</u>	<u>15,509,038</u>	<u>14,665,176</u>
Support Services:						
Pupils	1,220,212	1,233,182	1,053,955	1,052,991	981,041	922,710
Instructional Staff	1,315,569	1,272,743	1,159,319	1,003,989	1,116,271	1,016,693
Administration	2,574,798	2,350,764	1,773,819	1,553,788	1,652,476	1,317,804
Fiscal	566,370	542,875	542,331	517,298	551,986	497,525
Business	209,849	234,341	208,783	191,589	299,103	278,132
Operation and Maintenance	3,781,643	3,416,041	3,116,272	2,906,752	2,960,581	2,703,704
Pupil Transportation	1,211,973	1,106,213	1,070,937	763,828	910,063	664,322
Central/Community	63,759	59,516	60,286	42,143	45,090	29,988
Extra-Curricular Activities	552,991	520,326	497,899	431,487	464,016	429,801
Total Support Services	<u>11,497,164</u>	<u>10,736,001</u>	<u>9,483,601</u>	<u>8,463,865</u>	<u>8,980,627</u>	<u>7,860,679</u>
Total Capital Outlay	0	0	0	0	0	0
Total Debt Service	0	0	0	0	4,823	57,878
Other Financing Uses	<u>632,166</u>	<u>284,272</u>	<u>0</u>	<u>0</u>	<u>74</u>	<u>0</u>
Total Expenditures and Other Uses	<u>\$30,253,679</u>	<u>\$28,163,130</u>	<u>\$25,529,601</u>	<u>\$23,485,117</u>	<u>\$24,494,562</u>	<u>\$22,583,733</u>

Source: School District Financial Records

1. 1992 through 2000 reflect GAAP reporting; prior years reflect cash basis accounting.

<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991</u>
\$10,456,085	\$10,345,395	\$9,763,994	\$9,273,983
2,790,371	2,449,275	2,367,436	2,011,466
1,014,230	894,383	881,693	782,354
0	1,066	1,701	1,838
<u>14,260,686</u>	<u>13,690,119</u>	<u>13,014,824</u>	<u>12,069,641</u>
899,156	770,045	806,819	697,467
994,562	986,502	1,008,292	1,030,459
1,424,812	1,416,236	1,560,678	1,548,494
375,733	335,229	412,109	413,386
248,575	227,247	251,092	226,897
2,692,178	2,586,715	2,469,893	2,217,898
758,634	591,458	587,535	628,630
29,168	22,216	24,116	29,134
410,276	421,341	390,714	308,082
<u>7,833,094</u>	<u>7,356,989</u>	<u>7,511,248</u>	<u>7,100,447</u>
0	0	0	0
50,828	57,876	57,876	0
0	0	36,472	234,895
<u>\$22,144,608</u>	<u>\$21,104,984</u>	<u>\$20,620,420</u>	<u>\$19,404,983</u>

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
SUMMARY OF REVENUES AND OTHER FINANCING SOURCES - GENERAL FUND
LAST TEN FISCAL YEARS

	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>
Revenue from						
Local Sources:						
Taxes	\$14,137,384	\$14,709,239	\$15,739,786	\$13,710,665	\$12,730,158	\$11,961,813
Tuition	49,891	33,921	22,975	20,536	25,292	45,341
Earning on Investments	507,028	435,601	363,669	316,215	304,071	242,997
Other Local	316,356	276,142	531,830	225,009	193,250	208,570
Total Local Sources	<u>15,010,659</u>	<u>15,454,903</u>	<u>16,658,260</u>	<u>14,272,425</u>	<u>13,252,771</u>	<u>12,458,721</u>
Revenue from						
State Sources:						
Unrestricted Grants-In-Aid	14,120,083	12,793,788	12,013,693	10,454,708	10,068,977	9,870,851
Total State Sources	<u>14,120,083</u>	<u>12,793,788</u>	<u>12,013,693</u>	<u>10,454,708</u>	<u>10,068,977</u>	<u>9,870,851</u>
Revenue from						
Federal Sources:						
Unrestricted Grants-In-Aid	0	0	0	0	0	0
Restricted Grants-In-Aid	10,862	104,243	4,842	0	0	0
Total Federal Sources	<u>10,862</u>	<u>104,243</u>	<u>4,842</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Revenue	0	0	0	49989	16315	23240
Other Financing Sources	2,948	1,355	275	20	1,255	2,921
Total Revenue and Other Sources	<u>\$29,144,552</u>	<u>\$28,354,289</u>	<u>\$28,677,070</u>	<u>\$24,777,142</u>	<u>\$23,339,318</u>	<u>\$22,355,733</u>

Source: School District Financial Records

1. 1992 through 2000 reflect GAAP reporting; prior years reflect cash basis accounting.

<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991</u>
\$11,005,824	\$9,684,255	\$10,819,681	\$10,459,152
48,131	34,278	54,688	46,695
132,682	131,067	185,213	257,274
202,125	213,609	179,881	206,881
<u>11,388,762</u>	<u>10,063,209</u>	<u>11,239,463</u>	<u>10,970,002</u>
<u>9,938,131</u>	<u>9,816,075</u>	<u>9,715,561</u>	<u>9,264,545</u>
<u>9,938,131</u>	<u>9,816,075</u>	<u>9,715,561</u>	<u>9,264,545</u>
0	1614	0	3925
<u>0</u>	<u>0</u>	<u>7,551</u>	<u>10,229</u>
<u>0</u>	<u>1,614</u>	<u>7,551</u>	<u>14,154</u>
17904	0	0	5024
<u>0</u>	<u>637</u>	<u>2,540</u>	<u>162,359</u>
<u>\$21,344,797</u>	<u>\$19,881,535</u>	<u>\$20,965,115</u>	<u>\$20,416,084</u>

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
REAL & PUBLIC TAX (1) AND TANGIBLE PERSONAL PROPERTY
LAST TEN CALENDAR YEARS

Tax Collection Year	Current Levy	Outstanding Delinquent Taxes	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Taxes Receivable As a % Of Total Levy	Total Collection	Total Collection As a % Of Total Levy
1990	\$11,826,625	\$1,065,251	\$12,891,876	\$11,689,726	98.84%	\$382,719	5.29%	\$12,072,445	93.64%
1991	12,362,622	1,146,067	13,508,689	12,186,206	98.57%	327,994	6.06%	12,514,200	92.64%
1992	12,493,597	1,046,464	13,540,061	12,327,871	98.67%	305,876	5.47%	12,633,747	93.31%
1993	12,589,490	999,241	13,588,731	12,198,447	96.89%	422,805	4.24%	12,621,252	92.88%
1994	14,119,608	1,017,318	15,136,926	13,847,276	98.07%	414,994	3.98%	14,262,270	94.22%
1995	15,985,323	1,372,713	17,358,036	15,529,357	97.15%	648,922	4.17%	16,178,279	93.20%
1996	17,553,553	1,215,150	18,768,703	17,339,352	98.78%	451,143	4.07%	17,790,495	94.79%
1997	17,277,660	1,165,501	18,443,161	17,130,573	99.15%	426,687	4.01%	17,557,260	95.20%
1998	17,517,698	1,582,524	19,100,222	16,968,166	96.86%	506,297	5.63%	17,474,463	91.49%
1999	17,604,120	1,394,282	18,998,402	17,095,970	97.11%	527,908	4.56%	17,623,878	92.77%

Source: Erie 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 on real and reimbursement on personal property taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenues.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**
ASSESSSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX YEARS

Tax Year	Real Property (a)	Public Utility (b)	Personal Property (c)	Total	Total Estimated Actual Value
Assessed Valuation					
1990	\$214,242,280	\$24,588,520	\$54,431,951	\$293,262,751	\$834,462,125
1991	237,982,950	23,970,110	56,079,749	318,032,809	914,892,821
1992	239,617,470	25,026,790	55,860,713	320,504,973	927,909,773
1993	242,402,870	26,211,960	52,267,043	320,881,873	931,434,119
1994	275,371,410	26,472,300	52,812,280	354,655,990	1,028,106,736
1995	272,559,650	26,597,930	56,443,305	355,600,885	1,034,739,998
1996	280,258,110	26,628,240	60,473,494	367,359,844	1,072,890,797
1997	311,447,790	28,747,840	61,487,103	401,682,733	1,168,467,241
1998	314,363,270	27,572,100	64,355,718	406,291,088	1,186,935,575
1999	315,366,380	25,835,010	64,159,264	405,360,654	1,187,041,822

Source: Erie County Auditor

- (a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the rules of the State Tax Commissioner.
- (b) Assumes public utilities are assessed at 88% of estimated actual value.
- (c) The rate at which tangible personal property used in business is assessed for purposes of ad valorem property taxation decreased one percent each year from 35% in 1983 and prior years to 25% in 1993.

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN TAX YEARS
(PER \$1,000 OF ASSESSED VALUATION)

Tax Year	Overlapping Governments			Sandusky City School District							
	Erie County	City of Sandusky	Sandusky Library *	General Fund	Bond Retire.	Capital Improve.	Unvoted	Sandusky Library	Effective Rates		
									Total	Ag/Res	Other
1990	7.20	4.25		50.50	1.40	2.00	3.45		57.35	35.71	37.47
1991	7.20	4.25		50.10	1.40	2.00	3.45		56.95	33	35.98
1992	8.00	4.25		50.05	1.40	2.00	3.45	0.80	57.7	33.89	36.8
1993	8.00	4.25		55.45	1.40	2.00	3.45	0.80	63.1	39.16	41.83
1994	8.00	4.25		55.45	1.40	2.00	3.45	0.80	63.1	34.69	40.22
1995	7.80	4.25		55.45	1.40	2.00	3.45	0.80	63.1	34.96	40.18
1996	8.30	4.25		59.55	1.40	2.00	3.45	0.80	67.2	39.02	43.66
1997	8.30	4.25		59.55	1.04	2.00	3.45	0.80	66.84	34.72	42.94
1998	8.30	4.25	1.26	59.55	1.04	2.00	3.45	0.80	66.84	34.6	42.92
1999	8.30	4.25	1.26	59.55	1.04	2.00	3.45	0.80	66.84	34.6	42.87

Source: Erie 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.

* Sandusky Library Bond Issue approved in 1998 under City of Sandusky taxing authority.

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
DEMOGRAPHIC STATISTICS
1950-1990

Calendar Year	Total Population	Total Dwelling Units	Occupied Dwelling Units Households	Persons Per Household	Owner Occupied Units	Median Family Income
1950	29,375	(4)	(4)	(4)	(4)	(4)
1960	31,989	7,291	7,016	4.56	3,783	\$6,526
1970 (1)	32,674	11,803	10,867	3.01	6,742	8,915
1980 (2)	31,360	13,169	11,932	2.63	7,328	16,046
1990 (3)	29,764	13,416	12,059	2.47	6,931	28,544

- (1) 1968 Figures
- (2) 1979 Figures
- (3) 1989 Figures
- (4) Figures Unavailable

Source: City of Sandusky Finance Department
City of Sandusky Department of Planning & Development
U.S. Bureau of the Census

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
PERCENT OF NET GENERAL OBLIGATION BONDED DEBT TO
ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year	(a) Population	(b) Avg. Daily Membership	(c) Assessed Value	(d) Gross Bonded Debt	(e) Less Debt Service Funds	Net Bonded Debt	% of Net Bonded Debt To Assessed Value	Net Bonded Debt per Capita	Net Bonded Debt Per ADM
1991	29,764	4,739	\$293,262,751	\$3,440,000	\$134,433	\$3,305,567	1.13%	\$111	698
1992	29,764	4,734	318,032,809	3,265,000	96,286	3,168,714	1.00%	106	669
1993	29,764	4,722	320,504,973	3,120,000	182,387	2,937,613	0.92%	99	622
1994	29,764	4,639	320,881,873	2,925,000	137,594	2,787,406	0.87%	94	601
1995	29,764	4,667	354,655,990	2,765,000	175,497	2,589,503	0.73%	87	555
1996	29,764	4,701	355,600,885	2,585,000	240,071	2,344,929	0.66%	79	499
1997	29,764	4,670	367,359,844	2,395,000	314,284	2,080,716	0.57%	70	446
1998	29,764	4,582	401,682,733	2,180,000	377,297	1,802,703	0.45%	61	393
1999	29,764	4,674	406,291,088	1,980,000	368,802	1,611,198	0.40%	54	345
2000	29,764	4,555	405,360,654	1,770,000	374,377	1,395,623	0.34%	47	306

Sources:

- (a) County Auditor
- (b) Per school district records - State Report OCCD-5
- (c) County Auditor
- (d) General Obligation dept outstanding end of fiscal year. (School District Records)
- (e) Balance of General Obligation Bond Retirement fund at end of fiscal year.

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2000

A. Voted Debt Margin

Assessed Valuation (Tax Year 1999)	\$405,360,654
	<u> x .09</u>
Bonded Debt Limit - 9% of Assessed Value (1)	36,482,459
Debt Service Fund Equity	374,377
Amount of Debt Applicable to Debt Limit: Bonded Debt	<u>1,770,000</u>
Voted Debt Margin	<u><u>\$35,086,836</u></u>

B. Unvoted Debt Margin

Bonded Debt Limit - 0.10% of Assessed Value (1)	\$405,361
Amount of Debt Applicable to Debt Limit:	<u>0</u>
Unvoted Debt Margin	<u><u>\$405,361</u></u>

Source: Erie County Auditor and School District Financial records.

- (1) Ohio Bond Law sets a limit of 9% for voted debt and 1/10 of 1% for unvoted debt.

Note: For purposes of this table, the District's \$1,106,423 interest-free loan from the United States Environmental Protection Agency has been regarded as being exempt from the debt limitation. This 1988 loan was part of a \$1,756,227 asbestos abatement grant/loan award from the E.P.A. The outstanding debt on this loan as of June 30, 2000 was \$461,009.63.

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2000

<u>Governmental Unit</u>	<u>Assessed Valuation</u>	<u>General Obligation Debt</u>	<u>Percent Applicable to School District</u>	<u>Amount Applicable to School District</u>
Direct:				
Sandusky City School District	\$405,360,654	\$1,770,000	100.00%	\$1,770,000
Total Direct	<u>405,360,654</u>	<u>1,770,000</u>		<u>1,770,000</u>
Overlapping:				
City of Sandusky	405,360,654	17,680,498	100.00%	17,680,498
Erie County	1,492,722,550	32,539,000	27.16%	8,837,592
Total Overlapping	<u>1,898,083,204</u>	<u>50,219,498</u>		<u>26,518,090</u>
Grand Total Direct and Overlapping	<u>\$2,303,443,858</u>	<u>\$51,989,498</u>		<u>\$28,288,090</u>

- (1) Source: City of Sandusky Finance Department. Excludes special assessment debt.
(2) Source: Erie County Auditor. Includes special assessment debt.

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**RATIO OF ANNUAL GENERAL OBLIGATION DEBT SERVICE
TO GENERAL FUND EXPENDITURES
LAST TEN FISCAL YEARS**

Fiscal Year	Debt Service On General Obligation Debt			General Fund Expenditures (1)	Debt Service as Percent of General Fund Expenditures
	Principal	Interest/ Fiscal Charges	Total		
1991	\$40,000	\$212,934	\$252,934	\$19,404,983	1.30%
1992	175,000	223,958	398,958	20,620,420	1.93%
1993	145,000	215,471	360,471	21,104,984	1.71%
1994	195,000	206,358	401,358	22,144,608	1.81%
1995	160,000	196,310	356,310	22,583,733	1.58%
1996	180,000	186,030	366,030	24,494,562	1.49%
1997	190,000	174,670	364,670	23,485,117	1.55%
1998	215,000	162,033	377,033	25,529,601	1.48%
1999	200,000	148,670	348,670	28,163,130	1.24%
2000	210,000	135,035	345,035	30,253,679	1.16%

(1) Includes Other Financing Uses

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**NEW CONSTRUCTION, BANK DEPOSITS, AND PROPERTY VALUE
LAST TEN FISCAL YEARS**

Year	New Construction (1)				Bank Deposits (2)	Assessed Valuation (3)			
	Permits Issued	Commercial/Industrial	Permits Issued	Residential/Agricultural		Real Property	Public Utility	Personal Property	Total Property
1990	111	\$23,580,205	324	\$2,822,661	\$375,925,000	\$214,242,280	\$24,588,520	\$54,431,951	\$293,262,751
1991	98	12,062,253	268	2,583,237	388,629,000	237,982,950	23,970,110	56,079,749	318,032,809
1992	60	8,031,112	446	3,886,818	389,745,000	239,617,470	25,026,790	55,860,713	320,504,973
1993	104	11,382,543	700	4,909,685	246,542,000	242,402,870	26,211,960	52,267,043	320,881,873
1994	64	20,704,623	566	4,661,266	246,960,000	275,371,410	26,472,300	52,812,280	354,655,990
1995	96	13,438,185	584	4,602,110	245,973,000	272,559,650	26,597,930	56,443,305	355,600,885
1996	112	13,828,609	605	4,917,967	245,161,000	280,258,110	26,628,240	60,473,494	367,359,844
1997	135	10,170,285	574	4,874,666	268,944,000	311,447,790	28,747,840	61,487,103	401,682,733
1998	102	26,848,146	425	5,124,026	288,494,000	314,363,270	27,572,100	64,355,718	406,291,088
1999	109	34,400,988	491	7,184,258	283,288,000	315,366,380	25,835,010	64,159,264	405,360,654

(1) Source: City of Sandusky Building Department

(2) Source: Federal Deposit Insurance Corp. and Federal Savings and Loan Insurance Corp. Amounts shown reflect total deposits for Erie County.

(3) Assessed Value From Table 4

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**

**MAJOR TAXPAYERS
1999 TAX YEAR**

Personal Property

<u>Taxpayer</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Cedar Fair, L.P.	\$14,259,380	3.52%
First Energy	11,377,220	2.81%
Sandusky International, Inc.	6,188,160	1.53%
Columbia Gas of Ohio	5,174,580	1.28%
Ameritech	4,356,330	1.07%
Whirley of Ohio	3,739,150	0.92%
Sandusky Limited	3,349,650	0.83%
Union Chain Division of U. S. Tsubaki, Inc.	2,704,690	0.67%
Dixon Ticonderoga	1,686,950	0.42%
Norfolk & Western Railway Co.	1,187,910	0.29%
TOTAL	<u>\$54,024,020</u>	<u>13.33%</u>

Real Property

<u>Taxpayer</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Cedar Fair, L.P.	30,601,500	7.55%
S & S Realty	3,033,780	0.75%
Norfolk & Western Railway Co.	2,959,910	0.73%
Sandusky International, Inc.	2,474,590	0.61%
Sandusky Housing Trust L.P.	1,994,710	0.49%
Hoty Marine Group	1,985,930	0.49%
Sandusky Limited	1,857,790	0.46%
Harbour Lagoons	1,227,470	0.30%
Stein & Associates	1,195,170	0.29%
Whirley of Ohio	1,020,000	0.25%
TOTAL	<u>\$48,350,850</u>	<u>11.93%</u>

Source: Erie County Auditor

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
ATTENDANCE DATA
LAST TEN SCHOOL YEARS**

School Year Ended	Number of Graduates	Average Daily Membership	Average Daily Attendance	% Increase (Decrease) in ADM From Prior Year	Attendance as % of Average Daily Membership
1991	256	4,739	4,456	-0.94%	94.03%
1992	277	4,734	4,460	-0.11%	94.21%
1993	256	4,722	4,464	-0.25%	94.54%
1994	212	4,639	4,370	-1.76%	94.20%
1995	222	4,667	4,411	0.60%	94.51%
1996	222	4,701	4,291	0.73%	91.28%
1997	226	4,670	4,398	-0.66%	94.18%
1998	224	4,582	4,026	-1.88%	87.87%
1999	236	4,674	4,410	2.01%	94.35%
2000	290	4,555	4,499	-2.55%	98.77%

Source: EMIS District Summary Report

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
SCHOOL DISTRICT EMPLOYEES
(FULL AND PART-TIME)
AS OF JUNE 30, 2000

I. Certificated Staff by Training and Experience

Years of Experience	Non-Deg	B.A.	B.A.+12	B.A.+24	M.A.	M.A.+12	M.A.+24	Total
0 - 5	0	61	9	8	8	0	0	86
6 - 10	1	19	15	10	13	1	0	59
11 - 15	0	7	5	27	3	4	6	52
16 - 20	0	4	3	21	6	7	7	48
21 - 25	0	3	8	23	9	6	10	59
26 - 30	0	0	0	20	4	4	6	34
31+	0	0	2	4	3	0	4	13
TOTAL	<u>1</u>	<u>94</u>	<u>42</u>	<u>113</u>	<u>46</u>	<u>22</u>	<u>33</u>	<u>351</u>

II. Classified Staff

Office Workers	33
Custodial/Maintenance	44
Cafeteria	40
Bus Drivers	29
Bus Aides	4
Teacher Aides	45
Library Aides	9
Total Classified Staff	<u>204</u>

III. Adult Education

Adult Education Instructors	<u>13</u>
Total Adult Education Instructors	<u>13</u>

IV. Administration

Certificated:		Non-Certificated:	
Superintendent	1	Treasurer	1
Assistant Superintendent	2	Assistant Treasurer	1
Directors	6	Director of Human Resources	1
Principals	12	Executive Assistant	1
Assistant Principals	4	Supervisors	<u>4</u>
Athletic Director	<u>1</u>	Total Non-Certificated	<u>8</u>
Total Certificated	<u>26</u>		

Total School Employees602

Sou School District Personnel Records

**SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO**
SCHEDULE OF PROPERTY AND CASUALTY INSURANCE
AS OF JUNE 30, 2000

Company Policy Number	Policy Period	Coverage	Limits of Coverage	Deductible	Annual Premium
Nationwide EGL 0005303	2/1/00 to 01/31/97	General Liability Each Occurrence Aggregate	\$2,000,000 \$5,000,000	\$0	\$13,872
Nationwide CA 0005303	2/10/00 to 02/09/97	Fleet	\$1,000,000	Comprehensive: \$100 Collision: \$500	\$13,875
Nationwide EUL 0005303	2/1/00 to 01/31/97	Umbrella Liability & Fleet	\$2,000,000	\$10,000	\$6,362
Nationwide CPP 0005303	2/10/00 to 02/09/97	Building & Contents	\$89,902,100	\$10,000	\$27,595

Source: School District Records



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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Columbus, Ohio 43216-1140
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800-282-0370
Facsimile 614-466-4490

SANDUSKY CITY SCHOOL DISTRICT

ERIE COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 16, 2001**