



**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT 2001  
FAIRBORN CITY SCHOOL DISTRICT**

**FAIRBORN, OHIO**

For the Fiscal Year Ended June 30, 2001





STATE OF OHIO  
OFFICE OF THE AUDITOR  

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JIM PETRO, AUDITOR OF STATE

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Board of Education  
Fairborn City School District  
Fairborn, Ohio

We have reviewed the independent auditor's report of the Fairborn City School District, Greene County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2000 through June 30, 2001. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

JIM PETRO  
Auditor of State

January 25, 2002

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**FAIRBORN CITY SCHOOL DISTRICT**  
**FAIRBORN, OHIO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2001**

*Prepared by:*

*Randal A. Scherf, Treasurer*

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# INTRODUCTORY SECTION

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**FAIRBORN CITY SCHOOL DISTRICT  
FAIRBORN, OHIO  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
For the Fiscal Year Ended June 30, 2001**

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# Fairborn City Schools

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*Herb Young*  
Superintendent

*Randal Scherf*  
Treasurer

*Gary Walker*  
Student Services

*Nancy Sturtz*  
Curriculum

*Dave Speeg*  
Curriculum

*Michael Gum*  
Business Manager

December 15, 2001

To the Citizens and Board of Education of the Fairborn City School District:

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of the Fairborn City School District. The information reported is for the fiscal year, which ended June 30, 2001. The report contains financial statements, supplemental statements and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the District for 2000-01 fiscal year.

Responsibility for the accuracy, completeness and fairness of this report rests with the District and more specifically, the Office of the Treasurer. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects. Our report is designed to present fairly the financial position, results of operation and cash flows of the various funds and account groups of the District.

This report was prepared in conformance with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and is representative of the District's continuing commitment to provide meaningful financial information to the citizens of the District.

Our report is divided into three sections:

**The Introductory Section** includes a table of contents, this transmittal letter, a list of principal officials and the District's organizational chart.

**The Financial Section** includes the unqualified opinion of our independent auditors, Plattenburg and Associates, Inc., the general purpose financial statements and the combining and individual fund and account group financial statements and schedules.

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

This report includes all funds and account groups of the District. The District also acts as fiscal agent for State funds distributed to private schools located within the District boundaries. This activity is included in the reporting entity as a special revenue fund due to the District's administrative involvement in the distribution of the funds. The private schools served are Mary Help of Christians and Montessori Children's Center. Although these organizations share operational and service similarity with the District, each is a separate and distinct entity. Because of their independent nature, none of these organizations' financial statements are included in this report.

Children are the living messages we send to a time we will not see.

## FAIRBORN CITY SCHOOL DISTRICT

### **Community Overview**

Fairborn City School District is in Fairborn, Ohio located northeast of Dayton at the intersection of I-70 and I-675. The District serves an area of 40 square miles encompassing both the city of Fairborn and Bath Township. The community has continued to grow over the past 20 years. The total population in the city of Fairborn increased from 29,702 in 1980 to 31,300 in 1990 with most recent numbers at 32,054. Fairborn is home to Wright State University, the Nutter Center and Wright-Patterson AFB. The Parks & Recreation Department maintains 383.54 acres of park land consisting of 13 parks, a 36-acre nature reserve, and the Kauffman Avenue Bikeway. The City of Fairborn also has a strong Chamber of Commerce that coordinates business partnerships with each of our schools.

### **Local Economic Conditions**

Fairborn City Schools are located within Greene County, northeast of Dayton. Greene County has a strong economy with unemployment rates consistently below state and national averages. The area has enjoyed recent growth in retail, business and industrial parks, as well as, a boom in residential building.

The Fairborn community has benefited from its location off of I-675, which is just minutes from I-75 and I-70. The east side of the community, off of I-675, has seen tremendous growth in single-family dwellings. In the past year this area has seen construction of a business park that includes offices, light industrial and research companies as well as retail stores and restaurants. Continued growth is expected over the next several years. In addition to this growth, the downtown business district has undergone revitalization efforts expected to continue over the next five years.

### **District Description**

The Fairborn City School District has five elementary schools, one junior high school and one high school. Fairborn High School is accredited with the North Central Association of Colleges and Schools. Five Points Elementary School is the largest elementary school in Ohio. The District also operates a variety of other facilities, including a central administration building, a maintenance office, a transportation office and several sports fields.

In Fairborn, students are offered a full range of programs and services. Academics for elementary and high school students include: general, vocational, gifted and college preparatory programs. A diversity of co-curricular activities is offered to allow for personal growth and development beyond the classroom.

Fairborn's academic program also prepares students to meet the challenges of the ever-changing technological age. The District boasts a state-of-the-art computer network with 1500 computers throughout the district on an Ethernet system utilizing Microsoft NT 4.0. Our connection to the Internet through T1 line provides speeds up to 1.54 megabits per second. All of our classrooms are wired for computer network services. In addition to computer labs at our junior high and high school, each school library has two Pentium-based multimedia computers. Libraries also have digital cameras, scanners, LCD projectors and Internet access.

## District Statistics

Official enrollment for the 2000-01 school year	5,815 students
Average daily attendance	5,405 in grades K-12
Pupil/Teacher Ratio in grades K-12	20.4 to 1

## District Highlights

- Fairborn Schools provided over 490 hours of staff development training on the use of technology.
- Interest from more than \$650,000 in grants totaling \$34,125 is used for post-high school student scholarships
- Fairborn High School's athletic complex was renovated and renamed in memory of Steve Clifton, Superintendent of Fairborn City Schools, and the refurbished track named in memory of Rex Aukerman, a former Fairborn City Schools teacher, coach, guidance counselor and school board member.
- Fairborn High School Library received a \$28,000 grant from 3M and the American Association of School Librarians for a detection system.
- Baker Junior High School and Five Points Elementary each received a \$65,000 Interactive Video Distance Learning (IVDL) grant. The two-year grant will enable teachers to offer virtual field trips and advanced course work via distance learning technology.
- The Fairborn High School yearbook staff was recognized by Taylor Publishing Company with an Award of Excellence honoring its accomplishments in yearbook design and coverage for the Phoenix 2000. It also received an honor rating of First Class with one Mark of Distinction from the National Scholastic Press Association.
- Marte Riddle's sixth grade class and Candy DeJongh's fourth grade class at Black Lane Elementary each won first place in the state and nation in the National Daughters of the American Revolution Junior American Citizens Committee and community service contests.
- Mr. Ed Gibbons, Principal, Baker Junior High, was awarded the Wright State University College of Education and Human Services "Excellence in External Service Award" for his work with Wright State interns and student teachers.
- P.J. Brown, Fairborn High School, was selected as the 2000 Western Ohio League "Offensive Player of the Year," and Special Mention honoree on the Associated Press' Division I All-Ohio football team, inclusion on the AP's all-District first team, and the Skyhawks' Most Valuable Player. Brown and Brandon Kunkle were selected the 2000 Western Ohio League Football All Star 1<sup>st</sup> Team.

### **Current Initiatives – Continuous Improvement Plan**

On May 8, 2000 the Fairborn City Schools Board of Education voted to accept a Continuous Improvement Plan for the District. The plan details a vision, mission and specific strategies to meet the 28 standards measured by the Ohio Department of Education on the District's annual report card.

During the school year, more than 120 parents, business and community leaders, district personnel, vocational personnel and community organizations worked on six different action teams listed below. Each team developed between 9-12 actions to be funded and implemented over the next three years. Details of the plan can be viewed on the District's web site: [www.fairborn.k12.oh.us](http://www.fairborn.k12.oh.us).

1. The actions listed below have been funded for the current school year:
2. Challenging Instruction and Curriculum-added science intervention class at Fairborn High School; additional time for the Parent Center employee; paid for subs so the curriculum committee members could write competency skills for each subject/grade level and new language arts materials for K-6.
3. Career Exploration and Development-sent teachers to career conference.
4. Partners in Education-involved more parents and community members in volunteer service.
5. Effective Communication-updated the district web site and created parent handout on dispute resolution and updated the phone system.
6. Financial Policy-studied financial budget and options.
7. Professional Development and Mentoring-funded one elementary and one secondary instructional supervisors for a second year; funded staff development workshops as well as course credit for some workshops through Wright State and University of Dayton.

### **Future Initiatives – Continuous Improvement Plan**

The following Continuous Improvement Projects will be funded for the 2000-01 school year:

1. Professional development speakers for two waiver days.
2. Pay additional money to employ librarians to automate the elementary libraries.
3. More meetings to encourage school and business partnerships.
4. Hire a part time public relations employee.
5. Hire one teacher to coach teachers in literacy skills.
6. Plan for additional participation in the Literacy Collaborative program.

### **Board of Education**

The Fairborn City Schools' Board of Education is made up of five citizens who are elected by school district voters to serve four-year terms. The Board's major function is to develop operating policies that will best serve the needs of students. The Board derives its authority and responsibility from state and federal law and employs the Superintendent to execute the policies and provide leadership to the staff.

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

Regular meetings of the Board of Education are held on the second Monday of each month at Fairborn High School, in the Information Center, 900 East Dayton-Yellow Springs Road, at 7 p.m. Special meetings are scheduled as needed. The time and location is announced at least twenty-four hours in advance. All Board of Education meetings are open to the public and the agenda includes a time for public participation.

### **Superintendent and Treasurer**

The Superintendent is the chief executive officer of the District and is responsible directly to the Board for all operations of the District. The Board of Education hired Herbert Young as Superintendent in August of 2000.

The Treasurer is the chief financial officer of the District and is directly responsible to the Board for all financial operations, investments, custody of all District funds and assets and serves as Secretary to the Board. Mr. Randal Scherf was initially appointed Treasurer effective January 20, 1997 and his current contract will expire in January of 2003.

All other District employees are responsible to the Superintendent and are employed by the Board upon recommendation of the Superintendent.

## **FINANCIAL INFORMATION**

### **Internal Controls**

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

### **Budgetary Controls**

The District maintains its accounts, appropriations and other financial records in accordance with the procedures established and prescribed by the Ohio Auditor of State. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution approved by the Board of Education. Activities of all funds are included in the annual appropriation resolution. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to succeeding years and are not reappropriated. 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. As is customary for Ohio School Districts, the Board of Education amends the District's budget at year-end resulting in zero variances for all line items in the District's budgetary financial statements.



### General Government Functions

Revenues for the District's general operating fund totaled \$34,050,534, an increase of \$940,707 from 2000. The 3% increase in revenues is primarily the result of an increase in intergovernmental revenue caused by an increase in federal and state funding.

The following schedule presents a summary of revenues for the fiscal year ended June 30, 2001 and the amount and percentage of increases and decreases in relation to the 2000 fiscal year:

<u>Revenues by Source</u>	<u>2001 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease)</u>	<u>% of Increase (Decrease)</u>
Taxes	\$12,708,603	37%	(\$315,401)	(2%)
Intergovernmental	19,444,373	57%	1,321,612	7%
Earnings on investments	431,743	1%	(497,573)	(54%)
Tuition & fees	243,242	1%	95,297	(64%)
Extracurricular activities	42,817	0%	(1,913)	(4%)
Other local revenues	<u>1,179,756</u>	<u>4%</u>	<u>338,685</u>	<u>(40%)</u>
Total revenues	<u>\$34,050,534</u>	<u>100%</u>	<u>\$ 940,707</u>	<u>3%</u>

Expenditures for the general operating fund totaled \$34,449,370, an increase of \$2,642,897 over 2000. This overall increase of 8% is primarily the result of an increase in instruction caused by increased teacher's salaries and purchases of computers and textbooks.

The following schedule presents a summary of expenditures for the General Fund for the fiscal year ended June 30, 2001 and the amount and percentage of increases or decreases in relation to the 2000 fiscal year:

<u>Revenues by Source</u>	<u>2001 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease)</u>	<u>% of Increase (Decrease)</u>
Instruction:				
Regular	\$16,682,954	48%	\$1,222,563	8%
Special	2,956,062	9%	255,150	9%
Vocational	10,547	0%	5,505	109%
Other	1,568,731	5%	193,081	14%
Support services:				
Pupil	2,099,718	6%	470,054	29%
Instructional staff	1,274,607	4%	157,524	14%
Board of Education	26,068	0%	(9,034)	(26%)
Administration	2,109,151	6%	106,614	5%
Fiscal	705,191	2%	67,626	11%
Business	338,207	1%	116,695	53%
Operations/maintenance	3,728,053	11%	(14,838)	0%
Pupil transportation	1,819,781	5%	(104,254)	(5%)
Central	637,308	2%	114,174	22%
Operation of				
Non-instructional services	498	0%	160	47%
Extracurricular activities	<u>492,494</u>	<u>1%</u>	<u>61,859</u>	<u>14%</u>
Total expenditures	<u>\$34,449,370</u>	<u>100%</u>	<u>\$2,642,879</u>	<u>8%</u>

### **Special Revenue Funds**

Special Revenue Funds account for certain revenue sources restricted by law or other form actions to be expended for a specific purpose. The sources are primarily grants and entitlements. All Special Revenue Funds on a combined basis operated with \$2,427,916 in revenues and \$2,099,674 in expenditures in 2001.

### **Capital Projects Fund**

Capital Projects Funds account for the purchase of equipment and the financing of major improvement projects. The District's Capital Project Funds ended the 2001 fiscal year with a total fund equity balance of \$15,744,681.

### **Fiduciary Funds**

Trust and Agency Funds require a fiduciary relationship in their management by the District. The Trust Funds currently carried on the records of the District consist of an Expendable Trust and a Non-Expendable Trust Fund. The District has one Agency Fund, the Student Activities Fund. Trust and Agency Fund assets totaled \$796,518.

### **Enterprise Funds**

The District's Enterprise Funds are the Food Service Fund and Uniform School Supply Fund. These funds are similar in nature to profit making activities found in the private sector and are managed accordingly. District Enterprise Funds operated in 2001 with \$884,403 in operating revenues and recorded a net loss of \$37,564.

### **Debt Administration**

An energy conservation bond was outstanding in the amount of \$790,966. A bond to purchase buses was outstanding in the amount of \$835,000. The School Improvement Bonds were outstanding in the amount of \$19,430,000 for school improvements. The District issued notes in the amount of \$775,000 in the capital projects fund.

### **Cash Management**

The District's cash management program addresses the issues of safety, liquidity and yield while maximizing returns. The District utilizes the Star Ohio program investment pool operated by the Treasurer of State for ready cash and yield. U.S. Agencies are utilized for long-term investments. Investment earnings for all funds during the fiscal year was \$1,799,423.

### **Risk Management**

The District continues to protect its assets through a comprehensive insurance program. Insurance policies for fleet liability, property loss and boiler and machinery coverage are purchased from the Indiana Insurance Company. General liability, excess liability, directors, and officers coverage is provided by the Wausau Insurance Company. Employee health insurance coverage is provided by United Health Care and Standard Life Insurance. In addition, the District offers a full range of supplementary retirements plans for eligible staff members.

**Independent Audit**

The State of Ohio requires an annual audit by either the Ohio Auditor of State or by an independent public accounting firm. Plattenburg and Associates, Inc. was selected by the State Auditor and the District to perform the audit for the fiscal year ended June 30, 2001. The auditor's unqualified opinion rendered on the District's general purpose financial statements, and their report on the combining and individual fund statements and schedules, is included in the financial section of this Comprehensive Annual Financial Report.

**Awards**

The District received the coveted Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada (GFOA) for the 2000 Comprehensive Financial Report. This year's report will also be submitted for this award. We feel that the contents of the report are easily readable, efficiently organized and conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The District believes our current report conforms to the Certificate Of Achievement Program requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

The District received the Certificate of Excellence in Financial Reporting from the Association of School Business Officials (ASBO) for the 2000 Comprehensive Financial Report. This year's report will also be submitted for this award. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials. The District believes our current report meets ASBO requirements.

**Acknowledgements**

My appreciation goes to the service of the entire Treasurer's staff for assisting in the preparation of this report. The support and commitment to excellence by the Fairborn City Schools' Board of Education was also vital to the continuing efforts to improve our financial management and reporting.

Sincerely,



Randal A. Scherf  
Treasurer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fairborn City School  
District, Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2000

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.



*Thomas A. Crave*  
President

*Jeffrey L. Esser*  
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**FAIRBORN CITY SCHOOL DISTRICT**

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2000

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

*Linda White*  
President

*Ann T. Hagan*  
Executive Director

**FAIRBORN CITY SCHOOL DISTRICT, OHIO  
LIST OF PRINCIPAL OFFICIALS  
JUNE 30, 2001**

**BOARD OF EDUCATION**

President  
Vice President  
Board Member  
Board Member  
Board Member

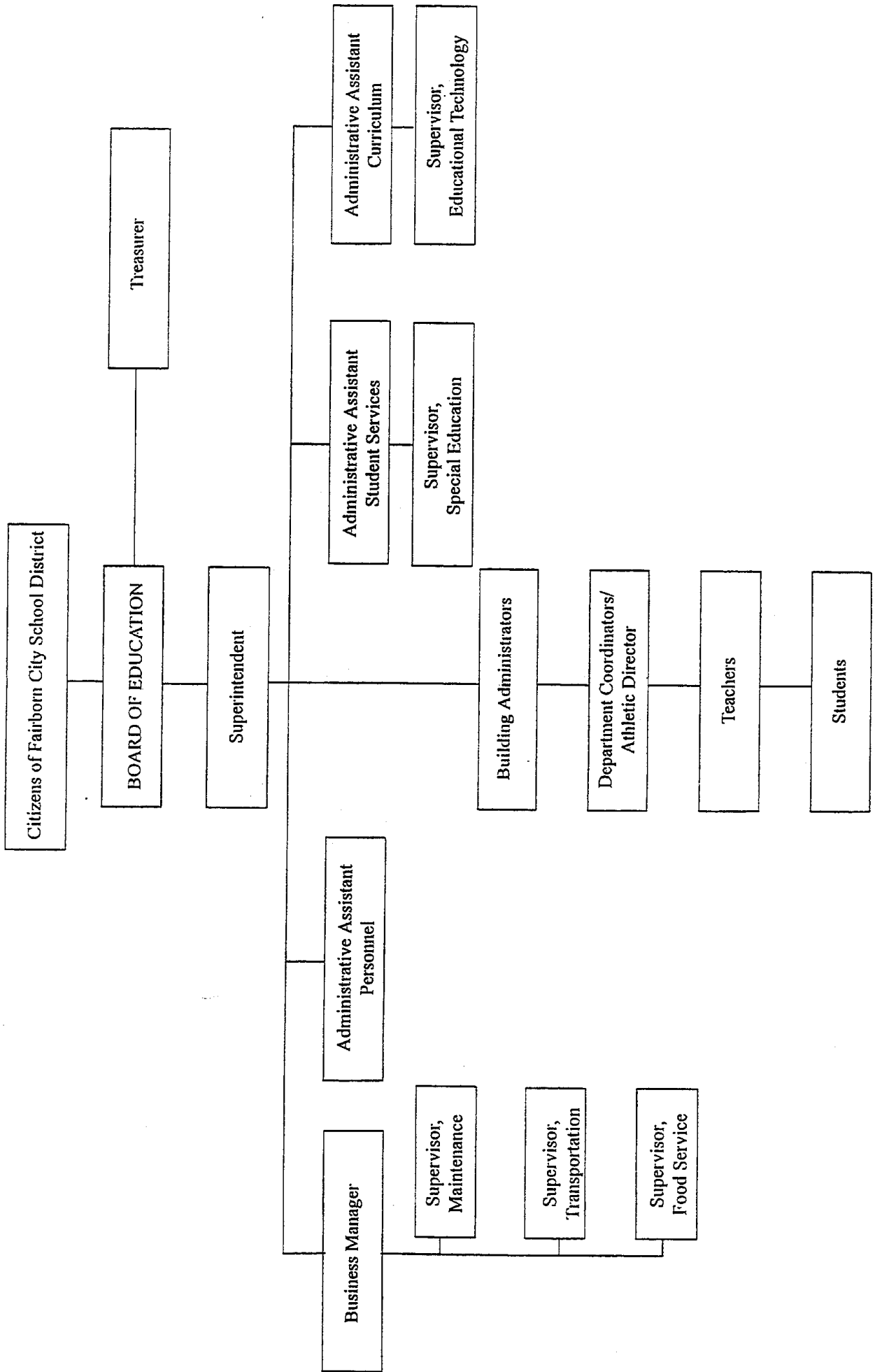
Mrs. Stephanie Webb  
Mr. Gary Bays  
Dr. Bill Marshak  
Mr. Dennis Murphy  
Mr. Steve Reichard

**ADMINISTRATIVE OFFICIALS**

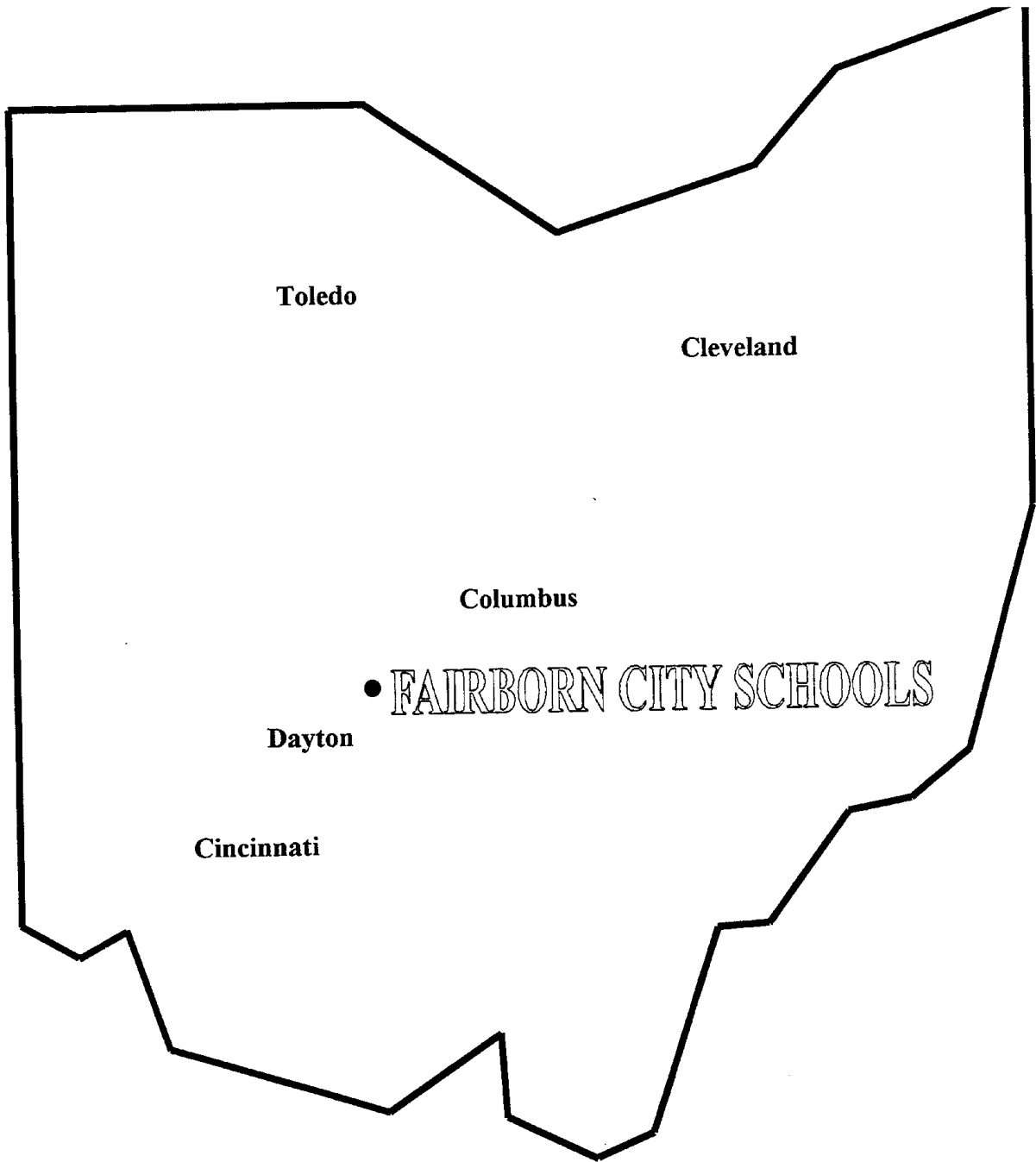
Superintendent  
Treasurer  
Administrative Assistant, Curriculum  
Business Manager

Mr. Herbert A. Young  
Mr. Randy Scherf  
Mrs. Nancy Sturtz  
Mr. Michael Gum

# ORGANIZATIONAL CHART FAIRBORN CITY SCHOOLS



# MAP OF OHIO





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# FINANCIAL SECTION

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**Independent Auditor's Report**

November 26, 2001

Board of Education  
Fairborn City School District  
Fairborn, Ohio

We have audited the accompanying general purpose financial statements of the Fairborn City School District (the District), as of and for the year ended June 30, 2001, 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 auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in the notes to the financial statements, the District adopted Governmental Accounting Standards Board Statement 33 as of and for the year ended June 30, 2001.

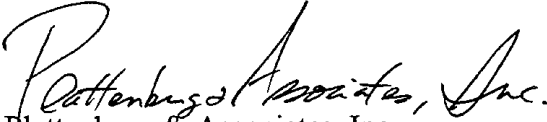
In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the District, as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund type and non-expendable trust fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Governmental Auditing Standards*, we have also issued a report dated November 26, 2001 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 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 of the District. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

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

  
Plattenburg & Associates, Inc.  
Certified Public Accountants

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FAIRBORN CITY SCHOOL DISTRICT, OHIO

Combined Balance Sheet

All Fund Types and Account Groups

June 30, 2001

GOVERNMENTAL FUND TYPES

ASSETS AND OTHER DEBITS:	General	Special Revenue	Debt Service	Capital Projects
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$4,906,612	\$838,899	\$758,474	\$16,702,702
Restricted cash	405,515	0	0	0
<b>Receivables:</b>				
Taxes	11,377,355	0	1,246,670	0
Accounts	550,351	4,534	0	0
Intergovernmental	3,754	350,191	216	0
Accrued Interest	68,525	0	0	462,528
Interfund receivable	68,442	0	0	0
Inventory held for resale	0	0	0	0
Fixed assets (net, where applicable, of accumulated depreciation)	0	0	0	0
<b>Other debits</b>				
Amount available in Debt Service Fund for retirement fo general obligation bonds	0	0	0	0
Amount to be provided from general government resources	0	0	0	0
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>17,380,554</b>	<b>1,193,624</b>	<b>2,005,360</b>	<b>17,165,230</b>
<b>LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>				
<b>Liabilities</b>				
Accounts payable	197,279	26,112	0	619,364
Accrued wages and benefits	3,367,103	234,131	0	0
Compensated absences payable	219,185	258	0	0
Interfund payable	0	41,877	0	26,185
Deferred revenue	9,437,803	122,583	1,123,959	0
Due to students	0	0	0	0
Notes payable	0	0	0	775,000
Bonds payable	0	0	0	0
<b>Total liabilities</b>	<b>13,221,370</b>	<b>424,961</b>	<b>1,123,959</b>	<b>1,420,549</b>
<b>Fund Equity and other credits:</b>				
Investment in general fixed assets	0	0	0	0
<b>Retained earnings:</b>				
Unreserved	0	0	0	0
<b>Fund balances:</b>				
<b>Reserved:</b>				
Reserved for property taxes	864,165	0	122,712	0
Reserved for encumbrances	478,274	86,206	0	2,668,014
Reserved for endowments	0	0	0	0
Reserved for set-aside	405,515	0	0	0
<b>Unreserved:</b>				
Undesignated	2,411,230	682,457	758,689	13,076,667
<b>Total fund equity and other credits</b>	<b>4,159,184</b>	<b>768,663</b>	<b>881,401</b>	<b>15,744,681</b>
<b>TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS</b>	<b>\$17,380,554</b>	<b>\$1,193,624</b>	<b>\$2,005,360</b>	<b>\$17,165,230</b>

See accompanying notes

PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPES	ACCOUNT GROUPS			Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations		
Enterprise	Trust and Agency				
\$342,270	\$796,518	\$0	\$0	\$24,345,475	
0	0	0	0	405,515	
0	0	0	0	12,624,025	
0	0	0	0	554,885	
119,253	0	0	0	473,414	
0	0	0	0	531,053	
0	0	0	0	68,442	
11,433	0	0	0	11,433	
232,872	0	23,285,225	0	23,518,097	
0	0	0	758,689	758,689	
0	0	0	24,992,638	24,992,638	
<u>705,828</u>	<u>796,518</u>	<u>23,285,225</u>	<u>25,751,327</u>	<u>88,283,666</u>	
9,661	4,118	0	0	856,534	
41,971	0	0	262,303	3,905,508	
6,515	0	0	4,433,058	4,659,016	
0	380	0	0	68,442	
3,271	0	0	0	10,687,616	
0	76,936	0	0	76,936	
0	0	0	0	775,000	
0	0	0	21,055,966	21,055,966	
<u>61,418</u>	<u>81,434</u>	<u>0</u>	<u>25,751,327</u>	<u>42,085,018</u>	
0	0	23,285,225	0	23,285,225	
644,410	0	0	0	644,410	
0	0	0	0	986,877	
0	0	0	0	3,232,494	
0	525,264	0	0	525,264	
0	0	0	0	405,515	
0	189,820	0	0	17,118,863	
<u>644,410</u>	<u>715,084</u>	<u>23,285,225</u>	<u>0</u>	<u>46,198,648</u>	
<u>\$705,828</u>	<u>\$796,518</u>	<u>\$23,285,225</u>	<u>\$25,751,327</u>	<u>\$88,283,666</u>	

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combined Statement of Revenues, Expenditures**  
**And Changes in Fund Balances**  
**All Governmental Fund Types and Expendable Trust Fund**  
**For The Fiscal Year Ended June 30, 2001**

GOVERNMENTAL FUND TYPES				
	General	Special Revenue	Debt Service	Capital Projects
<b>Revenues:</b>				
Taxes	\$12,708,603	\$0	\$1,205,656	\$0
Intergovernmental	19,444,373	2,084,295	276	316,500
Investment revenue	431,743	0	109,696	1,211,270
Tuition and fees	243,242	525	0	0
Extracurricular activities	42,817	200,990	0	0
Other revenues	1,179,756	142,106	51,890	71,955
<b>Total revenues</b>	<b>34,050,534</b>	<b>2,427,916</b>	<b>1,367,518</b>	<b>1,599,725</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	16,682,954	580,890	0	4,134
Special	2,956,062	746,648	0	0
Vocational	10,547	0	0	0
Other	1,568,731	0	0	0
<b>Support services:</b>				
Pupil	2,099,718	186,115	0	0
Instructional Staff	1,274,607	310,564	0	228,309
Board of Education	26,068	0	0	0
Administration	2,109,151	38,566	0	0
Fiscal	705,191	0	0	0
Business	338,207	0	0	0
Operations and maintenance	3,728,053	0	0	336,691
Pupil Transportation	1,819,781	0	0	465,689
Central	637,308	0	0	0
<b>Operation of non-instructional services</b>	498	129,907	0	0
<b>Extracurricular activities</b>	492,494	106,984	0	0
<b>Capital outlay</b>	0	0	0	4,776,656
<b>Debt Service:</b>				
Principal retirement	0	0	610,600	0
Interest and fiscal charges	0	0	1,623,620	0
<b>Total Expenditures</b>	<b>34,449,370</b>	<b>2,099,674</b>	<b>2,234,220</b>	<b>5,811,479</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(398,836)</b>	<b>328,242</b>	<b>(866,702)</b>	<b>(4,211,754)</b>
<b>Other financing sources (uses):</b>				
Proceeds of sale of fixed assets	6,527	0	0	0
Proceeds of bonds	0	0	19,800,000	0
Operating transfers in	0	0	388,107	20,280,000
Operating transfers (out)	(871,107)	0	(19,800,000)	0
<b>Total other financing sources (uses)</b>	<b>(864,580)</b>	<b>0</b>	<b>388,107</b>	<b>20,280,000</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(1,263,416)</b>	<b>328,242</b>	<b>(478,595)</b>	<b>16,068,246</b>
<b>Fund balance (deficit), July 1</b>	<b>5,422,600</b>	<b>440,421</b>	<b>1,359,996</b>	<b>(323,565)</b>
<b>Fund balance, June 30</b>	<b>\$4,159,184</b>	<b>\$768,663</b>	<b>\$881,401</b>	<b>\$15,744,681</b>
See accompanying notes				



**FIDUCIARY  
FUND TYPE**

<b>Expendable Trust</b>	<b>Totals (Memorandum Only)</b>
\$0	\$13,914,259
0	21,845,444
2,126	1,754,835
0	243,767
0	243,807
5,240	1,450,947
<b>7,366</b>	<b>39,453,059</b>
1,100	17,269,078
0	3,702,710
0	10,547
0	1,568,731
0	2,285,833
0	1,813,480
0	26,068
0	2,147,717
0	705,191
0	338,207
0	4,064,744
0	2,285,470
0	637,308
6,373	136,778
0	599,478
0	4,776,656
0	610,600
0	1,623,620
<b>7,473</b>	<b>44,602,216</b>
<b>(107)</b>	<b>(5,149,157)</b>
0	6,527
0	19,800,000
3,000	20,671,107
0	(20,671,107)
<b>3,000</b>	<b>19,806,527</b>
2,893	14,657,370
43,508	6,942,960
<b>\$46,401</b>	<b>\$21,600,330</b>

FAIRBORN CITY SCHOOL DISTRICT, OHIO  
 Combined Statement of Revenues, Expenditures  
 And Changes in Fund Balances  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 All Governmental Fund Types  
 For The Fiscal Year Ended June 30, 2001

	General			Special Revenue		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$13,267,727	\$13,267,727	\$0	\$0	\$0	\$0
Intergovernmental	19,520,585	19,520,585	0	1,856,687	1,856,687	0
Investment	685,599	685,599	0	0	0	0
Tuition & fees	236,386	236,386	0	525	525	0
Extracurricular activities	42,818	42,818	0	200,307	200,307	0
Other revenues	989,979	989,979	0	145,045	145,045	0
<b>Total revenues</b>	<b>34,743,094</b>	<b>34,743,094</b>	<b>0</b>	<b>2,202,564</b>	<b>2,202,564</b>	<b>0</b>
<b>Expenditures:</b>						
<b>Current:</b>						
<b>Instruction:</b>						
Regular	16,342,827	16,342,961	(134)	637,901	637,886	15
Special	2,878,016	2,878,016	0	728,818	728,818	0
Vocational	10,547	10,547	0	0	0	0
Other	1,544,011	1,544,011	0	0	0	0
<b>Support services</b>						
Pupil	2,012,420	2,012,420	0	188,248	188,248	0
Instructional staff	1,244,556	1,241,614	2,942	318,190	318,165	25
Board of Education	27,620	27,620	0	0	0	0
Administration	2,129,007	2,129,007	0	38,550	38,550	0
Fiscal	704,809	704,809	0	0	0	0
Business	352,749	352,749	0	0	0	0
Operation and maintenance	4,184,059	4,163,119	20,940	0	0	0
Pupil transportation	1,958,209	1,891,741	66,468	0	0	0
Central	692,800	692,800	0	0	0	0
Operation of Non-Instructional services	506	506	0	160,941	160,941	0
Extracurricular activities	512,131	512,131	0	111,320	111,320	0
Capital outlay	0	0	0	0	0	0
<b>Debt Service:</b>						
Principal retirement	0	0	0	0	0	0
Interest and fiscal charges	0	0	0	0	0	0
<b>Total expenditures</b>	<b>34,594,267</b>	<b>34,504,051</b>	<b>90,216</b>	<b>2,183,968</b>	<b>2,183,928</b>	<b>40</b>
<b>Excess of revenues over (under) expenditures</b>	<b>148,827</b>	<b>239,043</b>	<b>90,216</b>	<b>18,596</b>	<b>18,636</b>	<b>40</b>
<b>Other financing sources (uses):</b>						
Proceeds of sale of fixed assets	5,854	5,854	0	0	0	0
Proceeds of notes	0	0	0	0	0	0
Proceeds of bonds	0	0	0	0	0	0
Operating transfers in	0	0	0	0	0	0
Operating transfers (out)	(871,107)	(871,107)	0	0	0	0
<b>Total other financing sources (uses)</b>	<b>(865,253)</b>	<b>(865,253)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(716,426)</b>	<b>(626,210)</b>	<b>90,216</b>	<b>18,596</b>	<b>18,636</b>	<b>40</b>
<b>Fund balance, July 1</b>	<b>5,303,194</b>	<b>5,303,194</b>	<b>0</b>	<b>718,503</b>	<b>718,503</b>	<b>0</b>
<b>Fund balance, June 30</b>	<b>4,586,768</b>	<b>4,676,984</b>	<b>90,216</b>	<b>737,099</b>	<b>737,139</b>	<b>40</b>

See accompanying notes

Debt Service			Capital Projects		
Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
\$1,262,385	\$1,262,385	\$0	\$0	\$0	\$0
60	60	0	316,500	316,500	0
109,696	109,696	0	1,275,458	1,275,458	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	71,955	71,955	0
<u>1,372,141</u>	<u>1,372,141</u>	<u>0</u>	<u>1,663,913</u>	<u>1,663,913</u>	<u>0</u>
0	0	0	51,779	51,779	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
20,998	20,998	0	249,681	249,681	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	412,040	412,040	0
0	0	0	465,688	465,688	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	7,142,962	7,142,962	0
20,410,600	20,410,600	0	0	0	0
1,679,180	1,679,180	0	0	0	0
<u>22,110,778</u>	<u>22,110,778</u>	<u>0</u>	<u>8,322,150</u>	<u>8,322,150</u>	<u>0</u>
(20,738,637)	(20,738,637)	0	(6,658,237)	(6,658,237)	0
0	0	0	0	0	0
0	0	0	775,000	775,000	0
19,872,874	19,872,874	0	0	0	0
388,107	388,107	0	480,000	480,000	0
0	0	0	0	0	0
<u>20,260,981</u>	<u>20,260,981</u>	<u>0</u>	<u>1,255,000</u>	<u>1,255,000</u>	<u>0</u>
(477,656)	(477,656)	0	(5,403,237)	(5,403,237)	0
1,180,555	1,180,555	0	19,192,820	19,192,820	0
<u>702,899</u>	<u>702,899</u>	<u>0</u>	<u>13,789,583</u>	<u>13,789,583</u>	<u>0</u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combined Statement of Revenues, Expenses**  
**And Changes in Retained Earnings/Fund Balance**  
**All Proprietary Fund Type and Non-Expendable Trust Fund**  
**For The Fiscal Year Ended June 30, 2001**

	<u>PROPRIETARY FUND TYPE</u>	<u>FIDUCIARY FUND TYPE</u>	<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Non-Expendable Trust</u>	
<b>Operating Revenues:</b>			
Tuition and fees	\$98,249	\$0	\$98,249
Charges for Services	786,154	0	786,154
Donations	0	10,000	10,000
Investment Revenue	0	44,588	44,588
<b>Total revenues</b>	<u>884,403</u>	<u>54,588</u>	<u>938,991</u>
<b>Operating Expenses:</b>			
Salaries and Wages	492,133	0	492,133
Fringe Benefits	115,731	0	115,731
Purchased Services	11,016	0	11,016
Materials and supplies	838,662	0	838,662
Depreciation	11,333	0	11,333
Other operating expenses	3,167	48,276	51,443
<b>Total operating expenses</b>	<u>1,472,042</u>	<u>48,276</u>	<u>1,520,318</u>
<b>Operating income (loss)</b>	<u>(587,639)</u>	<u>6,312</u>	<u>(581,327)</u>
<b>Non-operating revenues:</b>			
Federal donated commodities	55,089	0	55,089
Operating grants	494,986	0	494,986
<b>Total non-operating revenues</b>	<u>550,075</u>	<u>0</u>	<u>550,075</u>
<b>Net Income (loss)</b>	<u>(37,564)</u>	<u>6,312</u>	<u>(31,252)</u>
<b>Retained Earnings (restated) /Fund balance, July 1</b>	681,974	662,371	1,344,345
<b>Retained Earnings/Fund balance, June 30</b>	<u>\$644,410</u>	<u>\$668,683</u>	<u>\$1,313,093</u>

See accompanying notes

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combined Statement Of Cash Flows**  
**All Proprietary Fund Types and Non-Expendable Trust Fund**  
**For The Fiscal Year Ended June 30, 2001**

	<u>PROPRIETARY FUND TYPE</u>	<u>FIDUCIARY FUND TYPE</u>	<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Non-Expendable Trust</u>	
<b>Cash flows from operating activities:</b>			
Cash received from tuition and fees	\$98,249	\$0	\$98,249
Cash received from charges of services	786,154	0	786,154
Cash received from other revenue	0	10,000	10,000
Cash payments to suppliers for goods and services	(776,427)	0	(776,427)
Cash payments to employees for services	(611,872)	0	(611,872)
Cash payments for contracted services	(11,668)	0	(11,668)
Cash payments for other operating expenses	(3,309)	(48,276)	(51,585)
<b>Net cash provided by (used for) operating activities</b>	<u>(518,873)</u>	<u>(38,276)</u>	<u>(557,149)</u>
<b>Cash flows from noncapital financing activities:</b>			
Operating grants received	375,733	0	375,733
<b>Net cash provided by (used for) noncapital financing activities</b>	<u>375,733</u>	<u>0</u>	<u>375,733</u>
<b>Cash flows from capital and related financing activities</b>			
Acquisition of capital assets	(2,562)	0	(2,562)
<b>Net cash used for capital and related financing activities</b>	<u>(2,562)</u>	<u>0</u>	<u>(2,562)</u>
<b>Cash flows from investing activities</b>			
Investment revenue received	0	48,410	48,410
<b>Net cash provided by (used for) investing activities</b>	<u>0</u>	<u>48,410</u>	<u>48,410</u>
<b>Net increase in cash and cash equivalents</b>	(145,702)	10,134	(183,978)
<b>Cash and cash equivalents, July 1</b>	<u>487,972</u>	<u>658,549</u>	<u>1,146,521</u>
<b>Cash and cash equivalents, June 30</b>	<u>342,270</u>	<u>668,683</u>	<u>962,543</u>

Continued

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combined Statement Of Cash Flows**  
**All Proprietary Fund Types and Non-Expendable Trust Fund**  
**For The Fiscal Year Ended June 30, 2001**

	<u>PROPRIETARY FUND TYPE</u>	<u>FIDUCIARY FUND TYPE</u>	<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Non-Expendable Trust</u>	
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>			
Operating income (loss)	<u>(587,639)</u>	<u>6,312</u>	<u>(581,327)</u>
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</b>			
Depreciation	11,333	0	11,333
Donated commodities used	55,089	0	55,089
Investment revenue	0	(48,410)	(48,410)
<b>Changes in assets and liabilities:</b>			
(Increase) decrease in accrued interest receivable	0	3,822	3,822
(Increase) decrease in inventory held for resale	(1,591)	0	(1,591)
Increase (decrease) in accounts payable	8,499	0	8,499
Increase (decrease) in accrued wages and benefits	4,959	0	4,959
Increase (decrease) in compensated absences	(8,967)	0	(8,967)
Increase (decrease) in deferred revenue	<u>(556)</u>	<u>0</u>	<u>(556)</u>
Total adjustments	<u>68,766</u>	<u>(44,588)</u>	<u>24,178</u>
Net cash provided by (used for) operating activities	<u><u>(\$518,873)</u></u>	<u><u>(\$38,276)</u></u>	<u><u>(\$557,149)</u></u>
<b>Reconciliation of Non-Expendable Trust Fund to balance sheet:</b>			
Cash and cash equivalents - All Fiduciary Funds		\$796,518	
Cash and cash equivalents - Expendable Trust and Agency Funds		<u>127,835</u>	
Cash and cash equivalents - Non-Expendable Trust Fund		<u><u>\$668,683</u></u>	
<b>Non cash transactions - Enterprise Fund:</b>			
Non cash donation of inventory held for resale - Food Service	\$55,089		
See accompanying notes			

# FAIRBORN CITY SCHOOL DISTRICT

## NOTES TO FINANCIAL STATEMENTS

Fiscal Year Ended June 30, 2001

### 1. DESCRIPTION OF THE DISTRICT

The Fairborn City School District has grown from a union of the Fairfield, Osborn and Bath Township schools, which took place when the town of Osborn was moved. The earliest school records available are of Bath Township schools' purchase of land on September 1, 1856. The oldest historical records of the Osborn schools is a meeting of the Board of Education of July 27, 1906. The early history of the Fairfield school system consists of a log schoolhouse, one room up and two rooms down, in 1873. When consolidation of the three school systems was suggested there was much of the usual opposition. However, consolidation passed by a small majority and the school year 1923 started under the new plan. Today the school district operates under the current standards prescribed by the Ohio Department of Education as provided in division (D) of sections 3301.07 and 119.01 of the Ohio Revised Code. The district is established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The School District operates under a locally elected five-member Board form of government and provides educational services as authorized by its charter and further mandated by state and/or federal agencies.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the district have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The District's significant accounting policies are described below:

#### A. Reporting Entity

For financial reporting purposes, the District's financial statements include all funds, account groups, and component units for which the District is financially accountable based upon criteria set forth in GASB Statement 14. Generally, component units are legally separate organizations for which the elected officials of the primary government (i.e. the District) are financially accountable. The District would consider an organization to be a component unit if:

1. The District appointed a voting majority of the organization's governing body; and (a) was able to impose its will on that organization; or (b) there was a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the District; or

2. The organization was fiscally dependent upon the District; or
3. The nature of the relationship between the District and the organization was such that the exclusion from the financial reporting entity would render the financial statements misleading.

The District included no component units in the accompanying financial statements.

## **B. Basis of Presentation**

The accounts of the District are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

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

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

Special Revenue Funds - Are used to account for the proceeds of specific revenue sources (other than Expendable Trust or major Capital Projects) that are legally restricted to expenditures for specified purposes.

Débt Service Funds - Is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs; and for the payment of interest on general obligation notes payable, as required by Ohio Law.

Capital Projects Funds - Is 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).

Proprietary Funds - Proprietary Funds are used to account for the District's ongoing activities, which are similar to those most often found in the private sector. The following are the District's Proprietary Funds:



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

Fiduciary Funds - Fiduciary Funds are used for the assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include Expendable Trust, Nonexpendable Trust and Agency Funds. Expendable Trust Funds are accounted for essentially the same as Governmental Funds. Nonexpendable Trust funds are accounted for essentially the same as Proprietary Funds. Agency Funds are custodial in nature (assets equal liabilities).

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

General Long-Term Obligations Account Group - This account group is established to account for all long-term obligations of the District, except those accounted for in Proprietary Funds and Trust Funds.

### **C. Measurement Focus/Basis of Accounting**

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

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

Basis of Accounting - The modified accrual basis of accounting is followed for Governmental, Expendable Trust and Agency Funds. Under this basis of accounting, revenues are recognized when they become both measurable and available to finance expenditures for the current period, which for the District is 60 days after fiscal year end.

Revenue considered susceptible to accrual includes, but is not limited to, interest, tuition and state and federal grants. Property taxes measurable but neither available to finance the current fiscal year expenditures, nor intended to finance the current year expenditures are recorded as deferred revenue. Expenditures are recognized in the period in which the related fund liability is incurred, except principal and interest on long-term debt which is recorded when due.

Proprietary Funds and Nonexpendable Trust Funds are accounted for on the accrual basis of accounting. Revenue is recognized in the period earned and expenses are recognized in the period incurred.

#### **D. Budgetary Data**

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

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
- (2) Expenditures are recorded when encumbered, or paid in cash (budget), as opposed to when susceptible to accrual (GAAP).

The actual results of operations, compared to the final appropriation, for each governmental fund type by expenditure function and revenue by source are presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual (non-GAAP Budgetary Basis). The reserve for encumbrances is carried forward as part of the budgetary authority for the next year and is included in the revised budget amounts shown in the budget to actual comparisons. The District is required by state statute to adopt an annual appropriated budget for all Governmental Fund types. The specific timetable is as follows:

1. Prior to January 15 of the preceding fiscal year, the Treasurer submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The expressed purpose of this budget document is to reflect the need for existing or increased tax rates.
2. By no later than January 20, the Board-adopted budget is filed with the County Budget Commission for tax rate determination.
3. Prior to March 15, the Board of Education accepts by formal resolution the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated

expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as 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.

4. By July 1, the annual appropriation resolution is legally enacted by the Board of Education at the fund and function level of expenditures, which are 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.
5. Any revisions that alter the total of any fund appropriation 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 statutory provisions.
7. Appropriation amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations which either reallocated or increased the original appropriation amounts. All supplemental appropriations were legally enacted by the Board.
8. Unencumbered appropriations lapse at year end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be reappropriated. Expenditures plus encumbrances may not legally exceed budgeted appropriations at the fund level.

**E. Encumbrances**

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

**F. Cash and Investments**

Cash received by the District is deposited in a cash and investment pool used by all funds. Monies for all funds are maintained in these accounts or are temporarily used to purchase

obligations of the U.S. Treasury, commercial paper and repurchase agreements. Under existing Ohio statutes, all investment earnings accrue to the General Fund except those specifically related to Agency Funds, certain Trust Funds, and those funds individually authorized by Board resolution.

For purposes of the Statement of Cash Flows (GASB Statement No. 9) all highly liquid investments with a maturity of three months or less when acquired, are considered to be cash equivalents and are included under the heading "Equity in pooled cash and investments".

Investments are stated at fair value as determined by quoted market prices.

**G. Restricted Assets**

Restricted assets in the general fund represent cash and cash equivalents set aside to establish a budget stabilization reserve, textbook reserve, and a capital maintenance reserve. The reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction. The Districts set aside amount for the current fiscal year is \$405,515.

**H. Inventory (Materials and Supplies)**

Inventories of the Enterprise Funds are valued at lower of cost (first-in, first-out method) or market and are determined by physical count.

The amount of unused donated commodities inventory at year end is offset by deferred revenue since title does not pass to the school district until the commodities are used.

**I. Fixed Assets and Depreciation**

1. 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. No depreciation is recognized for assets in the General Fixed Assets Account Group. The District does not possess any infrastructure.
2. Proprietary Funds - Equipment reflected in the Proprietary Funds is 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:

Equipment	3 - 15 years
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## **J. Intergovernmental Revenues**

In Governmental Funds, entitlements and non-reimbursable grants are recorded as receivables and revenue when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Grants for Proprietary Fund operations are recognized as revenue when measurable and earned.

## **K. Compensated Absences**

Compensated absences should be accrued as they are earned by employees if both of the following conditions are met:

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

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

For Governmental Funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the respective Governmental Fund. Amounts that are not expected to be liquidated with expendable available financial resources are reported in the General Long-Term Obligations Account Group. Compensated absences of Proprietary Funds are recorded as an expense and liability of the respective Proprietary Fund.

## **L. Interfund Transactions**

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

1. Routine transfers of resources from one fund to another fund through which resources to be expended are recorded as operating transfers.
2. Reimbursements from one fund to another fund are treated as expenditures/expenses in the reimbursing fund and as a reduction in expenditures/expenses in the reimbursed fund.

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

**M. Long-Term Obligations**

Long-term debt is recognized as a liability of a Governmental Fund when due, or when resources have been accumulated in the Debt Service Fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available resources is reported as a fund liability of a Governmental Fund. The remaining portion of such obligations is reported in the General Long-Term Obligation Account Group.

Long-term liabilities expected to be financed from Proprietary Fund operations are accounted for in those funds.

**N. Estimates**

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

**O. Fund Equity**

Contributed capital is recorded in Proprietary Funds that received capital grants or contributions from other funds. The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available spendable resources and therefore are not available for appropriations for expenditures. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserved are established for encumbrances, materials and supplies inventory, property taxes and budgetary set-asides required under Ohio law.

**P. Memorandum Only - Total Columns**

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

## **Q. Proprietary Fund Accounting**

In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting", the District applies all GASB pronouncements and all FASB Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, unless they conflict with GASB pronouncements.

## **3. 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 Investments". State Statute requires the classification of monies held by the District into three categories:

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

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

Interim Monies - Those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. State legislation permits interim monies to be invested or deposited in the following securities:

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or other obligations or securities issued by any federal government agency or instrumentality, including but not limited, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the

principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (Star Ohio);
7. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held 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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

At year-end the carrying amount of the District's deposits was \$3,731,189. The bank balance of deposits was \$4,365,681 and of the bank balance, \$100,000 was covered by federal depository insurance. The remaining amounts were uninsured and uncollateralized as defined by GASB. Although the securities were held by the pledging financial institutions' trust department in the District's name and all statutory requirements for the investment of the money had been followed, noncompliance with the federal requirements would potentially subject the money held in the District's name to a successful claim by the FDIC.

During the year the District invested in the State Treasury Asset Reserve of Ohio (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office which allow 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 quoted share price at year end.

The District's investments are categorized to give an indication of the level of risk assumed by the entity at year end.

CATEGORY 1 includes investments that are issued, registered, or held by the District or its agent in the District's name.



CATEGORY 2 includes uninsured and unregistered investments held by the counterparty's trust department or agent in the District's name.

CATEGORY 3 includes uninsured and unregistered investments held by the counterparty, or by its department or agent, but not in the District's name.

Based on the above criteria, the District's investments at year end are classified as follows:

INVESTMENTS	RISK CATEGORY	CARRYING (FAIR) VALUE
(1) Star Ohio	n/a	\$ 9,042,602
U.S. Agencies	3	<u>11,977,199</u>
		<u>\$21,019,801</u>

(1) Unclassified for purposes of GASB Statement 3.

#### 4. PROPERTY TAXES

Property taxes include amounts levied against real, public utility and tangible personal (business) property. The assessed value, by property classification, upon which taxes collected in 2001 were based, are as follows:

Tangible Personal and Public Utility	\$ 69,664,018
Real Estate	<u>414,172,460</u>
Total Assessed Property Value	<u>\$483,836,478</u>

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 88 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25 percent of true value.

Real property taxes are payable annually or semi-annually. If paid annually, payment was due by January 20. If paid semi-annually, the first payment (at least one-half of amount billed) was due January 20, with the remainder due on June 20.

The County Auditor remits portions of the taxes collected with periodic settlements of Real and Public Utility property taxes in February and August and Tangible Personal Property Taxes in June and October to all taxing districts.

The District receives property taxes from the County Auditor. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2001 are available to finance current fiscal year operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes, which became measurable as of the current year-end. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations.

## 5. FIXED ASSETS

A summary of the General Fixed Assets Account Group at year-end follows:

<u>Class</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Land and Improvements	\$ 932,425	\$ 0	(\$35,068)	\$ 897,357
Buildings and Improvements	12,438,988	0	( 11,792)	12,427,196
Equipment	7,824,401	213,446	( 335,920)	7,701,927
Construction in Progress	<u>0</u>	<u>2,258,745</u>	<u>0</u>	<u>2,258,745</u>
Totals	<u>\$21,195,814</u>	<u>\$2,472,191</u>	<u>(\$382,780)</u>	<u>\$23,285,225</u>

A summary of the Proprietary Fund fixed assets at year-end follows:

Equipment	\$ 614,160
Less Accumulated Depreciation	( 381,288)
Net Fixed Assets	<u>\$232,872</u>

## 6. CHANGES IN THE GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP

During the year ended June 30, 2001, the following changes occurred in debt reported in the General Long-Term Obligations Account Group:

	Balance Beginning of Year	Increase	Decrease	Balance End of Year
Accrued Wages & Benefits	\$ 224,117	\$ 38,186	\$ 0	\$ 262,303
Bonds Payable	1,866,566	19,800,000	610,600	21,055,966
Compensated Absences	<u>3,867,501</u>	<u>565,557</u>	<u>0</u>	<u>4,433,058</u>
Totals	<u>\$5,958,184</u>	<u>\$20,403,743</u>	<u>\$610,600</u>	<u>\$25,751,327</u>

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

## 7. LONG TERM DEBT

The following is a description of the District's bonds payable as of year-end:

<u>Purpose</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Beginning Balance</u>	<u>Issued</u>	<u>Retired</u>	<u>Ending Balance</u>
Energy Conservation	5.28	7/8/96	7/8/06	\$946,566	\$ 0	\$155,600	\$790,966
Bus Bonds	4.33	12/30/98	12/01/08	920,000	0	85,000	835,000
School Improvement Bonds	5.66	8/1/00	12/01/26	0	19,800,000	370,000	19,430,000

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

<u>Year Ending June 30</u>	<u>Principal on Bonds</u>	<u>Interest on Bonds</u>	<u>Total</u>
2002	\$250,600	\$1,132,768	\$1,383,368
2003	290,600	1,121,144	1,411,744
2004	400,600	1,104,878	1,505,478
2005	710,600	1,096,482	1,807,082
2006	760,600	1,035,414	1,796,014
2007 and Thereafter	<u>18,642,966</u>	<u>13,066,609</u>	<u>31,709,575</u>
Totals	<u>\$21,055,966</u>	<u>\$18,557,295</u>	<u>\$39,613,261</u>

## 8. INTERFUND ACTIVITY

As of June 30, 2001, receivables and payables that resulted from various interfund transactions were as follows:

<u>Fund Type/Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$68,442	\$ 0
Special Revenue		
Wellness Block Grant	0	( 4,824)
Title I	0	(37,053)
Capital Projects		
Power Up Grant	0	(26,185)
Agency	<u>0</u>	<u>( 380)</u>
Total All Funds	<u>\$68,442</u>	<u>(\$68,442)</u>

## 9. SEGMENT INFORMATION

Enterprise Funds - The District maintains two Enterprise Funds to account for the operations of Food Service and Uniform School Supply. 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 current year end.

	<u>Food Services</u>	<u>Uniform School Supply</u>	<u>Total</u>
Operating Revenue	\$786,154	\$98,249	\$884,403
Operating Expenses before Depreciation	1,338,359	122,350	1,460,709
Depreciation	11,333	0	11,333
Operating Income (Loss)	(563,538)	(24,101)	(587,639)
Donated Commodities	55,089	0	55,089
Operating Grants	494,986	0	494,986
Net Income (Loss)	(13,463)	(24,101)	(37,564)

Net Working Capital	353,905	57,633	411,538
Total Assets	648,195	57,633	705,828
Total Liabilities	61,418	0	61,418
Total Equity	586,777	57,633	644,410

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

Plan members are required to contribute 9% of their annual covered salary and the District is required to contribute 14%. The contribution rates are not determined actuarially, but are established by SERS's Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The District's contributions to SERS for the years ending June 30, 2001, 2000, and 1999 were \$797,910, \$764,346 and \$744,937 respectively; 46% has been contributed for fiscal year 2001 and 100% for the fiscal years 2000 and 1999.

### B. State Teachers Retirement System

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

Plan members are required to contribute 9.3% of their annual covered salary and the District is required to contribute 14%. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14 % for employers. The District's contributions to STRS for the years ending

June 30, 2001, 2000 and 1999 were \$2,402,088, \$2,344,008 and \$2,162,810, respectively; 83% has been contributed for fiscal year 2001 and 100% for the fiscal years 2000 and 1999.

### C. Postemployment Benefits

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physician's fees, prescription drugs and reimbursement of monthly medicare premiums. Benefit provisions and the obligation 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% of covered payroll. The Retirement Board allocates employer contributions equal to 8% of covered payroll to Health Care Reserve Fund. The Health Care Reserve Fund allocation for the year ended June 30, 2001, will be 4.5% of covered payroll.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund was \$3,149 million at June 30, 2000. For the year ended June 30, 2000, net health care costs paid by STRS were \$283,137,000 and STRS had 99,011 eligible benefit recipients.

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% of the premium.

For this fiscal year, employer contributions to fund health care benefits were 8.45% of covered payroll, an increase from 6.30% for fiscal year 2000. In addition, SERS levies a surcharge to fund health care benefits equal to 14% of the difference between a minimum pay and the members 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% 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% of annual health care expenses. Expenses for health care at June 30, 2000, were \$140,696,340 and the target level was \$211.0 million. At June 30, 2000 SERS had net assets available for payment of health care benefits of \$252.3 million. SERS has approximately 50,000 participants currently receiving health care benefits.

## 11. BUDGETARY BASIS OF ACCOUNTING

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

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

<u>Governmental Fund Types</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>
GAAP Basis	(\$1,263,416)	\$328,242	(\$478,595)	\$16,068,246
Net Adjustment for Revenue Accruals	691,887	(225,352)	77,497	(18,960,812)
Net Adjustment for Expenditure Accruals	580,457	17,350	(20,984)	402,428
Encumbrances	( 635,138)	(101,604)	( 55,574)	( 2,913,099)
Budgetary Basis	<u>(\$ 626,210)</u>	<u>\$ 18,636</u>	<u>(\$477,656)</u>	<u>(\$5,403,237)</u>

## 12. ACCOUNTABILITY AND COMPLIANCE

Fund balances at June 30, 2001, included the following individual fund deficits:

Special Revenue Funds:	
Wellness Block Grant	\$4,824
EHA Pre-School	2,994
Raising the Bar	17,680
Capital Projects Funds:	
Power Up Grant	12,732

The deficits in the Special Revenue Funds and Capital Projects Funds are due to the accrual of wages and fringe benefits and/or reclassification of Advances In (other sources) to Interfund Payable (liability).

### 13. CONTINGENT LIABILITIES

#### Grants

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. Management is unable to estimate possible claims resulting from such audits until the audits have been completed. 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.

#### Litigation

The School District's attorney estimates that any potential claims against the District not covered by insurance resulting from all other litigation would not materially affect the financial statements of the District.

### 14. JOINTLY GOVERNED ORGANIZATIONS

The Metropolitan Dayton Educational Computer Association (MDECA) is a jointly governed organization consisting of Dayton area school districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. MDECA is governed by a board of directors consisting of superintendents and treasurers of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the board.

#### Southwestern Ohio Educational Purchasing Cooperative

The School District is a member of the Southwestern Ohio Educational Purchasing Cooperative (SOEPC). The purpose of the cooperative is to obtain prices for quality merchandise and services commonly used by schools within geographical boundaries as defined by the SOEPC and to serve as a resource to member districts on matters related to business operations. The SOEPC elects one of its members as Chairperson and another Vice-Chairperson. An Executive Committee is comprised of eleven members which include the Chairperson and Vice-Chairperson and a representative from the Fiscal Agent. Each new member pays an initiation fee in addition to the annual membership fee and other appropriate assessments.

#### Greene County Career Center

The Greene County Vocational School District is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the



seven participating school districts elected boards, which possesses its own budgeting and taxing authority. To obtain financial information write to the Greene County Career Center, 2960 West Enon Road, Xenia, Ohio 45385-9545.

## **15. RISK MANAGEMENT**

The School District is exposed to various risks of loss related to torts, thefts of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 1998, the School District contracted with Indiana Insurance Company for building and property insurance. This policy has a limit of insurance in the amount of \$64,492,174 for property with a \$1,000 deductible on everything except computers which have a \$250 deductible. Auto insurance is also covered by Indiana Insurance for replacement cost with a \$250 deductible. General liability insurance is under Nationwide. The base policy has a \$1,000,000 per occurrence and a \$5,000,000 aggregate limit. An additional "umbrella" policy has \$5,000,000 per occurrence and a \$5,000,000 aggregate limit. The superintendent, treasurer and board president are all bonded.

The District is a member of the Southwestern Ohio Educational Purchasing Cooperative (SOEPC). The cooperative contracts with Accordia, Inc. to provide an insurance purchasing pool for workers compensation. The intent of the pool is to achieve the benefit of a reduced premium for the School District by virtue of its grouping an representation with other participants in the pool. The workers compensation representation with other participants in the pool. 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 pool. Each participant pays its workers compensation premium to the State based on the rate for the pool 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 pool. A participant will then either receive money from or be required to contribute to the pool. A participant will then either receive money from or be required to contribute to the pool. This equity pooling arrangement insures that each participant shares equally in the overall performance of the pool. Participation in the pool is limited to school districts than can meet the pool's selection criteria. Accordia, Inc. provides administrative, cost control and actuarial services to the SOEPC.

The School District has elected to provide employee medical benefits through United Health Care. The employee's share the cost of the monthly premium with the board for single and family plans. The board pays 90 percent of the premium.

The School District provides life insurance to employees through CoreSource and Washington National.

The School District insurance settlements did not exceed insurance coverage for each of the past three fiscal years.

## **16. STATE SCHOOL FUNDING DECISION**

On September 6, 2001, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision identified aspects of the current plan that require modification if the plan is to be considered constitutional, including:

- A change in the school districts that are used as the basis for determining the base cost support amount. Any changes in the amount of funds distributed to school districts as a result of this change must be retroactive to July 1, 2001, although a time line for distribution is not specified.
- Fully funding parity aid no later than the beginning of fiscal year 2004 rather than fiscal year 2006.

The Supreme Court relinquished jurisdiction over the case based on anticipated compliance with its order.

In general, it is expected that the decision would result in an increase in State funding for most Ohio school districts. However, as of November 15, 2001, the Ohio General Assembly is still analyzing the impact this Supreme Court decision will have on funding for individual school districts. Further, the State of Ohio, in a motion filed September 17, 2001, asked the Court to reconsider and clarify the parts of the decision changing the school districts that are used as the basis for determining the base cost support amount and the requirement that changes be made retroactive to July 1, 2001.

On November 2, 2001, the Court granted this motion for reconsideration. The Court may re-examine and redetermine any issue upon such consideration.

As of the date of these financial statements, the School District is unable to determine what effects, if any, this decision and the reconsideration will have on its future State funding and on its financial operations.

## **17. STATUTORY RESERVES**

The District is required by State law to set aside certain general fund revenue amounts, as defined, into various reserves. During the fiscal year ended June 30, 2001, the reserve activity (cash basis) was as follows:

	Textbook Reserve	Capital Maintenance Reserve	Budget Stabilization Reserve	Total
Balance, 7/01/00	\$ 285,485	\$ 0	\$405,515	\$ 691,000
Required Set Aside	706,370	706,370	0	1,412,740
Offset Credits	0	0	0	0
Qualifying Expenditures	<u>(991,855)</u>	<u>(706,370)</u>	<u>0</u>	<u>(1,698,225)</u>
Balance, 6/30/01	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$405,515</u>	<u>\$ 405,515</u>

Expenditures for textbook and instruction during the year was \$1,065,085, which exceeded the required set-aside and reserve balance.

Expenditures for capital activity during the year was \$1,583,898, which exceeded the required set-aside and reserve balance.

#### 18. NOTES PAYABLE

Notes payable activity for the District at fiscal year-end was as follows:

	Maturity Date	Balance Beginning of Year	Additions	Deletions	Balance End of Year
Note Payable, 4.40%	9/14/00	\$ 9,900,000	\$ 0	\$9,900,000	\$ 0
Note Payable, 4.45%	9/14/00	9,900,000	0	9,900,000	0
Note Payable, 4.00%	3/04/02	<u>0</u>	<u>775,000</u>	<u>0</u>	<u>775,000</u>
		<u>\$19,800,00</u>	<u>\$775,000</u>	<u>\$19,800,000</u>	<u>\$775,000</u>

The note is shown as a liability of the fund, that received the note proceeds. Accordingly, all note debt activity has been reported in the Capital Projects Fund.

#### 19. PRIOR PERIOD ADJUSTMENT

The beginning fixed asset balance of the general fixed asset account group and the beginning retained earnings balance of the enterprise fund have been adjusted for corrections to the fixed asset detail as follows:

	<u>Enterprise Fund</u>	<u>General Fixed Assets Account Group</u>
Balance previously stated, June 30, 2000	\$ 812,626	\$ 23,312,124
Prior period adjustment	<u>( 130,652)</u>	<u>( 2,116,310)</u>
As restated, July 1, 2000	<u>\$ 681,974</u>	<u>\$21,195,814</u>

## 20. CHANGES IN ACCOUNTING PRINCIPLES

### Changes in Accounting Principles

For fiscal year 2001, the School District has implemented GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions". At June 30, 2000 there was no effect on fund balance as a result of implementing GASB 33.

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## GENERAL FUND

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

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

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## **SPECIAL REVENUE FUNDS**

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

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**GIFTED STUDENTS**: To account for all revenues and expenses related to the Gifted Students Program for the schools in the district.

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

**WELLNESS BLOCK GRANT**: To account for state funds, which are provided for the wellness block grant.

**VENTURE CAPITAL EAST**: To account for state funds, which are provided for the venture capital east program.

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

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

**TEACHER DEVELOPMENT**: To account for state funds, which are provided to assist school districts in the development of in-service programs.

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

**ENTRY YEAR PROGRAM**: To account for state funds, which are provided for implementing entry year programs.

**ONENET NETWORK CONNECTIVITY**:  
To account for state funds related to the District's OneNet Network Connectivity program.



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

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

OHIO READS: To account for state funds, which are designated reading.

SUMMER SCHOOL:

To account for state funds related to the District's Summer School program.

EXTENDED LEARNING OPPORTUNITY:

To account for state funds related to the District's Extended Learning program.

SCHOOL CONFLICT GRANT: To account for state school conflict grant transactions.

TITLE VI B PRE-SCHOOL: To account for federal funds received for the purpose of assisting in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternate service patterns, and provision of full educational opportunities to handicapped children at preschool.

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

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

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

EHA PRE-SCHOOL: To account for revenues and expenditures made in conjunction with child abuse, child neglect prevention programs and other grants.

E-RATE: To account for federal funds, which are designated for telecommunications.

CONTINUOUS IMPROVEMENT: To account for federal funds provided for the continuous improvement program.

RAISING THE BAR: To account for federal funds provided for raising the bar program.

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

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combining Balance Sheet**  
**All Special Revenue Funds**  
**June 30, 2001**

	Gifted Students	Public School Support	Wellness Block Grant	Venture Capital East
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$6,815	\$161,143	\$0	\$25,528
<b>Receivables:</b>				
Accounts	0	4,534	0	0
Intergovernmental	0	0	0	0
<b>Total assets</b>	<u>6,815</u>	<u>165,677</u>	<u>0</u>	<u>25,528</u>
<b>Liabilities and fund equity</b>				
<b>Liabilities:</b>				
Accounts payable	150	18,434	0	0
Accrued wages	0	0	0	0
Compensated absences	0	0	0	0
Interfund payable	0	0	4,824	0
Deferred revenue	0	0	0	0
<b>Total liabilities</b>	<u>150</u>	<u>18,434</u>	<u>4,824</u>	<u>0</u>
<b>Fund balances:</b>				
<b>Reserved:</b>				
Reserved for encumbrances	7,799	27,039	0	21,953
<b>Unreserved:</b>				
Undesignated	(1,134)	120,204	(4,824)	3,575
<b>Total fund balances (deficit)</b>	<u>6,665</u>	<u>147,243</u>	<u>(4,824)</u>	<u>25,528</u>
<b>Total liabilities and fund equity</b>	<u>\$6,815</u>	<u>\$165,677</u>	<u>\$0</u>	<u>\$25,528</u>

<u>Extra-Curricular Student Activities</u>	<u>Auxiliary Services</u>	<u>Teacher Development</u>	<u>Management Information</u>	<u>Entry Year Program</u>	<u>OneNet Network Connectivity</u>	<u>School Net Professional Development</u>
\$8,002	\$30,187	\$3,435	\$48,274	\$3,511	\$9,884	\$3,256
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>8,002</u>	<u>30,187</u>	<u>3,435</u>	<u>48,274</u>	<u>3,511</u>	<u>9,884</u>	<u>3,256</u>
0	5,695	870	0	0	0	0
0	14,345	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>20,040</u>	<u>870</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
125	23,577	1,200	2,400	0	0	690
7,877	(13,430)	1,365	45,874	3,511	9,884	2,566
<u>8,002</u>	<u>10,147</u>	<u>2,565</u>	<u>48,274</u>	<u>3,511</u>	<u>9,884</u>	<u>3,256</u>
<u>\$8,002</u>	<u>\$30,187</u>	<u>\$3,435</u>	<u>\$48,274</u>	<u>\$3,511</u>	<u>\$9,884</u>	<u>\$3,256</u>

Continued

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**

**Combining Balance Sheet**

**All Special Revenue Funds**

**June 30, 2001**

	Textbook Subsidy	Ohio Reads	Summer School	Extended Learning Opportunity
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$1,764	\$7,651	\$56,922	\$68,850
Receivables:				
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
<b>Total assets</b>	<u>1,764</u>	<u>7,651</u>	<u>56,922</u>	<u>68,850</u>
<b>Liabilities and fund equity</b>				
Liabilities:				
Accounts payable	0	0	0	0
Accrued wages	0	0	0	0
Compensated absences	0	0	0	0
Interfund payable	0	0	0	0
Deferred revenue	0	0	0	0
<b>Total liabilities</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund balances:</b>				
Reserved:				
Reserved for encumbrances	0	0	0	0
Unreserved:				
Undesignated	1,764	7,651	56,922	68,850
<b>Total fund balances (deficit)</b>	<u>1,764</u>	<u>7,651</u>	<u>56,922</u>	<u>68,850</u>
<b>Total liabilities and fund equity</b>	<u>\$1,764</u>	<u>\$7,651</u>	<u>\$56,922</u>	<u>\$68,850</u>

<u>School Conflict Grant</u>	<u>Title VI B Pre-School</u>	<u>Eisenhower Grant</u>	<u>Title I</u>	<u>Title VI</u>	<u>EHA Pre-School</u>	<u>E-Rate</u>
\$9,454	\$130,908	\$25,287	\$177,091	\$0	\$2	\$19,954
0	0	0	0	0	0	0
0	68,408	2,583	231,434	27,281	4,032	0
<u>9,454</u>	<u>199,316</u>	<u>27,870</u>	<u>408,525</u>	<u>27,281</u>	<u>4,034</u>	<u>19,954</u>
514	0	150	39	0	0	0
0	50,850	0	132,035	0	6,770	0
0	0	0	0	0	258	0
0	0	0	37,053	0	0	0
0	0	2,583	76,266	27,281	0	0
<u>514</u>	<u>50,850</u>	<u>2,733</u>	<u>245,393</u>	<u>27,281</u>	<u>7,028</u>	<u>0</u>
0	0	0	23	0	0	0
8,940	148,466	25,137	163,109	0	(2,994)	19,954
<u>8,940</u>	<u>148,466</u>	<u>25,137</u>	<u>163,132</u>	<u>0</u>	<u>(2,994)</u>	<u>19,954</u>
<u>\$9,454</u>	<u>\$199,316</u>	<u>\$27,870</u>	<u>\$408,525</u>	<u>\$27,281</u>	<u>\$4,034</u>	<u>\$19,954</u>

Continued

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combining Balance Sheet**  
**All Special Revenue Funds**  
**June 30, 2001**

	<b>Continuous Improvement</b>	<b>Raising The Bar</b>	<b>Drug Free Schools</b>	<b>Totals</b>
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$28,530	\$12,451	\$0	\$838,899
<b>Receivables:</b>				
Accounts	0	0	0	4,534
Intergovernmental	0	0	16,453	350,191
<b>Total assets</b>	<b>28,530</b>	<b>12,451</b>	<b>16,453</b>	<b>1,193,624</b>
<b>Liabilities and fund equity</b>				
<b>Liabilities:</b>				
Accounts payable	260	0	0	26,112
Accrued wages	0	30,131	0	234,131
Compensated absences	0	0	0	258
Interfund payable	0	0	0	41,877
Deferred revenue	0	0	16,453	122,583
<b>Total liabilities</b>	<b>260</b>	<b>30,131</b>	<b>16,453</b>	<b>424,961</b>
<b>Fund balances:</b>				
<b>Reserved:</b>				
Reserved for encumbrances	1,400	0	0	86,206
<b>Unreserved:</b>				
Undesignated	26,870	(17,680)	0	682,457
<b>Total fund balances (deficit)</b>	<b>28,270</b>	<b>(17,680)</b>	<b>0</b>	<b>768,663</b>
<b>Total liabilities and fund equity</b>	<b>\$28,530</b>	<b>\$12,451</b>	<b>\$16,453</b>	<b>\$1,193,624</b>

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**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combining Statement of Revenues, Expenditures**  
**And Changes in Fund Balances**  
**All Special Revenue Funds**  
**For The Fiscal Year Ended June 30, 2001**

	<u>Gifted Students</u>	<u>Public School Support</u>	<u>Wellness Block Grant</u>	<u>Venture Capital East</u>
<b>Revenues:</b>				
Intergovernmental	\$0	\$0	\$0	\$25,000
Tuition and fees	0	525	0	0
Extracurricular activities	0	130,606	0	0
Other revenues	241	118,076	0	0
<b>Total revenues</b>	<u>241</u>	<u>249,207</u>	<u>0</u>	<u>25,000</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	0	274,613	0	13,052
Special	150	0	0	0
<b>Support services:</b>				
Pupil	0	0	778	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
<b>Operation of non-instructional</b>				
<b>services</b>	0	0	0	0
Extracurricular activities	1,224	0	0	0
<b>Total Expenditures</b>	<u>1,374</u>	<u>274,613</u>	<u>778</u>	<u>13,052</u>
<b>Excess of revenues over</b>				
<b>(under) expenditures</b>	(1,133)	(25,406)	(778)	11,948
<b>Fund balance (deficit), July 1</b>	7,798	172,649	(4,046)	13,580
<b>Fund balance (deficit), June 30</b>	<u>\$6,665</u>	<u>\$147,243</u>	<u>(\$4,824)</u>	<u>\$25,528</u>



Extra-Curricular Student Activities	Auxiliary Services	Teacher Development	Management Information	Entry Year Program	OneNet Network Connectivity	School Net Professional Development
\$0	\$109,763	\$24,825	\$22,681	\$0	\$24,000	\$5,000
0	0	0	0	0	0	0
70,384	0	0	0	0	0	0
20,513	0	0	0	0	0	0
<u>90,897</u>	<u>109,763</u>	<u>24,825</u>	<u>22,681</u>	<u>0</u>	<u>24,000</u>	<u>5,000</u>
0	0	0	0	0	14,116	5,591
0	0	0	0	0	0	0
0	0	0	1,709	0	0	0
0	0	31,823	0	0	0	0
0	0	0	0	0	0	0
0	124,972	0	0	0	0	0
105,760	0	0	0	0	0	0
<u>105,760</u>	<u>124,972</u>	<u>31,823</u>	<u>1,709</u>	<u>0</u>	<u>14,116</u>	<u>5,591</u>
(14,863)	(15,209)	(6,998)	20,972	0	9,884	(591)
22,865	25,356	9,563	27,302	3,511	0	3,847
<u>\$8,002</u>	<u>\$10,147</u>	<u>\$2,565</u>	<u>\$48,274</u>	<u>\$3,511</u>	<u>\$9,884</u>	<u>\$3,256</u>

Continued

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combining Statement of Revenues, Expenditures**  
**And Changes in Fund Balances**  
**All Special Revenue Funds**  
**For The Fiscal Year Ended June 30, 2001**

	Textbook Subsidy	Ohio Reads	Summer School	Extended Learning Opportunity
<b>Revenues:</b>				
Intergovernmental	\$0	\$23,000	\$56,922	\$68,850
Tuition and fees	0	0	0	0
Extracurricular activities	0	0	0	0
Other revenues	0	0	0	0
<b>Total revenues</b>	<u>0</u>	<u>23,000</u>	<u>56,922</u>	<u>68,850</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	0	18,749	0	0
Special	0	0	0	0
<b>Support services:</b>				
Pupil	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
<b>Operation of non-instructional</b>				
<b>services</b>	0	0	0	0
Extracurricular activities	0	0	0	0
<b>Total Expenditures</b>	<u>0</u>	<u>18,749</u>	<u>0</u>	<u>0</u>
<b>Excess of revenues over</b>				
<b>(under) expenditures</b>	0	4,251	56,922	68,850
<b>Fund balance (deficit), July 1</b>	1,764	3,400	0	0
<b>Fund balance (deficit), June 30</b>	<u>\$1,764</u>	<u>\$7,651</u>	<u>\$56,922</u>	<u>\$68,850</u>

School Conflict Grant	Title VI B Pre-School	Eisenhower Grant	Title I	Title VI	EHA Pre-School	E-Rate
\$4,000	\$536,766	\$0	\$912,906	\$34,526	\$33,784	\$0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	3,276
<u>4,000</u>	<u>536,766</u>	<u>0</u>	<u>912,906</u>	<u>34,526</u>	<u>33,784</u>	<u>3,276</u>
4,920	0	46,944	0	0	0	0
0	86,206	0	658,829	0	1,463	0
0	98,134	0	0	44,762	921	0
0	163,194	0	85,700	0	29,847	0
0	38,308	0	0	0	258	0
0	0	0	4,935	0	0	0
0	0	0	0	0	0	0
<u>4,920</u>	<u>385,842</u>	<u>46,944</u>	<u>749,464</u>	<u>44,762</u>	<u>32,489</u>	<u>0</u>
(920)	150,924	(46,944)	163,442	(10,236)	1,295	3,276
9,860	(2,458)	72,081	(310)	10,236	(4,289)	16,678
<u>\$8,940</u>	<u>\$148,466</u>	<u>\$25,137</u>	<u>\$163,132</u>	<u>\$0</u>	<u>(\$2,994)</u>	<u>\$19,954</u>

Continued

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combining Statement of Revenues, Expenditures**  
**And Changes in Fund Balances**  
**All Special Revenue Funds**  
**For The Fiscal Year Ended June 30, 2001**

	<b>Continuous Improvement</b>	<b>Raising The Bar</b>	<b>Drug Free Shools</b>	<b>Totals</b>
<b>Revenues:</b>				
Intergovernmental	\$45,000	\$132,805	\$24,467	\$2,084,295
Tuition and fees	0	0	0	525
Extracurricular activities	0	0	0	200,990
Other revenues	0	0	0	142,106
<b>Total revenues</b>	<b>45,000</b>	<b>132,805</b>	<b>24,467</b>	<b>2,427,916</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	16,730	186,175	0	580,890
Special	0	0	0	746,648
<b>Support services:</b>				
Pupil	0	0	39,811	186,115
Instructional Staff	0	0	0	310,564
Administration	0	0	0	38,566
<b>Operation of non-instructional     services</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>129,907</b>
Extracurricular activities	0	0	0	106,984
<b>Total Expenditures</b>	<b>16,730</b>	<b>186,175</b>	<b>39,811</b>	<b>2,099,674</b>
<b>Excess of revenues over (under) expenditures</b>	<b>28,270</b>	<b>(53,370)</b>	<b>(15,344)</b>	<b>328,242</b>
<b>Fund balance (deficit), July 1</b>	<b>0</b>	<b>35,690</b>	<b>15,344</b>	<b>440,421</b>
<b>Fund balance (deficit), June 30</b>	<b>\$28,270</b>	<b>(\$17,680)</b>	<b>\$0</b>	<b>\$768,663</b>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Gifted Students - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
<b>Revenues:</b>			
Other revenues	\$241	\$241	\$0
<b>Total revenues</b>	<u>241</u>	<u>241</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Other	1,374	1,374	0
<b>Total Expenditures</b>	<u>1,374</u>	<u>1,374</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(1,133)</u>	<u>(1,133)</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	7,798	7,798	0
<b>Fund balance, June 30</b>	<u><u>\$6,665</u></u>	<u><u>\$6,665</u></u>	<u><u>\$0</u></u>

FAIRBORN CITY SCHOOL DISTRICT, OHIO  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Public School Support - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Tuition and fees	\$525	\$525	\$0
Extracurricular activities	129,924	129,924	0
Other revenues	117,764	117,764	0
<b>Total revenues</b>	<b>248,213</b>	<b>248,213</b>	<b>0</b>
Expenditures:			
Current:			
Instruction:			
Regular	302,573	302,558	15
<b>Total Expenditures</b>	<b>302,573</b>	<b>302,558</b>	<b>15</b>
Excess of revenues over (under) expenditures	(54,360)	(54,345)	15
Fund balance, July 1 (includes prior year encumbrances appropriated)	171,528	171,528	0
<b>Fund balance, June 30</b>	<b>\$117,168</b>	<b>\$117,183</b>	<b>\$15</b>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Wellness Block Grant - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Taxes	\$0	\$0	\$0
<b>Total revenues</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
Support services:			
Pupil	795	795	0
<b>Total Expenditures</b>	<u>795</u>	<u>795</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(795)</u>	<u>(795)</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	795	795	0
<b>Fund balance, June 30</b>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Venture Capital East - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$25,000	\$25,000	\$0
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	35,005	35,005	0
Total Expenditures	<u>35,005</u>	<u>35,005</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(10,005)</u>	<u>(10,005)</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	13,580	13,580	0
Fund balance, June 30	<u><u>\$3,575</u></u>	<u><u>\$3,575</u></u>	<u><u>\$0</u></u>



**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Extracurricular Student Activities - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Extracurricular activities	\$70,383	\$70,383	\$0
Other revenues	20,513	20,513	0
<b>Total revenues</b>	<u>90,896</u>	<u>90,896</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
Extracurricular activities	109,946	109,946	0
<b>Total Expenditures</b>	<u>109,946</u>	<u>109,946</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(19,050)</u>	<u>(19,050)</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	26,925	26,925	0
<b>Fund balance, June 30</b>	<u><u>\$7,875</u></u>	<u><u>\$7,875</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Auxiliary Services - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$109,763	\$109,763	\$0
Total revenues	<u>109,763</u>	<u>109,763</u>	<u>0</u>
Expenditures:			
Current:			
Operation of non-instructional services	152,153	152,153	0
Total Expenditures	<u>152,153</u>	<u>152,153</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(42,390)</u>	<u>(42,390)</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	43,304	43,304	0
Fund balance, June 30	<u><u>\$914</u></u>	<u><u>\$914</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Teacher Development - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$24,825	\$24,825	\$0
<b>Total revenues</b>	<u>24,825</u>	<u>24,825</u>	<u>0</u>
<b>Expenditures:</b>			
Current:			
Support services:			
Instructional Staff	37,226	37,226	0
<b>Total Expenditures</b>	<u>37,226</u>	<u>37,226</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(12,401)</u>	<u>(12,401)</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	13,767	13,767	0
<b>Fund balance, June 30</b>	<u><u>\$1,366</u></u>	<u><u>\$1,366</u></u>	<u><u>\$0</u></u>

FAIRBORN CITY SCHOOL DISTRICT, OHIO  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Management Information - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$22,681	\$22,681	\$0
Total revenues	<u>22,681</u>	<u>22,681</u>	<u>0</u>
Expenditures:			
Current:			
Support services:			
Pupil	4,109	4,109	0
Total Expenditures	<u>4,109</u>	<u>4,109</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>18,572</u>	<u>18,572</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	27,304	27,304	0
Fund balance, June 30	<u><u>\$45,876</u></u>	<u><u>\$45,876</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Entry Year Program - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Taxes	\$0	\$0	\$0
<b>Total revenues</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	0	0	0
<b>Total Expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	3,512	3,512	0
<b>Fund balance, June 30</b>	<u><u>\$3,512</u></u>	<u><u>\$3,512</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 OneNet Network Connectivity - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$24,000	\$24,000	\$0
Total revenues	<u>24,000</u>	<u>24,000</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	14,116	14,116	0
Total Expenditures	<u>14,116</u>	<u>14,116</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>9,884</u>	<u>9,884</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	0	0	0
Fund balance, June 30	<u><u>\$9,884</u></u>	<u><u>\$9,884</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 School Net Professional Development - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$5,000	\$5,000	\$0
<b>Total revenues</b>	<u>5,000</u>	<u>5,000</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular	6,281	6,281	0
<b>Total Expenditures</b>	<u>6,281</u>	<u>6,281</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(1,281)</u>	<u>(1,281)</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	3,847	3,847	0
<b>Fund balance, June 30</b>	<u><u>\$2,566</u></u>	<u><u>\$2,566</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Textbook Subsidy - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Taxes	\$0	\$0	\$0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	1,764	1,764	0
Fund balance, June 30	<u><u>\$1,764</u></u>	<u><u>\$1,764</u></u>	<u><u>\$0</u></u>



*FAIRBORN CITY SCHOOL DISTRICT, OHIO*  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Ohio Reads - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$23,000	\$23,000	\$0
Total revenues	<u>23,000</u>	<u>23,000</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	18,749	18,749	0
Total Expenditures	<u>18,749</u>	<u>18,749</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>4,251</u>	<u>4,251</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	3,400	3,400	0
Fund balance, June 30	<u><u>\$7,651</u></u>	<u><u>\$7,651</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Summer School - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$56,922	\$56,922	\$0
Total revenues	<u>56,922</u>	<u>56,922</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>56,922</u>	<u>56,922</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	0	0	0
Fund balance, June 30	<u><u>\$56,922</u></u>	<u><u>\$56,922</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Extended Learning Opportunity - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$68,850	\$68,850	\$0
<b>Total revenues</b>	<u>68,850</u>	<u>68,850</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular	0	0	0
<b>Total Expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>68,850</u>	<u>68,850</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	0	0	0
<b>Fund balance, June 30</b>	<u><u>\$68,850</u></u>	<u><u>\$68,850</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**School Conflict Grant - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$4,000	\$4,000	\$0
Total revenues	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	4,886	4,886	0
Total Expenditures	<u>4,886</u>	<u>4,886</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(886)</u>	<u>(886)</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	9,860	9,860	0
Fund balance, June 30	<u><u>\$8,974</u></u>	<u><u>\$8,974</u></u>	<u><u>\$0</u></u>

FAIRBORN CITY SCHOOL DISTRICT, OHIO  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Title VI B Pre-School - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$468,358	\$468,358	\$0
<b>Total revenues</b>	<u>468,358</u>	<u>468,358</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Special	86,008	86,008	0
<b>Support services:</b>			
Pupil	97,850	97,850	0
Instructional Staff	165,612	165,612	0
Administration	38,550	38,550	0
<b>Total Expenditures</b>	<u>388,020</u>	<u>388,020</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>80,338</u>	<u>80,338</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	50,569	50,569	0
<b>Fund balance, June 30</b>	<u><u>\$130,907</u></u>	<u><u>\$130,907</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Eisenhower Grant - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Taxes	\$0	\$0	\$0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	46,733	46,733	0
Total Expenditures	<u>46,733</u>	<u>46,733</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(46,733)</u>	<u>(46,733)</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	72,829	72,829	0
Fund balance, June 30	<u><u>\$26,096</u></u>	<u><u>\$26,096</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title I - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$757,738	\$757,738	\$0
<b>Total revenues</b>	<u>757,738</u>	<u>757,738</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Special	641,346	641,346	0
<b>Support services:</b>			
Instructional Staff	85,794	85,769	25
Operation of non-instructional services	8,788	8,788	0
<b>Total Expenditures</b>	<u>735,928</u>	<u>735,903</u>	<u>25</u>
<b>Excess of revenues over (under) expenditures</b>	<u>21,810</u>	<u>21,835</u>	<u>25</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	155,190	155,190	0
<b>Fund balance, June 30</b>	<u><u>\$177,000</u></u>	<u><u>\$177,025</u></u>	<u><u>\$25</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Title VI - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$34,525	\$34,525	\$0
Total revenues	<u>34,525</u>	<u>34,525</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Support services:			
Pupil	44,762	44,762	0
Total Expenditures	<u>44,762</u>	<u>44,762</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(10,237)</u>	<u>(10,237)</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	10,237	10,237	0
Fund balance, June 30	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>



**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**EHA Pre-School - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$29,752	\$29,752	\$0
<b>Total revenues</b>	<u>29,752</u>	<u>29,752</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Special	1,464	1,464	0
<b>Support services:</b>			
Pupil	921	921	0
Instructional Staff	29,557	29,557	0
<b>Total Expenditures</b>	<u>31,942</u>	<u>31,942</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(2,190)</u>	<u>(2,190)</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	2,190	2,190	0
<b>Fund balance, June 30</b>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**E-Rate - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Other revenues	\$6,527	\$6,527	\$0
Total revenues	<u>6,527</u>	<u>6,527</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>6,527</u>	<u>6,527</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	13,428	13,428	0
Fund balance, June 30	<u><u>\$19,955</u></u>	<u><u>\$19,955</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Continuous Improvement - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
<b>Revenues:</b>			
Intergovernmental	\$45,000	\$45,000	\$0
<b>Total revenues</b>	<u>45,000</u>	<u>45,000</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular	17,870	17,870	0
<b>Total Expenditures</b>	<u>17,870</u>	<u>17,870</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>27,130</u>	<u>27,130</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	0	0	0
<b>Fund balance, June 30</b>	<u><u>\$27,130</u></u>	<u><u>\$27,130</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Raising the Bar - Special Revenue Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$132,805	\$132,805	\$0
Total revenues	<u>132,805</u>	<u>132,805</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	191,688	191,688	0
Total Expenditures	<u>191,688</u>	<u>191,688</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(58,883)</u>	<u>(58,883)</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	71,334	71,334	0
Fund balance, June 30	<u><u>\$12,451</u></u>	<u><u>\$12,451</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Drug Free Schools - Special Revenue Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental	\$24,467	\$24,467	\$0
<b>Total revenues</b>	<u>24,467</u>	<u>24,467</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
Support services:			
Pupil	39,811	39,811	0
<b>Total Expenditures</b>	<u>39,811</u>	<u>39,811</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(15,344)</u>	<u>(15,344)</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	15,344	15,344	0
<b>Fund balance, June 30</b>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

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## **DEBT SERVICE FUND**

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

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

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## CAPITAL PROJECTS FUNDS

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The Capital Project Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects, including equipment purchases other than those financed by Proprietary or Non-Expendable Trust Fund. The following are descriptions of each Capital Projects Fund:

---

BUILDING: To account for revenues and expenditures related to all special bond funds in the District. Proceeds from the sale of bonds, except premium and accrued interest, are paid into this fund.

PERMANENT IMPROVEMENT: To account for all transactions related to acquiring, constructing or improving such permanent improvements as are authorized by Chapter 5705, Revised Code.

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

TECHNOLOGY EQUITY: To account for state funds designed to help the District obtain computers and related educational technology.

POWER UP GRANT: To account for state funds provided for the Power Up Grant.

IVDL GRANT: To account for state funds provided for the IVDL Grant.

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**

**Combining Balance Sheet**

**All Capital Projects Funds**

**June 30, 2001**

	<u>Building</u>	<u>Permanent Improvement</u>	<u>School Net</u>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents	\$16,594,776	\$0	\$83,361
Accrued interest	462,528	0	0
<b>Total Assets</b>	<u>17,057,304</u>	<u>0</u>	<u>83,361</u>
<b>Liabilities and fund equity</b>			
<b>Liabilities:</b>			
Accounts payable	614,012	0	5,352
Interfund payable	0	0	0
Notes payable	775,000	0	0
<b>Total liabilities</b>	<u>1,389,012</u>	<u>0</u>	<u>5,352</u>
<b>Fund balances:</b>			
<b>Reserved:</b>			
Reserved for encumbrances	2,598,999	0	69,015
<b>Unreserved:</b>			
Undesignated	13,069,293	0	8,994
<b>Total fund balances (deficit)</b>	15,668,292	0	78,009
<b>Total liabilities and fund equity</b>	<u>\$17,057,304</u>	<u>\$0</u>	<u>\$83,361</u>

<b>Technology Equity</b>	<b>Power Up Grant</b>	<b>IVDL Grant</b>	<b>Totals</b>
\$0	\$13,453	\$11,112	\$16,702,702
0	0	0	462,528
<u>0</u>	<u>13,453</u>	<u>11,112</u>	<u>17,165,230</u>
0	0	0	619,364
0	26,185	0	26,185
0	0	0	775,000
<u>0</u>	<u>26,185</u>	<u>0</u>	<u>1,420,549</u>
0	0	0	2,668,014
0	(12,732)	11,112	13,076,667
0	(12,732)	11,112	15,744,681
<u>\$0</u>	<u>\$13,453</u>	<u>\$11,112</u>	<u>\$17,165,230</u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combining Statement of Revenues, Expenditures**  
**And Changes in Fund Balances**  
**All Capital Projects Funds**  
**For The Fiscal Year Ended June 30, 2001**

	<u>Building</u>	<u>Permanent Improvement</u>	<u>School Net</u>
<b>Revenues:</b>			
Intergovernmental	\$0	\$0	\$303,500
Other revenues	71,955	0	0
Investment revenue	1,211,270	0	0
<b>Total revenues</b>	<u>1,283,225</u>	<u>0</u>	<u>303,500</u>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular	0	0	0
<b>Support services:</b>			
Instructional staff	0	0	226,849
Operations and maintenance	336,691	0	0
Pupil Transportation	0	465,689	0
Capital outlay	4,776,656	0	0
<b>Total Expenditures</b>	<u>5,113,347</u>	<u>465,689</u>	<u>226,849</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(3,830,122)</u>	<u>(465,689)</u>	<u>76,651</u>
<b>Other financing sources (uses):</b>			
Operating transfers in	20,280,000	0	0
<b>Total other financing sources (uses)</b>	<u>20,280,000</u>	<u>0</u>	<u>0</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	16,449,878	(465,689)	76,651
<b>Fund balance (deficit), July 1</b>	(781,586)	465,689	1,358
<b>Fund balance (deficit), June 30</b>	<u><u>\$15,668,292</u></u>	<u><u>\$0</u></u>	<u><u>\$78,009</u></u>

<b>Technology Equity</b>	<b>Power Up Grant</b>	<b>IVDL Grant</b>	<b>Totals</b>
\$0	\$0	\$13,000	\$316,500
0	0	0	71,955
0	0	0	1,211,270
<u>0</u>	<u>0</u>	<u>13,000</u>	<u>1,599,725</u>
0	0	4,134	4,134
1,460	0	0	228,309
0	0	0	336,691
0	0	0	465,689
0	0	0	4,776,656
<u>1,460</u>	<u>0</u>	<u>4,134</u>	<u>5,811,479</u>
<u>(1,460)</u>	<u>0</u>	<u>8,866</u>	<u>(4,211,754)</u>
0	0	0	20,280,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>20,280,000</u>
(1,460)	0	8,866	16,068,246
1,460	(12,732)	2,246	(323,565)
<u>\$0</u>	<u>(\$12,732)</u>	<u>\$11,112</u>	<u>\$15,744,681</u>

FAIRBORN CITY SCHOOL DISTRICT, OHIO  
Schedule of Revenues, Expenditures  
And Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
Building - Capital Projects Fund  
For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Investment	\$1,275,458	\$1,275,458	\$0
Other revenues	71,955	71,955	0
<b>Total revenues</b>	<u>1,347,413</u>	<u>1,347,413</u>	<u>0</u>
Expenditures:			
Current:			
Support services:			
Operations and maintenance	412,040	412,040	0
Capital outlay	7,142,962	7,142,962	0
<b>Total Expenditures</b>	<u>7,555,002</u>	<u>7,555,002</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(6,207,589)</u>	<u>(6,207,589)</u>	<u>0</u>
Other financing sources (uses):			
Proceeds of notes	775,000	775,000	0
Operating transfers in	480,000	480,000	0
<b>Total other financing sources (uses)</b>	<u>1,255,000</u>	<u>1,255,000</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(4,952,589)</u>	<u>(4,952,589)</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	18,708,635	18,708,635	0
<b>Fund balance, June 30</b>	<u><u>\$13,756,046</u></u>	<u><u>\$13,756,046</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Permanent Improvement - Capital Projects Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Taxes	\$0	\$0	\$0
<b>Total revenues</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
Support services:			
Pupil Transportation	465,688	465,688	0
<b>Total Expenditures</b>	<u>465,688</u>	<u>465,688</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(465,688)</u>	<u>(465,688)</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	465,688	465,688	0
<b>Fund balance, June 30</b>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 School Net - Capital Projects Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$303,500	\$303,500	\$0
Total revenues	<u>303,500</u>	<u>303,500</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	47,645	47,645	0
Support services:			
Instructional Staff	248,220	248,220	0
Total Expenditures	<u>295,865</u>	<u>295,865</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>7,635</u>	<u>7,635</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	1,358	1,358	0
Fund balance, June 30	<u><u>\$8,993</u></u>	<u><u>\$8,993</u></u>	<u><u>\$0</u></u>



**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of Revenues, Expenditures**  
**And Changes in Fund Balance**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Technology Equity - Capital Projects Fund**  
**For The Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Taxes	\$0	\$0	\$0
<b>Total revenues</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures:</b>			
<b>Current:</b>			
Support services:			
Instructional Staff	1,460	1,460	0
<b>Total Expenditures</b>	<u>1,460</u>	<u>1,460</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>(1,460)</u>	<u>(1,460)</u>	<u>0</u>
<b>Fund balance, July 1 (includes prior year encumbrances appropriated)</b>	1,460	1,460	0
<b>Fund balance, June 30</b>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 Power Up Grant - Capital Projects Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Taxes	\$0	\$0	\$0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	13,433	13,433	0
Fund balance, June 30	<u><u>\$13,433</u></u>	<u><u>\$13,433</u></u>	<u><u>\$0</u></u>

FAIRBORN CITY SCHOOL DISTRICT, OHIO  
 Schedule of Revenues, Expenditures  
 And Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 IVDL Grant - Capital Projects Fund  
 For The Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$13,000	\$13,000	\$0
Total revenues	<u>13,000</u>	<u>13,000</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	4,134	4,134	0
Total Expenditures	<u>4,134</u>	<u>4,134</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>8,866</u>	<u>8,866</u>	<u>0</u>
Fund balance, July 1 (includes prior year encumbrances appropriated)	2,246	2,246	0
Fund balance, June 30	<u><u>\$11,112</u></u>	<u><u>\$11,112</u></u>	<u><u>\$0</u></u>

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## ENTERPRISE FUNDS

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

---

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

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

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**

**Combining Balance Sheet**

**All Enterprise Funds**

**June 30, 2001**

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Total</u>
<b>Assets</b>			
<b>Current assets:</b>			
Equity in pooled cash and cash equivalents	\$284,637	\$57,633	\$342,270
<b>Receivables:</b>			
Intergovernmental	119,253	0	119,253
Inventory held for resale	11,433	0	11,433
<b>Total current assets</b>	<u>415,323</u>	<u>57,633</u>	<u>472,956</u>
<b>Non-current assets:</b>			
Fixed assets (net of accumulated depreciation)	232,872	0	232,872
<b>Total assets</b>	<u><u>\$648,195</u></u>	<u><u>\$57,633</u></u>	<u><u>\$705,828</u></u>
<b>Liabilities</b>			
<b>Current liabilities:</b>			
Accounts payable	9,661	0	9,661
Accrued wages	41,971	0	41,971
Compensated absences payable	6,515	0	6,515
Deferred revenue	3,271	0	3,271
<b>Total current liabilities</b>	<u>61,418</u>	<u>0</u>	<u>61,418</u>
<b>Retained Earnings:</b>			
Unreserved	586,777	57,633	644,410
<b>Total retained earnings</b>	<u>586,777</u>	<u>57,633</u>	<u>644,410</u>
<b>Total liabilities and fund equity</b>	<u><u>\$648,195</u></u>	<u><u>\$57,633</u></u>	<u><u>\$705,828</u></u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combining Statement of Revenues, Expenses**  
**And Changes in Retained Earnings**  
**All Enterprise Funds**  
**For The Fiscal Year Ended June 30, 2001**

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Total</u>
<b>Operating Revenues:</b>			
Tuition and fees	\$0	\$98,249	\$98,249
Charges for services	786,154	0	786,154
<b>Total revenues</b>	<u>786,154</u>	<u>98,249</u>	<u>884,403</u>
<b>Operating Expenses:</b>			
Salaries and Wages	492,133	0	492,133
Fringe Benefits	115,731	0	115,731
Purchased Services	11,016	0	11,016
Materials and supplies	716,312	122,350	838,662
Depreciation	11,333	0	11,333
Other operating expenses	3,167	0	3,167
<b>Total operating expenses</b>	<u>1,349,692</u>	<u>122,350</u>	<u>1,472,042</u>
<b>Operating income (loss)</b>	<u>(563,538)</u>	<u>(24,101)</u>	<u>(587,639)</u>
<b>Non-operating revenues:</b>			
Federal donated commodities	55,089	0	55,089
Operating grants	494,986	0	494,986
<b>Total non-operating revenues</b>	<u>550,075</u>	<u>0</u>	<u>550,075</u>
<b>Net Income (loss)</b>	(13,463)	(24,101)	(37,564)
<b>Retained Earnings (restated), July 1</b>	600,240	81,734	681,974
<b>Retained Earnings, June 30</b>	<u>\$586,777</u>	<u>\$57,633</u>	<u>\$644,410</u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**

**Combining Statement of Cash Flows**

**All Enterprise Funds**

**For The Fiscal Year Ended June 30, 2001**

	Food Service	Uniform School Supply	Totals
<b>Cash flows from operating activities:</b>			
Cash received from tuition and fees	\$0	\$98,249	\$98,249
Cash received from charges of services	786,154	0	786,154
Cash payments to suppliers for goods and services	(654,077)	(122,350)	(776,427)
Cash payments to employees for services	(611,872)	0	(611,872)
Cash payments for contracted services	(11,668)	0	(11,668)
Cash payments for other operating expenses	(3,309)	0	(3,309)
<b>Net cash provided by (used for) operating activities</b>	<b>(494,772)</b>	<b>(24,101)</b>	<b>(518,873)</b>
<b>Cash flows from noncapital financing activities:</b>			
Operating grants received	375,733	0	375,733
<b>Net cash provided by (used for) noncapital financing activities</b>	<b>375,733</b>	<b>0</b>	<b>375,733</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Acquisition of Capital Assets	(2,562)	0	(2,562)
<b>Net cash provided by (used for) capital and related financing activities</b>	<b>(2,562)</b>	<b>0</b>	<b>(2,562)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(121,601)</b>	<b>(24,101)</b>	<b>(145,702)</b>
Cash and cash equivalents, July 1	406,238	81,734	487,972
Cash and cash equivalents, June 30	284,637	57,633	342,270
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>			
Operating income (loss)	(563,538)	(24,101)	(587,639)
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</b>			
Depreciation	11,333	0	11,333
Donated commodities used	55,089	0	55,089
<b>Changes in assets and liabilities:</b>			
(Increase) decrease in inventory held for resale	(1,591)	0	(1,591)
Increase (decrease) in accounts payable	8,499	0	8,499
Increase (decrease) in accrued wages and benefits	4,959	0	4,959
Increase (decrease) in compensated absences	(8,967)	0	(8,967)
Increase (decrease) in deferred revenue	(556)	0	(556)
<b>Total adjustments</b>	<b>68,766</b>	<b>0</b>	<b>68,766</b>
<b>Net cash provided by (used for) operating activities</b>	<b>(\$494,772)</b>	<b>(\$24,101)</b>	<b>(\$518,873)</b>
<b>Non cash transactions - Enterprise Fund:</b>			
Non cash donation of inventory held for resale - Food Service	\$55,089		



## FIDUCIARY FUNDS

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

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### **EXPENDABLE TRUST FUND**

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

### **NON-EXPENDABLE TRUST FUND**

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

### **AGENCY FUNDS**

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

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Combining Balance Sheet**  
**All Fiduciary Fund Types**  
**June 30, 2001**

	<u>Expendable Trust</u>	<u>Non-Expendable Trust</u>	<u>Student Activities Agency</u>	<u>Totals</u>
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$46,401	\$668,683	\$81,434	\$796,518
<b>Total assets</b>	<u>46,401</u>	<u>668,683</u>	<u>81,434</u>	<u>796,518</u>
<b>Liabilities</b>				
Accounts Payable	0	0	4,118	4,118
Interfund Payable	0	0	380	380
Due to students	0	0	76,936	76,936
<b>Total liabilities</b>	<u>0</u>	<u>0</u>	<u>81,434</u>	<u>81,434</u>
<b>Reserved:</b>				
Reserved for endowments	0	525,264	0	525,264
<b>Unreserved:</b>				
Undesignated	46,401	143,419	0	189,820
<b>Total fund equity</b>	<u>46,401</u>	<u>668,683</u>	<u>0</u>	<u>715,084</u>
<b>Total liabilities and fund equity</b>	<u>\$46,401</u>	<u>\$668,683</u>	<u>\$81,434</u>	<u>\$796,518</u>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Statement of Changes In Assets and Liabilities**  
**Agency Fund**  
**For The Fiscal Year Ended June 30, 2001**

	<b>Student Activities</b>			<b>Ending Balance</b>
	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deductions</b>	
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$77,302	\$157,638	\$153,506	\$81,434
Accounts receivable	1,005	0	1,005	0
<b>Total Assets</b>	<u>78,307</u>	<u>157,638</u>	<u>154,511</u>	<u>81,434</u>
<b>Liabilities</b>				
Due to students	78,307	157,638	154,511	81,434
<b>Total liabilities</b>	<u>\$78,307</u>	<u>\$157,638</u>	<u>\$154,511</u>	<u>\$81,434</u>

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## **GENERAL FIXED ASSETS ACCOUNT GROUP**

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

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**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Schedule of General Fixed Assets by Source**  
**June 30, 2001**

**General fixed assets:**

<b>Land</b>	<b>\$897,357</b>
<b>Buildings</b>	<b>12,427,196</b>
<b>Equipment</b>	<b>7,701,927</b>
<b>Construction in Progress</b>	<b><u>2,258,745</u></b>

**Total General Fixed Assets** **\$23,285,225**

**Investment in general fixed assets by source:**

<b>General Fund</b>	<b>\$18,694,185</b>
<b>Special Revenue Funds</b>	<b>389,169</b>
<b>Capital Projects Funds</b>	<b><u>4,201,871</u></b>

**Total General Fixed Assets** **\$23,285,225**

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**

**Schedule of General Fixed Assets**

**By Function and Type**

**June 30, 2001**

<u>Function</u>	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Construction in Progress</u>	<u>Total</u>
<b>Instruction:</b>					
Regular	\$806,947	\$12,003,130	\$2,777,742	\$0	\$15,587,819
Special	0	0	116,842	0	116,842
Other	0	0	2,198	0	2,198
<b>Total instruction</b>	<b>806,947</b>	<b>12,003,130</b>	<b>2,896,782</b>	<b>0</b>	<b>15,706,859</b>
<b>Support services:</b>					
Pupil	0	0	66,669	0	66,669
Instructional staff	0	0	1,458,513	0	1,458,513
Board of education	0	0	388	0	388
Administration	7,365	261,140	280,256	0	548,761
Fiscal	0	0	21,557	0	21,557
Business	0	0	3,706	0	3,706
Operations and maintenance	58,045	162,926	264,606	0	485,577
Pupil transportation	0	0	2,063,500	0	2,063,500
Central	0	0	41,481	0	41,481
<b>Total support services</b>	<b>65,410</b>	<b>424,066</b>	<b>4,200,676</b>	<b>0</b>	<b>4,690,152</b>
Non-Instructional services	0	0	537,055	0	537,055
Extracurricular activities	0	0	15,028	0	15,028
Capital Outlay	25,000	0	52,386	2,258,745	2,336,131
<b>Total General Fixed Assets</b>	<b>\$897,357</b>	<b>\$12,427,196</b>	<b>\$7,701,927</b>	<b>\$2,258,745</b>	<b>\$23,285,225</b>

**FAIRBORN CITY SCHOOL DISTRICT, OHIO****Schedule of Changes in General Fixed Assets**

by Function

For the Fiscal Year Ended June 30, 2001

<u>Function</u>	<u>Balance at July 1, 2000</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at June 30, 2001</u>
<b>Instruction:</b>				
Regular	15,367,689	\$220,130	\$0	\$15,587,819
Special	136,812	0	19,970	116,842
Other	2,573	0	375	2,198
<b>Total Instruction</b>	<u>15,507,074</u>	<u>220,130</u>	<u>20,345</u>	<u>15,706,859</u>
<b>Support services:</b>				
Pupil	78,064	0	11,395	66,669
Instructional staff	1,576,523	0	118,010	1,458,513
Board of education	455	0	67	388
Administration	548,761	0	0	548,761
Fiscal	25,241	0	3,684	21,557
Business	4,340	0	634	3,706
Operations and maintenance	485,577	0	0	485,577
Pupil transportation	2,213,109	0	149,609	2,063,500
Central	48,570	0	7,089	41,481
<b>Total Support services</b>	<u>4,980,640</u>	<u>0</u>	<u>290,488</u>	<u>4,690,152</u>
<b>Non-Instructional services</b>	606,434	0	69,379	537,055
<b>Extracurricular activities</b>	17,596	0	2,568	15,028
<b>Capital Outlay</b>	84,070	2,252,061	0	2,336,131
<b>Total General Fixed Assets</b>	<u>\$21,195,814</u>	<u>\$2,472,191</u>	<u>\$382,780</u>	<u>\$23,285,225</u>



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# STATISTICAL SECTION

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**FAIRBORN CITY SCHOOL DISTRICT, OHIO**

General Fund Revenues by Source

Last Ten Fiscal Years

**TABLE 1**

Fiscal Year	1992	1993	1994	1995 (1)	1996	1997	1998	1999	2000	2001
Taxes	\$10,075,933	\$10,169,257	\$10,596,569	\$10,696,705	\$10,388,650	\$12,380,493	\$11,724,032	\$13,035,083	\$13,024,004	\$12,708,603
Intergovernmental	14,590,080	14,810,119	15,051,239	14,828,135	14,488,833	16,307,192	16,261,845	16,803,265	18,122,761	19,444,373
Investment	363,242	205,847	169,105	240,267	340,608	601,578	510,119	484,079	929,316	431,743
Tuition and Fees	225,002	234,970	208,626	174,226	127,758	154,534	49,116	158,838	147,945	243,242
Extracurricular Activities	0	0	0	45,880	55,251	53,491	44,655	40,836	44,730	42,817
Other Revenues	77,106	72,337	55,488	61,163	64,548	119,874	560,339	540,120	841,071	1,179,756
<b>Total Revenues</b>	<b>\$25,331,363</b>	<b>\$25,492,530</b>	<b>\$26,081,027</b>	<b>\$26,046,376</b>	<b>\$25,465,628</b>	<b>\$29,617,162</b>	<b>\$29,150,106</b>	<b>\$31,062,221</b>	<b>\$33,109,827</b>	<b>\$34,050,534</b>

Source: Fairborn City School District

(1) For the fiscal year 1995 the district adopted GAAP basis financial statements  
Cash basis financial statements were prepared prior to 1995

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

TABLE 2

Fiscal Year	1992	1993	1994	1995 (1)	1996	1997	1998	1999	2000	2001
Regular Instruction	\$14,030,041	\$14,648,300	\$15,008,069	\$14,195,109	\$13,458,975	\$13,611,529	\$14,231,063	\$14,434,140	\$15,460,391	\$16,682,954
Special Instruction	1,967,263	2,182,442	2,094,945	2,138,823	2,257,201	2,457,689	2,839,432	2,643,754	2,700,912	2,956,062
Vocational Instruction	0	0	1,547	2,281	3,602	5,263	2,702	12	5,042	10,547
Other Instruction	81,757	75,961	262,380	222,794	204,546	262,649	233,839	1,217,455	1,375,650	1,568,731
Pupil	1,504,967	1,493,258	1,685,142	1,502,458	1,220,175	1,359,325	1,531,534	1,525,208	1,629,664	2,099,718
Instructional Staff	746,268	799,058	749,688	661,521	600,801	708,038	796,662	1,018,663	1,117,083	1,274,607
Board of Education	17,463	21,831	24,718	33,525	24,441	22,192	25,444	33,250	35,102	26,068
Administration	1,897,873	2,002,253	1,876,219	1,770,741	1,753,727	1,578,186	1,726,781	1,899,543	2,002,537	2,109,151
Fiscal	482,283	512,488	502,454	474,858	434,688	484,108	594,073	597,174	637,565	705,191
Business	171,381	205,249	178,608	179,730	210,033	196,035	198,634	218,812	221,512	338,207
Operations and Maintenance	2,865,324	2,994,273	2,999,589	2,907,186	2,868,799	3,398,451	4,351,525	3,830,746	3,742,891	3,728,053
Pupil Transportation	1,540,487	1,415,187	1,341,243	1,448,829	1,300,822	1,381,524	1,749,946	1,594,081	1,924,035	1,819,781
Central	27,075	32,379	214,461	284,507	239,665	320,546	462,489	309,382	523,134	637,308
Operation of Non-Instructional Services	919	541	0	318	2,706	1,320	141	162	338	498
Extracurricular Activities	279,024	286,379	300,086	259,413	276,492	269,386	421,429	456,512	430,635	492,494
Capital Outlay	0	0	3,070	29,727	67,005	53,191	101	0	0	0
<b>Total Expenditures</b>	<b>\$25,612,125</b>	<b>\$26,669,599</b>	<b>\$27,242,219</b>	<b>\$26,111,820</b>	<b>\$24,923,678</b>	<b>\$26,109,432</b>	<b>\$29,165,795</b>	<b>\$29,778,894</b>	<b>\$31,806,491</b>	<b>\$34,449,370</b>

Source: Fairborn City School District

(1) For the fiscal year 1995 the district adopted GAAP basis financial statements  
 Cash basis financial statements were prepared prior to 1995

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

**TABLE 3**

Collection Year	Tax Levied	Current Tax Collections	Percent Collected	Delinquent Collection	Total Tax Collections	Percent of Total Collections to Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Tax Levied
1991	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1992	\$7,930,056	\$7,438,433	93.80%	\$228,475	\$7,666,908	96.68%	\$263,621	3.32%
1993	8,062,483	7,687,195	95.35%	165,945	7,853,140	97.40%	235,437	2.92%
1994	8,155,965	7,795,531	95.58%	151,039	7,946,570	97.43%	202,667	2.48%
1995	8,300,565	7,914,789	95.35%	157,950	8,072,739	97.26%	262,812	3.17%
1996	8,331,685	7,783,356	93.42%	130,643	7,914,000	94.99%	594,299	7.13%
1997	9,324,217	8,350,358	89.56%	359,830	8,710,188	93.41%	557,369	5.98%
1998	9,342,242	7,584,543	81.19%	240,479	7,825,022	83.76%	667,119	7.14%
1999	9,251,345	9,140,913	98.81%	165,182	9,306,095	100.59%	486,872	5.26%
2000	11,093,698	10,331,062	93.13%	309,345	10,955,408	98.75%	492,547	2.53%

Source: Greene County Auditor

N/A: Information for tax collection year 1991 is not available from Green County Auditor

TABLE 4

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Assessed and Estimated Actual Value of Taxable Property  
 Last Ten Collection (Calendar) Years

Collection Year	Real Property		Tangible Personal Property		Public Utilities Personal		Total	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1991	\$288,204,160	\$823,440,457	\$27,692,840	\$98,903,000	\$24,911,720	\$71,176,342	\$340,808,720	\$993,519,799
1992	292,779,150	836,511,857	28,023,518	103,790,807	26,908,460	76,881,314	347,711,128	1,017,183,978
1993	295,676,930	844,791,228	28,132,645	108,202,480	29,007,260	82,877,885	352,816,835	1,035,871,593
1994	319,743,920	913,554,057	28,325,231	113,300,924	29,909,020	85,454,342	377,978,171	1,112,309,323
1995	334,052,900	954,436,857	28,170,901	112,683,604	29,969,650	85,627,571	392,193,451	1,152,748,032
1996	332,162,820	949,036,628	31,166,078	124,664,312	27,184,830	77,670,942	390,513,728	1,151,371,882
1997	381,459,780	1,089,885,085	31,269,484	125,077,936	27,793,260	79,409,314	440,522,524	1,294,372,335
1998 (1)	382,406,770	1,092,590,771	33,016,054	132,064,216	28,654,060	81,868,743	444,076,884	1,306,523,730
1999	389,770,060	1,113,628,743	35,376,251	141,505,004	30,932,420	88,378,343	456,078,731	1,343,512,090
2000	414,172,460	1,183,349,886	37,723,708	150,894,832	31,940,310	91,258,029	483,836,478	1,425,502,747

Source: Greene County Auditor

(1) Assessed value as a percentage of the actual value for: Real Property 35%, Tangible Personal Property 25%, Public Utilities Personal 35%, and in total 34%

TABLE 5

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

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Fairborn City School District	\$42	\$42	\$42	\$42	\$42	\$42	\$42	\$42	\$42	\$45
Greene County	9	9	9	9	9	9	9	9	9	9
City of Fairborn	10	10	10	10	10	10	10	10	10	10
Greene County Career Center	4	4	3	3	3	3	3	3	3	3
Bath Township	11	11	11	11	11	10	11	11	11	11
Xenia Township	7	7	7	8	8	8	9	9	9	9

Source: Greene County Auditor

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

**TABLE 6**

Year	Population (1)	Total Assessed Value (2)	Gross Bonded Debt (3)	Less Debt Service Fund	Net Bonded Debt (3)	Ratio of Net Bonded Debt To Assessed Value (%)
1992	31,469	\$340,808,720	\$260,000	\$151,799	\$108,201	0.03%
1993	31,469	347,711,128	427,000	135,608	291,392	0.08%
1994	31,469	352,816,835	0	75,441	0	0.00%
1995	31,469	377,978,171	0	75,441	0	0.00%
1996	31,469	392,193,451	0	75,441	0	0.00%
1997	31,469	390,513,728	1,413,367	301,890	1,111,477	0.28%
1998	31,469	440,522,524	1,257,767	201,545	1,056,222	0.24%
1999	31,469	444,076,884	2,102,167	359,449	1,742,718	0.39%
2000	33,260	456,078,731	1,866,567	1,359,996	506,571	0.11%
2001	32,054	483,836,478	21,055,966	881,401	20,174,565	4.17%

Source:

(1) Population data provided by the City of Fairborn

(2) Greene County Auditor

(3) Only bonds payable are presented



**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Computation of Legal Debt Margin**  
**June 30, 2001**

**TABLE 7**

<b>Assessed Valuation of District</b>		<b><u><u>\$483,836,478</u></u></b>
<b><u>Overall Direct Debt Limitation</u></b>		
<b>Direct debt limitation</b>		
9% of assessed valuation		43,545,283
<b>Amount available in Debt Service Fund</b>		881,401
<b>Gross indebtedness</b>	21,055,966	
Less: Debt exempt from limitation	<u>21,055,966</u>	
<b>Debt subject to 9% limitation</b>		<u>0</u>
<b>Legal debt margin within 9% limitation</b>		<b><u><u>44,426,684</u></u></b>
<b><u>Unvoted Direct Debt Limitation</u></b>		
<b>Unvoted debt limitation</b>		
0.1% of assessed valuation		483,836
<b>Amount available in Debt Service Fund</b>		
related to unvoted debt		0
<b>Gross indebtedness authorized by the Board</b>	21,055,966	
Less: Debt exempt from limitation	<u>21,055,966</u>	
<b>Debt subject to 0.1% limitation</b>		<u>0</u>
<b>Legal debt margin within 0.1% limitation</b>		<b><u><u>483,836</u></u></b>
<b><u>Energy Conservation Bond Limitation</u></b>		
<b>Ohio Revised Code Section 133.042</b>		
<b>Debt limitation</b>		
0.9% of assessed valuation		4,354,528
<b>Energy conservation notes authorized</b>		
by the Board		<u>(790,966)</u>
<b>Legal debt margin within 0.9% limitation</b>		<b><u><u>\$3,563,562</u></u></b>

Source: Fairborn City School District

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Computation of Direct and Overlapping Debt**  
**June 30, 2001**

**TABLE 8**

<u>Governmental Unit</u>	<u>Gross General Obligation</u>	<u>Percent Applicable to District (1)</u>	<u>Amount Applicable to District</u>
<b>Direct:</b>			
Fairborn City School District	<u>\$21,055,966</u>	100.00%	<u>\$21,055,966</u>
<b>Overlapping:</b>			
Clark County	\$11,272,600	0.04%	\$4,509
Greene County	10,895,000	17.71%	1,929,505
Montgomery County	42,686,833	0.28%	119,523
Dayton City	80,545,000	0.47%	378,562
Fairborn City	3,535,163	90.58%	3,202,150
Riverside City	1,170,000	6.61%	77,337
Clark County Library District	1,380,000	0.05%	690
Miami Valley Reg. Transit Auth.	<u>16,470,000</u>	0.28%	<u>46,116</u>
<b>Total overlapping:</b>	<u>\$167,954,596</u>		<u>\$5,758,392</u>
<b>Total direct and overlapping debt:</b>	<u><u>\$189,010,562</u></u>		<u><u>\$26,814,358</u></u>

Source: Ohio Municipal Advisory Council

(1) Calculated by the Ohio Municipal Advisory Council

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**

**TABLE 9**

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

Fiscal Year	Principal	Interest and Fiscal Charges	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures (%)
1992	\$133,081	\$12,351	\$145,432	\$25,612,125	0.57%
1993	196,151	3,088	199,239	26,669,599	0.75%
1994	0	0	0	27,242,219	0.00%
1995	0	0	0	26,111,820	0.00%
1996	0	0	0	24,923,678	0.00%
1997	142,633	72,173	214,806	26,109,432	0.82%
1998	155,600	89,246	244,846	29,615,795	0.83%
1999	155,600	81,995	237,595	29,778,894	0.80%
2000	235,600	75,233	310,833	31,806,491	0.98%
2001	610,600	1,623,620	2,234,220	34,449,370	6.49%

Source: Fairborn City School District

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
**Demographic Statistics**  
**Last Ten Fiscal Years**

**TABLE 10**

<u>Fiscal Year (1)</u>	<u>Population (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate City of Fairborn (1)</u>
1992	31,469	6,578	5.60%
1993	31,469	6,512	4.70%
1994	31,469	6,284	4.10%
1995	31,469	6,200	3.80%
1996	31,469	6,046	3.80%
1997	31,469	6,086	3.80%
1998	31,469	5,995	3.70%
1999	31,469	5,931	3.30%
2000	33,260	5,825	3.30%
2001	32,054	5,815	3.20%

Sources: (1) City of Fairborn  
(2) Fairborn City School District

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

**TABLE 11**

<u>Calendar Year</u>	<u>Construction (1)</u>	<u>Bank Deposits (2) (in Thousands)</u>	<u>Property Values (3)</u>
1991	\$12,323,228	\$343,469,000	\$288,204,160
1992	3,245,466	37,283,000	292,779,150
1993	5,857,400	39,871,000	295,676,930
1994	74,357,919	257,906,000	319,743,920
1995	7,584,000	247,816,000	334,052,900
1996	17,245,213	277,545,000	332,162,820
1997	12,011,200	268,999,000	381,459,780
1998	21,816,796	166,034,000	382,406,770
1999	20,031,246	0	389,770,060
2000	28,256,211	0	414,172,460

**Sources:**

- (1) City of Fairborn Building Department
- (2) Federal Reserve Bank of Cleveland - Amounts are for Greene County (Note: County bank deposits measures total deposits for those banks deemed "domiciled" within a given county.)
- (3) Greene County Auditor, calendar year basis - real property assessed values

**FAIRBORN CITY SCHOOL DISTRICT, OHIO**  
 Real and Tangible Personal Property  
 Top Ten Principal Taxpayers  
 June 30, 2001

**TABLE 12**

Name of Taxpayer	Real Property	Personal Property	Total Assessed Valuation	% of Total Assessed Valuation
Dayton Power & Light Co	\$17,683,820	\$0	\$17,683,820	3.65%
Southdown	3,884,870	8,572,760	12,457,630	2.57%
Robertds	4,978,560	2,596,350	7,574,910	1.57%
Ohio Bell Telephone & Telegraph Co.	5,930,860	0	5,930,860	1.23%
Miami Valley Publishing Co. Inc	2,685,190	2,790,386	5,475,576	1.13%
Ali Industries Inc	1,655,470	3,397,740	5,053,210	1.04%
IDS Life Insurance Company	4,978,560	0	4,978,560	1.03%
MG-Mapleview LTD	4,105,940	0	4,105,940	0.85%
Fairborn Commerce Center	3,876,360	0	3,876,360	0.80%
Highlands Apartments	3,038,180	0	3,038,180	0.63%
	<u>\$52,817,810</u>	<u>\$17,357,236</u>	<u>\$70,175,046</u>	<u>14.50%</u>

Source: Greene County Auditor

Enrollment by Grade

	Pre-K	K	1	2	3	4	5	6	7	8	9	10	11	12	Total
2000-01	114	406	512	437	456	412	471	425	437	477	442	411	493	322	5,815
The following are projections:															
2001 - 02	109	388	490	418	436	394	451	407	421	472	434	409	486	318	5,633
2002 - 03	106	379	478	408	426	385	440	397	411	461	424	399	475	310	5,499
2003 - 04	103	371	468	399	417	377	430	388	402	451	415	390	465	303	5,379
2004 - 05	100	362	457	390	407	368	420	379	393	441	405	381	454	296	5,253
2005 - 06	98	354	446	381	398	359	411	371	384	431	396	372	443	289	5,133
2006 - 07	95	345	435	372	388	350	401	362	374	420	386	363	432	282	5,005
2007 - 08	93	337	425	363	378	342	391	353	365	410	377	355	422	276	4,887
2008 - 09	90	328	414	354	368	333	381	344	356	400	367	346	411	269	4,761
2009 - 10	87	320	404	346	360	325	372	336	347	391	358	337	401	262	4,646

Sources: Fairborn City School District records

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**FAIRBORN CITY SCHOOL DISTRICT**

**Single Audit Reports**

**June 30, 2001**



**Report on compliance and on internal control over financial reporting  
based on an audit of financial statements performed in accordance with  
*Government Auditing Standards***

November 26, 2001

Board of Education  
Fairborn City School District

We have audited the general purpose financial statements of the Fairborn City School District, (the District), as of and for the year ended June 30, 2001, and have issued our report thereon dated November 26, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *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 non-compliance required to be reported under *Government Auditing Standards*.

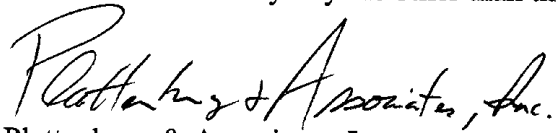
Internal Control Over Financial Reporting

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.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not

material weaknesses. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the information of management, the Auditor of State, 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 cursive script that reads "Plattenburg & Associates, Inc.".

Plattenburg & Associates, Inc.  
Certified Public Accountants



**Report on compliance with requirements applicable to each major program and internal control over compliance in accordance with OMB Circular A-133**

November 26, 2001

Board of Education  
Fairborn City School District

Compliance

We have audited the compliance of 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, 2001. The District's major federal programs are identified in the summary of auditor's results portion of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulation, 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 auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2001.

### 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, 2001, and have issued our report thereon dated November 26, 2001. Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the District taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by *OMB Circular A-133* and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

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



Plattenburg & Associates, Inc.  
Certified Public Accountants

**FAIRBORN CITY SCHOOL DISTRICT**  
**SCHEDULE OF FEDERAL AWARDS EXPENDITURES**  
**FOR THE YEAR ENDED JUNE 30, 2001**

Federal Grant/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b><u>U.S. DEPARTMENT OF AGRICULTURE</u></b>						
Passed Through Ohio Department of Education:						
Nutrition Cluster:						
Food Distribution Program	03-PU	10.550	\$0	\$90,166	\$0	\$90,166
National School Breakfast Program	05-PU	10.553	44,685	0	44,685	0
National School Lunch Program	04-PU	10.555	311,711	0	311,711	0
Total U.S. Department of Agriculture - Nutrition Cluster			<u>356,396</u>	<u>90,166</u>	<u>356,396</u>	<u>90,166</u>
<b><u>U.S. DEPARTMENT OF EDUCATION</u></b>						
Passed Through Ohio Department of Education:						
Special Education Cluster:						
Title VI - B Grant	6B-SF	84.027	468,358	0	388,020	0
Preschool Grant	PG-S1	84.173	29,752	0	31,941	0
Total U.S. Special Education Cluster			<u>498,110</u>	<u>0</u>	<u>419,961</u>	<u>0</u>
Eisenhower Grant	MS-S1	84.281	22,375	0	17,534	0
Title I Grant	C1-S0	84.010	757,738	0	735,841	0
Title VI	C2-S1	84.298	34,525	0	44,762	0
Goals 2000	G2-S4	84.276	45,000	0	16,470	0
Class Size Reduction	n/a	84.340	132,805	0	191,688	0
Drug Free Schools Grant	DR-S1	84.186	24,467	0	39,811	0
Total U.S. Department of Education			<u>1,515,020</u>	<u>0</u>	<u>1,466,067</u>	<u>0</u>
<b>DIRECT PROGRAMS</b>						
<b><u>U.S. DEPARTMENT OF EDUCATION</u></b>						
Impact Aid Grant	n/a	84.041	1,177,395	0	1,177,395	0
Total Department of Education - Direct			<u>1,177,395</u>	<u>0</u>	<u>1,177,395</u>	<u>0</u>
Total Federal Assistance			<u>\$3,048,811</u>	<u>\$90,166</u>	<u>\$2,999,858</u>	<u>\$90,166</u>

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A -- SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B -- FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. Monies are commingled with state grants, and it is assumed that federal monies are expended first.

n/a - Information not available

FAIRBORN CITY SCHOOL DISTRICT  
JUNE 30, 2001

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
OMB CIRCULAR A-133 SECTION .505

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 reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under Section .510?	No
(d)(1)(vii)	Major Programs (list):	Impact Aid
(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 Noted

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None Noted

**FAIRBORN CITY SCHOOL DISTRICT**  
**JUNE 30, 2001**

**SCHEDULE OF PRIOR AUDIT AND QUESTIONED COSTS**  
***OMB CIRCULAR A-133***

Fairborn City School District had no prior audit findings or questioned costs.





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

**FAIRBORN CITY SCHOOL DISTRICT**

**GREENE COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
FEBRUARY 5, 2002**