

**WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2001



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Schedule of Federal Awards Receipts and Expenditures	1
Notes to the Schedule of Federal Awards Receipts and Expenditures	2
Report on Compliance and on Internal Control Required By Government Auditing Standards	3
Report on Compliance with Requirements Applicable to Major Federal Programs and Internal Control Over Compliance in Accordance with OMB Circular A-133	5
Schedule of Findings	7

This page intentionally left blank.

**WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2001**

FEDERAL GRANTOR	Pass-Through	CFDA	Receipts	Non-Cash	Disbursements	Non-Cash
Pass-Through Grantor/ Program Title	Entity Number	Number		Receipts		Disbursements
<i>Passed Through Ohio Department of Education</i>						
Child Nutrition Cluster:						
Food Distribution	02-PU-00	10.550	\$0	\$16,033	\$0	\$17,342
National School Lunch Program	LL-P4-01	10.555	50,414	0	50,414	0
Total U. S. Department of Agriculture - Child Nutrition Cluster			50,414	16,033	50,414	17,342
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through Ohio Department of Education</i>						
Special Education Cluster:						
Special Education Grants to States	6B-SF 00	84.027	0	0	26,009	0
	6B-SF 01		247,078	0	169,098	0
Total CFDA			247,078	0	195,107	0
Special Education Preschool Grants	PG-S1 00	84.173	(25)	0	3,353	0
	PG-S1 01		16,804	0	14,041	0
Total CFDA			16,779	0	17,393	0
Total Special Education Cluster			263,857	0	212,500	0
Title I Grants to Local Educational Agencies	C1-S1 00	84.010	0	0	17,686	0
	C1-S1 01		102,266	0	101,686	0
Total CFDA			102,266	0	119,372	0
Safe and Drug-Free Schools and Comm	DR-S1 00	84.186	16,477	0	16,475	0
Eisenhower Professional Development	MS-S4 99	84.281	(255)	0	8,857	0
	MS-S4 00		0	0	3,639	0
	MS-S4 01		11,303	0	2,690	0
Total CFDA			11,048	0	15,186	0
Innovative Education Program Strategies	C2-S1 99	84.298	(132)	0	8,499	0
	C2-S1 00		0	0	10,760	0
	C2-S1 01		22,337	0	0	0
Total CFDA			22,205	0	19,259	0
Adult Education State Grant Program	AB-S1 00	84.002	0	0	21,554	0
	AB-S1 01		44,569	0	44,569	0
Total CFDA			44,569	0	66,123	0
Class Size Reduction	CR-S1 01	84.340	37,557	0	37,557	0
Immigrant Education	EI-S1 00	84.162	0	0	1,347	0
State Improvement	ST-S1 00	84.323	39,059	0	65,196	0
Total U. S. Department of Education			537,038	0	553,015	0
Total Federal Assistance			587,452	16,033	603,429	17,342

See Notes to the Schedule of Federal Awards Receipts and Expenditures.

**WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
JUNE 30, 2001**

NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - SPECIAL MILK PROGRAM

Federal monies received by the District for this program are commingled with State grants and local revenues. It is assumed that federal monies are expended first.

CFDA - Catalog of Federal Domestic Assistance.



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

Lausche Bldg
615 W Superior Ave
Floor 12
Cleveland OH 44113 - 1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS

Board of Education
Westlake City School District
Cuyahoga County
2260 Dover Center Road
Westlake, Ohio 44145

We have audited the financial statements of Westlake City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2001, and have issued our report thereon dated December 14, 2001, wherein we noted the District adopted Governmental Accounting Standards Board Statement No. 34, changed its accounting for fixed assets, restated fixed assets, and reclassified enterprise funds to special revenue funds. 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 noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated December 14, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over financial reporting that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 14, 2001.

Westlake City School District
Cuyahoga County
Report on Compliance and on Internal Control Required By
Government Auditing Standards
Page 2

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

Jim Petro
Auditor of State

December 14, 2001



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Bldg
615 W Superior Ave
Floor 12
Cleveland OH 44113 - 1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
MAJOR FEDERAL PROGRAMS AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Education
Westlake City School District
Cuyahoga County
2260 Dover Center Road
Westlake, Ohio 44145

Compliance

We have audited the compliance of Westlake City School District, Cuyahoga County, Ohio, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2001. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with 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 occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program 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. We noted a matter involving the internal control over federal compliance reporting that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 14, 2001.

Schedule of Federal Awards Receipts and Expenditures

We have audited the basic financial statements of District as of and for the year ended June 30, 2001, and have issued our report thereon dated December 14, 2001, wherein we noted the District adopted Governmental Accounting Standards Board Statement No. 34, changed its accounting for fixed assets, restated fixed assets, and reclassified enterprise funds to special revenue funds. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of federal awards receipts and expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Jim Petro
Auditor of State

December 14, 2001

WESTLAKE CITY SCHOOL DISTRICT
 CUYAHOGA COUNTY
 JUNE 30, 2001

SCHEDULE OF FINDINGS
 OMB CIRCULAR A -133 § .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 other 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 § .510?	No
(d)(1)(vii)	Major Programs (list):	<u>Special Education Cluster</u> Special Education Grants to States, CFDA 84.027 and Special Education Preschool Grants, CFDA 84.173
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

Westlake City School District
Westlake, Ohio

Comprehensive
Annual Financial Report

For the Fiscal Year Ended June 30, 2001

Westlake City School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2001
Table of Contents

	Page
I. Introductory Section	
Table of Contents	i
Letter of Transmittal	iv
List of Principal Officials	xi
Organizational Chart	xii
GFOA Certificate of Achievement	xiii
 II. Financial Section	
Report of Independent Accountants	1
Management’s Discussion and Analysis	3
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Assets	14
Statement of Activities	15
Fund Financial Statements:	
Balance Sheet - Governmental Funds	16
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	18
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP) and Actual – General Fund	20
Statement of Fund Net Assets - Internal Service Fund	21
Statement of Revenues, Expenses and Changes in Fund Net Assets - Internal Service Fund	22
Statement of Cash Flows - Internal Service Fund	23
Statement of Fiduciary Net Assets - Fiduciary Funds	24
Statement of Changes in Fiduciary Net Assets - Private Purpose Trust Fund	25
Notes to the Basic Financial Statements	26

Combining Statements and Individual Fund Schedules:

Combining Statements - Nonmajor Governmental Funds:

Fund Descriptions	52
Combining Balance Sheet - Nonmajor Governmental Funds	55
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	56
Combining Balance Sheet - Nonmajor Special Revenue Funds	57
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	64
Combining Balance Sheet - Nonmajor Capital Projects Funds	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	74
Statement of Changes in Assets and Liabilities - Agency Fund	76

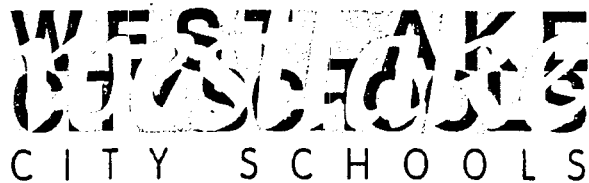
Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in
Fund Balance--Budget (Non-GAAP Basis) and Actual:

General Fund	78
Bond Retirement Fund	82
Local Grants Fund	83
Public School Support Fund	84
Drug Abuse Resistance Education Fund	85
Leadership Academy Fund	86
Industrial and Engineering Systems Fund	87
Camp Inventure Fund	88
Athletic and Music Fund	89
Auxiliary Services Fund	90
Career Education Program Fund	91
Local Professional Development Grant Fund	92
Educational Management Information Systems Fund	93
Data Communications Support Fund	94
School Building Incentive Fund	95
Administrative Professional Development Fund	96
Ohio Reads Grant Fund	97
Conflict Management Grant Fund	98
Entry Year Planning Fund	99
Adult Basic Education Fund	100
Eisenhower Math and Science Fund	101
Title VI-B Fund	102
Energy Audit Fund	103
Title I Fund	104
Title VI Fund	105
Emergency Immigrant Education Fund	106
Drug Free Schools Grant Fund	107
State Improvement Grant Fund	108

Class Size Reduction Grant Fund	109
Food Service Fund	110
Uniform School Supplies Fund	111
Interdistrict Summer School Fund	112
Community Education Fund	113
Permanent Improvement Fund	114
Building Fund	115
School Net Plus Fund	116
Power Up Capacity Fund	117
Self Insurance Fund	118
Scholarship Fund	119

III. Statistical Section

General Fund Revenues by Source and Expenditures by Function--Last Ten Fiscal Years	S2
Property Tax Levies and Collections--Last Ten Years	S4
Assessed and Estimated Actual Value of Taxable Property--Last Ten Years	S5
Property Tax Rates--Direct and Overlapping Governments--Last Ten Years	S6
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita--Last Ten Years	S7
Computation of Legal Debt Margin	S8
Computation of Direct and Overlapping General Obligation Bonded Debt	S9
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to General Fund Expenditures-- Last Ten Years	S10
Demographic Statistics--Last Ten Years	S11
Property Value, Financial Institution Deposits and Building Permits--Last Ten Years	S12
Principal Taxpayers: Real Estate Tax	S13
Tangible Personal Property Tax	S14
Public Utilities Tax	S15
Per Pupil Cost--Last Ten Fiscal Years	S16
Teacher Education and Experience	S17



December 14, 2001

Board of Education Members
Westlake City School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Westlake City School District for the fiscal year ended June 30, 2001. This CAFR includes an opinion from the State Auditor and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District. This report will provide the taxpayers of the Westlake City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the Porter Public Library, major taxpayers, financial rating services and other interested parties.

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

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

**WESTLAKE
CITY SCHOOLS**

Board of Education
2260 Dover Center Rd.
Westlake, Ohio 44145
440 871-7300 tel
440 871-6034 fax

**Bassett
Elementary School**
2155 Bassett Rd.
440 835-6330

**Dover
Elementary School**
2300 Dover Center Rd.
440 835-6322

**Hilliard
Elementary School**
24365 Hilliard Rd.
440 835-6343

**Holly Lane
Elementary School**
3057 Holly Lane
440 835-6332

**Lee Burneson
Middle School**
2240 Dover Center Rd.
440 835-6340

**Parkside
Intermediate School**
24525 Hilliard Rd.
440 835-6325

**Westlake
High School**
27830 Hilliard Rd.
440 835-6351

The School District

The Westlake City School District is located in western Cuyahoga County, approximately thirteen miles southwest of downtown Cleveland. Westlake City School District encompasses the entire City of Westlake.

The School District was originally part of Dover Township. Dover Township was organized as one School District. As the population grew, nine sub-districts were created, each serviced by a one room school. In 1898, the Dover Public High School was organized and anyone graduating from the eighth grade in any of the sub-districts could attend the high school. In 1909, Dover Village, which is now the City of Westlake, incorporated and the first centralized school opened that fall. A bond issue was passed in 1917 allowing four rooms to be added to the rear of the school, doubling its size. This building is still in use today, serving as the School District's administration building.

In 1923, a new high school was dedicated and the sub-district system was abandoned. Since that time several new schools have been constructed. There are now seven schools in the School District, one high school, one middle school, one intermediate school and four elementary schools.

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

The Reporting Entity

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

Excluded from the reporting entity because they are fiscally independent of the School District are the City of Westlake, the Parent Teacher Organization, and Westshore Vocational Cooperative.

The Lake Erie Educational Computer Association and the Ohio Schools Council Association are jointly governed organizations and the Porter Public Library is a related organization whose relationships to the School District are described in Notes 18 and 19, respectively, to the basic financial statements.

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

Economic Condition and Outlook

The City of Westlake is one of the leaders in Cuyahoga County in growth and development. The City's proximity to Interstates 90, 80 and 480 coupled with the fact that land is available for future development provides the basis for continued economic growth. The City has carefully planned for a balance of residential, commercial and industrial development in order to maintain a substantial tax base.

Residential and commercial/industrial development is projected to continue in the near future. In 2000, 56 permits for new single family luxury homes and 107 permits for new multi-family units were issued by the City. In addition, the City's planning commission approved for construction 155,578 square feet of non-dwelling unit projects and 340,598 square feet of non-dwelling construction. New home prices averaged over \$230,000 while many homes were priced in the \$400,000 to \$600,000 range. The 1992 census bureau estimates that Westlake is home to 832 businesses that employ 11,700 people.

School District enrollment has remained relatively constant with the prior year. For fiscal year 2000-2001, the enrollment was 3,754 students. Enrollment is projected to increase slightly over the next five years.

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 change 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 the date of these financial statements, 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 reconsideration.

Major Initiatives

The Westlake City School District continued its major focus on student achievement during the 2000-2001 school year. The School District received, for the second consecutive year, the State's highest school district rating, "effective". Westlake City School District was one of 18 of the 612 school districts in the State to achieve this status for two consecutive years! State proficiency tests are administered in grades 4, 6, 9 and 12. Five individual tests are administered – Reading, Writing, Mathematics, Science and Citizenship. In the 2000-2001 school year, the School District had the highest number of students passing all five of these sections. Progress has gone steadily forward for the past several years. Student achievement, as measured by college admissions tests, has also increased. Students taking both the SAT and ACT tests scored above both the State and the National averages. Four students were recognized as National Merit Finalists and seven as commended students.

Significant program development activities took place during the 2000-2001 school year. The Board of Education approved a five-year curriculum development plan. This plan provides for a comprehensive review and revision of all curricular programs in the School District on a five-year cycle. The cycle includes a year for study and review, a year to revise the course of study and select materials and a year to review and revise assessment strategies. This plan will assure a systematic regular review of all School District academic offerings. Two programs were revised during the 2000-2001 school year - Language Arts in grades K-12 and Foreign Language in grades 5-12. This review included revisions of the course of study consistent with the State model curriculum and the selection and purchase of new materials. Appropriate staff development activities support the program's implementation.

Extension of technology continues to be an emphasis within the School District. In the 2000-2001 school year, over 120 new computers were added to the School District network. The network now includes 675 online computers. Other support technology, including additional scanners, electronic cameras and smart boards were also added. A wireless computer laboratory was added at the middle school for further evaluation. The School District has multiple computers with internet access in every classroom. Computer laboratories are available in each building with multiple laboratories at the high school. Computer resource teachers were employed to assist staff with program implementation. These teachers work one-on-one and in small groups with teachers to extend technology. The School District Technology Committee updated the School District Technology Plan which was submitted and approved by the Ohio SchoolNet office. Student technology competencies were

integrated into the Foreign Language and Language Arts curriculum. The School District website was further enhanced and a number of staff members even developed their own web pages. All staff members have e-mail and voice mail accounts.

The School District began to receive revenue from a replacement levy passed in 2000 in January of 2001. This additional revenue enabled the Board to re-establish a permanent improvement fund. This fund has been used to maintain school buildings and facilities. Major projects completed during this past year include the installation of a new boiler at Parkside Intermediate School. This, coupled with the chiller replacement the previous year, completed the upgrade and renovation of heating and cooling facilities as well as a new control system at Parkside. Fire alarm systems were updated at Hilliard and Holly Lane Elementary Schools. This leaves only one remaining school in the School District for fire alarm renovation. The upgrade of athletic facilities for softball, baseball, track and a practice football field were completed. These facilities were all operational during the 2000-2001 school year. The Power-Up project providing wiring infrastructure in all school buildings was completed. Independent power sources are available for all School District computers. This positions the School District for technology expansion for many years to come. The School District continued its bus replacement schedule by ordering four additional buses.

The School District offers a comprehensive program for children with special needs. This program was significantly strengthened during the past year by resources made available through a School Improvement Grant from the State Department of Education. These resources enabled the School District to engage in significant staff development activities. The School District is a leader in the area in providing services to autistic students. The Individual Education Plan process continues to be strengthened and coordinated. Regular education staff members participate in in-service activities to help them differentiate instruction and problem-solving techniques and curriculum-based assessment strategies were introduced.

Financial Information

Internal Accounting and Budgetary Control

In developing the School District's accounting system much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

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

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

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

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

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

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

Financial Condition

This is the first year the School District has prepared financial statements following GASB Statement 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments." GASB 34 creates new basic financial statements for reporting on the School District's financial activities as follows:

Government-wide financial statements These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

Fund financial statements These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

Statement of budgetary comparisons These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this new reporting model, management is responsible for preparing a Management Discussion and Analysis of the School District. This discussion follows this letter of transmittal, providing an assessment of the School District's finances for 2001 and the outlook for the future. Because that discussion focuses on major funds, other nonmajor funds are discussed briefly in this letter.

Financial Highlights - Internal Service Fund

The only internal service fund carried on the financial records relates to the self-insurance. This fund accounts for the revenues and expenses related to the provision of medical, surgical, prescription drug and dental benefits to the School District employees. The internal service fund had net assets of \$329,364 at June 30, 2001, compared with net assets of \$702,371 at June 30, 2000, reflecting a net decrease in net assets of \$373,007. The balance at June 30, 2001 is sufficient to meet all medical, surgical, prescription drug and dental claims liabilities.

Financial Highlights - Fiduciary Fund

The trust fund carried on the financial records of the School District is a scholarship private purpose trust fund that has assets totaling \$26,110 as of June 30, 2001.

Cash Management

The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently depositing cash which is insured by the Federal Deposit Insurance Corporation as well as investing available cash in instruments issued by the United States Government or the State of Ohio. The program is beneficial because of access to daily balances which enables the Board to maintain minimum balance accounts and invest to the maximum extent. The total amount of interest earned was \$785,531 for the year ended June 30, 2001, \$679,333 being credited directly to the general fund.

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

Risk Management

The School District provides employee medical, surgical, prescription drug and dental benefits through a minimum premium program. A self-insurance internal service fund is maintained to account for and finance this program. Medical Mutual of Ohio administers the plan and reviews all claims. Stop-loss coverage is provided by Medical Mutual.

All employees of Westlake City School District are covered by a blanket bond, while certain individuals in policy-making roles are covered by separate, higher limit bond coverage.

The School District contracted through the Ohio Schools Council for property and general liability insurance, as well as boiler and machinery coverage. There is a \$1,000 deductible with a ninety percent co-insurance.

The School District contracts for general liability insurance with a \$1,000,000 single occurrence limit and \$5,000,000 aggregate with a \$1,000 deductible and a ninety percent co-insurance. The School District also carries a single occurrence \$1,000,000 limit for professional liability with no deductible and automobile liability which has a \$2,000,000 combined single limit of liability. Settled claims have not exceeded this commercial coverage in any of the past ten years.

The School District participates in the State Workers' Compensation plan and pays a premium based on a rate per \$100 of salaries.

Independent Audit

State statutes require the School District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the School District's financial statements as of and for the year ended June 30, 2001. The opinion appears at the beginning of the financial section of this report.

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

Awards

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Westlake City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2000. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

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

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

Acknowledgments

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

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

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

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

Respectfully submitted,



Mark C. Pepera
Chief Financial Officer



Dr. James Costanza, Ed.D.
Superintendent

Westlake City School District

Principal Officials

June 30, 2001

Board of Education

Mr. Thomas LeChaix President
Ms. Louise Evans Vice-President
Mr. James Connole Member
Mr. Robert Swanson Member
Ms. Renee Wargo Member

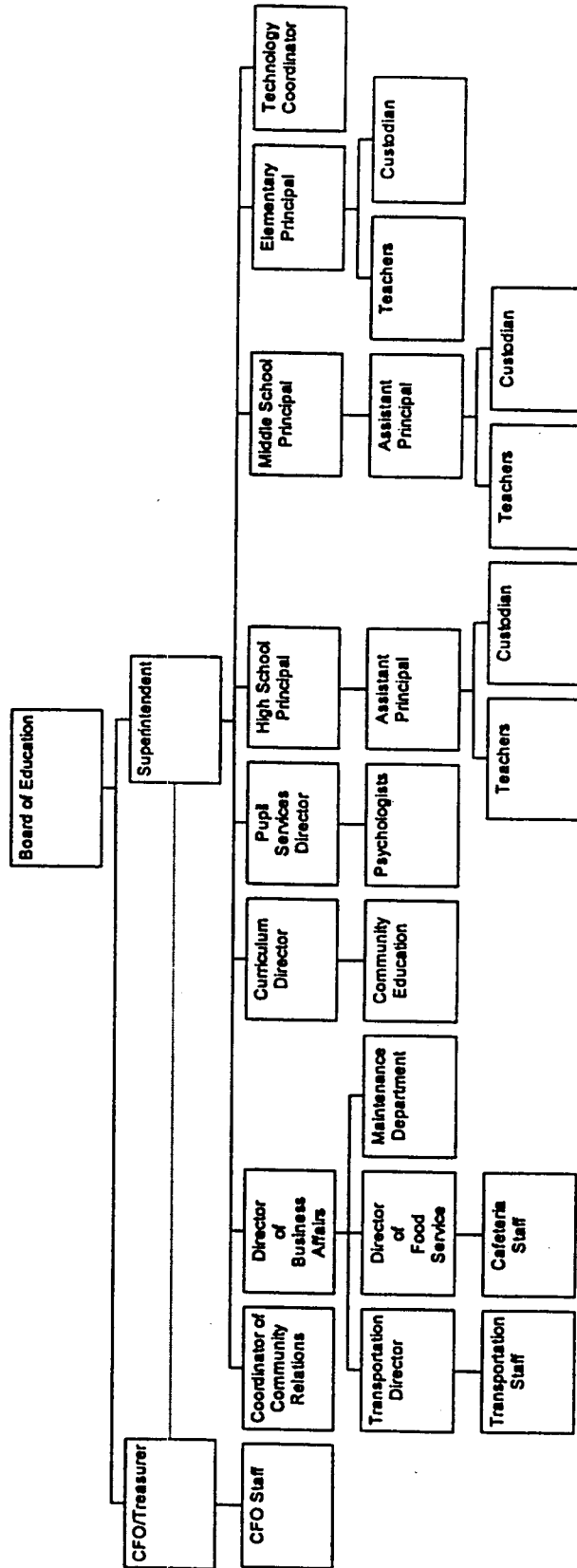
Chief Financial Officer

Mr. Mark C. Pepera

Executive Administration

Dr. James Costanza, Ed.D Superintendent
Mr. Gary Slocum Director of Business Affairs

Westlake City School District Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Westlake 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.



James D. Brewer
President

Jeffrey L. Esser
Executive Director

(This Page Intentionally Left Blank.)



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

Lausche Bldg
615 W Superior Ave
Floor 12
Cleveland OH 44113-1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Board of Education
Westlake City School District
Cuyahoga County
2260 Dover Center Road
Westlake, Ohio 44145

We have audited the accompanying basic financial statements of the Westlake City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2001, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Westlake City School District, Cuyahoga County, Ohio, as of June 30, 2001, and the results of its operations and the cash flows of its Internal Service Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.


As described in Note 3 to the basic financial statements, the District adopted Governmental Accounting Standards Board Statement No. 34, changed its accounting for fixed assets, restated fixed assets, and reclassified enterprise funds to special revenue funds as of and for the year ended June 30, 2001.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 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.

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information the Governmental Accounting Standards Board requires. We applied limited procedures, consisting principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. We did not audit the information and express no opinion thereon.

We performed our audit to form an opinion on the basic financial statements of the District, taken as a whole. The combining and individual fund statements and schedules listed in the table of contents are presented for additional analysis and are not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the basic 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.

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

Jim Petro
Auditor of State

December 14, 2001

Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

The discussion and analysis of Westlake City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2001. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the transmittal letter, financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key Financial Highlights for 2001 are as follows:

- In total, net assets increased by \$1,868,535.
- Revenues for governmental activities totaled \$42,383,442 in 2001. Of this total, 92.3 percent consisted of General revenues while Program revenues accounted for the balance of 7.7 percent.
- Program expenses totaled \$40,514,907. Instructional expenses made up 54.3 percent of this total while support services accounted for 34.6 percent. Other expenses rounded out the remaining 11.1 percent.
- Outstanding general obligation bonded debt decreased to \$31,185,000 from \$32,730,000 in 2000.

Using this Comprehensive Annual financial Report (CAFR)

This annual report consists of a series of financial statements and notes pertaining to those statements. These statements are organized so the reader can understand Westlake City School District as a financial whole, or complete operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate and longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements explain how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Westlake City School District, the general fund by far is the most significant fund.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during 2001?" The *Statement of Net Assets* and the *Statement of Activities* answers this question. These statements include all assets and liabilities using the accrual basis of accounting, similar to the accounting used by most private-sector companies. Accrual accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's performance, demographic and socioeconomic factors and willingness of the community to support the School District. On the other hand, financial factors may include the School District's financial position, liquidity and solvency, fiscal capacity and risk and exposure.

In the Statement of Net Assets and the Statement of Activities, the School District is classified into governmental activities. All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, operation of food service and extracurricular activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 16. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General fund and Debt Service fund.

Governmental Funds

All of the School District's activities are reported as governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending in future periods. These funds are reported using an accounting method called *modified accrual accounting*, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

The School District as a Whole

You may recall that the *Statement of Net Assets* provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net assets for 2001 compared to 2000:

Table I
 Net Assets
 Governmental Activities

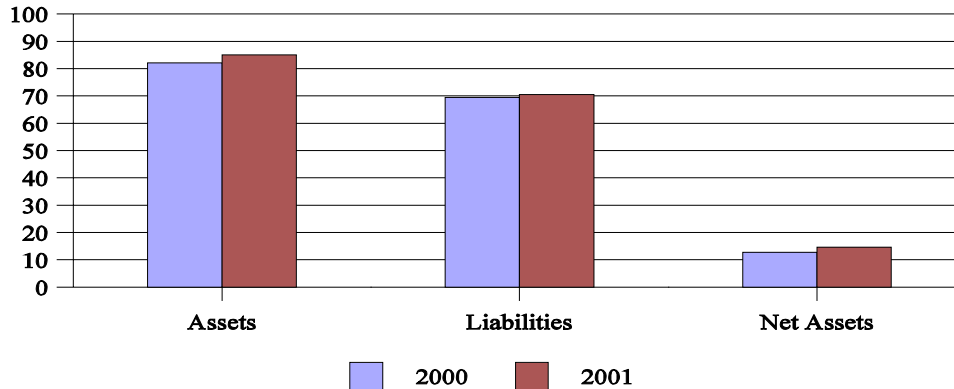
	2001	2000
Assets		
Current and Other Assets	\$44,765,100	\$42,477,060
Capital Assets, Net	40,281,728	39,646,155
Total Assets	85,046,828	82,123,215
Liabilities		
Current Liabilities	36,656,553	36,656,149
Long-Term Liabilities		
Due Within One Year	1,966,849	1,546,712
Due In More Than One Year	31,819,537	31,185,000
Total Liabilities	70,442,939	69,387,861
Net Assets		
Invested in Capital Assets, Net of Related Debt	15,345,133	13,769,443
Restricted for:		
Capital Projects	1,410,069	2,708,992
Debt Services	2,222,742	1,709,515
Other Purposes	665,408	747,689
Unrestricted (Deficit)	(5,039,463)	(6,200,285)
Total Net Assets	\$14,603,889	\$12,735,354

Graph 1 (See page 6)
 Net Assets Governmental Activities
 (in millions)

	2001	2000
Total Assets	\$85.1	\$82.1
Total Liabilities	70.5	69.4
Total Net Assets	\$14.6	\$12.7

Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

Governmental Activities



Total assets increased by \$2,923,613. The majority of this increase can be attributed directly to the area of taxes receivable. More specifically, this increase in assets was derived from the collection of the 5.5 mill levy that was passed in calendar year 2000.

Total liabilities increased by \$1,055,078. The most notable area that increased was deferred revenue. Deferred revenue increased by \$1,531,604 from 2000 as a result of the recently passed levy.

By comparing assets and liabilities, one can see the overall position of the School District has improved as evidenced by the increase in net assets of \$1,868,535.

The vast majority of revenue supporting all Governmental Activities is General revenue. General revenue totaled \$39,129,117 or 92.3 percent of the total revenue. The most significant portion of the General revenue is local property tax. The remaining amount of revenue received was in the form of program revenues, which equated to \$3,254,325 or only 7.7 percent of total revenue.

Table 2 shows the changes in net assets for fiscal year 2001. Since this is the first year the School District has prepared financial statements following GASB Statement 34, revenue and expense comparisons to fiscal year 2000 are not available. In future years, when prior year information is available, a comparative analysis of government-wide data will be presented.

Table 2
 Governmental Activities

	2001
Revenues	
Program Revenues	
Charges for Services and Sales	\$1,797,390
Operating Grants, Interest and Contributions	1,213,814
Capital Grants and Contributions	243,121
Total Program Revenues	3,254,325

Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

Table 2 (continued)
 Governmental Activities

	2001
General Revenue	
Property Taxes	\$32,131,952
Grants and Entitlements	6,222,333
Investments	773,708
Miscellaneous	1,124
Total General Revenues	39,129,117
Total Revenues	42,383,442
Program Expenses	
Instruction:	
Regular	17,899,511
Special	3,096,309
Vocational	985,007
Adult/Continuing	28,445
Support Services:	
Pupil	2,052,453
Instructional Staff	1,830,028
Board of Education	15,090
Administration	2,352,216
Fiscal	785,636
Business	336,837
Operation and Maintenance of Plant	3,496,070
Pupil Transportation	3,046,466
Central	91,221
Operation of Non-Instructional Services	758,908
Extracurricular Activities	1,134,802
Operation of Food Services	827,579
Interest and Fiscal Charges	1,778,329
Total Program Expenses	40,514,907
Increase in Net Assets	\$1,868,535

Governmental Activities

The School District has carefully planned its financial existence by forecasting its revenues and expenditures over the next five years. In May of 2000, the School District successfully passed a 5.5 mill replacement levy that is estimated to generate \$3.2 million dollars in additional revenue per year. Collections began the second half of fiscal year 2001. The full effect of this levy will be realized in fiscal year 2002. This additional income will be dedicated to the operational and capital needs of the School District over the next four to five years.

Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

Although the School District relies heavily upon local property taxes to support its operations, the School District does actively solicit and receive additional grant and entitlement funds to help offset some operating costs.

As one can see, approximately 54.3 percent of the School District's budget is used to fund instructional expenses. Additional supporting services for pupils, staff and business operations encompass an additional 34.6 percent. The remaining amount of program expenses, roughly 11.1 percent, is budgeted to facilitate other obligations of the School District such as interest and fiscal charges, the food service program and numerous extracurricular activities.

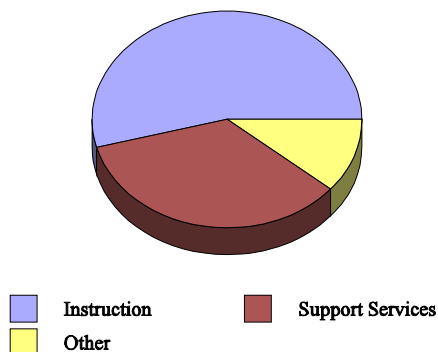
Actual expenses were consistent with annual budget expectations and the School District even exhibited an increase in net assets in 2001 of \$1,868,535. This increase was primarily due to the initial collection of the levy that was passed by the Westlake voters in calendar year 2000.

The Statement of Activities shows the total net cost of program services. Table 3 shows the total cost of services for governmental activities and the net cost of those services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Graph 2
Program Expenses
(in millions)

Instruction	\$22.0
Support Services	14.0
Other	4.5
Total	<u>\$40.5</u>

Program Expenses



Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

Table 3
 Governmental Activities

	Total Cost of Services 2001	Net Cost of Services 2001
Governmental Activities		
Instruction:		
Regular	\$17,899,511	\$17,641,754
Special	3,096,309	2,685,855
Vocational	985,007	985,007
Adult/Continuing	28,445	28,445
Support Services:		
Pupil	2,052,453	1,974,794
Instructional Staff	1,830,028	1,766,414
Board of Education	15,090	13,765
Administration	2,352,216	2,243,521
Fiscal	785,636	769,954
Business	336,837	332,325
Operation and Maintenance of Plant	3,496,070	3,220,114
Pupil Transportation	3,046,466	2,987,857
Central	91,221	55,628
Operation of Non-Instructional Services	758,908	95,083
Extracurricular Activities	1,134,802	615,208
Operation of Food Service	827,579	66,529
Interest and Fiscal Charges	1,778,329	1,778,329
Total	\$40,514,907	\$37,260,582

As one can see, the reliance upon local tax revenues for governmental activities is crucial. Over 79 percent of expenses are directly supported by local property taxes. Grant and entitlements not restricted to specific programs support 16 percent, while investment and other miscellaneous type revenues support the remaining activity costs. Program revenues only account for 8 percent of all governmental expenses.

Clearly, the Westlake community is by far the greatest source of financial support for the students of the Westlake City Schools.

School District's Funds

Information regarding the School District's major funds can be found on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$41,997,642 and expenditures of \$41,988,385. The net change in fund balance for the year was most significant in the General Fund, an increase of \$1,338,957.

Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

General Fund Budgeting Highlights

The School District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant fund to be budgeted is the main operating fund of the School District, the General fund.

During the course of fiscal 2001, the School District amended its general fund budget numerous times, none significant. The School District uses a site-based style of budgeting and has in place systems that are designed to tightly control expenses but provide flexibility for site based decision and management.

For the General fund, the final budget basis revenue estimate totaled \$32,143,573; this was below original budget estimates of \$34,224,020. The main difference between the original and final estimates was due to an overestimation of miscellaneous receipts. The budget basis expense estimate totaled \$34,990,010 compared to original estimates of \$35,030,216. This difference was primarily due to changes in staffing costs throughout the year.

The School District's unencumbered ending cash balance totaled \$3,030,580, which was slightly above the original budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2001, the School District had \$40,281,728 invested in land, buildings, equipment, vehicles and textbooks. Table 4 shows fiscal 2001 values compared to 2000.

Table 4
 Capital Assets at June 30
 Governmental Activities

	2001	2000
Land	\$2,468,751	\$2,051,282
Building and Improvements	33,768,577	33,712,046
Furniture and Equipment	2,142,387	1,894,436
Vehicles	1,707,036	1,642,731
Textbooks	194,977	345,660
Total Capital Assets	\$40,281,728	\$39,646,155

All capital assets, except land, are reported net of depreciation. As one can see, the main increase in capital assets during the fiscal year occurred in the categories of land and furniture and equipment. The increase in land was primarily due to the upgrade in athletic grounds which included the track and baseball fields. The significant increase in furniture and equipment was due primarily to the technology needs of the School District.

Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

As part of the School District's master plan, developed in the 1997 bond issue campaign, the building and improvement category shows an increase of \$746,446 which is comprised of technology wiring and upgrade and replacement of heating, cooling and emergency protection systems.

Debt

At June 30, 2001 the School District had \$31,185,000 in bonds outstanding. Table 5 below summarizes the School District's bonds outstanding.

Table 5
 Outstanding Debt at June 30
 Governmental Activities

	2001	2000
1986 Facility Improvements 7.25%	\$1,120,000	\$1,400,000
1997 School Improvements 5.08%	2,200,000	2,300,000
1997 School Improvements 5.51%	21,275,000	22,175,000
1998 Library Improvements 5.51%	6,590,000	6,855,000
Total	<u>\$31,185,000</u>	<u>\$32,730,000</u>

The 1986 facility improvement bonds were issued to upgrade School District facilities, primarily at Westlake High School and Bassett elementary school. These bonds will be fully repaid in calendar year 2004. The 1997 school improvement bonds were issued to fund various facility improvements throughout the School District and will be fully retired in calendar 2016. In addition, the School District serves as the fiscal bonding authority for the Porter Public library. In 1998, the Porter Public Library issued improvement bonds to renovate and expand their existing facility. This debt will be fully retired in 2017.

The School District's overall legal debt margin was \$72,940,446 with an unvoted debt margin of \$1,133,645. The School District maintains a Aa3 bond rating.

School District Outlook

Westlake City Schools has a strong financial outlook. The Board of Education and administration closely monitor its revenues and expenditures in accordance with its financial forecast and the School District Continuous Improvement Plan. The School District ranks among the top schools in Ohio for educational excellence.

The financial future of the School District is not without its challenges though. These challenges are internal and external in nature. The internal challenges will continue to exist as the School District must rely heavily on local property taxes to fund its operations. External challenges continue to evolve as the State of Ohio determines the outcome of the Ohio Supreme Court case dealing with the unconstitutionality of the State's educational funding system.

Westlake City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2001
Unaudited

Although the School District relies heavily on its property taxpayers to support its operations, the community support for the schools is quite strong. As mentioned earlier, the Westlake voters had passed a 5.5 mill replacement levy in May of 2000, which will help fund the general operations and permanent improvements of the School District over the next several years. The School District has communicated to the community they rely upon their support for the majority of its operations, and will continue to work diligently to plan expenses, staying carefully within the School District's financial five-year plan. The community also realizes the income generated by local levies remains relatively constant, therefore, forcing the School District to come back to the voters from time to time to ask for additional support.

Externally, the State of Ohio was found by the Ohio Supreme Court in March 1997 to be operating an unconstitutional educational funding system, one that was neither 'adequate' nor 'equitable'. Since 1997, the State has directed its additional financial support toward School Districts with little property tax wealth. In May of 2000, the Ohio Supreme Court again, ruled that, while the State had made some progress, the current funding system for schools is far too dependent on property taxes, which are inherently not 'equitable' nor 'adequate'. The court directed the Governor and the legislature to address the fundamental issue creating the inequities. In September 2001, the Ohio Supreme Court issued its latest opinion regarding the State's school funding system. The decision identified aspects of the current plan that require modification. In general, it is expected that the decision would result in an increase in overall State funding for education. However, as of December 14, 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, has asked the Court to reconsider and clarify the parts of the decision. As of this date, the School District is unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

Westlake City School District has not anticipated any meaningful growth in State revenue due to the concern the State may require the redistribution of commercial and industrial property taxes. With 43 percent of the taxes for the School District coming from local business and industry, one can see the significant impact this change would have on the School District and ultimately, the residential taxpayers.

As a result of the challenges mentioned above, it is imperative the School District's management continue to carefully and prudently plan in order to provide the resources required to meet student needs over the next several years.

In summary, the Westlake City School District has committed itself to financial and educational excellence for many years to come. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1993 and the Auditor's Award for Excellence in Financial Reporting since 1993. In addition, the School District was one of only 40 governmental entities in Ohio recognized for financial reporting using the new standards.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information contact Mark C. Pepera, Chief Financial Officer, at Westlake City School District, 2260 Dover Center Road, Westlake, Ohio 44145. Or email at Pepera@westlake.k12.oh.us.

Basic Financial Statements

Westlake City School District

Statement of Net Assets

June 30, 2001

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$9,457,199
Accounts Receivable	18,080
Accrued Interest Receivable	62,178
Intergovernmental Receivable	18,376
Prepaid Items	11,063
Inventory Held for Resale	3,483
Materials and Supplies Inventory	21,066
Taxes Receivable	35,173,655
Nondepreciable Capital Assets	2,468,751
Depreciable Capital Assets, Net	<u>37,812,977</u>
<i>Total Assets</i>	<u>85,046,828</u>
Liabilities	
Accounts Payable	300,802
Contracts Payable	68,096
Accrued Wages	3,080,494
Retainage Payable	8,137
Intergovernmental Payable	1,237,119
Deferred Revenue	31,442,515
Accrued Interest Payable	142,689
Claims Payable	376,701
Long-Term Liabilities:	
Due Within One Year	1,966,849
Due In More Than One Year	<u>31,819,537</u>
<i>Total Liabilities</i>	<u>70,442,939</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	15,345,133
Restricted for:	
Capital Projects	1,410,069
Debt Service	2,222,742
Other Purposes	665,408
Unrestricted (Deficit)	<u>(5,039,463)</u>
<i>Total Net Assets</i>	<u><u>\$14,603,889</u></u>

See accompanying notes to the basic financial statements

Westlake City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2001

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services and Sales	Operating Grants		Governmental Activities
			Interest and Contributions	Capital Grants and Contributions	
Governmental Activities					
Instruction:					
Regular	\$17,899,511	\$93,043	\$164,714	\$0	(\$17,641,754)
Special	3,096,309	107,654	302,800	0	(2,685,855)
Vocational	985,007	0	0	0	(985,007)
Adult/Continuing	28,445	0	0	0	(28,445)
Support Services:					
Pupil	2,052,453	0	77,659	0	(1,974,794)
Instructional Staff	1,830,028	0	63,614	0	(1,766,414)
Board of Education	15,090	0	1,325	0	(13,765)
Administration	2,352,216	107,515	1,180	0	(2,243,521)
Fiscal	785,636	15,682	0	0	(769,954)
Business	336,837	4,512	0	0	(332,325)
Operation and Maintenance of Plant	3,496,070	78,846	3,899	193,211	(3,220,114)
Pupil Transportation	3,046,466	8,699	0	49,910	(2,987,857)
Central	91,221	0	35,593	0	(55,628)
Operation of Non-Instructional Services	758,908	207,749	456,076	0	(95,083)
Extracurricular Activities	1,134,802	475,252	44,342	0	(615,208)
Operation of Food Services	827,579	698,438	62,612	0	(66,529)
Interest and Fiscal Charges	1,778,329	0	0	0	(1,778,329)
Totals	\$40,514,907	\$1,797,390	\$1,213,814	\$243,121	(37,260,582)
General Revenues					
Property Taxes Levied for:					
General Purposes					28,719,927
Debt Service					3,412,025
Grants and Entitlements not Restricted to Specific Programs					6,222,333
Investment Earnings					773,708
Miscellaneous					1,124
Total General Revenues					39,129,117
Change in Net Assets					1,868,535
<i>Net Assets Beginning of Year - See Note 3</i>					12,735,354
<i>Net Assets End of Year</i>					\$14,603,889

See accompanying notes to the basic financial statements

Westlake City School District
Balance Sheet
Governmental Funds
June 30, 2001

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$4,581,790	\$1,761,398	\$2,407,946	\$8,751,134
Taxes Receivable	31,749,720	3,423,935	0	35,173,655
Accounts Receivable	15,015	0	3,065	18,080
Accrued Interest Receivable	62,178	0	0	62,178
Intergovernmental Receivable	9,911	0	8,465	18,376
Interfund Receivable	18,000	0	0	18,000
Prepaid Items	11,063	0	0	11,063
Inventory Held for Resale	0	0	2,255	2,255
Materials and Supplies Inventory	19,719	0	1,347	21,066
<i>Total Assets</i>	<u>\$36,467,396</u>	<u>\$5,185,333</u>	<u>\$2,423,078</u>	<u>\$44,075,807</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$222,462	\$753	\$77,587	\$300,802
Contracts Payable	0	0	68,096	68,096
Retainage Payable	0	0	8,137	8,137
Accrued Wages and Benefits	2,974,042	0	106,452	3,080,494
Interfund Payable	0	0	18,000	18,000
Intergovernmental Payable	829,690	0	64,809	894,499
Deferred Revenue	29,316,095	3,087,216	0	32,403,311
<i>Total Liabilities</i>	<u>33,342,289</u>	<u>3,087,969</u>	<u>343,081</u>	<u>36,773,339</u>
Fund Balances				
Reserved for Encumbrances	1,272,510	0	306,578	1,579,088
Reserved for Inventory	19,719	0	3,602	23,321
Reserved for Property Taxes	2,107,306	315,797	0	2,423,103
Unreserved:				
Undesignated (Deficit), Reported in:				
General Fund	(274,428)	0	0	(274,428)
Special Revenue Funds	0	0	626,819	626,819
Debt Service Fund	0	1,781,567	0	1,781,567
Capital Projects Funds	0	0	1,142,998	1,142,998
<i>Total Fund Balances</i>	<u>3,125,107</u>	<u>2,097,364</u>	<u>2,079,997</u>	<u>7,302,468</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$36,467,396</u>	<u>\$5,185,333</u>	<u>\$2,423,078</u>	<u>\$44,075,807</u>

See accompanying notes to the basic financial statements

Westlake City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2001*

Total Governmental Funds Balances	\$7,302,468
 <i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	40,281,728
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds. These deferrals are attributed to property taxes.	962,024
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	329,364
Due to other governments includes contractually required pension contributions not expected to be paid with expendable available financial resources and therefore not reported in the funds.	(342,620)
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(31,185,000)
Compensated Absences	(2,259,791)
Capital Lease Payable	(341,595)
Accrued Interest Payable	(142,689)
Total	(33,929,075)
 <i>Net Assets of Governmental Activities</i>	 \$14,603,889

Westlake City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For the Fiscal Year Ended June 30, 2001

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$28,394,885	\$3,331,618	\$0	\$31,726,503
Intergovernmental	5,881,456	400,492	1,364,193	7,646,141
Interest	679,333	0	104,769	784,102
Tuition and Fees	132,421	0	675,817	808,238
Extracurricular Activities	0	0	142,395	142,395
Rentals	65,484	0	0	65,484
Charges for Services	24,147	0	719,658	743,805
Contributions and Donations	0	0	31,639	31,639
Miscellaneous	5,286	0	44,049	49,335
<i>Total Revenues</i>	<u>35,183,012</u>	<u>3,732,110</u>	<u>3,082,520</u>	<u>41,997,642</u>
Expenditures				
Current:				
Instruction:				
Regular	16,309,678	0	241,654	16,551,332
Special	2,682,445	0	306,088	2,988,533
Vocational	986,123	0	0	986,123
Adult/Continuing	0	0	28,445	28,445
Support Services:				
Pupil	1,889,460	0	67,185	1,956,645
Instructional Staff	1,619,437	0	106,408	1,725,845
Board of Education	15,090	0	0	15,090
Administration	2,138,424	0	123,008	2,261,432
Fiscal	784,050	0	0	784,050
Business	662,255	0	725	662,980
Operation and Maintenance of Plant	3,179,656	0	3,760	3,183,416
Pupil Transportation	3,040,499	0	0	3,040,499
Central	61,838	0	22,994	84,832
Operation of Non-Instructional Services	1,124	0	726,734	727,858
Extracurricular Activities	598,192	0	538,811	1,137,003
Operation of Food Services	0	0	741,087	741,087
Capital Outlay	717	0	1,711,370	1,712,087
Debt Service:				
Principal Retirement	71,399	1,545,000	0	1,616,399
Interest and Fiscal Charges	30,439	1,754,290	0	1,784,729
<i>Total Expenditures</i>	<u>34,070,826</u>	<u>3,299,290</u>	<u>4,618,269</u>	<u>41,988,385</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,112,186</u>	<u>432,820</u>	<u>(1,535,749)</u>	<u>9,257</u>
Other Financing Sources (Uses)				
Inception of Capital Lease	411,282	0	0	411,282
Transfers In	0	0	184,511	184,511
Transfers Out	(184,511)	0	0	(184,511)
<i>Total Other Financing Sources (Uses)</i>	<u>226,771</u>	<u>0</u>	<u>184,511</u>	<u>411,282</u>
<i>Net Change in Fund Balances</i>	1,338,957	432,820	(1,351,238)	420,539
<i>Fund Balances Beginning of Year Restated (See Note 3)</i>	1,797,303	1,664,544	3,438,159	6,900,006
Decrease in Reserve for Inventory	(11,153)	0	(6,924)	(18,077)
<i>Fund Balances End of Year</i>	<u>\$3,125,107</u>	<u>\$2,097,364</u>	<u>\$2,079,997</u>	<u>\$7,302,468</u>

See accompanying notes to the basic financial statements

Westlake City School District
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2001*

Net Change in Fund Balances - Total Governmental Funds \$420,539

*Amounts reported for governmental activities in the
statement of activities are different because*

Governmental funds report capital outlays as expenditures.
However, in the statement of activities, the cost of those
assets is allocated over their estimated useful lives as
depreciation expense. This is the amount by which capital
outlays exceeded depreciation in the current period.

Capital Outlay	2,156,618	
Depreciation	(1,521,045)	
Total		635,573

Revenues in the statement of activities that do not provide
current financial resources are not reported as revenues
in the funds. These revenues were attributed to property
taxes. 369,390

Some capital additions were financed through capital leases.
In governmental funds, a capital lease arrangement is
considered a source of financing, but in the statement of
net assets, the lease obligation is reported as a liability. (411,282)

Repayment of bond and capital lease principal is an
expenditure in the governmental funds, but the repayment
reduces long-term liabilities in the statement of net assets. 1,616,399

In the statement of activities, interest is accrued on
outstanding bonds, whereas in governmental funds, an
interest expenditure is reported when due. 6,400

Some expenses reported in the statement of activities,
such as compensated absences and intergovernmental
payable which represent contractually required pension
contributions, do not require the use of current financial
resources and therefore are not reported as expenditures
in governmental funds.

Compensated Absences	(363,028)	
Pension Obligation	(14,372)	
Change in Inventory	(18,077)	
Total		(395,477)

The internal service fund used by management to charge the
the costs of medical, prescription drug and dental claims to
individual funds are not reported in the district-wide
statement of activities. Governmental fund expenditures
and related internal service fund revenues are eliminated. (373,007)

Change in Net Assets of Governmental Activities \$1,868,535

Westlake City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Favorable (Unfavorable)
Revenues				
Taxes	\$27,519,706	\$25,846,936	\$27,622,942	\$1,776,006
Intergovernmental	5,852,298	5,496,362	5,874,045	377,683
Interest	613,325	576,045	615,626	39,581
Tuition and Fees	129,959	122,060	130,447	8,387
Rentals	73,290	68,835	73,565	4,730
Charges for Services	29,271	27,492	29,381	1,889
Miscellaneous	6,171	5,843	6,191	348
<i>Total Revenues</i>	<u>34,224,020</u>	<u>32,143,573</u>	<u>34,352,197</u>	<u>2,208,624</u>
Expenditures				
Current:				
Instruction:				
Regular	16,601,408	16,808,615	16,808,407	208
Special	3,191,545	2,934,582	2,934,582	0
Vocational	1,155,947	1,090,487	1,090,487	0
Support Services:				
Pupils	1,998,512	1,988,410	1,988,410	0
Instructional Staff	1,548,449	1,654,424	1,654,418	6
Board of Education	22,480	15,090	15,090	0
Administration	2,390,296	2,199,458	2,193,061	6,397
Fiscal	827,523	840,308	840,303	5
Business	382,215	361,361	361,064	297
Operation and Maintenance of Plant	3,186,579	3,317,253	3,309,799	7,454
Pupil Transportation	3,015,836	3,100,256	3,090,047	10,209
Central	79,256	72,620	72,620	0
Extracurricular Activities	620,420	606,429	604,839	1,590
Capital Outlay	9,750	717	717	0
<i>Total Expenditures</i>	<u>35,030,216</u>	<u>34,990,010</u>	<u>34,963,844</u>	<u>26,166</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(806,196)</u>	<u>(2,846,437)</u>	<u>(611,647)</u>	<u>2,234,790</u>
Other Financing Sources (Uses)				
Advances In	127,309	127,309	127,309	0
Advances Out	(18,000)	(18,000)	(18,000)	0
Operating Transfers Out	(65,000)	(184,511)	(184,511)	0
<i>Total Other Financing Sources (Uses)</i>	<u>44,309</u>	<u>(75,202)</u>	<u>(75,202)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(761,887)	(2,921,639)	(686,849)	2,234,790
<i>Fund Balance Beginning of Year</i>	2,190,802	2,190,802	2,190,802	0
Prior Year Encumbrances Appropriated	1,526,627	1,526,627	1,526,627	0
<i>Fund Balance End of Year</i>	<u>\$2,955,542</u>	<u>\$795,790</u>	<u>\$3,030,580</u>	<u>\$2,234,790</u>

See accompanying notes to the basic financial statements

Westlake City School District
Statement of Fund Net Assets
Internal Service Fund
June 30, 2001

	<u>Insurance</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$706,065
Liabilities	
Claims Payable	<u>376,701</u>
Net Assets	
Unrestricted	<u><u>\$329,364</u></u>

See accompanying notes to the basic financial statements

Westlake City School District
*Statement of Revenues,
 Expenses and Changes in Fund Net Assets
 Internal Service Fund
 For the Fiscal Year Ended June 30, 2001*

	Insurance
Operating Revenues	
Charges for Services	\$2,620,724
Operating Expenses	
Purchased Services	284,258
Claims	2,709,473
<i>Total Operating Expenses</i>	2,993,731
<i>Change in Net Assets</i>	(373,007)
<i>Net Assets Beginning of Year</i>	702,371
<i>Net Assets End of Year</i>	\$329,364

See accompanying notes to the basic financial statements

Westlake City School District
Statement of Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2001

	Insurance
<i>Increase (Decrease) in Cash and Cash Equivalents</i>	
Cash Flows from Operating Activities	
Cash Received from Interfund Services	\$2,620,724
Cash Payments for Goods and Services	(284,258)
Cash Payments for Claims	(2,706,229)
<i>Net Decrease in Cash and Cash Equivalents</i>	(369,763)
<i>Cash and Cash Equivalents Beginning of Year</i>	1,075,828
<i>Cash and Cash Equivalents End of Year</i>	\$706,065
 Reconciliation of Operating Loss to Net Cash Used for Operating Activities	
Operating Loss	(\$373,007)
Adjustments:	
Increase in Liabilities:	
Claims Payable	3,244
<i>Net Cash Used for Operating Activities</i>	(\$369,763)
See accompanying notes to the basic financial statements	

Westlake City School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2001

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$26,110	\$114,963
Liabilities		
Accounts Payable	0	\$3,352
Due to Students	0	111,611
<i>Total Liabilities</i>	0	\$114,963
Net Assets		
Held in Trust for Scholarships	\$26,110	

See accompanying notes to the basic financial statements

Westlake City School District
Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Fund
For the Fiscal Year Ended June 30, 2001

	<u>Scholarship</u>
Additions	
Interest	\$1,429
Deductions	
	<u>0</u>
<i>Change in Net Assets</i>	1,429
<i>Net Assets Beginning of Year</i>	<u>24,681</u>
<i>Net Assets End of Year</i>	<u><u>\$26,110</u></u>

See accompanying notes to the basic financial statements

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 1 - Description of the School District and Reporting Entity

Westlake City School District (the School District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The School District operates under a locally-elected five-member Board form of government and provides educational services as authorized by its charter and further mandated by state and/or federal agencies.

The School District is located in Westlake, Ohio, Cuyahoga County. The Board of Education controls the School District's seven instructional/support facilities staffed by 239 classified employees, 258 certificated full-time teaching personnel and 19 administrators who provide services to 3,754 students and other community members.

Reporting Entity

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

Nonpublic Schools Within the School District boundaries, there are various nonpublic schools. Current State legislation provides funding to this non-public school. These monies are received and disbursed by the School District on behalf of the non-public school by the Treasurer of the School District, as directed by the non-public school. These transactions are reported as a governmental activity of the School District.

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

The School District participates in the Lake Erie Educational Computer Association (LEECA) and Ohio Schools Council Association, jointly governed organizations, and is associated with the Porter Public Library, a related organization. These organizations are presented in Notes 18 and 19 to the basic financial statements.

Note 2 - Summary of Significant Accounting Policies

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

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

and interpretations issued on or before November 30, 1989, to its governmental activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described below.

A. Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental activities of the School District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District. The comparison of direct expenses with program revenues identifies the extent to which governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and proprietary fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

B. Fund Accounting

The School District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

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

Bond Retirement Fund The bond retirement fund receives property taxes for the payment of general obligation bonds issued for various school improvements, additions to the High School and Basset School and for improvements to the Porter Public Library.

The other governmental funds of the School District account for grants and other resources whose use is restricted to a particular purpose.

Proprietary Fund Type Proprietary funds reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as enterprise or internal service; the School District has no enterprise funds.

Internal Service Fund The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's only internal service fund accounts for revenue received from other funds and the settlement expenses for medical, surgical, prescription drug, and dental claims of School District employees.

Fiduciary Fund Type Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District's only trust fund is a private purpose trust which accounts for a scholarship program for students. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's agency fund accounts for student activities.

C. Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net assets.

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

Like the government-wide statements, this fund is accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of this fund is included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activity.

The private purpose trust fund is reported using the economic resources measurement focus.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-Exchange Transactions Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within 60 days of year-end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 7). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: property taxes available as an advance, interest, tuition, grants, fees and rentals.

Deferred Revenue Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of June 30, 2001, but which were levied to finance fiscal year 2002 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

E. Cash and Cash Equivalents

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

During fiscal year 2001, the School District's investments were limited to Certificates of Deposit and STAROhio. Certificates of deposit are reported at cost. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2001.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2001 amounted to \$679,333, which includes \$268,804 assigned from other School District funds.

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District presented on the financial statements as cash equivalents.

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2001, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure is reported in the year in which services are consumed.

G. Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost. Cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

H. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of one thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives
Buildings and Improvements	30 - 50 years
Furniture and Equipment	5 - 10 years
Vehicles	10 years
Textbooks	5 years

I. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental column of the statement of net assets.

J. Compensated Absences

The School District reports compensated absences in accordance with the provisions of GASB No. 16, "Accounting for Compensated Absences". Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the School District's past experience of making termination payments.

The entire compensated absence liability is reported on the government-wide financial statements.

Unpaid compensated absences that are normally expected to be paid using expendable available financial resources are reported as a liability on the governmental fund financial statements.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

K. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and capital leases are recognized as a liability on the fund financial statements when due.

L. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

M. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute.

N. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The School District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

O. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

P. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2001.

Q. Estimates

The preparation of 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.

R. Budgetary Data

All funds, other than agency fund, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the object level within each fund and function.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2001.

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations may not exceed estimated revenues. The amounts reported as the original budgeted amounts reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board during the year.

Note 3 - Change in Accounting Principle and Restatement of Fund Balance

Changes in Accounting Principles For fiscal year 2001, the School District has implemented GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions", GASB Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments", GASB Statement No. 36, "Recipient Reporting for Certain Shared Nonexchange Revenues", GASB Statement No. 37, "Basic Financial Statements for State and Local Governments: Omnibus" and GASB Statement No. 38, "Certain Financial Statement Note Disclosures", and GASB Interpretation No. 6, "Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements." At June 30, 2001, there was no effect on fund balances as a result of implementing GASB Statements 33, 36, 37 and 38.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

GASB 34 creates new basic financial statements for reporting on the School District's financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column.

The government-wide financial statements split the School District's programs between business-type and governmental activities. Except for the restatement explained below, the beginning net asset amount for the business-type activities equals fund equity of the enterprise funds from last year. The beginning net asset amount for governmental activities reflects the change in fund balance for governmental funds at June 30, 2000, caused by the elimination of the internal service fund, reclassification of funds based on the guidance provided in Statement No. 34 and the conversion to the accrual basis of accounting.

Restatement of Fund Balance It was determined that enterprise funds should be reclassified as to special revenue funds and that prepaids were understated. These restatements had the following effects on fund balance of the major and nonmajor funds of the School District as they were previously reported. The transition from governmental fund balance to net assets of the governmental activities is also presented.

	General	Debt Service	Nonmajor	Total
Fund Balances, June 30, 2000	\$1,723,266	\$1,664,544	\$3,480,994	\$6,868,804
Fund Reclassification	0	0	(78,413)	(78,413)
Prepaid Items	11,063	0	0	11,063
Interpretation 6:				
Compensated Absences Payable	62,974	0	35,578	98,552
Adjusted Fund Balance, June 30, 2000	<u>\$1,797,303</u>	<u>\$1,664,544</u>	<u>\$3,438,159</u>	6,900,006

GASB 34 Adjustments:

Capital Assets	39,646,155
Internal Service Funds	702,371
Long-Term Liabilities	(35,105,812)
Long-Term (Deferred) Assets	<u>592,634</u>
Governmental Activities Net Assets, June 30, 2000	<u>\$12,735,354</u>

	Business-type Activities
Net Assets, June 30, 2000	\$180,027
Fund Reclassification	<u>(180,027)</u>
Adjusted Net Assets, June 30, 2000	<u>\$0</u>

The net increase in capital assets of \$14,855,576, from \$38,415,072 to \$53,270,648, was due to an understatement in building costs from prior years. This increase was offset by the School District increasing their capitalization threshold to \$1,000 and their determination not to capitalize library books.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 4 - Accountability and Compliance

A. Fund Deficits

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

Special Revenue Funds	
Title I	\$776
Drug Free Schools Grant	278
Class Size Reduction Grant	741
Food Service	8,900

The special revenue fund deficits are due to adjustments for accrued liabilities. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

B. Accountability

The Class Size Reduction Grant Special Revenue fund had total appropriations of in excess of estimated resources plus carryover balances in the amount of \$7,004 in violation of Section 5705.39, Revised Code. This was corrected by fiscal year end.

The Auxiliary Services Special Revenue fund account had expenditures plus encumbrances in excess of appropriations in the amount of \$1,282 contrary to Ohio Revised Code Section 5705.41. Although this budgetary violation was not corrected by fiscal year end, management has indicated that appropriations will be closely monitored to ensure no future violations.

Note 5 - Budgetary Basis of Accounting

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses (budget basis) rather than as a reservation of fund balance (GAAP basis).
4. Unrecorded cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance General Fund	
	General
GAAP Basis	\$1,338,957
Net Adjustment for Revenue Accruals	(1,225,734)
Advance In	127,309
Unrecorded Cash	(16,363)
Net Adjustment for Expenditure Accruals	641,829
Advance Out	(18,000)
Adjustment for Encumbrances	(1,534,847)
Budget Basis	(\$686,849)

Note 6 - Deposits and Investments

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

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

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

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

Protection of School District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Interim monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bill, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to payment of principal and interest by the United States;

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, 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 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 marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAROhio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred and eighty days in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

Deposits At fiscal year end, the carrying amount of the School District's deposits was \$2,202,850 and the bank balance was \$369,145. Of the bank balance:

1. \$107,352 was covered by federal depository insurance; and
2. \$261,793 was uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

Investments The School District's investments are required to be categorized below to give an indication of the level of risk assumed by the School District at fiscal year end. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name. The School District invested in STAROhio during fiscal year 2001, which is not classified by degree of credit risk since it is not evidenced by securities that exist in physical or book entry form.

	Fair Value
STAROhio	<u><u>\$7,395,422</u></u>

The classification of cash and cash equivalents, and investments on the fund financial statements is based on criteria set forth in GASB Statement No. 9. A reconciliation between the classifications of cash and investments on the combined financial statements and the classification per GASB Statement No. 3 is as follows:

	<u>Cash and Cash Equivalents</u>	<u>Investments</u>
GASB Statement 9	\$9,598,272	\$0
Investment which is part of the Cash Management Pool: STAROhio	<u>(7,395,422)</u>	<u>7,395,422</u>
GASB Statement 3	<u><u>\$2,202,850</u></u>	<u><u>\$7,395,422</u></u>

Note 7 - Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the School District. Property tax revenue received during calendar 2001 for real and public utility property taxes represents collections of calendar 2000 taxes. Property tax payments received during calendar 2001 for tangible personal property (other than public utility property) is for calendar 2001 taxes.

2001 real property taxes are levied after April 1, 2001, on the assessed value listed as of January 1, 2001, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property currently is assessed at varying percentages of true value: public utility real property is assessed at thirty-five percent of true value. 2001 public utility property taxes became a lien December 31, 2000, are levied after April 1, 2001, and are collected in 2002 with real property taxes.

2001 tangible personal property taxes are levied after April 1, 2000, on the value as of December 31, 2000. Collections are made in 2001. Tangible personal property assessments are twenty-five percent of true value.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

The assessed values upon which the fiscal year 2001 taxes were collected are:

	<u>2000 Second- Half Collections</u>		<u>2001 First- Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential And Other Real Estate	\$893,396,390	89.90%	\$1,028,659,760	90.74%
Public Utility Personal	30,889,430	3.11	30,491,100	2.69
Tangible Personal Property	<u>69,493,252</u>	<u>6.99</u>	<u>74,494,491</u>	<u>6.57</u>
Total	<u>\$993,779,072</u>	<u>100.00%</u>	<u>\$1,133,645,351</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$63.10		\$60.70	

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

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30. This year, the June 2001 tangible personal property tax settlement was not received until July of 2001.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including Westlake City School District. The County Auditor periodically remits to the School District its portion of taxes. Second-half real property tax payments collected by the County by June 30, 2001, are available to finance fiscal year 2001 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, the late settlement of personal property and real property, personal property and public utility taxes which are measurable as of June 30, 2001 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed settlement of personal property tax and the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not levied to finance current year operations. The amount available to the School District as an advance at June 30 is recognized as revenue.

At June 30, 2001, \$2,107,306 was available as an advance to the general fund and \$315,797 was available to the bond retirement debt service fund.

Note 8 - Receivables

Receivables at June 30, 2001, consisted of taxes, accounts (rent, student fees and tuition), intergovernmental grants, and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables are expected to be collected within one year.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

A summary of principal items of intergovernmental receivables follows:

	Amounts
Governmental Activities	
Tuition and Fees	\$9,911
School Lunch Reimbursement	8,465
Total	\$18,376

Note 9 - Interfund Balances

On the fund financial statements the General fund reported an interfund receivable at June 30, 2001 of \$18,000. The Food Service special revenue fund had an interfund payable of the same amount. The loan was made to support programs and projects in the Food Service special revenue fund.

Note 10 - Fixed Assets

Capital asset activity for the fiscal year ended June 30, 2001, was as follows:

	Balance June 30, 2000	Additions	Deletions	Balance June 30, 2001
Nondepreciable Capital Assets				
Land	\$2,051,282	\$417,469	\$0	\$2,468,751
Depreciable Capital Assets				
Building and Improvements	42,846,782	746,446	0	43,593,228
Furniture and Equipment	4,375,776	708,423	(44,663)	5,039,536
Vehicles	3,243,393	284,280	0	3,527,673
Textbooks	753,415	0	0	753,415
Total at Historical Cost	51,219,366	1,739,149	(44,663)	52,913,852
Less Accumulated Depreciation				
Buildings and Improvements	(9,134,736)	(689,915)	0	(9,824,651)
Furniture and Equipment	(2,481,340)	(460,472)	44,663	(2,897,149)
Vehicles	(1,600,662)	(219,975)	0	(1,820,637)
Textbooks	(407,755)	(150,683)	0	(558,438)
Total Accumulated Depreciation	(13,624,493)	(1,521,045) *	44,663	(15,100,875)
Depreciable Capital Assets, Net of Accumulated Depreciation	37,594,873	218,104	0	37,812,977
Governmental Activities Capital Assets, Net	\$39,646,155	\$635,573	\$0	\$40,281,728

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$799,418
Special	77,528
Vocational	7,600
Support Services:	
Pupil	82,728
Instructional Staff	44,816
Administration	59,406
Fiscal	7,491
Business	87,518
Operation and Maintenance of Plant	68,083
Pupil Transportation	230,740
Central	3,140
Operation of Non Instruction	823
Extracurricular Activities	25,155
Operation of Food Service	26,599
	<hr/>
Total Depreciation Expense	<u><u>\$1,521,045</u></u>

Note 11 - Interfund Transfers

Transfers made during fiscal year 2001 were \$60,000 to the Athletics and Music Special Revenue fund from the General fund and \$124,511 to the Permanent Improvement Capital Projects fund from the General fund. These transfers are made to move unrestricted balances to support programs and projects accounted for in other funds.

Note 12 - Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2001, the School District contracted through the Ohio Schools Council for property and general liability insurance, as well as boiler and machinery coverage. There is a \$1,000 deductible with a ninety percent co-insurance.

Professional liability is protected by Harcum-Hyre Insurance Agency with a \$1,000,000 single occurrence limit, a \$5,000,000 aggregate and no deductible. Vehicles are also covered by Harcum-Hyre Insurance Agency and have a \$1,000 deductible for comprehensive and a \$1,000 deductible for collision. Automobile liability has a \$2,000,000 combined single limit of liability.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

Settled claims have not exceeded this commercial coverage in any of the past three years. There have been no significant reductions in coverage from last year.

B. Worker's Compensation

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

C. Employee Medical Benefits

The School District has elected to provide employee medical, surgical, prescription drug and dental benefits through a minimum premium program. The School District maintains a self-insurance internal service fund to account for and finance this program. Employees may choose between two comprehensive major medical plans for medical/surgical insurance. One plan does not restrict the employee's choice of physician or hospital. Claims are subject to a \$200 single and \$400 family first dollar deductible and an 80/20 percent co-pay for the next \$2,000 single/\$4,000 family total of eligible expenses. The other plan is a Preferred Provider Organization for both physicians and hospitals. Claims are subject to a \$100 single and \$200 family first dollar deductible. The dental/vision benefits are subject to certain deductibles, co-pays and maximum benefits as are outlined in the plan. The prescription drug plan utilizes a \$2 deductible per prescription for generic drug and a \$5 deductible per prescription for brand name drugs. Medical Mutual Insurance administers the plan and reviews all claims which are paid by the School District. The School District pays into the self-insurance internal service fund \$597.39 for family coverage and \$235.19 for single coverage per month which represents the entire premium required. The premium is paid by the fund that pays the salary of the employee and is based on historical cost information.

The claims liability of \$376,701 reported in the fund at June 30, 2001, is based on an estimate provided by the Treasurer and the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the fund's claims liability amount in 1999, 2000 and 2001 were:

	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
1999	250,015	1,834,391	1,832,578	251,828
2000	251,828	2,232,773	2,111,144	373,457
2001	373,457	2,709,473	2,706,229	376,701

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 13 - Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per year, depending upon length of service and hours worked. Teachers and administrators who are not on a twelve month contract do not earn vacation time. Administrators employed to work 260 days per year earn 20 days of vacation annually. Classified employees and administrators who earn vacation are paid for accumulated unused vacation time upon termination of employment. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 325 days for classified employees. The certified employees' sick leave accrual is continuous, without limit. Upon retirement, all employees receive payment for one-fourth of the total sick leave accumulation, up to a maximum accumulation of 224 days.

B. Insurance

The School District provides term life insurance and accidental death and dismemberment insurance to most employees through Anthem Life Insurance, in the amount of \$40,000 or \$25,000 for all certified employees depending upon full and part time teaching, \$40,000 or \$25,000 for all noncertified employees depending upon the number of years each employee worked, and \$60,000 for each administrator except the superintendent and treasurer which are \$100,000.

Note 14 - Defined Benefit Pension Plans

A. School Employees Retirement System

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

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2001, 4.2 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2000, 5.5 percent was used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2001, 2000, and 1999 were

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

\$199,292, \$243,557, and \$365,803, respectively; 55.54 percent has been contributed for fiscal year 2001 and 100 percent for the fiscal years 2000 and 1999. \$88,599 representing the unpaid contribution for fiscal year 2001. The balance outstanding is reflected as an intergovernmental payable.

B. State Teachers Retirement System

The School District participates in the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371.

For the fiscal year ended June 30, 2001, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 9.5 percent was the portion used to fund pension obligations. For fiscal year 2000, the portion used to fund pension obligations was 6.0 percent. Contribution rates are established by STRS, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2001, 2000, and 1999 were \$1,492,775, \$881,434, and \$902,521 respectively; 85.68 percent has been contributed for fiscal year 2001 and 100 percent for the fiscal years 2000 and 1999. \$213,705 representing the unpaid contribution for fiscal year 2001. The balance outstanding is reflected as an intergovernmental payable.

Note 15 - 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-certificated employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare premiums. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. Both systems are funded on a pay-as-you-go basis.

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2001, the STRS Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the School District this amount equaled \$707,104 for fiscal year 2001.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2000, (the latest information available) the balance in the Fund was \$3,419 million. 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 fiscal years of qualifying service credit, and to disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2001, employer contributions to fund health care benefits were 9.80 percent of covered payroll, an increase of 1.3 percent for fiscal year 2000. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2001, the minimum pay has been established as \$12,400. For the School District, the amount to fund health care benefits, including surcharge, during the 2001 fiscal year equaled \$544,787.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2000, (the latest information available), were \$140,696,340 and the target level was \$211 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.

Note 16 - Capitalized Leases

During fiscal year 2001, the School District entered into several lease agreements for copiers. These lease obligations met the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," have been recorded on the government-wide statements. The agreements provide for minimum annual rental payments as follows

Year	Amount
2002	\$100,074
2003	100,074
2004	100,069
2005	100,071
Total Minimum Lease Payments	400,288
Less: Amount Representing Interest	(58,693)
Present Value of Minimum Lease Payments	\$341,595

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

The equipment has been capitalized in the amount of \$411,282, the present value of the minimum lease payments at the inception of the lease.

Note 17 - Long Term Obligations

The changes in the School District's long-term obligations during the year consist of the following:

	Principal Outstanding 6/30/00	Additions	Reductions	Principal Outstanding 6/30/01	Amounts Due in One Year
Governmental Activities					
General Obligation Bonds:					
1986 7.25% Additions Facilities	\$1,400,000	\$0	(\$280,000)	\$1,120,000	\$280,000
1997 5.08% School Improvements	2,300,000	0	(100,000)	2,200,000	100,000
1997 5.51% School Improvements	22,175,000	0	(900,000)	21,275,000	1,015,000
1998 5.51% Library Improvements	6,855,000	0	(265,000)	6,590,000	290,000
Total General Obligation Bonds	32,730,000	0	(1,545,000)	31,185,000	1,685,000
Capital Leases	1,712	411,282	(71,399)	341,595	75,472
Compensated Absences	1,896,763	421,643	(58,615)	2,259,791	206,377
Total Governmental Activities					
Long-Term Liabilities	<u>\$34,628,475</u>	<u>\$832,925</u>	<u>(\$1,675,014)</u>	<u>\$33,786,386</u>	<u>\$1,966,849</u>

In 1986, the School District issued bonds for school facilities improvements to the High School and Basset School in the amount of \$5,050,000 which matures on December 1, 2004. In 1997, the School District issued bonds for various technology and building improvements in the amount of \$2,500,000 which matures on December 1, 2016. In 1997, the School District issued bonds for various technology and building improvements in the amount of \$24,450,000 which matures on December 1, 2017. In 1998, the School District issued bonds for renovations at the Porter Public Library in the amount of \$7,250,000 which matures on December 1, 2016. All bonds are general obligation bonds for which the full faith and credit of the School District is pledged. These bonds will be paid from property taxes in the bond retirement fund.

Compensated absences will be paid from the general fund and the auxiliary services and food services special revenue funds. Capital lease obligations will be paid from the general fund.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

The overall debt margin of the School District as of June 30, 2001, was \$72,940,446 with an unvoted debt margin of \$1,133,645. Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2001, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2002	\$1,685,000	\$1,669,578	\$3,354,578
2003	1,835,000	1,579,355	3,414,355
2004	2,005,000	1,479,717	3,484,717
2005	2,180,000	1,368,180	3,548,180
2006	2,095,000	1,245,739	3,340,739
2007-2011	7,775,000	4,755,664	12,530,664
2012-2016	10,365,000	2,453,623	12,818,623
2017-2018	3,245,000	118,689	3,363,689
Total	<u>\$31,185,000</u>	<u>\$14,670,545</u>	<u>\$45,855,545</u>

Note 18 - Jointly Governed Organization

Lake Erie Educational Computer Association The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization among thirty 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. Each of the governments of these schools supports LEECA based upon a per pupil charge dependent upon the software package utilized. The LEECA assembly consists of a superintendent or designated representative from each participating school district and a representative from the fiscal agent. LEECA is governed by a Board of Directors chosen from the general membership of the LEECA assembly. The Board of Directors consists of a representative from the fiscal agent, the chairman of each of the operating committees, and at least one Assembly member from each county in which participating school districts are located. In fiscal year 2001, the School District paid \$34,166 to LEECA. Financial information can be obtained by contacting the Treasurer at the Lorain County Educational Service Center, who serves as the fiscal agent, at 1885 Lake Avenue, Elyria, Ohio 44035.

Ohio Schools' Council - The Ohio Schools' Council Association (Council) is a jointly governed organization among eighty-three school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2001, the School District paid \$2,044 to the Council. Financial information can be obtained by contacting Albert G. Vasek, the Executive Secretary of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the Council's electric purchase program which was implemented during fiscal year 1998. This program allows school districts to purchase electricity at reduced rates, if the school districts

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

will commit to participating for an eight year period. The participants make monthly payments based on estimated usage. Each June these estimated payments are compared to their actual usage for the year and any necessary adjustments are made.

Energy Acquisition Corp., a non-profit corporation with a self-appointing board, issued \$119,140,000 in debt to purchase eight years of electricity from Cleveland Electric Illuminating (CEI) for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the district is required to repay the savings to CEI and CEI will refund the remaining prepayment related to that participant to Energy Acquisition Corp.

The School District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2000. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

Note 19 - Related Organization

The Porter Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Westlake City School District Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the School District for operational subsidies. Although the School District does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Porter Public Library, Ms. Judy Dobbs, Clerk/Treasurer, at 27333 Center Ridge Road, Westlake, Ohio 44145.

Note 20 - Contingencies

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2001.

B. Litigation

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

Note 21 - Set asides

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

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

	Budget Stabilization Reserve	Capital Improvements Reserve	Textbooks Instructional Materials Reserve
Set-aside Reserve Balance as of June 30, 2000	\$420,239	\$0	\$0
Current Year Set-aside Requirement	0	767,479	767,479
Qualifying Disbursements	0	(1,023,305)	(844,773)
Reduction in Requirement based on revised legislation	(420,239)	0	0
Total	\$0	(\$255,826)	(\$77,294)
Set-aside Balance Carried Forward to Future Fiscal Years	\$0	\$0	(\$77,294)

The School District had qualifying disbursements during the fiscal year that reduced the set-aside amount to below zero for the capital acquisition and textbook set-asides. The extra amount in the textbook set-aside may be used to reduce the set-aside requirement of future years. The extra amount in the capital acquisition set-aside may not be used to reduce the set-aside requirement of future years. This negative balance is therefore not presented as being carried forward to future years.

Westlake City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 22 - Subsequent Event

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 change 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 December 14, 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 reconsideration.

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

**Combining Statements and
Individual Fund Schedules**

Combining Statements - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

Local Grants Fund - This fund accounts for monies received to promote community involvement and to support activities between the school and the community.

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

Drug Abuse Resistance Education Fund - This fund accounts for donations used to educate the students regarding drug abuse and drug abuse prevention.

Leadership Academy Fund - This fund accounts for monies received to provide leadership training to sixth grade students.

Industrial and Engineering Systems Fund - This fund accounts for state monies provided for a technology-based lab to teach students about computerized industrial arts and the purchase of the necessary equipment.

Camp Inventure Fund - This fund accounts for donations provided for a science camp and its related activities and projects.

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

Auxiliary Services Fund - This fund accounts for funds which provide services and materials to pupils attending non-public schools within the School District.

Career Education Program Fund - This fund accounts for state monies provided to make special education students aware of career opportunities.

Local Professional Development Grant Fund - This fund accounts for state monies used to provide seminars and workshops for staff development.

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

Data Communications Support Fund - This fund accounts for state monies received to provide Ohio Educational Computer Network Connections.

School Building Incentive Fund - This fund accounts for state grant money that provide incentive to individual school building teams for improving performance.

Administrative Professional Development Fund - This fund accounts for state monies that provide a limitation on the number of professional development subsidy grants.

(continued)

Combining Statements - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds (continued)

Ohio Reads Grant Fund - This fund accounts for monies that improve reading outcomes on the reading proficiency test and for volunteer coordinators in public school buildings.

Conflict Management Grant Fund - This fund accounts for state monies provided to educate students on proper social behavior.

Entry Year Planning Fund - This fund accounts for state monies used to mentor new teachers into the School District.

Adult Basic Education Fund - This fund accounts for federal monies used to provide financial support to programs in reading, writing and math competency for adults that do not have a high school diploma.

Eisenhower Math and Science Fund - This fund accounts for monies used to improve the skills of teachers and the quality of instruction in mathematics, science, foreign languages and computer learning, and to increase the access of all students to that instruction.

Title VI-B Fund - This fund accounts for federal monies used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Energy Audit Fund - This fund accounts for state monies used for energy efficient studies to make the School District more energy efficient.

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

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

Emergency Immigrant Education Fund - This fund accounts for monies received for programs to assist in the public education of immigrants.

Drug Free Schools Grant Fund - This fund accounts for federal revenues which support the implementation of programs for drug abuse education and prevention.

State Improvement Grant Fund - This fund accounts for federal funds to improve the maintenance to the school buildings.

Class Size Reduction Grant Fund - This fund accounts for various monies to hire additional classroom teachers, so that the number of students per teacher will be reduced.

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

(continued)

Combining Statements - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds (continued)

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

Interdistrict Summer School Fund - This fund accounts for tuition received from four surrounding school districts as well as Westlake City School District students for the purpose of summer school education.

Community Education Fund - This fund accounts for revenues and expenses involved in upgrading and retraining out-of-school youths and adults for the purpose of improving their skills and knowledge in their occupation or planned occupation.

Nonmajor Capital Funds

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

Permanent Improvement Fund - This fund accounts for monies to be used for various improvements to the buildings within the School District.

Building Fund - This fund accounts for property taxes levied to be used for various capital improvements within the School District.

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

Power Up Capacity Fund - This fund accounts for state grant money to be spent on electrical upgrades.

Westlake School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2001

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$921,644	\$1,486,302	\$2,407,946
Receivables:			
Accounts	3,065	0	3,065
Intergovernmental	8,465	0	8,465
Inventory Held for Resale	2,255	0	2,255
Materials and Supplies Inventory	1,347	0	1,347
<i>Total Assets</i>	<u>\$936,776</u>	<u>\$1,486,302</u>	<u>\$2,423,078</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$77,587	\$0	\$77,587
Contracts Payable	0	68,096	68,096
Retainage Payable	0	8,137	8,137
Accrued Wages and Benefits	106,452	0	106,452
Interfund Payable	18,000	0	18,000
Intergovernmental Payable	64,809	0	64,809
<i>Total Liabilities</i>	<u>266,848</u>	<u>76,233</u>	<u>343,081</u>
Fund Balances			
Reserved for Encumbrances	39,507	267,071	306,578
Reserved for Inventory	3,602	0	3,602
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	626,819	0	626,819
Capital Projects Funds	0	1,142,998	1,142,998
<i>Total Fund Balances</i>	<u>669,928</u>	<u>1,410,069</u>	<u>2,079,997</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$936,776</u>	<u>\$1,486,302</u>	<u>\$2,423,078</u>

Westlake City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2001

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Intergovernmental	\$1,170,982	\$193,211	\$1,364,193
Interest	10,394	94,375	104,769
Tuition and Fees	675,817	0	675,817
Extracurricular Activities	142,395	0	142,395
Charges for Services	719,658	0	719,658
Contributions and Donations	31,639	0	31,639
Miscellaneous	43,699	350	44,049
<i>Total Revenues</i>	<u>2,794,584</u>	<u>287,936</u>	<u>3,082,520</u>
Expenditures			
Current:			
Instruction:			
Regular	241,654	0	241,654
Special	306,088	0	306,088
Adult/Continuing	28,445	0	28,445
Support Services:			
Pupil	67,185	0	67,185
Instructional Staff	106,408	0	106,408
Administration	123,008	0	123,008
Business	725	0	725
Operation and Maintenance of Plant	3,760	0	3,760
Central	22,994	0	22,994
Operation of Non-Instructional Services	726,734	0	726,734
Extracurricular Activities	538,811	0	538,811
Operation of Food Services	741,087	0	741,087
Capital Outlay	0	1,711,370	1,711,370
<i>Total Expenditures</i>	<u>2,906,899</u>	<u>1,711,370</u>	<u>4,618,269</u>
<i>Excess of Revenues Under Expenditures</i>	(112,315)	(1,423,434)	(1,535,749)
Other Financing Sources			
Transfers In	60,000	124,511	184,511
<i>Net Change in Fund Balances</i>	(52,315)	(1,298,923)	(1,351,238)
<i>Fund Balances Beginning of Year</i>	729,167	2,708,992	3,438,159
Decrease in Reserve for Inventory	(6,924)	0	(6,924)
<i>Fund Balances End of Year</i>	<u>\$669,928</u>	<u>\$1,410,069</u>	<u>\$2,079,997</u>

Westlake City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2001

	Local Grants	Public School Support	Drug Abuse Resistance Education	Leadership Academy
Assets				
Equity in Pooled Cash and Cash Equivalents	\$28,137	\$121,698	\$250	\$675
Receivables:				
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$28,137</u>	<u>\$121,698</u>	<u>\$250</u>	<u>\$675</u>
Liabilities				
Accounts Payable	\$0	\$5,284	\$0	\$0
Accrued Wages and Benefits	0	0	0	0
Interfund Payable	0	0	0	0
Intergovernmental Payable	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>5,284</u>	<u>0</u>	<u>0</u>
Fund Balances				
Reserved for Encumbrances	42	3,640	0	662
Reserved for Inventory	0	0	0	0
Unreserved, Undesignated (Deficit)	28,095	112,774	250	13
<i>Total Fund Balances</i>	<u>28,137</u>	<u>116,414</u>	<u>250</u>	<u>675</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$28,137</u>	<u>\$121,698</u>	<u>\$250</u>	<u>\$675</u>

(continued)

Westlake City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2001

	Industrial and Engineering Systems	Camp Inventure	Athletic and Music	Auxiliary Services
Assets				
Equity in Pooled Cash and Cash Equivalents	\$47	\$398	\$220,346	\$110,853
Receivables:				
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$47</u>	<u>\$398</u>	<u>\$220,346</u>	<u>\$110,853</u>
Liabilities				
Accounts Payable	\$0	\$0	\$8,215	\$57,593
Accrued Wages and Benefits	0	0	0	12,955
Interfund Payable	0	0	0	0
Intergovernmental Payable	0	0	68	2,227
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>8,283</u>	<u>72,775</u>
Fund Balances				
Reserved for Encumbrances	0	0	2,408	18,293
Reserved for Inventory	0	0	0	0
Unreserved, Undesignated (Deficit)	47	398	209,655	19,785
<i>Total Fund Balances</i>	<u>47</u>	<u>398</u>	<u>212,063</u>	<u>38,078</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$47</u>	<u>\$398</u>	<u>\$220,346</u>	<u>\$110,853</u>

<u>Career Education Program</u>	<u>Local Professional Development Grant</u>	<u>Educational Management Information Systems</u>	<u>Data Communications Support</u>	<u>School Building Incentive</u>	<u>Administrative Professional Development</u>
\$1,017	\$9,734	\$19,909	\$37,556	\$2,575	\$4,000
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$1,017</u>	<u>\$9,734</u>	<u>\$19,909</u>	<u>\$37,556</u>	<u>\$2,575</u>	<u>\$4,000</u>
\$0	\$121	\$0	\$0	\$0	\$0
0	0	380	0	0	0
0	0	0	0	0	0
0	14	361	0	0	148
0	135	741	0	0	148
0	184	0	0	640	0
0	0	0	0	0	0
1,017	9,415	19,168	37,556	1,935	3,852
1,017	9,599	19,168	37,556	2,575	3,852
<u>\$1,017</u>	<u>\$9,734</u>	<u>\$19,909</u>	<u>\$37,556</u>	<u>\$2,575</u>	<u>\$4,000</u>

(continued)

Westlake City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2001

	Ohio Reads Grant	Conflict Management Grant	Entry Year Planning	Adult Basic Education
Assets				
Equity in Pooled Cash and Cash Equivalents	\$225	\$278	\$3,000	\$23,763
Receivables:				
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$225</u>	<u>\$278</u>	<u>\$3,000</u>	<u>\$23,763</u>
Liabilities				
Accounts Payable	\$0	\$0	\$0	\$756
Accrued Wages and Benefits	0	0	0	0
Interfund Payable	0	0	0	0
Intergovernmental Payable	0	0	0	911
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,667</u>
Fund Balances				
Reserved for Encumbrances	225	0	0	430
Reserved for Inventory	0	0	0	0
Unreserved, Undesignated (Deficit)	0	278	3,000	21,666
<i>Total Fund Balances</i>	<u>225</u>	<u>278</u>	<u>3,000</u>	<u>22,096</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$225</u>	<u>\$278</u>	<u>\$3,000</u>	<u>\$23,763</u>

<u>Eisenhower Math and Science</u>	<u>Title VI-B</u>	<u>Energy Audit</u>	<u>Title I</u>	<u>Title VI</u>	<u>Drug Free Schools Grant</u>
\$12,457	\$80,745	\$786	\$580	\$34,570	\$2
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>\$12,457</u>	<u>\$80,745</u>	<u>\$786</u>	<u>\$580</u>	<u>\$34,570</u>	<u>\$2</u>
\$0	\$0	\$0	\$0	\$1,416	\$0
0	1,843	0	0	0	0
0	0	0	0	0	0
0	34,086	0	1,356	0	280
<u>0</u>	<u>35,929</u>	<u>0</u>	<u>1,356</u>	<u>1,416</u>	<u>280</u>
200	1,587	0	0	2,732	0
0	0	0	0	0	0
<u>12,257</u>	<u>43,229</u>	<u>786</u>	<u>(776)</u>	<u>30,422</u>	<u>(278)</u>
<u>12,457</u>	<u>44,816</u>	<u>786</u>	<u>(776)</u>	<u>33,154</u>	<u>(278)</u>
<u>\$12,457</u>	<u>\$80,745</u>	<u>\$786</u>	<u>\$580</u>	<u>\$34,570</u>	<u>\$2</u>

(continued)

Westlake City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2001

	State Improvement Grant	Class Size Reduction Grant	Food Service	Uniform School Supplies
Assets				
Equity in Pooled Cash and Cash Equivalents	\$21,560	\$0	\$23,290	\$786
Receivables:				
Accounts	0	0	3,065	0
Intergovernmental	0	0	8,465	0
Inventory Held for Resale	0	0	2,255	0
Materials and Supplies Inventory	0	0	1,347	0
<i>Total Assets</i>	<u>\$21,560</u>	<u>\$0</u>	<u>\$38,422</u>	<u>\$786</u>
Liabilities				
Accounts Payable	\$540	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	23,519	0
Interfund Payable	0	0	18,000	0
Intergovernmental Payable	295	741	5,803	0
<i>Total Liabilities</i>	<u>835</u>	<u>741</u>	<u>47,322</u>	<u>0</u>
Fund Balances				
Reserved for Encumbrances	4,931	0	954	0
Reserved for Inventory	0	0	3,602	0
Unreserved, Undesignated (Deficit)	15,794	(741)	(13,456)	786
<i>Total Fund Balances</i>	<u>20,725</u>	<u>(741)</u>	<u>(8,900)</u>	<u>786</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$21,560</u>	<u>\$0</u>	<u>\$38,422</u>	<u>\$786</u>

Interdistrict Summer School	Community Education	Total Nonmajor Special Revenue Funds
\$123,605	\$38,802	\$921,644
0	0	3,065
0	0	8,465
0	0	2,255
0	0	1,347
<u>\$123,605</u>	<u>\$38,802</u>	<u>\$936,776</u>
\$0	\$3,662	\$77,587
44,475	23,280	106,452
0	0	18,000
8,988	9,531	64,809
<u>53,463</u>	<u>36,473</u>	<u>266,848</u>
500	2,079	39,507
0	0	3,602
69,642	250	626,819
<u>70,142</u>	<u>2,329</u>	<u>669,928</u>
<u>\$123,605</u>	<u>\$38,802</u>	<u>\$936,776</u>

Westlake City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2001

	Local Grants	Public School Support	Drug Abuse Resistance Education
Revenues			
Intergovernmental	\$1,342	\$0	\$0
Interest	1,238	0	0
Tuition and Fees	0	321,614	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	11,314	20,325	0
Miscellaneous	0	4,259	0
<i>Total Revenues</i>	<u>13,894</u>	<u>346,198</u>	<u>0</u>
Expenditures			
Current:			
Instruction:			
Regular	11,004	0	0
Special	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	0	0	0
Administration	0	0	0
Business	0	725	0
Operation and Maintenance of Plant	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	0	2,968	0
Extracurricular Activities	2,400	331,310	0
Operation of Food Services	0	0	0
<i>Total Expenditures</i>	<u>13,404</u>	<u>335,003</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	490	11,195	0
Other Financing Sources			
Transfers In	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	490	11,195	0
<i>Fund Balances (Deficit) Beginning of Year</i>	27,647	105,219	250
Decrease in Reserve for Inventory	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$28,137</u></u>	<u><u>\$116,414</u></u>	<u><u>\$250</u></u>

Leadership Academy	Industrial and Engineering Systems	Camp Inventure	Athletic and Music	Auxiliary Services	Career Education Program
\$1,000	\$0	\$0	\$0	\$440,528	\$0
0	0	0	0	7,041	0
0	0	0	0	0	0
0	0	0	142,395	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	31,702	0	0
1,000	0	0	174,097	447,569	0
0	0	0	0	0	495
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	473,209	0
0	0	0	205,101	0	0
0	0	0	0	0	0
1,661	0	0	205,101	473,209	495
(661)	0	0	(31,004)	(25,640)	(495)
0	0	0	60,000	0	0
(661)	0	0	28,996	(25,640)	(495)
1,336	47	398	183,067	63,718	1,512
0	0	0	0	0	0
\$675	\$47	\$398	\$212,063	\$38,078	\$1,017

(continued)

Westlake City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2001

	Local Professional Development Grant	Educational Management Information Systems	Data Communications Support
Revenues			
Intergovernmental	\$20,057	\$14,593	\$21,000
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>20,057</u>	<u>14,593</u>	<u>21,000</u>
Expenditures			
Current:			
Instruction:			
Regular	10,397	0	0
Special	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	0	0	0
Administration	0	0	0
Business	0	0	0
Operation and Maintenance of Plant	0	0	0
Central	0	14,247	7,400
Operation of Non-Instructional Services	0	0	0
Extracurricular Activities	0	0	0
Operation of Food Services	0	0	0
<i>Total Expenditures</i>	<u>10,397</u>	<u>14,247</u>	<u>7,400</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	9,660	346	13,600
Other Financing Sources			
Transfers In	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	9,660	346	13,600
<i>Fund Balances (Deficit) Beginning of Year</i>	(61)	18,822	23,956
Decrease in Reserve for Inventory	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$9,599</u></u>	<u><u>\$19,168</u></u>	<u><u>\$37,556</u></u>

School Building Incentive	Administrative Professional Development	Ohio Reads Grant	Conflict Management Grant	Entry Year Planning	Adult Basic Education
\$0	\$4,000	\$47,353	\$3,899	\$3,000	\$77,377
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	4,000	47,353	3,899	3,000	77,377
19,713	0	42,208	0	0	0
0	0	0	0	0	0
0	0	0	0	0	28,445
0	0	0	0	0	0
0	3,148	8,000	0	0	46,684
0	1,000	0	0	0	0
0	0	0	0	0	0
0	0	0	3,760	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
19,713	4,148	50,208	3,760	0	75,129
(19,713)	(148)	(2,855)	139	3,000	2,248
0	0	0	0	0	0
(19,713)	(148)	(2,855)	139	3,000	2,248
22,288	4,000	3,080	139	0	19,848
0	0	0	0	0	0
\$2,575	\$3,852	\$225	\$278	\$3,000	\$22,096

(continued)

Westlake City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2001

	Eisenhower Math and Science	Title VI-B	Energy Audit
Revenues			
Intergovernmental	\$11,048	\$263,857	\$0
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>11,048</u>	<u>263,857</u>	<u>0</u>
Expenditures			
Current:			
Instruction:			
Regular	11,463	0	0
Special	0	191,450	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	34,431	0
Instructional Staff	2,691	0	0
Administration	0	0	0
Business	0	0	0
Operation and Maintenance of Plant	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	777	0	0
Extracurricular Activities	0	0	0
Operation of Food Services	0	0	0
<i>Total Expenditures</i>	<u>14,931</u>	<u>225,881</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(3,883)	37,976	0
Other Financing Sources			
Transfers In	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(3,883)	37,976	0
<i>Fund Balances (Deficit) Beginning of Year</i>	16,340	6,840	786
Decrease in Reserve for Inventory	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$12,457</u>	<u>\$44,816</u>	<u>\$786</u>

Title I	Title VI	Emergency Immigrant Education	Drug Free Schools Grant	State Improvement Grant	Class Size Reduction Grant
\$102,266	\$22,337	\$0	\$16,477	\$39,059	\$37,557
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
102,266	22,337	0	16,477	39,059	37,557
0	15,060	0	0	0	38,298
114,638	0	0	0	0	0
0	0	0	0	0	0
0	0	0	15,201	17,553	0
0	0	0	0	44,224	0
0	0	0	0	3,924	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	1,347	0	0	0
2,883	4,021	0	1,206	0	0
0	0	0	0	0	0
0	0	0	0	0	0
117,521	19,081	1,347	16,407	65,701	38,298
(15,255)	3,256	(1,347)	70	(26,642)	(741)
0	0	0	0	0	0
(15,255)	3,256	(1,347)	70	(26,642)	(741)
14,479	29,898	1,347	(348)	47,367	0
0	0	0	0	0	0
(\$776)	\$33,154	\$0	(\$278)	\$20,725	(\$741)

(continued)

Westlake City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2001

	Food Service	Uniform School Supplies	Interdistrict Summer School
Revenues			
Intergovernmental	\$44,087	\$0	\$145
Interest	2,115	0	0
Tuition and Fees	0	0	76,985
Extracurricular Activities	0	0	0
Charges for Services	690,700	13,976	0
Contributions and Donations	0	0	0
Miscellaneous	7,738	0	0
<i>Total Revenues</i>	<u>744,640</u>	<u>13,976</u>	<u>77,130</u>
Expenditures			
Current:			
Instruction:			
Regular	0	17,365	75,651
Special	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	0	0	0
Administration	0	0	17,839
Business	0	0	0
Operation and Maintenance of Plant	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	0	0	0
Extracurricular Activities	0	0	0
Operation of Food Services	741,087	0	0
<i>Total Expenditures</i>	<u>741,087</u>	<u>17,365</u>	<u>93,490</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	3,553	(3,389)	(16,360)
Other Financing Sources			
Transfers In	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	3,553	(3,389)	(16,360)
<i>Fund Balances (Deficit) Beginning of Year</i>	(5,529)	4,175	86,502
Decrease in Reserve for Inventory	<u>(6,924)</u>	<u>0</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>(\$8,900)</u></u>	<u><u>\$786</u></u>	<u><u>\$70,142</u></u>

Community Education	Total Nonmajor Special Revenue Funds
\$0	\$1,170,982
0	10,394
277,218	675,817
0	142,395
14,982	719,658
0	31,639
0	43,699
<u>292,200</u>	<u>2,794,584</u>
0	241,654
0	306,088
0	28,445
0	67,185
0	106,408
100,245	123,008
0	725
0	3,760
0	22,994
241,670	726,734
0	538,811
0	741,087
<u>341,915</u>	<u>2,906,899</u>
(49,715)	(112,315)
<u>0</u>	<u>60,000</u>
(49,715)	(52,315)
52,044	729,167
<u>0</u>	<u>(6,924)</u>
<u>\$2,329</u>	<u>\$669,928</u>

Westlake City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2001

	<u>Permanent Improvement</u>	<u>Building</u>	<u>School Net Plus</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	<u>\$290,124</u>	<u>\$1,185,251</u>	<u>\$8,911</u>
Liabilities			
Contracts Payable	\$50,434	\$17,662	\$0
Retainage Payable	<u>8,137</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u>58,571</u>	<u>17,662</u>	<u>0</u>
Fund Balances			
Reserved for Encumbrances	233,807	31,248	0
Unreserved, Undesignated (Deficit)	<u>(2,254)</u>	<u>1,136,341</u>	<u>8,911</u>
<i>Total Fund Balances</i>	<u>231,553</u>	<u>1,167,589</u>	<u>8,911</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$290,124</u>	<u>\$1,185,251</u>	<u>\$8,911</u>

Power Up Capacity	Total Nonmajor Capital Projects Funds
<u>\$2,016</u>	<u>\$1,486,302</u>
\$0	\$68,096
<u>0</u>	<u>8,137</u>
<u>0</u>	<u>76,233</u>
2,016	267,071
<u>0</u>	<u>1,142,998</u>
<u>2,016</u>	<u>1,410,069</u>
<u>\$2,016</u>	<u>\$1,486,302</u>

Westlake City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2001

	Permanent Improvement	Building	School Net Plus
Revenues			
Intergovernmental	\$0	\$0	\$0
Interest	23,927	70,448	0
Miscellaneous	0	350	0
<i>Total Revenues</i>	23,927	70,798	0
Expenditures			
Capital Outlay	845,643	594,086	0
<i>Excess of Revenues Under Expenditures</i>	(821,716)	(523,288)	0
Other Financing Sources			
Transfers In	124,511	0	0
<i>Net Change in Fund Balances</i>	(697,205)	(523,288)	0
<i>Fund Balances Beginning of Year</i>	928,758	1,690,877	8,911
<i>Fund Balances End of Year</i>	<u>\$231,553</u>	<u>\$1,167,589</u>	<u>\$8,911</u>

Power Up Capacity	Total Nonmajor Capital Projects Funds
\$193,211	\$193,211
0	94,375
0	350
193,211	287,936
271,641	1,711,370
(78,430)	(1,423,434)
0	124,511
(78,430)	(1,298,923)
80,446	2,708,992
<u>\$2,016</u>	<u>\$1,410,069</u>

Westlake City School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2001

	Beginning Balance 6/30/00	Additions	Deductions	Ending Balance 6/30/01
Student Activities				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$112,538	\$358,114	\$355,689	\$114,963
Liabilities				
Accounts Payable	\$0	\$3,352	\$0	\$3,352
Undistributed Monies	112,538	354,762	355,689	111,611
<i>Total Liabilities</i>	<u>\$112,538</u>	<u>\$358,114</u>	<u>\$355,689</u>	<u>\$114,963</u>

**Individual Fund Schedules of Revenues, Expenditures/Expenses
and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual**

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Favorable (Unfavorable)
Revenues				
Taxes	\$27,519,706	\$25,846,936	\$27,622,942	\$1,776,006
Intergovernmental	5,852,298	5,496,362	5,874,045	377,683
Interest	613,325	576,045	615,626	39,581
Tuition and Fees	129,959	122,060	130,447	8,387
Rentals	73,290	68,835	73,565	4,730
Charges for Services	29,271	27,492	29,381	1,889
Miscellaneous	6,171	5,843	6,191	348
<i>Total Revenues</i>	<u>34,224,020</u>	<u>32,143,573</u>	<u>34,352,197</u>	<u>2,208,624</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	11,247,023	11,751,375	11,751,375	0
Fringe Benefits	3,988,666	3,623,195	3,623,195	0
Purchased Services	138,366	294,060	294,060	0
Materials and Supplies	787,358	608,984	608,776	208
Capital Outlay - New	439,995	512,238	512,238	0
Capital Outlay - Replacement	0	18,763	18,763	0
Total Regular	<u>16,601,408</u>	<u>16,808,615</u>	<u>16,808,407</u>	<u>208</u>
Special:				
Salaries and Wages	1,901,850	1,882,191	1,882,191	0
Fringe Benefits	638,859	578,412	578,412	0
Purchased Services	614,346	443,331	443,331	0
Materials and Supplies	25,897	27,007	27,007	0
Capital Outlay - New	10,593	3,641	3,641	0
Total Special	<u>3,191,545</u>	<u>2,934,582</u>	<u>2,934,582</u>	<u>0</u>
Vocational:				
Salaries and Wages	229,751	186,476	186,476	0
Fringe Benefits	63,684	42,755	42,755	0
Purchased Services	862,459	854,560	854,560	0
Materials and Supplies	53	6,696	6,696	0
Total Vocational	<u>1,155,947</u>	<u>1,090,487</u>	<u>1,090,487</u>	<u>0</u>
Total Instruction	<u>\$20,948,900</u>	<u>\$20,833,684</u>	<u>\$20,833,476</u>	<u>\$208</u>

(continued)

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Favorable (Unfavorable)
Support Services:				
Pupils:				
Salaries and Wages	\$1,199,801	\$1,236,579	\$1,236,579	\$0
Fringe Benefits	367,492	337,032	337,032	0
Purchased Services	329,910	315,134	315,134	0
Materials and Supplies	101,309	99,665	99,665	0
Total Pupils	<u>1,998,512</u>	<u>1,988,410</u>	<u>1,988,410</u>	<u>0</u>
Instructional Staff:				
Salaries and Wages	985,661	1,110,623	1,110,623	0
Fringe Benefits	378,950	361,410	361,410	0
Purchased Services	77,549	54,446	54,446	0
Materials and Supplies	106,289	126,128	126,122	6
Capital Outlay - New	0	1,625	1,625	0
Other	0	192	192	0
Total Instructional Staff	<u>1,548,449</u>	<u>1,654,424</u>	<u>1,654,418</u>	<u>6</u>
Board of Education:				
Salaries and Wages	10,400	7,680	7,680	0
Purchased Services	780	983	983	0
Materials and Supplies	2,500	2,244	2,244	0
Other	8,800	4,183	4,183	0
Total Board of Education	<u>22,480</u>	<u>15,090</u>	<u>15,090</u>	<u>0</u>
Administration:				
Salaries and Wages	1,374,659	1,347,527	1,347,527	0
Fringe Benefits	574,066	460,569	460,569	0
Purchased Services	381,376	325,532	319,139	6,393
Materials and Supplies	13,663	30,330	30,326	4
Other	46,532	35,500	35,500	0
Total Administration	<u>2,390,296</u>	<u>2,199,458</u>	<u>2,193,061</u>	<u>6,397</u>
Fiscal:				
Salaries and Wages	214,699	222,855	222,855	0
Fringe Benefits	91,396	82,835	82,835	0
Purchased Services	55,655	46,491	46,491	0
Materials and Supplies	7,958	7,177	7,172	5
Capital Outlay - New	0	1,551	1,551	0
Other	457,815	479,399	479,399	0
Total Fiscal	<u>\$827,523</u>	<u>\$840,308</u>	<u>\$840,303</u>	<u>\$5</u>

(continued)

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Favorable
				(Unfavorable)
Business:				
Salaries and Wages	\$193,120	\$191,170	\$191,170	\$0
Fringe Benefits	57,627	53,428	53,428	0
Purchased Services	126,440	113,958	113,661	297
Materials and Supplies	5,028	2,703	2,703	0
Other	0	102	102	0
Total Business	<u>382,215</u>	<u>361,361</u>	<u>361,064</u>	<u>297</u>
Operation and Maintenance of Plant:				
Salaries and Wages	1,252,769	1,305,779	1,305,779	0
Fringe Benefits	428,005	383,844	383,844	0
Purchased Services	1,060,379	1,201,204	1,199,598	1,606
Materials and Supplies	395,698	379,462	373,713	5,749
Capital Outlay - New	28,728	28,789	28,789	0
Capital Outlay - Replacement	21,000	18,175	18,076	99
Total Operation and Maintenance of Plant	<u>3,186,579</u>	<u>3,317,253</u>	<u>3,309,799</u>	<u>7,454</u>
Pupil Transportation:				
Salaries and Wages	1,411,997	1,489,160	1,489,160	0
Fringe Benefits	560,525	507,288	507,288	0
Purchased Services	167,190	177,335	170,995	6,340
Materials and Supplies	251,100	307,956	304,087	3,869
Capital Outlay - New	0	6,354	6,354	0
Capital Outlay - Replacement	625,024	612,163	612,163	0
Total Pupil Transportation	<u>3,015,836</u>	<u>3,100,256</u>	<u>3,090,047</u>	<u>10,209</u>
Central:				
Salaries and Wages	22,464	21,458	21,458	0
Fringe Benefits	11,984	12,501	12,501	0
Purchased Services	42,137	31,807	31,807	0
Materials and Supplies	2,671	3,373	3,373	0
Capital Outlay - New	0	3,481	3,481	0
Total Central	<u>79,256</u>	<u>72,620</u>	<u>72,620</u>	<u>0</u>
Total Support Services	<u>\$13,451,146</u>	<u>\$13,549,180</u>	<u>\$13,524,812</u>	<u>\$24,368</u>

(continued)

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	\$95,491	\$92,195	\$92,195	\$0
Fringe Benefits	15,083	12,921	12,921	0
Total Academic and Subject Oriented Activities	<u>110,574</u>	<u>105,116</u>	<u>105,116</u>	<u>0</u>
Sports Oriented Activities:				
Salaries and Wages	408,940	414,079	412,489	1,590
Fringe Benefits	93,906	80,234	80,234	0
Purchased Services	7,000	7,000	7,000	0
Total Sports Oriented Activities	<u>509,846</u>	<u>501,313</u>	<u>499,723</u>	<u>1,590</u>
Total Extracurricular Activities	<u>620,420</u>	<u>606,429</u>	<u>604,839</u>	<u>1,590</u>
Capital Outlay:				
Architecture and Engineering Services:				
Purchased Services	8,000	0	0	0
Building Acquisition and Construction Services:				
Other	<u>1,750</u>	<u>717</u>	<u>717</u>	<u>0</u>
Total Capital Outlay	<u>9,750</u>	<u>717</u>	<u>717</u>	<u>0</u>
<i>Total Expenditures</i>	<u>35,030,216</u>	<u>34,990,010</u>	<u>34,963,844</u>	<u>26,166</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(806,196)</u>	<u>(2,846,437)</u>	<u>(611,647)</u>	<u>2,234,790</u>
Other Financing Sources (Uses)				
Advances In	127,309	127,309	127,309	0
Advances Out	(18,000)	(18,000)	(18,000)	0
Operating Transfers Out	<u>(65,000)</u>	<u>(184,511)</u>	<u>(184,511)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>44,309</u>	<u>(75,202)</u>	<u>(75,202)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(761,887)</u>	<u>(2,921,639)</u>	<u>(686,849)</u>	<u>2,234,790</u>
<i>Fund Balance Beginning of Year</i>	2,190,802	2,190,802	2,190,802	0
Prior Year Encumbrances Appropriated	<u>1,526,627</u>	<u>1,526,627</u>	<u>1,526,627</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,955,542</u></u>	<u><u>\$795,790</u></u>	<u><u>\$3,030,580</u></u>	<u><u>\$2,234,790</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$3,135,701	\$3,135,531	\$3,135,531	\$0
Intergovernmental	400,492	400,492	400,492	0
<i>Total Revenues</i>	<u>3,536,193</u>	<u>3,536,023</u>	<u>3,536,023</u>	<u>0</u>
Expenditures				
Debt Service:				
Principal Retirement	1,545,000	1,545,000	1,545,000	0
Interest and Fiscal Charges	1,754,960	1,754,290	1,754,290	0
<i>Total Expenditures</i>	<u>3,299,960</u>	<u>3,299,290</u>	<u>3,299,290</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	236,233	236,733	236,733	0
<i>Fund Balance Beginning of Year</i>	<u>1,523,912</u>	<u>1,523,912</u>	<u>1,523,912</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,760,145</u></u>	<u><u>\$1,760,645</u></u>	<u><u>\$1,760,645</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Local Grants Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$1,465	\$1,342	\$1,342	\$0
Interest	1,279	1,279	1,279	0
Contributions and Donations	4,070	8,240	11,314	3,074
<i>Total Revenues</i>	<u>6,814</u>	<u>10,861</u>	<u>13,935</u>	<u>3,074</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	11,385	11,046	11,046	0
Support Services:				
Instructional Staff:				
Purchased Services	1,200	0	0	0
Materials and Supplies	225	0	0	0
<i>Total Support Services</i>	<u>1,425</u>	<u>0</u>	<u>0</u>	<u>0</u>
Extracurricular Activities:				
School and Public Service				
Co-Curricular Activities:				
Purchased Services	2,400	2,400	2,400	0
<i>Total Expenditures</i>	<u>15,210</u>	<u>13,446</u>	<u>13,446</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(8,396)	(2,585)	489	3,074
<i>Fund Balance Beginning of Year</i>	<u>27,531</u>	<u>27,531</u>	<u>27,531</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$19,135</u>	<u>\$24,946</u>	<u>\$28,020</u>	<u>\$3,074</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Tuition and Fees	\$300,120	\$321,614	\$321,614	0
Contributions and Donations	20,325	20,325	20,325	0
Miscellaneous	4,259	4,259	4,259	0
<i>Total Revenues</i>	<u>324,704</u>	<u>346,198</u>	<u>346,198</u>	<u>0</u>
Expenditures				
Current:				
Support Services:				
Business:				
Purchased Services	725	725	725	0
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	3,239	3,239	3,239	0
Extracurricular Activities:				
School and Public Service				
Co-Curricular Activities:				
Purchased Services	3,220	3,220	3,220	0
Materials and Supplies	325,414	313,385	313,385	0
Capital Outlay - New	28,002	22,446	22,446	0
Total Extracurricular Activities	<u>356,636</u>	<u>339,051</u>	<u>339,051</u>	<u>0</u>
<i>Total Expenditures</i>	<u>360,600</u>	<u>343,015</u>	<u>343,015</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(35,896)	3,183	3,183	0
<i>Fund Balance Beginning of Year</i>	101,499	101,499	101,499	0
Prior Year Encumbrances Appropriated	<u>8,092</u>	<u>8,092</u>	<u>8,092</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$73,695</u></u>	<u><u>\$112,774</u></u>	<u><u>\$112,774</u></u>	<u><u>\$0</u></u>

Westlake City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Drug Abuse Resistance Education Fund
 For the Fiscal Year Ended June 30, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>250</u>	<u>250</u>	<u>250</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$250</u></u>	<u><u>\$250</u></u>	<u><u>\$250</u></u>	<u><u>\$0</u></u>

Westlake City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Leadership Academy Fund
 For the Fiscal Year Ended June 30, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$1,000</u>	<u>\$1,000</u>	<u>\$1,000</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	325	325	325	0
Materials and Supplies	<u>2,011</u>	<u>1,998</u>	<u>1,998</u>	<u>0</u>
<i>Total Expenditures</i>	<u>2,336</u>	<u>2,323</u>	<u>2,323</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,336)	(1,323)	(1,323)	0
<i>Fund Balance Beginning of Year</i>	<u>1,336</u>	<u>1,336</u>	<u>1,336</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$13</u></u>	<u><u>\$13</u></u>	<u><u>\$0</u></u>

Westlake City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Industrial and Engineering Systems Fund
 For the Fiscal Year Ended June 30, 2001*

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	47	0	0	0
<i>Net Change in Fund Balance</i>	(47)	0	0	0
<i>Fund Balance Beginning of Year</i>	47	47	47	0
<i>Fund Balance End of Year</i>	\$0	\$47	\$47	\$0

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Camp Inventure Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>398</u>	<u>398</u>	<u>398</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$398</u></u>	<u><u>\$398</u></u>	<u><u>\$398</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Athletic and Music Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Extracurricular Activities	\$152,979	\$142,395	\$142,395	\$0
Miscellaneous	31,702	31,702	31,702	0
<i>Total Revenues</i>	<u>184,681</u>	<u>174,097</u>	<u>174,097</u>	<u>0</u>
Expenditures				
Current:				
Extracurricular Activities:				
Sports Oriented Activities:				
Salaries and Wages	6,643	4,445	4,445	0
Fringe Benefits	997	669	669	0
Purchased Services	85,960	57,798	57,798	0
Materials and Supplies	165,129	112,211	112,211	0
Capital Outlay - New	8,491	5,696	5,696	0
Capital Outlay - Replacement	8,017	5,375	5,375	0
Other	22,689	15,323	15,323	0
<i>Total Expenditures</i>	<u>297,926</u>	<u>201,517</u>	<u>201,517</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(113,245)	(27,420)	(27,420)	0
Other Financing Sources				
Operating Transfers In	60,000	60,000	60,000	0
<i>Net Change in Fund Balance</i>	(53,245)	32,580	32,580	0
<i>Fund Balance Beginning of Year</i>	177,561	177,561	177,561	0
Prior Year Encumbrances Appropriated	5,748	5,748	5,748	0
<i>Fund Balance End of Year</i>	<u>\$130,064</u>	<u>\$215,889</u>	<u>\$215,889</u>	<u>\$0</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$429,789	\$440,211	\$440,528	\$317
Interest	7,181	7,181	7,181	0
<i>Total Revenues</i>	<u>436,970</u>	<u>447,392</u>	<u>447,709</u>	<u>317</u>
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	80,681	69,778	69,778	0
Fringe Benefits	45,832	35,341	35,341	0
Purchased Services	169,277	168,234	168,194	40
Materials and Supplies	216,078	199,604	200,886	(1,282)
Capital Outlay - New	4,361	18,374	18,374	0
<i>Total Expenditures</i>	<u>516,229</u>	<u>491,331</u>	<u>492,573</u>	<u>(1,242)</u>
<i>Net Change in Fund Balance</i>	(79,259)	(43,939)	(44,864)	(925)
<i>Fund Balance Beginning of Year</i>	65,752	65,752	65,752	0
Prior Year Encumbrances Appropriated	<u>13,762</u>	<u>13,762</u>	<u>13,762</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$255</u>	<u>\$35,575</u>	<u>\$34,650</u>	<u>(\$925)</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Career Education Program Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	<u>1,028</u>	<u>495</u>	<u>495</u>	<u>0</u>
Support Services:				
Pupil:				
Materials and Supplies	<u>317</u>	<u>0</u>	<u>0</u>	<u>0</u>
Capital Outlay - New	<u>167</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services	<u>484</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,512</u>	<u>495</u>	<u>495</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,512)	(495)	(495)	0
<i>Fund Balance Beginning of Year</i>	1,017	1,017	1,017	0
Prior Year Encumbrances Appropriated	<u>495</u>	<u>495</u>	<u>495</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$1,017</u></u>	<u><u>\$1,017</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Local Professional Development Grant Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$20,057</u>	<u>\$20,057</u>	<u>\$20,057</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	5,990	586	586	0
Fringe Benefits	1,402	88	88	0
Purchased Services	9,395	8,992	8,947	45
Materials and Supplies	<u>2,665</u>	<u>1,007</u>	<u>1,007</u>	<u>0</u>
Total Regular	19,452	10,673	10,628	45
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	<u>605</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Expenditures</i>	<u>20,057</u>	<u>10,673</u>	<u>10,628</u>	<u>45</u>
<i>Net Change in Fund Balance</i>	0	9,384	9,429	45
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$9,384</u></u>	<u><u>\$9,429</u></u>	<u><u>\$45</u></u>

Westlake City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Educational Management Information Systems Fund
 For the Fiscal Year Ended June 30, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$20,121</u>	<u>\$14,593</u>	<u>\$14,593</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Central:				
Salaries and Wages	12,287	9,881	9,881	0
Fringe Benefits	<u>7,169</u>	<u>4,258</u>	<u>4,258</u>	<u>0</u>
<i>Total Expenditures</i>	<u>19,456</u>	<u>14,139</u>	<u>14,139</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	665	454	454	0
<i>Fund Balance Beginning of Year</i>	<u>19,455</u>	<u>19,455</u>	<u>19,455</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$20,120</u></u>	<u><u>\$19,909</u></u>	<u><u>\$19,909</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Data Communications Support Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$21,000	\$21,000	\$21,000	\$0
Expenditures				
Current:				
Support Services:				
Central:				
Purchased Services	44,956	7,400	7,400	0
<i>Net Change in Fund Balance</i>	(23,956)	13,600	13,600	0
<i>Fund Balance Beginning of Year</i>	23,057	23,057	23,057	0
Prior Year Encumbrances Appropriated	899	899	899	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$37,556</u>	<u>\$37,556</u>	<u>\$0</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
School Building Incentive Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	720	720	720	0
Fringe Benefits	111	111	111	0
Purchased Services	2,400	800	800	0
Materials and Supplies	20,906	20,572	20,572	0
<i>Total Expenditures</i>	<u>24,137</u>	<u>22,203</u>	<u>22,203</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(24,137)	(22,203)	(22,203)	0
<i>Fund Balance Beginning of Year</i>	12,242	12,242	12,242	0
Prior Year Encumbrances Appropriated	<u>11,896</u>	<u>11,896</u>	<u>11,896</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1</u>	<u>\$1,935</u>	<u>\$1,935</u>	<u>\$0</u>

Westlake City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Administrative Professional Development Fund
 For the Fiscal Year Ended June 30, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$7,000	\$7,000	\$7,000	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	3,200	0	0	0
Fringe Benefits	800	0	0	0
Total Instruction	4,000	0	0	0
Support Services:				
Instructional Staff:				
Salaries and Wages	2,520	2,520	2,520	0
Fringe Benefits	389	389	389	0
Purchased Services	91	91	91	0
Total Instructional Staff	3,000	3,000	3,000	0
Administration:				
Purchased Services	1,000	1,000	1,000	0
Total Support Services	4,000	4,000	4,000	0
<i>Total Expenditures</i>	8,000	4,000	4,000	0
<i>Net Change in Fund Balance</i>	(1,000)	3,000	3,000	0
<i>Fund Balance Beginning of Year</i>	1,000	1,000	1,000	0
<i>Fund Balance End of Year</i>	\$0	\$4,000	\$4,000	\$0

Westlake City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Ohio Reads Grant Fund
 For the Fiscal Year Ended June 30, 2001*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$84,704</u>	<u>\$47,353</u>	<u>\$47,353</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	2,000	2,000	2,000	0
Materials and Supplies	<u>40,433</u>	<u>40,433</u>	<u>40,433</u>	<u>0</u>
Total Instruction	42,433	42,433	42,433	0
Support Services:				
Instructional Staff:				
Purchased Services	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>0</u>
<i>Total Expenditures</i>	<u>50,433</u>	<u>50,433</u>	<u>50,433</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	34,271	(3,080)	(3,080)	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	<u>3,080</u>	<u>3,080</u>	<u>3,080</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$37,351</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Westlake City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Conflict Management Grant Fund
 For the Fiscal Year Ended June 30, 2001*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$3,899	\$3,899	\$3,899	\$0
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	<u>4,038</u>	<u>3,760</u>	<u>3,760</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(139)	139	139	0
<i>Fund Balance Beginning of Year</i>	<u>139</u>	<u>139</u>	<u>139</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$278</u></u>	<u><u>\$278</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Entry Year Planning Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$3,000	\$3,000	\$3,000	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	3,000	3,000	3,000	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$3,000</u>	<u>\$3,000</u>	<u>\$3,000</u>	<u>\$0</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Adult Basic Education Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$77,377</u>	<u>\$77,377</u>	<u>\$77,377</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	37,770	24,410	24,410	0
Fringe Benefits	6,244	4,144	4,144	0
Materials and Supplies	<u>4,221</u>	<u>1,255</u>	<u>1,255</u>	<u>0</u>
Total Instruction	<u>48,235</u>	<u>29,809</u>	<u>29,809</u>	<u>0</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	38,401	37,660	37,660	0
Fringe Benefits	6,540	6,352	6,352	0
Purchased Services	3,207	1,103	1,103	0
Capital Outlay - New	<u>2,547</u>	<u>1,413</u>	<u>1,413</u>	<u>0</u>
Total Support Services	<u>50,695</u>	<u>46,528</u>	<u>46,528</u>	<u>0</u>
<i>Total Expenditures</i>	<u>98,930</u>	<u>76,337</u>	<u>76,337</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(21,553)	1,040	1,040	0
<i>Fund Balance Beginning of Year</i>	20,753	20,753	20,753	0
Prior Year Encumbrances Appropriated	<u>800</u>	<u>800</u>	<u>800</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$22,593</u></u>	<u><u>\$22,593</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Eisenhower Math and Science Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$11,245</u>	<u>\$11,048</u>	<u>\$11,048</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	9,345	2,151	2,151	0
Fringe Benefits	1,005	318	318	0
Purchased Services	11,510	6,161	6,161	0
Materials and Supplies	1,434	333	333	0
Other	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>0</u>
Total Instruction	25,794	11,463	11,463	0
Support Services:				
Instructional Staff:				
Purchased Services	0	2,891	2,891	0
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	<u>1,594</u>	<u>777</u>	<u>777</u>	<u>0</u>
<i>Total Expenditures</i>	<u>27,388</u>	<u>15,131</u>	<u>15,131</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(16,143)	(4,083)	(4,083)	0
<i>Fund Balance Beginning of Year</i>	<u>16,340</u>	<u>16,340</u>	<u>16,340</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$197</u></u>	<u><u>\$12,257</u></u>	<u><u>\$12,257</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$263,882</u>	<u>\$263,857</u>	<u>\$263,857</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	227,805	155,252	155,252	0
Materials and Supplies	<u>9,276</u>	<u>6,205</u>	<u>6,205</u>	<u>0</u>
Total Instruction	<u>237,081</u>	<u>161,457</u>	<u>161,457</u>	<u>0</u>
Support Services:				
Pupil:				
Salaries and Wages	10,699	9,146	9,146	0
Fringe Benefits	3,799	3,488	3,488	0
Purchased Services	34,806	34,006	34,006	0
Materials and Supplies	3,007	3,045	3,045	0
Capital Outlay - New	<u>3,850</u>	<u>2,920</u>	<u>2,920</u>	<u>0</u>
Total Support Services	<u>56,161</u>	<u>52,605</u>	<u>52,605</u>	<u>0</u>
<i>Total Expenditures</i>	<u>293,242</u>	<u>214,062</u>	<u>214,062</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(29,360)	49,795	49,795	0
<i>Fund Balance Beginning of Year</i>	10,834	10,834	10,834	0
Prior Year Encumbrances Appropriated	<u>18,529</u>	<u>18,529</u>	<u>18,529</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$3</u>	<u>\$79,158</u>	<u>\$79,158</u>	<u>\$0</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Energy Audit Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>786</u>	<u>786</u>	<u>786</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$786</u></u>	<u><u>\$786</u></u>	<u><u>\$786</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$102,266</u>	<u>\$102,266</u>	<u>\$102,266</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	97,781	98,329	98,329	0
Fringe Benefits	16,522	16,424	16,424	0
Purchased Services	2,136	1,511	1,511	0
Materials and Supplies	<u>629</u>	<u>225</u>	<u>225</u>	<u>0</u>
Total Instruction	117,068	116,489	116,489	0
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	<u>2,884</u>	<u>2,883</u>	<u>2,883</u>	<u>0</u>
<i>Total Expenditures</i>	<u>119,952</u>	<u>119,372</u>	<u>119,372</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(17,686)	(17,106)	(17,106)	0
<i>Fund Balance Beginning of Year</i>	<u>17,686</u>	<u>17,686</u>	<u>17,686</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$580</u></u>	<u><u>\$580</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$3,663	\$0	\$22,337	\$22,337
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	24,712	15,238	15,238	0
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	6,779	8,170	8,170	0
<i>Total Expenditures</i>	<u>31,491</u>	<u>23,408</u>	<u>23,408</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(27,828)	(23,408)	(1,071)	22,337
<i>Fund Balance Beginning of Year</i>	27,471	27,471	27,471	0
Prior Year Encumbrances Appropriated	<u>4,021</u>	<u>4,021</u>	<u>4,021</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3,664</u></u>	<u><u>\$8,084</u></u>	<u><u>\$30,421</u></u>	<u><u>\$22,337</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Emergency Immigrant Education Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Central:				
Salaries and Wages	520	520	520	0
Fringe Benefits	80	76	76	0
Purchased Services	700	751	751	0
Materials and Supplies	<u>47</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services	<u>1,347</u>	<u>1,347</u>	<u>1,347</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,347)	(1,347)	(1,347)	0
<i>Fund Balance Beginning of Year</i>	<u>1,347</u>	<u>1,347</u>	<u>1,347</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Westlake City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Drug Free Schools Grant Fund
 For the Fiscal Year Ended June 30, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$37,559</u>	<u>\$16,477</u>	<u>\$16,477</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Pupil:				
Salaries and Wages	15,269	15,269	15,269	0
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	<u>1,208</u>	<u>1,206</u>	<u>1,206</u>	<u>0</u>
<i>Total Expenditures</i>	<u>16,477</u>	<u>16,475</u>	<u>16,475</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	21,082	2	2	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$21,082</u></u>	<u><u>\$2</u></u>	<u><u>\$2</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
State Improvement Grant Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$36,059</u>	<u>\$39,059</u>	<u>\$39,059</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Pupil:				
Materials and Supplies	8,139	7,409	7,409	0
Capital Outlay - New	<u>12,000</u>	<u>10,917</u>	<u>10,917</u>	<u>0</u>
Total Pupil	<u>20,139</u>	<u>18,326</u>	<u>18,326</u>	<u>0</u>
Instructional Staff:				
Salaries and Wages	20,050	12,142	12,142	0
Fringe Benefits	1,707	1,877	1,877	0
Purchased Services	37,860	34,343	34,343	0
Materials and Supplies	<u>3,420</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instructional Staff	<u>63,037</u>	<u>48,362</u>	<u>48,362</u>	<u>0</u>
Administration:				
Materials and Supplies	<u>580</u>	<u>3,979</u>	<u>3,979</u>	<u>0</u>
<i>Total Expenditures</i>	<u>83,756</u>	<u>70,667</u>	<u>70,667</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(47,697)	(31,608)	(31,608)	0
<i>Fund Balance Beginning of Year</i>	35,490	35,490	35,490	0
Prior Year Encumbrances Appropriated	<u>12,207</u>	<u>12,207</u>	<u>12,207</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$16,089</u>	<u>\$16,089</u>	<u>\$0</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Class Size Reduction Grant Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$30,555</u>	<u>\$37,557</u>	<u>\$37,557</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	30,557	30,555	30,555	0
Fringe Benefits	<u>7,002</u>	<u>7,002</u>	<u>7,002</u>	<u>0</u>
<i>Total Expenditures</i>	<u>37,559</u>	<u>37,557</u>	<u>37,557</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(7,004)	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>(\$7,004)</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$52,032	\$52,032	\$52,032	\$0
Interest	1,906	1,906	2,158	252
Charges for Services	622,068	682,080	682,080	0
Miscellaneous	5,994	5,994	5,994	0
<i>Total Revenues</i>	<u>682,000</u>	<u>742,012</u>	<u>742,264</u>	<u>252</u>
Expenditures				
Current:				
Operation of Food Services:				
Salaries and Wages	301,918	305,254	305,254	0
Fringe Benefits	108,762	109,520	109,520	0
Purchased Services	2,500	1,650	1,650	0
Materials and Supplies	294,289	328,315	328,315	0
Capital Outlay - New	0	1,250	1,250	0
<i>Total Expenditures</i>	<u>707,469</u>	<u>745,989</u>	<u>745,989</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(25,469)	(3,977)	(3,725)	252
Other Financing Sources				
Advances In	18,000	18,000	18,000	0
<i>Net Change in Fund Balance</i>	(7,469)	14,023	14,275	252
<i>Fund Balance Beginning of Year</i>	5,521	5,521	5,521	0
Prior Year Encumbrances Appropriated	2,288	2,288	2,288	0
<i>Fund Balance End of Year</i>	<u>\$340</u>	<u>\$21,832</u>	<u>\$22,084</u>	<u>\$252</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$13,500	\$13,976	\$13,976	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	<u>16,564</u>	<u>17,365</u>	<u>17,365</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(3,064)	(3,389)	(3,389)	0
<i>Fund Balance Beginning of Year</i>	4,110	4,110	4,110	0
Prior Year Encumbrances Appropriated	<u>65</u>	<u>65</u>	<u>65</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,111</u></u>	<u><u>\$786</u></u>	<u><u>\$786</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Interdistrict Summer School Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$145	\$145	\$145	\$0
Tuition and Fees	70,455	76,985	76,985	0
<i>Total Revenues</i>	<u>70,600</u>	<u>77,130</u>	<u>77,130</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	39,000	38,331	38,331	0
Fringe Benefits	5,900	5,889	5,889	0
Materials and Supplies	500	451	451	0
Capital Outlay - New	12,150	12,150	12,150	0
Total Instruction	<u>57,550</u>	<u>56,821</u>	<u>56,821</u>	<u>0</u>
Support Services:				
Administration:				
Salaries and Wages	9,300	10,638	10,638	0
Fringe Benefits	1,500	1,643	1,643	0
Purchased Services	1,200	324	324	0
Materials and Supplies	250	865	865	0
Total Support Services	<u>12,250</u>	<u>13,470</u>	<u>13,470</u>	<u>0</u>
<i>Total Expenditures</i>	<u>69,800</u>	<u>70,291</u>	<u>70,291</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	800	6,839	6,839	0
<i>Fund Balance Beginning of Year</i>	102,966	102,966	102,966	0
Prior Year Encumbrances Appropriated	<u>13,300</u>	<u>13,300</u>	<u>13,300</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$117,066</u></u>	<u><u>\$123,105</u></u>	<u><u>\$123,105</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Community Education Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Tuition and Fees	\$259,718	\$249,864	\$277,218	\$27,354
Charges for Services	14,982	14,982	14,982	0
<i>Total Revenues</i>	<u>274,700</u>	<u>264,846</u>	<u>292,200</u>	<u>27,354</u>
Expenditures				
Current:				
Support Services:				
Administration:				
Salaries and Wages	66,274	67,658	67,658	0
Fringe Benefits	22,979	32,195	32,195	0
Total Support Services	<u>89,253</u>	<u>99,853</u>	<u>99,853</u>	<u>0</u>
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	142,225	149,906	149,906	0
Fringe Benefits	26,706	25,374	25,374	0
Purchased Services	36,665	24,341	24,290	51
Materials and Supplies	21,448	27,344	27,215	129
Capital Outlay - New	0	2,017	2,017	0
Total Operation of Non-Instructional Services:	<u>227,044</u>	<u>228,982</u>	<u>228,802</u>	<u>180</u>
<i>Total Expenditures</i>	<u>316,297</u>	<u>328,835</u>	<u>328,655</u>	<u>180</u>
<i>Net Change in Fund Balance</i>	(41,597)	(63,989)	(36,455)	27,534
<i>Fund Balance Beginning of Year</i>	68,970	68,970	68,970	0
Prior Year Encumbrances Appropriated	<u>1,711</u>	<u>1,711</u>	<u>1,711</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$29,084</u></u>	<u><u>\$6,692</u></u>	<u><u>\$34,226</u></u>	<u><u>\$27,534</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	<u>\$275,489</u>	<u>\$25,046</u>	<u>\$26,088</u>	<u>\$1,042</u>
Expenditures				
Capital Outlay:				
Site Improvement Services:				
Purchased Services	5,000	0	0	0
Capital Outlay - Replacement	<u>1,385,787</u>	<u>1,137,750</u>	<u>1,137,750</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,390,787</u>	<u>1,137,750</u>	<u>1,137,750</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(1,115,298)	(1,112,704)	(1,111,662)	1,042
Other Financing Sources				
Operating Transfers In	<u>124,511</u>	<u>124,511</u>	<u>124,511</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(990,787)	(988,193)	(987,151)	1,042
<i>Fund Balance Beginning of Year</i>	346,206	346,206	346,206	0
Prior Year Encumbrances Appropriated	<u>645,786</u>	<u>645,786</u>	<u>645,786</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,205</u>	<u>\$3,799</u>	<u>\$4,841</u>	<u>\$1,042</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$75,929	\$75,929	\$79,713	\$3,784
Miscellaneous	0	0	350	350
<i>Total Revenues</i>	<u>75,929</u>	<u>75,929</u>	<u>80,063</u>	<u>4,134</u>
Expenditures				
Capital Outlay:				
Site Acquisition Services:				
Purchased Services	0	3,460	3,460	0
Architecture and Engineering Services:				
Purchased Services	0	22,276	22,276	0
Capital Outlay - New	21,843	27,443	27,443	0
Total Architecture and Engineering Services	<u>21,843</u>	<u>49,719</u>	<u>49,719</u>	<u>0</u>
Building Acquisition and Construction Services:				
Capital Outlay - New	4,624	4,897	4,897	0
Building Improvement Services:				
Purchased Services	5,000	0	0	0
Capital Outlay - Replacement	651,790	567,703	567,703	0
Total Building Improvement Services	<u>656,790</u>	<u>567,703</u>	<u>567,703</u>	<u>0</u>
<i>Total Expenditures</i>	<u>683,257</u>	<u>625,779</u>	<u>625,779</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(607,328)	(549,850)	(545,716)	4,134
<i>Fund Balance Beginning of Year</i>	1,170,346	1,170,346	1,170,346	0
Prior Year Encumbrances Appropriated	<u>511,711</u>	<u>511,711</u>	<u>511,711</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,074,729</u></u>	<u><u>\$1,132,207</u></u>	<u><u>\$1,136,341</u></u>	<u><u>\$4,134</u></u>

Westlake City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 School Net Plus Fund
 For the Fiscal Year Ended June 30, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	<u>8,911</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(8,911)	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>8,911</u>	<u>8,911</u>	<u>8,911</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$8,911</u></u>	<u><u>\$8,911</u></u>	<u><u>\$0</u></u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Power Up Capacity Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$384,032	\$193,211	\$193,211	\$0
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	<u>279,329</u>	<u>274,021</u>	<u>274,021</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	104,703	(80,810)	(80,810)	0
Other Financing Uses				
Advances Out	<u>(127,309)</u>	<u>(127,309)</u>	<u>(127,309)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(22,606)	(208,119)	(208,119)	0
<i>Fund Balance Beginning of Year</i>	790	790	790	0
Prior Year Encumbrances Appropriated	<u>207,329</u>	<u>207,329</u>	<u>207,329</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$185,513</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Westlake City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Self Insurance Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	<u>\$2,600,000</u>	<u>\$2,620,724</u>	<u>\$2,620,724</u>	<u>\$0</u>
Expenses				
Purchased Services	4,728	285,608	285,608	0
Claims	<u>2,706,229</u>	<u>2,706,229</u>	<u>2,706,229</u>	<u>0</u>
<i>Total Expenses</i>	<u>2,710,957</u>	<u>2,991,837</u>	<u>2,991,837</u>	<u>0</u>
<i>Net Change in Fund Equity</i>	(110,957)	(371,113)	(371,113)	0
<i>Fund Equity Beginning of Year</i>	1,074,479	1,074,479	1,074,479	0
Prior Year Encumbrances Appropriated	<u>1,349</u>	<u>1,349</u>	<u>1,349</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u>\$964,871</u>	<u>\$704,715</u>	<u>\$704,715</u>	<u>\$0</u>

Westlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Scholarship Fund
For the Fiscal Year Ended June 30, 2001

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$1,200	\$1,381	\$1,469	\$88
Expenditures				
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	1,200	1,381	1,469	88
<i>Fund Balance Beginning of Year</i>	<u>24,553</u>	<u>24,553</u>	<u>24,553</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$25,753</u></u>	<u><u>\$25,934</u></u>	<u><u>\$26,022</u></u>	<u><u>\$88</u></u>

(This Page Intentionally Left Blank.)

Statistical Section

The following statistical tables reflect social and economic data, financial trends and fiscal capacity of the School District

Westlake City School District
General Fund
Revenues by Source and Expenditures by Function (1)
Last Ten Fiscal Years

	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Program Revenues				
Charges for Services	N/A	N/A	N/A	N/A
Operating Grants, Interest and Contributions	N/A	N/A	N/A	N/A
Capital Grants and Contributions	N/A	N/A	N/A	N/A
General Revenues				
Taxes	\$28,394,885	\$23,684,478	\$25,651,475	\$24,332,882
Intergovernmental	5,881,456	5,272,437	5,048,752	4,586,332
Interest	679,333	516,853	504,165	633,809
Tuition and Fees	132,421	119,442	102,237	92,896
Rentals	65,484	87,456	76,975	82,455
Charges for Services	24,147	20,198	28,019	25,896
Contributions and Donations	0	8,600	32,730	19,795
Miscellaneous	5,286	32,268	20,587	199,543
<i>Total</i>	<u>\$35,183,012</u>	<u>\$29,741,732</u>	<u>\$31,464,940</u>	<u>\$29,973,608</u>
Expenses/Expenditures				
Current:				
Instruction:				
Regular	\$16,309,678	\$15,088,577	\$14,625,456	\$14,221,585
Special	2,682,445	2,831,631	2,774,356	2,208,957
Vocational	986,123	675,150	666,356	596,283
Adult/Continuing	0	0	11,826	0
Support Services				
Pupils	1,889,460	1,714,973	1,514,678	1,325,791
Instructional Staff	1,619,437	1,437,721	1,273,433	1,326,913
Board of Education	15,090	14,909	17,398	19,872
Administration	2,138,424	2,400,178	2,064,575	1,969,681
Fiscal	784,050	613,969	805,242	696,227
Business	662,255	362,224	301,283	290,009
Operation and Maintenance of Plant	3,179,656	2,806,362	2,890,879	2,798,599
Pupil Transportation	3,040,499	2,682,571	2,108,723	2,079,761
Central	61,838	59,240	63,744	45,416
Operation of Non-Instructional Services	1,124	0	919	58
Extracurricular Activities	598,192	584,795	554,707	559,641
Operation of Food Service	N/A	N/A	N/A	N/A
Capital Outlay	717	6,252	1,608	7,185
Debt Service	101,838	11,210	11,275	14,713
<i>Total</i>	<u>\$34,070,826</u>	<u>\$31,289,762</u>	<u>\$29,686,458</u>	<u>\$28,160,691</u>

Source: School District Financial Records

(1) Information is based on modified accrual. Information for full accrual will be presented when there are enough years of information to make comparisons.

1997	1996	1995	1994	1993	1992
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
\$23,444,975	\$21,268,444	\$20,398,117	\$19,127,044	\$18,007,062	\$18,021,995
4,404,529	4,445,812	4,029,893	3,674,780	3,878,026	3,752,954
549,225	197,647	186,653	131,740	144,630	193,137
278,330	183,220	110,829	152,155	321,596	188,852
51,851	29,826	25,675	4,155	8,651	0
23,699	16,244	16,533	16,236	29,390	0
2,453	35,168	11,742	8,843	675	0
208,778	8,795	6,892	23,425	14,732	31,998
<u>\$28,963,840</u>	<u>\$26,185,156</u>	<u>\$24,786,334</u>	<u>\$23,138,378</u>	<u>\$22,404,762</u>	<u>\$22,188,936</u>
\$13,655,481	\$13,448,406	\$12,592,697	\$12,501,390	\$11,732,675	\$11,048,371
1,817,859	1,849,386	1,827,601	1,744,352	1,424,280	1,298,382
697,893	507,634	344,792	292,527	448,848	421,084
0	0	0	0	0	0
1,243,414	1,194,745	1,057,759	1,068,575	1,213,012	1,184,522
1,439,536	1,383,245	1,277,537	1,139,282	1,115,731	1,078,919
14,010	20,416	10,619	14,374	29,805	20,032
1,768,986	1,717,081	1,557,463	1,701,087	1,708,475	1,631,168
662,472	619,652	574,219	429,089	703,959	520,356
315,293	268,166	245,060	274,283	268,261	302,536
2,814,017	2,581,797	2,455,038	2,692,007	2,538,103	2,835,651
2,327,391	1,787,887	1,579,576	1,639,300	1,560,577	1,769,545
35,665	41,051	36,962	43,594	14,750	45,810
0	0	0	1,014	1,028	0
536,598	481,025	452,542	445,001	433,048	423,863
N/A	N/A	N/A	N/A	N/A	N/A
35,516	274,108	6,247	120,357	0	6,672
12,690	10,778	17,459	27,655	14,023	0
<u>\$27,376,821</u>	<u>\$26,185,377</u>	<u>\$24,035,571</u>	<u>\$24,133,887</u>	<u>\$23,206,575</u>	<u>\$22,586,911</u>

Westlake City School District
Property Tax Levies and Collections
Real and Tangible Personal Property (1)
Last Ten Years

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection As a Percent of Current Levy
2000	\$32,458,538	\$889,270	\$33,347,808	\$31,019,381	95.6%	\$628,880	\$31,648,261	97.5%
1999	31,265,984	1,225,249	32,491,233	29,927,991	95.7	709,894	30,637,885	98.0
1998	30,350,117	1,415,407	31,765,524	29,635,427	97.6	746,844	30,382,271	100.1
1997	29,222,512	1,299,228	30,521,740	28,732,644	98.3	534,241	29,266,885	100.2
1996	26,713,386	786,524	27,499,910	26,054,909	97.5	463,584	26,518,493	99.3
1995	23,524,540	889,663	24,414,203	23,215,155	98.7	454,310	23,669,465	100.6
1994	22,410,483	921,142	23,331,625	22,034,810	98.3	405,719	22,440,529	100.1
1993	21,949,020	1,307,945	23,256,965	21,459,988	97.8	862,667	22,322,655	101.7
1992	21,035,176	1,080,658	22,115,834	20,519,725	97.5	522,846	21,042,571	100.0
1991	20,101,289	1,242,322	21,343,611	19,725,742	98.1	648,436	20,374,178	101.4

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) Represents collection year. 2001 information cannot be presented because all collections have not been made by June 30.
- (3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

Westlake City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Year	Real Property		Public Utility Property		Tangible Personal Property		Total	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)
2001	\$1,028,659,760	\$2,939,027,886	\$30,491,100	\$34,648,977	\$74,494,491	\$297,973,008	\$1,133,645,351	\$3,271,649,871
2000	893,396,390	2,552,561,114	30,889,430	35,101,625	69,493,252	277,973,008	993,779,072	2,865,635,747
1999	852,394,210	2,435,412,029	33,579,300	38,158,295	63,939,231	255,756,924	949,912,741	2,729,327,248
1998	829,261,960	2,369,318,457	34,326,270	39,007,125	64,750,544	259,002,176	928,338,774	2,667,327,758
1997	761,751,550	2,176,433,000	35,417,680	40,247,364	65,660,169	262,640,676	862,829,399	2,479,321,040
1996	738,781,830	2,110,805,229	35,226,690	40,030,330	57,920,927	231,683,708	831,929,447	2,382,519,267
1995	704,416,260	2,012,617,886	36,652,930	41,651,057	56,067,638	224,270,552	797,136,828	2,278,539,495
1994	630,571,180	1,801,631,943	35,396,530	40,223,330	57,067,959	228,271,836	723,035,669	2,070,127,109
1993	608,671,160	1,739,060,457	34,365,670	39,051,898	49,632,336	198,529,344	692,669,166	1,976,641,699
1992	586,475,120	1,675,643,200	33,467,810	38,031,602	53,361,189	205,235,342	673,304,119	1,918,910,144

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

- (1) This amount is calculated based on the following percentages:
Real estate is assessed at 35 percent of actual value.
Public utility personal is assessed at 88 percent of actual value.
Tangible personal property is assessed at 25 percent of actual value for 2001.

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

Year	School Levy	Library	County Levy	City Levy	Total Levy	Debt Service Included in Total Levy			
						School	County	City	Total
2001	\$60.70	\$2.00	\$16.20	\$10.30	\$89.20	\$3.20	\$0.27	\$1.30	\$4.77
2000	63.10	2.00	15.30	10.50	90.90	3.60	0.27	1.62	5.49
1999	61.10	2.00	15.30	10.50	88.90	3.60	0.72	1.62	5.94
1998	61.00	2.00	16.60	10.20	89.80	3.50	0.60	1.32	5.42
1997	60.70	2.00	16.60	10.80	90.10	3.20	0.90	2.06	6.16
1996	58.30	2.00	16.60	10.90	87.80	0.80	0.87	2.22	3.89
1995	55.90	2.00	16.80	11.00	85.70	1.30	0.76	2.35	4.41
1994	55.90	2.00	16.80	11.20	85.90	1.30	0.68	2.45	4.43
1993	56.00	1.00	16.80	14.10	87.90	1.40	0.80	1.98	4.18
1992	56.00	1.00	16.80	11.20	85.00	1.40	0.80	1.98	4.18

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

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

Year	Net General Obligation Bonded Debt (1)	Assessed Value (2)	Population (3)	Ratio of Net Debt to Assessed Value	Net Debt Per Capita
2001	\$29,087,636	\$1,133,645,351	31,719	2.57%	\$917.04
2000	31,065,456	993,779,072	27,018	3.13	1,149.81
1999	32,592,830	949,912,741	27,018	3.43	1,206.34
1998	34,270,064	928,338,774	27,018	3.69	1,268.42
1997	27,553,761	862,829,399	27,018	3.19	1,019.83
1996	1,953,504	831,929,447	27,018	0.23	72.30
1995	2,138,510	797,136,828	27,018	0.27	79.15
1994	2,522,078	723,035,669	27,018	0.35	93.35
1993	2,807,896	692,669,166	27,018	0.41	103.93
1992	3,284,194	673,304,119	27,018	0.49	121.56

Source:

(1) School District Financial Records

(2) Cuyahoga County Auditor

(3) U.S. Census of Population, 2001 Federal Census, 2000 Federal Census

Westlake City School District
Computation of Legal Debt Margin
June 30, 2001

Assessed Valuation	<u>\$1,133,645,351</u>
Debt Limit - 9% of Assessed Value (1)	\$102,028,082
Amount of Debt Applicable to Debt Limit:	
General Obligation Bonds	31,185,000
Less: Amount Available in Debt Service Fund	<u>(2,097,364)</u>
Amount of Debt Subject to the Limit	<u>29,087,636</u>
Overall Debt Margin	<u>\$72,940,446</u>
Debt Limit - .10% of Assessed Value (1)	\$1,133,645
Amount of Debt Applicable	<u>0</u>
Unvoted Debt Margin	<u>\$1,133,645</u>

Source: Cuyahoga County Auditor and School District Financial Records

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

Westlake City School District
Computation of Direct and Overlapping General Obligation Bonded Debt
December 31, 2001

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
Direct:			
Westlake City School District	\$31,185,000	100.00%	\$31,185,000
Overlapping:			
Cuyahoga County	231,044,636	3.97	9,172,472
Regional Transit Authority	98,030,000	3.97	3,891,791
Westlake City	34,995,196	100.00	34,995,196
Total Overlapping	364,069,832		48,059,459
Total	\$395,254,832		\$79,244,459

Source: Cuyahoga County Auditor

- (1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2001 collection year.

Westlake City School District
*Ratio of Annual Debt Service Expenditures For
 General Obligation Bonded Debt to General Fund Expenditures
 Last Ten Years*

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures (Percentage)
2001	\$1,545,000	\$1,754,290	\$3,299,290	\$34,070,826	9.67%
2000	1,420,000	1,826,424	3,246,424	31,289,762	10.38
1999	1,240,000	1,890,841	3,130,841	29,686,458	10.55
1998	1,050,000	1,790,341	2,840,341	28,160,691	10.09
1997	280,000	230,314	510,314	27,376,821	1.86
1996	280,000	196,687	476,687	26,185,377	1.82
1995	280,000	218,071	498,071	24,035,571	2.07
1994	280,000	234,085	514,085	24,133,887	2.13
1993	280,000	253,750	533,750	23,206,575	2.30
1992	280,000	274,050	554,050	22,586,911	2.45

Source: School District Financial Records

Westlake City School District

Demographic Statistics

Last Ten Years

<u>Year</u>	<u>Cuyahoga County Population (1)</u>	<u>Westlake City Population (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
2001	1,393,978	31,719	3,754	4.5%
2000	1,412,140	27,018	3,751	4.3
1999	1,386,096	27,018	3,670	4.5
1998	1,397,694	27,018	3,643	4.0
1997	1,398,169	27,018	3,751	5.0
1996	1,398,169	27,018	3,745	4.7
1995	1,403,239	27,018	3,763	5.8
1994	1,414,141	27,018	3,772	6.8
1993	1,414,141	27,018	3,765	7.6
1992	1,412,140	27,018	3,703	7.3

(1) U.S. Census of Population, 2001 Federal Census, 2000 Federal Census

(2) U.S. Census of Population, 2001 Federal Census, 2000 Federal Census

(3) School District Financial Records

(4) Represents Cuyahoga County

Westlake City School District
*Property Value,
 Financial Institution Deposits and Building Permits
 Last Ten Years*

Year	Property Value (1) (Real Estate Only)	Financial Institution Deposits (000's) Banks	Value of Residential Building Permits Issued	Value of Commercial Building Permits Issued
2000	\$893,396,390	\$61,942,764	\$52,991,580	\$30,588,215
1999	852,394,210	57,021,360	80,928,725	31,395,240
1998	829,261,960	56,770,353	62,927,295	121,084,840
1997	761,751,550	53,941,971	37,638,725	42,835,925
1996	738,781,830	27,068,211	43,690,510	12,431,385
1995	704,416,260	22,458,573	38,704,215	17,720,195
1994	630,571,180	20,885,453	37,057,210	10,934,095
1993	608,671,160	21,009,421	40,236,882	18,731,377
1992	586,475,120	19,379,280	46,885,845	14,345,140
1991	483,109,990	18,392,243	37,320,035	9,804,850

Sources: City of Westlake Building Department reports
 and Federal Reserve Bank of Cleveland

(1) Represents assessed value.

Westlake City School District

Principal Taxpayers

Real Estate Tax

December 31, 2000

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Real Property Assessed Value</u>
UHHS/CSAAHS Cuyahoga, Inc	\$11,731,970	1.14%
Westlake Center Associates	8,853,880	0.86
University Hospitals	8,246,850	0.80
Eveready Battery Company	7,381,190	0.72
Cleveland Retirement Properties	6,037,500	0.59
JG Westlake Hotel	5,887,390	0.57
KIPF - Newton Venture I	5,728,910	0.56
Metric Institutional	5,713,120	0.56
Sturbridge Square Apartments	5,381,150	0.52
Oakwood Garden Apartments	5,190,470	0.50
Village in the Park	<u>5,171,180</u>	<u>0.50</u>
Total	<u><u>\$75,323,610</u></u>	<u><u>7.32%</u></u>

Source: Cuyahoga County Auditor

(1) Assessed values are for the 2001 collection year.

Westlake City School District
Principal Taxpayers
Tangible Personal Property Tax
December 31, 2000

Name of Taxpayer	Assessed Value (1)	Percent of Real Property Assessed Value
Eveready Battery Company	\$6,324,610	8.49%
USG Interiors Inc	5,927,150	7.96
Bonne Bell Inc	4,042,630	5.43
Truserv Corporation	2,889,189	3.88
Aluminum Line Products	1,919,410	2.58
Pines Manufacturing Inc	1,633,530	2.19
Nick Mayer Lincoln Mercury	1,472,580	1.98
Level Propane Gases Inc	1,458,690	1.96
John M Lance Ford Inc	1,442,617	1.94
Ameritech New Media Inc	1,372,560	1.84
Total	<u>\$28,482,966</u>	<u>38.25%</u>

Source: Cuyahoga County Auditor

(1) Assessed values are for the 2001 collection year.

Westlake City School District

Principal Taxpayers

Public Utilities Tax

December 31, 2000

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Public Utilities Assessed Value</u>
Cleveland Electric Illuminating Company	\$17,712,370	58.09%
Ohio Bell Telephone Company	6,489,620	21.28
Columbia Gas of Ohio, Incorporated	<u>5,502,100</u>	<u>18.04</u>
Total	<u>\$29,704,090</u>	<u>97.41%</u>

Source: Cuyahoga County Auditor

(1) Assessed values are for the 2001 collection year.

Westlake City School District

Per Pupil Cost

Last Ten Fiscal Years

<u>Year</u>	<u>General Fund Expenditures</u>	<u>Average Daily Student Enrollment</u>	<u>Per Pupil Cost</u>
2001	\$34,070,826	3,754	\$9,076
2000	31,289,762	3,751	8,342
1999	29,686,458	3,670	8,089
1998	28,160,691	3,643	7,730
1997	27,376,821	3,751	7,299
1996	26,185,377	3,745	6,992
1995	24,035,571	3,763	6,387
1994	24,133,887	3,772	6,398
1993	23,206,575	3,765	6,164
1992	22,586,911	3,703	6,100

Source: School District Financial Records.

Westlake City School District
Teacher Education and Experience
 June 30, 2001

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	13	5.04%
Bachelor + 10	6	2.33
Bachelor + 20	16	6.20
Bachelor + 30	53	20.54
Master's Degree	64	24.81
Master's + 10	32	12.40
Master's + 20	24	9.30
Master's + 30	<u>50</u>	<u>19.38</u>
Total	<u><u>258</u></u>	<u><u>100.00%</u></u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	52	20.15%
6 - 10	48	18.61
11 and Over	<u>158</u>	<u>61.24</u>
	<u><u>258</u></u>	<u><u>100.00%</u></u>

Source: School District Personnel Records

(This Page Intentionally Left Blank.)



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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

WESTLAKE CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 22, 2002**