



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**TECUMSEH LOCAL SCHOOL DISTRICT
CLARK COUNTY**

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**TECUMSEH LOCAL SCHOOL DISTRICT
CLARK COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED June 30, 2002**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed Through Ohio Department of Education:</i>						
Nutrition Cluster:						
Food Distribution Program		10.550		\$88,224		\$81,403
National School Breakfast Program	05-PU-2001	10.553	\$11,591		\$11,591	
	05-PU-2002		60,510		60,510	
Total National School Breakfast Program			72,101		72,101	
National School Lunch Program	LL-P1-2001	10.555	633		633	
	LL-P4-2001		42,739		42,739	
	LL-P4-2002		264,391		264,391	
Total National School Lunch Program			307,763		307,763	
Total U.S. Department of Agriculture - Nutrition Cluster			379,864	88,224	379,864	81,403
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through Ohio Department of Education:</i>						
Grants to Local Educational Agencies (ESEA Title 1)	C1-S1-2001	84.010	109,359		172,861	
	C1-S1-2002		452,143		370,661	
Total Grants to Local Educational Agencies (ESEA Title 1)			561,502		543,522	
Migrant Education-Basic State Formula Grant	MG-S1-2000C	84.011	624		(170)	
	MG-S1-2001		31,951		24,885	
	MG-S1-2001C		-		30,720	
	MG-S1-2002		30,130		23,756	
Total Migrant Education- Basic State Formula Grant			62,705		79,191	
Special Education Cluster:						
Special Education Grants to States (IDEA Part B) (IDEA Part B)	6B-SF-2001-P	84.027	25,224		52,668	
	6B-SF-2002-P		215,022		236,688	
Total Special Education Grants to States (IDEA Part B) (Passed through Clark County ESC)			240,246		289,356	
Special Education - Preschool Grant		84.173	20,777		24,426	
Total Special Education Cluster			261,023		313,782	
Innovative Educational Program Strategies	C2-S1-2002	84.298	18,983		18,983	
Tech Literacy Challenge Fund	TF-43 2000	84.318	(589)		18,219	
(Passed through Ohio Department of Education)						
Drug-Free Schools Grant	DR-S1-2002	84.186	14,405		14,405	
GOALS 2000	G2-S2-2000	84.276			2,935	
	G2-S2-2001				16,792	
	G2-S2-2002		1,801		1,801	
	G2-S2-2002		25,000		14,602	
Total GOALS 2000			26,801		36,130	
Eisenhower Professional Development Grant	MS-S1-2001	84.281			5,339	
	MS-S1-2002		18,578		4,606	
Total Eisenhower Professional Development Grant			18,578		9,945	
Title I Comprehensive School Reform Demonstration	RFS1-2001	84.332	100,130		96,700	
Class Size Reduction	CR-S1-2001	84.340	4,866		29,880	
	CR-S1-2002		71,544		82,803	
Total Class Size Reduction			76,410		112,683	
Assistive Technology Infusion Project	AT-S1-2002	84.352A	1,920		1,920	
Architectural & Transportation Barriers	Not Available	84.000			10,347	
Total Department of Education			1,141,868	88,224	1,255,827	81,403
Total Federal Assistance			\$1,521,732	\$88,224	\$1,635,691	\$81,403

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

**TECUMSEH LOCAL SCHOOL DISTRICT
CLARK COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2002**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - NUTRITION CLUSTER

Non-monetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State Grants and local funds. It is assumed federal monies are expended first.

NOTE C - MATCHING REQUIREMENTS

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

NOTE D - PRESCHOOL TITLE VI-B

The Clark County Educational Service Center expended \$24,426 on the Preschool Title VI-B Program on behalf of Tecumseh Local School District during the current reporting period. These expenditures are included on the accompanying Schedule of Federal Award Expenditures.



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

Tecumseh Local School District
Clark County
9760 West National Road
New Carlisle, Ohio 45344

To the Board of Education:

We have audited the financial statements of Tecumseh Local School District, Clark County, (the District) as of and for the year ended June 30, 2002, and have issued our report thereon dated December 13, 2002. 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 the management of the District in a separate letter dated December 13, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying schedule of findings as item 2002-10312-001.

**Internal Control Over Financial Reporting
(Continued)**

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we do not believe the reportable condition described above is a material weakness. We also noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 13, 2002.

This report is intended for the information and use of the 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 13, 2002



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

Tecumseh Local School District
Clark County
9760 West National Road
New Carlisle, Ohio 45344

To the Board of Education:

Compliance

We have audited the compliance of Tecumseh Local School District, Clark County, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2002. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of 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, Tecumseh Local School District complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2002.

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.

**Internal Control Over Compliance
(Continued)**

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

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of Tecumseh Local School District, Clark County, as of and for the year ended June 30 2002, and have issued our report thereon dated December 13, 2002. Our audit was performed for the purpose of forming an opinion on the general-purpose statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

This report is intended for the information and use of the 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 13, 2002

**TECUMSEH LOCAL SCHOOL DISTRICT
CLARK COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2002**

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)?	Yes
(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):	- Grants to Local Educational Agencies (ESEA Title I) CFDA - 84.010 - Special Education Cluster CFDA's - 84.027, 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**

FINDING NUMBER 2002-10312-001

Reportable Condition

Latchkey

Latchkey programs were provided at several different Tecumseh Local School District buildings. Neither cash nor accounts receivable ledgers were maintained for Latchkey customers, which could result in a customer making an over / under payment and allow errors to occur in customer balances. Additionally, there was no consistent method of record keeping at the various buildings in the District. To provide that customer account balances are correct and records are consistently maintained, each building Latchkey program should maintain a similar cash /accounts receivable ledger for each student enrolled in their particular program. The ledger should include a cumulative total of fees due by week for the school year, fees owed per week, amounts paid made including date and receipt number, and a running cumulative total of charges due.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

TECUMSEH LOCAL SCHOOL DISTRICT
CLARK COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
JUNE 30, 2002

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2000-10312-001	Latchkey Controls	No	The District has not adopted an accounts receivable ledger. Repeated as finding 2002-10312-001.

TECUMSEH LOCAL SCHOOL DISTRICT

New Carlisle, Ohio

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2002

**Issued By:
Treasurer's Office**

**Paul Gerlach
Treasurer**



TECUMSEH LOCAL SCHOOL DISTRICT

INTRODUCTORY SECTION

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

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**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
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TECUMSEH LOCAL SCHOOL DISTRICT



TECUMSEH LOCAL SCHOOLS

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Roger Pankake
Superintendent
Jim Gay, Ph.D.
Assistant Superintendent

Matthew Curtis
Director of Special Education &
Professional Development

Mike Lucas
Director
Paul E. Gerlach
Treasurer

Tecumseh High School
9830 West National Road
New Carlisle, Ohio 45344
845-4500

New Carlisle Middle School
1203 Kennison Avenue
New Carlisle, Ohio 45344
845-4460

Olive Branch Middle School
9712 West National Road
New Carlisle, Ohio 45344
845-4465

Donnelsville Elementary School
P.O. Box 130
150 East Main Street
Donnelsville, Ohio 45319
845-4540

Medway Elementary School
116 Middle Street
Medway, Ohio 45341
845-4475

Park Layne Elementary School
620 Cliffside Drive
New Carlisle, Ohio 45344
845-4470

Westlake Elementary School
621 Walsh Avenue
New Carlisle, Ohio 45344
845-4480

McAdams Early Childhood Center
1400 McAdams Drive
New Carlisle, Ohio 45344
845-4545

www.tecumseh.k12.oh.us

December 13, 2002

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

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Tecumseh Local School District. The information reported is for the fiscal year ended June 30, 2002. The report contains financial statements, supplemental statements and schedules, as well as other financial and statistical information to provide complete and full disclosure of all material financial aspects of the District for fiscal year 2002.

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

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

The CAFR report is divided into three sections:

The Introductory Section introduces the reader to the report and provides an overview of the district and area. It also includes a table of contents, this transmittal letter, Certificate of Achievement for Excellence in Financial Reporting for fiscal year 2001 from GFOA and ASBO, an organizational chart, and list of principal officials.

The Financial Section includes the unqualified opinion of our independent auditor, Jim Petro, Auditor of State. It also includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules.

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

THE REPORTING ENTITY AND SERVICES PROVIDED

The School District has reviewed its operating 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 Tecumseh Local School District (the primary government) and its potential component units.

This report includes all funds and account groups of the district. The funds and account groups are used to account for the primary government's assets, liabilities, fund balances, and results of operations (or revenues over/under expenses) for those activities.

This report includes all funds and account groups of the school district. The school district provides a full range of traditional and non-traditional education programs, services and facilities. These include all day pre-school and kindergarten, elementary and secondary curriculum at the general, college preparatory and vocational levels, a broad range of co-curricular and extracurricular activities, special education programs and facilities.

MISSION STATEMENT

The mission of the Tecumseh Local School District is to provide a variety of educational programs for students of all ages and abilities. Our school system strives to prepare learners to be responsible, contributing members of an ever-changing society, and to have a feeling of success, and a pride in community.

SCHOOL DISTRICT DESCRIPTION AND ORGANIZATION

The Tecumseh Local School District was established in 1875 through the consolidation of existing land areas and school districts. The District serves an area of approximately 50 square miles. It is located in Clark County, and includes all of the City of New Carlisle and portions of Bethel and Pike Townships, with some parcels of property located in Miami County.

The School District is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio to provide educational services as authorized by State statute and/or federal guidelines. The School District operates under a locally elected Board form of government consisting of five members elected at-large for staggered four-year terms. The Board appoints the Superintendent and the Treasurer. All departments, with the exception of the Treasurer's Office, are under the authority of the Superintendent's Office.

ECONOMIC CONDITION AND OUTLOOK

The Tecumseh Local School District is located in southwestern Clark County, which is just north of Dayton, Ohio and slightly to the west of Springfield, Ohio. Interstate 70 and Interstate 675 are only a few miles away. These major thoroughfares permit easy commuting to the Cities of Dayton and Springfield, as well as Wright Patterson Air Force Base (one of the areas largest employers).

The School District's tax base is supported mainly through residential and agricultural property. New housing projects have continued to be strong throughout the area, as lending rates have remained at record low levels for the past few years. The School District anticipates assessed property values and new housing projects to increase slightly or remain stable over the foreseeable future.

MAJOR INITIATIVES

Primary accomplishments for school year 2001-2002 were as follows:

Financial

Received School District's first Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA) of the United States and Canada for its Comprehensive Annual Financial Report (CAFR) for fiscal year ended June 30, 2001. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR, whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

Received School District's first Certificate of Excellence in Financial Reporting from the Association of School Business Officials International (ASBO) for its CAFR for fiscal year ended June 30, 2001. This award certifies that the CAFR substantially conformed to the principles and standards of financial reporting as recommended and adopted by ASBO.

Curriculum

Developed quarterly benchmark assessments in Math K-5.

Developed Pilot quarterly benchmark assessments in Language Arts 1-5.

Developed short cycle (bi-weekly) assessments for Language Arts K-5.

Began using classroom data to drive instruction (Teacher/Student Partnership training and Koalaty Kids Tools training).

Held teacher awareness sessions on new standards in Language Arts and Math.

Staff Development

Established English language learners programs.

Implemented Baldrige Quality Tools.

Established Baldrige Student and Teacher partnerships to increase student achievement.

Held Baldrige training for classified staff.

Implemented flex scheduling for certain staff.

Instituted Interactive Video Learning program in classrooms.

Adopted phonemic awareness and reading instruction programs.

Established instructional strategies for students with ADHD.

Facilities Initiatives

Purchased three new school buses.

Completed renovation of storage facility lighting, concrete floor, shelving units and guard post.

Replacement of asphalt and concrete at Tecumseh High School, Medway Elementary, Park Layne Elementary, New Carlisle Middle School, Spitzer Stadium, McAdams Early Childhood Center, Donnelville Elementary and Westlake Elementary.

Installed new room at Tecumseh High School – shop area classrooms.

Constructed new concession building at Spitzer Stadium.

Replaced security surveillance system at Tecumseh High School.

Replaced landscaping at Olive Branch Middle School and Administration Building.

Replacement of fence around Spitzer Stadium.

Replacement of flooring and carpet at McAdams Early Childhood Center, Tecumseh High School and Park Layne Elementary.

Specific goals for the 2002-2003 school year are:

Finance

Receive the Government Finance Officer's Association (GFOA) Certificate of Excellence in Financial Reporting for the District's 2002 Comprehensive Annual Financial Report.
Receive the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the District's 2002 Comprehensive Annual Financial Report.
Continued review of the District's internal control structure through the update of District policy and procedure manuals.
Continued success in monitoring and budgeting District resources.

Curriculum

Continue quarterly benchmark assessments in Math K-5.
Develop quarterly benchmark assessments in Math and Language Arts 8-12.
Implement Language Arts and Math standards and align instruction at all grade levels.
Improve teacher skills in teaching Math 4-5.
Collaborate across grade levels to align instruction with State standards.
Improve Proficiency test scores through data-driven decision making.
Select Math materials based on State standards.
Develop a database of short cycle assessment items aligned to standards in Math.

Staff Development

Establish strategies to meet the needs of ESL students.
Initiate differentiated instruction to meet the needs of students with disabilities.
Begin student led conferencing program.
Institute school safety training.
Intervention program for Ohio Graduation Test (OGT).
Establish programs to optimize instruction to increase student achievement.

FINANCIAL INFORMATION

Internal Accounting and Budgetary Control

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 management of the District is responsible for establishing and maintaining an internal control environment that provides reasonable assurance the District's financial statements are reliable, the District complied with applicable laws and regulations and the District is operating effectively and efficiently.

The 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, ensure that the financial information generated is both accurate and reliable.

The District maintains its accounts and accounting records to facilitate budgetary control as outlined by Ohio Revised Code. Before October 1st of each fiscal year the Board adopts its annual appropriation measure. These appropriations may be amended as needed by Board action. Annual appropriations and any amendments may not exceed the County Budget Commissions official estimate of resources. The County Auditor must certify that the Board's appropriation measures 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 function level within the fund for the General, Permanent Improvement and Food Service funds, and at the fund level for the remaining funds. All purchase order requests must be approved by the building principal, department supervisor, or appropriate central office director and must be certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests that exceed the available appropriations are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail month and year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished the 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. Additional information on the District's budgetary accounts can also be found in notes to the general purpose financial statements.

General Fund

The General Fund is the general operating fund of the District, used to account for all revenues and expenditures not required to be accounted for in another fund.

The following schedule presents a summary of the General Fund revenues for the fiscal years ended June 30, 2002 and the amount and percentage of increases and decreases in relation to the 2001 fiscal year.

	2002 Amount	Percent of Total	Increase (Decrease) From 2001	Percent of Increase (Decrease)
Taxes	\$7,639,512	33.2%	\$1,309,687	20.7%
Intergovernmental	14,688,007	63.8%	846,519	6.1%
Interest	157,263	0.7%	(234,649)	-59.9%
Tuition and Fees	432,766	1.9%	169,151	64.2%
Rent	75,458	0.3%	75,458	100.0%
Transportation	0	0.0%	(82,226)	-100.0%
Miscellaneous	23,319	0.1%	(75,575)	-76.4%
TOTAL	\$23,016,325	100.0%	\$2,008,365	9.6%

The increase in the tax revenue was primarily related to increase in property values due to revaluation of all properties by the County Auditor, as well as the School District obtaining an advance on fiscal year 2003 property tax revenue in fiscal year 2002. The increase in intergovernmental revenue is primarily attributable to higher state payments related to property taxes and increases in the state per pupil funding amount in the foundation program. The decrease in interest revenue was due to lower cash balances available for investing purposes and significantly lower earning rates available.

The following schedule presents a summary of General Fund expenditures for the fiscal year ended June 30, 2002, and the amount and percentage of increase or decrease in relation to the 2001 fiscal year.

	2002 Amount	Percent Of Total	Increase (Decrease) from 2001	Percent of Increase (Decrease)
Regular Instruction	\$11,117,101	47.7%	\$647,208	6.2%
Special Instruction	1,574,406	6.8%	52,608	3.5%
Vocational Instruction	588,243	2.5%	106,696	22.2%
Other Instruction	421,655	1.8%	(104,927)	-19.9%
Pupil Support	1,210,360	5.2%	60,497	5.3%
Instructional Staff Support	1,002,271	4.3%	163,338	19.5%
Board of Education	67,056	0.3%	21,032	45.7%
School Administration	2,542,112	10.9%	218,762	9.4%
Fiscal	480,254	2.1%	43,511	10.0%
Business	12,887	0.1%	(4,774)	-27.0%
Operations and Maintenance	2,590,197	11.1%	183,984	7.6%
Pupil Transportation	1,342,450	5.8%	26,265	2.0%
Central Support	31,309	0.1%	(3,867)	-11.0%
Extracurricular Activities	311,391	1.3%	15,667	5.3%
Capital Outlay	6,249	<0.1%	(3,796)	-37.8%
TOTAL	\$23,297,941	100.0%	\$1,422,204	6.5%

The increase in functional expenditures were due primarily to negotiated pay increases for all classifications of employees, substantial increases in the cost of providing employees with healthcare coverage and general inflation. An increase in the number of aides for special education and kindergarten classes comprise the majority of the increase in instructional staff support. Improvements to the various school facilities added to the operation and maintenance costs incurred by the District in 2002 as compared to 2001.

Special Revenue Funds

Special Revenue Funds account for certain revenue sources, primarily program grants and entitlements, which are restricted by law or other formal actions to expended for a specific purpose. In 2002, all Special Revenue Funds on a combined basis operated with \$1,787,220 in revenues and \$1,887,318 in expenditures. The District was successful in obtaining additional funding for several new grants during the 2001-2002 school year. These grant dollars provided additional services to District students and staff, either directly or indirectly.

Capital Project Funds

The District's Capital Projects Funds are used to fund major equipment purchases and major capital improvement projects. During the 2001-2002 school year, the District utilized funds from the Capital Projects Funds to resurface and seal parking lots, purchase new school busses, replace or repair roofs on nearly all school buildings, and repair and service various heating and air conditioning units throughout the District. The School District issued a tax anticipation note related to the renovation of the football stadium during the previous fiscal year.

Enterprise Funds

Food Service and Latchkey are classified as enterprise operations since they resemble those activities found in private industry and management can set fees and charges to cover the cost of providing the service. In fiscal year 2002, the Enterprise Funds had net income of \$22,918 as compared to \$10,019 in fiscal year 2001. The slight increase in the net income for fiscal year 2002 as compared with fiscal year 2001, was slightly lower expenses for goods and services during 2002. The Enterprise Funds are extremely dependent upon federal and state subsidies, as comparing fiscal year 2002's operating income of \$892,182 to operating expenses of \$1,406,123 would indicate. Substantially all these federal and state subsidies are associated with the District's food service program.

Trust and Agency Funds

Trust and Agency Funds require fiduciary relationship in their management of the District. The Agency fund utilized by the District is used to account for Student Activity Funds. The Student Activity Funds represent a large variety of student groups from the high schools and middle schools.

DEBT ADMINISTRATION

The District has no outstanding bond or other long-term debt issues outstanding at June 30, 2002. During the year, the District issued \$548,000 in tax anticipation notes related to the renovations made to the football stadium during fiscal year 2001. This tax anticipation note was the only debt instrument outstanding at June 30, 2002.

As of June 30, 2002, the District's overall debt margin was \$21,808,009, the energy conservation debt margin was \$2,235,601 and the unvoted debt margin was \$248,400.

CASH MANAGEMENT

The District's cash management program addresses the issues of safety, liquidity and yield while maximizing returns. All investments are spread among available investment options to insure maximum interest rates. Investment earnings for all funds during the fiscal year were \$163,555. The figure is lower than in the previous fiscal year due to lower cash balances available for investing purposes throughout the year, as well as lower interest rates available for investments.

RISK MANAGEMENT

The District continues to protect its assets through a comprehensive insurance program. Insurance policies are in effect for fleet liability; property loss, boiler and machinery, school errors and omissions liability, and excess liability is purchased through the Indiana Insurance Company.

All employees are covered under the District's liability policy. The Superintendent and Board President are covered with a \$20,000 performance bond. The Treasurer is covered with a \$100,000 performance bond.

The District uses the State Workers' Compensation plan and pays the premium based on a rate per \$100 of salaries. The School District is a member of Ohio School Boards Association Workers' Compensation Group Rating Program.

INDEPENDENT AUDIT

State statutes require the School District to be subjected to an annual examination by an independent auditor. Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the School District's financial statements as of June 30, 2002. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to governments that publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. The District is submitting this report to GFOA to determine its eligibility for a certificate, which is the highest form of recognition in the area of governmental financial reporting.

The District will also seek the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2002. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials. The District believes our current report meets ASBO requirements.

ACKNOWLEDGEMENTS

The preparation of the 2002 Comprehensive Annual Financial Report was made possible by many, not only through effort but also through support. Thanks are extended to the Tecumseh Board of Education for their support of the Treasurer's office that allows reliable and progressive financial operations and reporting.

Appreciation for the preparation is extended to Clark, Schaefer, Hackett & Company, the Clark County Auditor's Office, and Richard Cost.

Respectfully submitted,

Paul E. Gerlach
Treasurer/CFO

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Tecumseh Local School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2001

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.



Timothy A. Crave
President

Jeffrey L. Essler
Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to
TECUMSEH LOCAL SCHOOL DISTRICT
For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2001

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

Clark J. Goldhall
President

David A. Roth
Interim Executive Director

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2002

Board of Education

Jane Manemann, Board President
Gary Cochran, Board Vice President
Dan Studebaker, Board Member
Beverly Quinn, Board Member
Jim Snyder, Board Member

Administrative Team

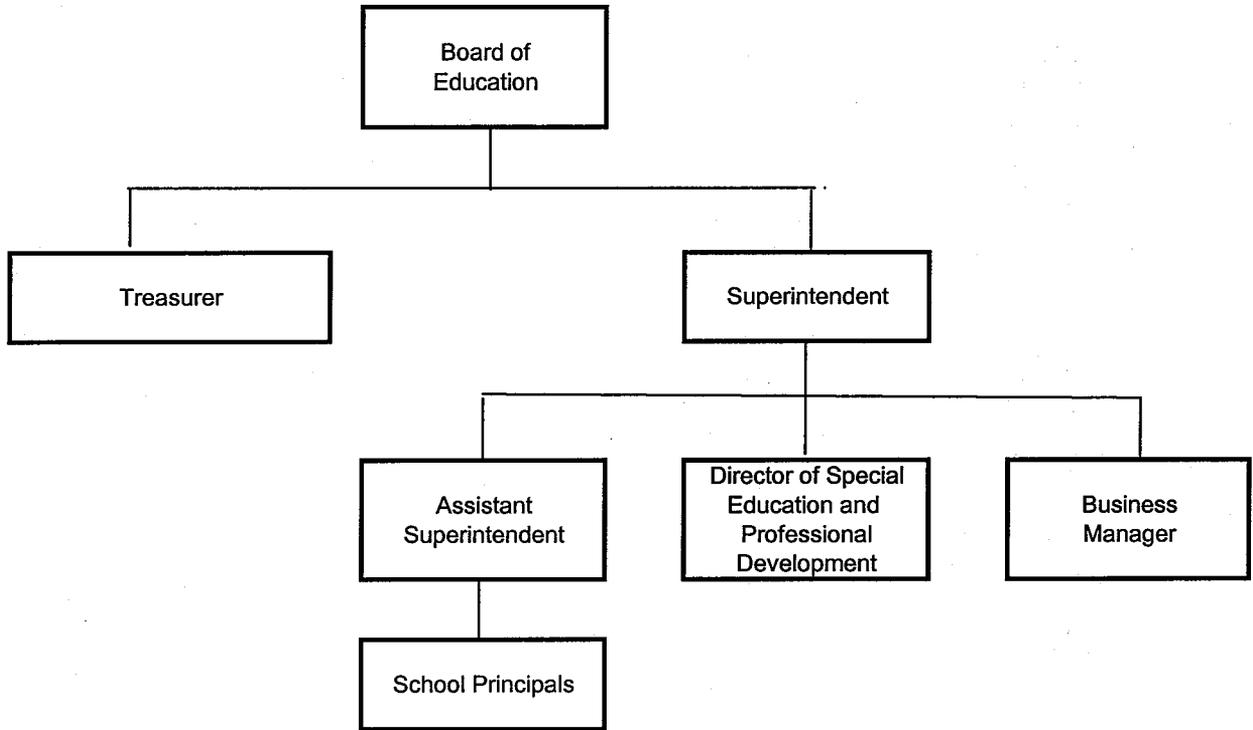
Roger Pankake, Superintendent
James Gay, Assistant Superintendent
Matthew Curtis, Director of Special Education and Professional Development
Mike Lucas, Director of Buildings, Grounds, Transportation, and Food Service
Paul Gerlach, Treasurer

Mike Ostendorf, Principal, Tecumseh High School
Kirk Saulsbury, Unit Principal, Tecumseh High School
Jeff Renshaw, Unit Principal, Tecumseh High School
David Campbell, Principal, Olive Branch Middle School
Brad Martin, Assistant Principal, Olive Branch Middle School
Cecil Foley, Principal, New Carlisle Middle School
Tony Mennett, Assistant Principal, New Carlisle Middle School
Nicholas Verhoff, Principal, Westlake Elementary School
Greg Baker, Principal, Park Layne Elementary School
Jim Williams, Principal, Medway Elementary School
Pam Young, Principal, Donnelville Elementary School
Sharon Powers, Principal, McAdams Early Childhood Center

Craig Eier, Athletic Director
Cassie Rogers, Director of Libraries and Technology
Cindy Fisher, Curriculum Coordinator
Karen Montgomery, Director of Child Nutrition
DeAnna Gehret, Title I Coordinator

Vinia Roberts, School Psychologist
Marianne Rinaldo, School Psychologist
Selva Thompson, School Psychologist

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
ADMINISTRATIVE ORGANIZATION
AS OF JUNE 30, 2002





TECUMSEH LOCAL SCHOOL DISTRICT

FINANCIAL SECTION

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STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

One First National Plaza
130 West Second Street
Suite 2040
Dayton, Ohio 45402
Telephone 937-285-6677
800-443-9274
Facsimile 937-285-6688
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Tecumseh Local School District
Clark County
9760 West National Road
New Carlisle, Ohio 45344

To the Board of Education:

We have audited the accompanying general-purpose financial statements of the Tecumseh Local School District, Clark County, (the District) as of and for the year ended June 30, 2002, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Tecumseh Local School District, Clark County, as of June 30, 2002, and the results of its operations and the cash flows of its proprietary fund type and nonexpendable trust fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2002 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.

The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for additional analysis and are not a required part of the general-purpose financial statements. We subjected this information to the auditing procedures applied in the audit of the general-purpose financial statements. In our opinion, it is fairly stated in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

A handwritten signature in black ink, appearing to read "Jim Petro".

Jim Petro
Auditor of State

December 13, 2002

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2002

	GOVERNMENTAL FUND TYPES		
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS
<u>Assets and Other Debits:</u>			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 5,206,211	\$ 452,519	\$ 516,133
Cash and Cash Equivalents:			
In Segregated Accounts	-	2,500	-
Investments	-	-	-
Receivables:			
Taxes	7,992,081	-	644,127
Accounts	19,859	-	-
Intergovernmental	-	242,710	-
Interfund	32,946	-	-
Prepaid Items	75,571	-	-
Inventory of Supplies and Materials	102,959	-	-
Inventory Held for Resale	-	-	-
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	80,264	-	-
Fixed Assets (Net, where applicable, of Accumulated Depreciation)	-	-	-
Other Debits:			
Amount to be Provided for Retirement of General Long Term Obligations	-	-	-
Total Assets and Other Debits	\$ 13,509,891	\$ 697,729	\$ 1,160,260
<u>Liabilities, Fund Equity and Other Credits</u>			
Liabilities:			
Accounts Payable	\$ 129,181	\$ 22,827	\$ 80,722
Accrued Wages and Benefits	2,161,926	97,998	-
Accrued Interest Payable	-	-	14,478
Intergovernmental Payable	505,205	33,743	-
Interfund Payable	-	32,946	-
Due to Students	-	-	-
Deferred Revenue	7,367,907	32,938	596,347
Compensated Absences Payable	80,641	-	-
Tax Anticipation Notes Payable	-	-	548,000
Early Retirement Incentive Payable	-	-	-
Total Liabilities	10,244,860	220,452	1,239,547
Equity and Other Credits:			
Investment in General Fixed Assets	-	-	-
Retained Earnings:			
Unreserved	-	-	-
Fund Balances:			
Reserved for Encumbrances	389,879	64,967	227,691
Reserved for Supplies Inventory	102,959	-	-
Reserved for Taxes	624,174	-	47,780
Reserved for Budget Stabilization	80,264	-	-
Reserved for Non-Expendable Trust	-	-	-
Unreserved	2,067,755	412,310	(354,758)
Total Equity and Other Credits	3,265,031	477,277	(79,287)
Total Liabilities, Equity and Other Credits	\$ 13,509,891	\$ 697,729	\$ 1,160,260

See accompanying notes to the general purpose financial statements

PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTAL (MEMORANDUM ONLY)
		GENERAL FIXED ASSETS	GENERAL LONG-TERM OBLIGATIONS	
ENTERPRISE	TRUST AND AGENCY			
\$ 162,794	\$ 54,735	\$ -	\$ -	\$ 6,392,392
-	-	-	-	2,500
-	2,000	-	-	2,000
-	-	-	-	8,636,208
-	-	-	-	19,859
-	-	-	-	242,710
-	-	-	-	32,946
-	-	-	-	75,571
6,533	-	-	-	109,492
53,783	-	-	-	53,783
-	-	-	-	80,264
98,236	-	16,734,957	-	16,833,193
-	-	-	1,724,911	1,724,911
<u>\$ 321,346</u>	<u>\$ 56,735</u>	<u>\$ 16,734,957</u>	<u>\$ 1,724,911</u>	<u>\$ 34,205,829</u>
\$ 366	\$ 1,587	\$ -	\$ -	\$ 234,683
99,333	-	-	-	2,359,257
-	-	-	-	14,478
59,437	-	-	198,382	796,767
-	-	-	-	32,946
-	53,148	-	-	53,148
-	-	-	-	7,997,192
43,825	-	-	1,426,529	1,550,995
-	-	-	-	548,000
-	-	-	100,000	100,000
202,961	54,735	-	1,724,911	13,687,466
-	-	16,734,957	-	16,734,957
118,385	-	-	-	118,385
-	-	-	-	682,537
-	-	-	-	102,959
-	-	-	-	671,954
-	-	-	-	80,264
-	2,000	-	-	2,000
-	-	-	-	2,125,307
118,385	2,000	16,734,957	-	20,518,363
<u>\$ 321,346</u>	<u>\$ 56,735</u>	<u>\$ 16,734,957</u>	<u>\$ 1,724,911</u>	<u>\$ 34,205,829</u>



TECUMSEH LOCAL SCHOOL DISTRICT

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2002

	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL (MEMORANDUM ONLY)
Revenues:				
Taxes	\$ 7,639,512	\$ -	\$ 626,491	\$ 8,266,003
Intergovernmental	14,688,007	1,553,677	211,496	16,453,180
Interest	157,263	347	5,733	163,343
Tuition and Fees	432,766	1,862	-	434,628
Rent	75,458	-	-	75,458
Gifts and Donations	-	9,820	-	9,820
Extracurricular Activities	-	213,762	-	213,762
Miscellaneous	23,319	7,752	-	31,071
Total Revenues	23,016,325	1,787,220	843,720	25,647,265
Expenditures:				
Current:				
Instruction:				
Regular	11,117,101	488,125	105,335	11,710,561
Special	1,574,406	413,655	-	1,988,061
Vocational	588,243	-	-	588,243
Other	421,655	-	-	421,655
Support Services:				
Pupils	1,210,360	326,085	48,000	1,584,445
Instructional Staff	1,002,271	357,968	40,660	1,400,899
Board of Education	67,056	-	-	67,056
Administration	2,542,112	165,350	2,820	2,710,282
Fiscal	480,254	1,378	11,784	493,416
Business	12,887	-	-	12,887
Plant Operation and Maintenance	2,590,197	9,255	104,110	2,703,562
Pupil Transportation	1,342,450	7,434	-	1,349,884
Central	31,309	6,889	-	38,198
Non-Instructional Services	-	3,945	-	3,945
Extracurricular Activities	311,391	107,234	-	418,625
Capital Outlay	6,249	-	85,945	92,194
Debt Service:				
Interest and Fiscal Charges	-	-	31,937	31,937
Total Expenditures	23,297,941	1,887,318	430,591	25,615,850
Excess of Revenues Over(Under)				
Expenditures	(281,616)	(100,098)	413,129	31,415
Other Financing Sources (Uses):				
Operating Transfers-In	594	36,715	-	37,309
Operating Transfers-Out	(86,715)	(580)	-	(87,295)
Total Other Financing Sources (Uses)	(86,121)	36,135	-	(49,986)
Excess of Revenues and Other				
Financing Sources Over(Under)				
Expenditures and Other Financing Uses	(367,737)	(63,963)	413,129	(18,571)
Fund Balance at Beginning of Year	3,652,267	541,240	(492,416)	3,701,091
Decrease in Reserve for Inventory	(19,499)	-	-	(19,499)
Fund Balance at End of Year	\$ 3,265,031	\$ 477,277	\$ (79,287)	\$ 3,663,021

See accompanying notes to the general purpose financial statements

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Taxes	\$ 7,363,823	\$ 7,817,574	\$ 453,751
Intergovernmental	14,932,512	14,688,007	(244,505)
Interest	190,000	168,894	(21,106)
Tuition and Fees	438,200	437,377	(823)
Extracurricular Activities	-	-	-
Transportation	76,500	75,458	(1,042)
Gifts and Donations	-	-	-
Miscellaneous	11,040	13,204	2,164
Total Revenues	23,012,075	23,200,514	188,439
Expenditures:			
Current:			
Instruction:			
Regular	11,244,392	11,081,926	162,466
Special	1,644,175	1,575,043	69,132
Vocational	589,840	592,707	(2,867)
Other Instruction	416,571	368,556	48,015
Support Services:			
Pupils	1,248,196	1,202,775	45,421
Instructional Staff	1,035,234	1,007,403	27,831
Board of Education	104,764	94,604	10,160
Administration	2,846,495	2,567,895	278,600
Fiscal	715,411	490,118	225,293
Business	152,346	33,136	119,210
Plant Operation and Maintenance	3,467,482	2,721,248	746,234
Pupil Transportation	2,130,151	1,474,210	655,941
Central	39,499	31,728	7,771
Non-Instructional Services	-	-	-
Extracurricular Activities	312,003	306,524	5,479
Capital Outlay	40,136	6,324	33,812
Debt Service:			
Principal Retirement	-	-	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	25,986,695	23,554,197	2,432,498
Excess of Revenues Over(Under) Expenditures	<u>(2,974,620)</u>	<u>(353,683)</u>	<u>2,620,937</u>
Other Financing Sources (Uses):			
Refund of Prior Year Expenditures	10,050	10,024	(26)
Refund of Prior Year Receipts	(50,000)	-	50,000
Contingency	(100,000)	-	100,000
Proceeds from Sale of Notes	-	-	-
Advances-In	-	-	-
Advances-Out	(100,000)	-	100,000
Operating Transfers-In	685	685	-
Operating Transfers-Out	(150,000)	(63,000)	87,000
Total Other Financing Sources (Uses)	(389,265)	(52,291)	336,974
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	<u>(3,363,885)</u>	<u>(405,974)</u>	<u>2,957,911</u>
Fund Balance at Beginning of Year	4,729,081	4,729,081	-
Prior Year Encumbrances Appropriated	556,477	556,477	-
Fund Balance at End of Year	\$ 1,921,673	\$ 4,879,584	\$ 2,957,911

See accompanying notes to the general purpose financial statements

SPECIAL REVENUE FUNDS			CAPITAL PROJECT FUNDS		
REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ -	\$ -	\$ -	\$ 616,761	\$ 643,422	\$ 26,661
1,708,271	1,400,031	(308,240)	212,693	211,496	(1,197)
312	347	35	5,100	5,733	633
2,000	1,862	(138)	-	-	-
210,111	213,762	3,651	-	-	-
-	-	-	-	-	-
10,181	9,820	(361)	-	-	-
7,452	7,752	300	-	-	-
<u>1,938,327</u>	<u>1,633,574</u>	<u>(304,753)</u>	<u>834,554</u>	<u>860,651</u>	<u>26,097</u>
716,805	473,939	242,866	128,493	121,416	7,077
524,000	393,426	130,574	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
406,841	330,452	76,389	48,000	48,000	-
479,004	399,209	79,795	76,630	66,130	10,500
-	-	-	-	-	-
197,609	164,672	32,937	8,461	8,461	-
-	-	-	14,150	11,784	2,366
1,378	1,378	-	-	-	-
13,443	9,268	4,175	321,701	387,971	(66,270)
11,843	3,028	8,815	10,500	-	10,500
15,377	11,850	3,527	-	-	-
9,054	3,933	5,121	-	-	-
125,095	117,143	7,952	-	-	-
-	-	-	208,173	124,654	83,519
-	-	-	310,000	310,000	-
-	-	-	42,562	42,562	-
<u>2,500,449</u>	<u>1,908,298</u>	<u>592,151</u>	<u>1,168,670</u>	<u>1,120,978</u>	<u>47,692</u>
<u>(562,122)</u>	<u>(274,724)</u>	<u>287,398</u>	<u>(334,116)</u>	<u>(260,327)</u>	<u>73,789</u>
-	-	-	-	-	-
(42,376)	(41,723)	653	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
41,820	41,820	-	-	-	-
(29,400)	(29,400)	-	-	-	-
<u>(29,956)</u>	<u>(29,303)</u>	<u>653</u>	<u>-</u>	<u>-</u>	<u>-</u>
(592,078)	(304,027)	288,051	(334,116)	(260,327)	73,789
551,418	551,418	-	218,862	218,862	-
88,409	88,409	-	249,186	249,186	-
<u>\$ 47,749</u>	<u>\$ 335,800</u>	<u>\$ 288,051</u>	<u>\$ 133,932</u>	<u>\$ 207,721</u>	<u>\$ 73,789</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS/FUND BALANCE
PROPRIETARY FUND TYPE AND NON-EXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	TOTAL (MEMORANDUM ONLY)
	ENTERPRISE	NON- EXPENDABLE TRUST	
Operating Revenues:			
Sales	\$ 777,644	\$ -	\$ 777,644
Charges for Services	114,538	-	114,538
Total Operating Revenue	892,182	-	892,182
Operating Expenses:			
Salaries and Wages	642,639	-	642,639
Fringe Benefits	200,618	-	200,618
Purchased Services	26,317	-	26,317
Supplies and Materials	83,642	-	83,642
Cost of Sales	436,021	-	436,021
Depreciation	16,886	-	16,886
Total Operating Expenses	1,406,123	-	1,406,123
Operating Income (Loss)	(513,941)	-	(513,941)
Non-Operating Revenues and Losses:			
Loss on Sale of Asset	(1,358)	-	(1,358)
Federal and State Subsidies	405,061	-	405,061
Federal Donated Commodities	82,958	-	82,958
Interest	212	-	212
Total Non-Operating Revenue and Losses:	486,873	-	486,873
Loss Before Transfer-In (Out)	(27,068)	-	(27,068)
Operating Transfer-Out	(14)		(14)
Operating Transfer-In	50,000	-	50,000
Net Income	22,918	-	22,918
Retained Earnings/Fund Balance at Beginning of Year	95,467	2,000	97,467
Retained Earnings/Fund Balance at End of Year	\$ 118,385	\$ 2,000	120,385

See accompanying notes to the general purpose financial statements

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINED STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE AND NON-EXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	TOTAL (MEMORANDUM ONLY)
	ENTERPRISE	NON- EXPENDABLE TRUST	
<u>Increase (Decrease) in Cash and Cash Equivalents:</u>			
Cash Flows from Operating Activities:			
Cash Received from Customers	\$ 892,182	\$ -	\$ 892,182
Cash Payments for Employee Services and Benefits	(839,756)	-	(839,756)
Cash Payments to Vendors for Goods and Services	(508,933)	-	(508,933)
Net Cash Used in Operating Activities	(456,507)	-	(456,507)
Cash Flows from Noncapital Financing Activities:			
Federal and State Subsidies	405,061	-	405,061
Operating Transfers-Out	(14)	-	(14)
Operating Transfers-In	50,000	-	50,000
Net Cash Provided from Noncapital Financing Activities	455,047	-	455,047
Cash Flows from Capital and Related Financing Activities:			
Acquisition of Capital Assets	(29,006)	-	(29,006)
Cash Flows from Investing Activities:			
Interest	212	-	212
Net Decrease in Cash and Cash Equivalents	(30,254)	-	(30,254)
Cash and Cash Equivalents Beginning of Year	193,048	-	193,048
Cash and Cash Equivalents End of Year	\$ 162,794	\$ -	\$ 162,794
Reconciliation of Operating Loss to Net Cash Used in Operating Activities:			
Operating Income (Loss)	\$ (513,941)	\$ -	\$ (513,941)
Adjustments to Reconcile Operating Loss to Net Cash Used in Operating Activities:			
Depreciation	16,886	-	16,886
Donated Commodities Received	82,958	-	82,958
Changes in Assets and Liabilities			
Decrease in Inventory of Supplies and Materials	(1,659)	-	(1,659)
Decrease in Inventory Held for Resale	(12,277)	-	(12,277)
Decrease in Accounts Payable	(268)	-	(268)
Increase in Accrued Wages and Benefits Payable	2,933	-	2,933
Increase in Intergovernmental Payable	(10,967)	-	(10,967)
Decrease in Deferred Revenue	(31,707)	-	(31,707)
Decrease in Compensated Absences Payable	11,535	-	11,535
Net Cash Used in Operating Activities	\$ (456,507)	\$ -	\$ (456,507)
Noncash Transactions:			
Donated Commodities Received	\$ 82,958	\$ -	\$ 82,958
Cash and Cash Equivalents per Balance Sheet:			
Cash and Cash Equivalents - All Fiduciary Funds		\$ 54,735	
Cash and Cash Equivalents - Agency Funds		(54,735)	
Cash and Cash Equivalents - Nonexpendable Trust Fund		\$ -	

See accompanying notes to the general purpose financial statements

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (BUDGET BASIS)
PROPRIETARY FUND TYPE AND NON-EXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	ENTERPRISE FUND			NON-EXPENDABLE TRUST FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:						
Sales	\$ 766,965	\$ 777,644	\$ 10,679	\$ -	\$ -	\$ -
Charges for Services	112,075	114,538	2,463	-	-	-
Interest Earnings	141	212	71	-	-	-
Federal and State Subsidies	401,448	405,061	3,613	-	-	-
Other Revenue	-	-	-	-	-	-
Total Operating Revenues	1,280,629	1,297,455	16,826	-	-	-
Expenses:						
Salaries & Wages	612,763	629,468	(16,705)	-	-	-
Fringe Benefits	221,484	210,288	11,196	-	-	-
Purchased Services	46,791	29,182	17,609	-	-	-
Materials and Supplies	533,751	492,545	41,206	-	-	-
Capital Outlay	35,794	25,131	10,663	-	-	-
Miscellaneous	7,500	-	7,500	-	-	-
Total Expenditures	1,458,083	1,386,614	71,469	-	-	-
Excess of Revenues Over (Under) Expenses	(177,454)	(89,159)	88,295	-	-	-
Other Financing Sources:						
Operating Transfers-In	100,000	100,000	-	-	-	-
Operating Transfers-Out	(50,014)	(50,014)	-	-	-	-
Total Other Financing Sources(Uses)	49,986	49,986	-	-	-	-
Excess of Revenues Over Expenses and Operating Transfers	(127,468)	(39,173)	88,295	-	-	-
Fund Balance at Beginning of Year	180,956	180,956	-	2,000	2,000	-
Prior Year Encumbrances Appropriated	12,093	12,093	-	-	-	-
Fund Balance at End of Year	\$ 65,581	\$ 153,876	\$ 88,295	\$ 2,000	\$ 2,000	\$ -

See accompanying notes to the general purpose financial statements

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

1. DESCRIPTION OF THE SCHOOL DISTRICT

Tecumseh Local School District (the "School District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally elected Board form of government consisting of five members elected at-large for staggered four-year terms. The School District provides educational services as authorized by State statute and/or federal guidelines.

The School District was established in 1875 through the consolidation of existing land areas and school districts. The School District serves an area of approximately 50 square miles. It is located in Clark County, and includes all of the City of New Carlisle and portions of Bethel and Pike Townships. It is staff by 203 non-certified employees, 247 certificated full-time teaching personnel and 19 administrative employees who provide services to 3,616 students and other community members. The School District currently operates 8 instructional buildings, 1 administrative building and 1 garage.

Reporting Entity

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing body 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 for which the School District approves the budget, the issuance of debt or the levying of taxes. The School District has no component units.

The District is associated with six organizations, which are defined as jointly governed and one insurance purchasing pool. These organizations are discussed in Note 16 and 17 to the general-purpose financial statements. These organizations are:

Jointly Governed Organizations:

- Miami Valley Educational Computer Association
- Southwestern Ohio Educational Purchasing Council
- Southwestern Ohio Instructional Technology Association
- Clark County Family and Children First Council
- Springfield/Clark County Joint Vocational School
- Tecumseh Education Foundation

Insurance Purchasing Pool:

- Southwestern Ohio Educational Purchasing Council Workers' Compensation Group Rating Plan

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Basis of Presentation - Fund Accounting

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

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

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

Governmental Fund Types

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

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

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

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Projects Funds – Capital project funds are used to account for financial resources to be used for major equipment purchases and major capital improvement projects (other than those financed by proprietary and trust funds).

Proprietary Fund Type

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

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

Fiduciary Fund Types

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

Account Groups

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

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

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

Measurement Focus and Basis of Accounting

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

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made. The modified accrual basis of accounting is followed for the governmental and agency funds. Full accrual basis of accounting is followed for the proprietary and non-expendable trust funds.

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 sixty days of year-end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements including timing requirements, which specify the year when the sources are required to be used or the fiscal 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 non-exchange 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 fiscal year-end; property taxes available as an advance, tuition, grants, student fees and rentals.

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, 2002, but which were levied to finance fiscal year 2003 operations, have been recorded as deferred revenue. Grants and entitlements received before 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.

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

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. Allocation of cost, such as depreciation and amortization, are not recognized in governmental funds.

Budgets and Budgetary Accounting

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified.

All funds, other than agency funds, are legally required to be budgeted and appropriated. The grant activity reported in the preschool grant special revenue fund is administered by a fiscal agent and therefore is not budgeted by the School District. The legal level of control is at the fund level for each fund. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Advances in and advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

Tax Budget

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing on the following July 1. The budget includes proposed expenditures and means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayer's comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates. By no later than January 20, the Board-adopted budget is filed with the Clark County Budget Commission for rate determination.

Estimated Resources

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the Certificate is amended to include unencumbered cash balances from the preceding year. The certificate may be further amended during the year if the School District Treasurer determines that the revenue collected is greater or less than the current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2002.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Appropriations

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education at the fund level of expenditures, which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education. The Board of Education has authorized the School District Treasurer to further allocate appropriations among function/object levels of expenditures.

The Board may pass supplemental fund appropriations so long as the total appropriations by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources. During the year, three supplemental appropriations were legally enacted.

The budget figures, which appear in the statements of budgetary comparison, represent the final appropriation amounts, including all amendments and modifications. Formal budgetary integration is employed as a management control device during the year for all funds other than the preschool grant special revenue fund and the agency fund, consistent with statutory provisions.

Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations. On the GAAP basis, encumbrances outstanding at year-end are reported as reservations of fund balances for subsequent-year expenditure for governmental funds and reported in the notes to the financial statements for proprietary funds.

Lapsing of Appropriations

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

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

To improve cash management, cash received by the School District is pooled. Monies for all funds, except the non-expendable trust 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 combined balance sheet. The original contribution to the non-expendable trust fund is invested separately.

The School District has segregated bank accounts for monies held separate from the School District's central bank account. These interest bearing depository accounts are presented on the combined balance sheet as "cash and cash equivalents in segregated accounts" since they are not required to be deposited into the School District Treasury.

The balance of the grant administered by the fiscal agent is presented on the combined balance sheet as "cash and cash equivalents with fiscal agent" and represents deposits held by the Clark County Educational Service Center.

During fiscal year 2002, investments consisted of U.S. Treasury Obligations, Federal Home Loan Bank Bonds, Federal Home Loan Mortgage Corporation Notes, Federal National Mortgage Associations Notes, U.S. Treasury Notes and a certificate of deposit.

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

For the purposes of the combined balance statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months not purchased from the pool are reported as investments.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest credited to the general fund during fiscal year 2002 amounted to \$157,263, which includes the general funds allocation as well as the allocations of all funds not specified in the Board's resolution. Interest was also recorded in special revenue, capital projects and enterprise funds in the amounts of \$347, \$5,733 and \$212 respectively.

Inventory

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

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2002 are recorded as prepaid items by 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.

Restricted Assets

Restricted assets in the general fund represents cash and cash equivalents whose use is limited by legal requirements. Restricted assets represent amounts previously received thorough workers' compensation rebates that are required by State statute to be set-aside by the School District for specific purposes.

Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in the governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the proprietary funds are capitalized in that fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions or 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 five hundred dollars. The District does not have 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 the asset's life are not capitalized. Interest incurred during construction of general fixed assets is also not capitalized.

Assets in the general fixed asset account group are not depreciated. Depreciation of furniture and equipment in the enterprise funds is computed using the straight-line method over an estimated useful life of ten years. Improvements to fund fixed assets are depreciated over the remaining useful lives of the related fixed assets.

Compensated Absences

A liability for sick leave is accrued using the vesting method which states that the District will estimate its liability based on sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as specified by the retirement system as well as other employees who are expected to become eligible in the future to receive such payments. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated sick leave for all employees after ten years of current service with the School District. For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using available expendable resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Vacation benefits are accumulated throughout the year; however, vacation time may not be carried from one year to the next with employees receiving any cash payout on the last payroll check of the fiscal year. Therefore, no accrual has been recorded for vacation leave at the School District.

Interfund Assets/Liabilities

Short-term interfund loans are classified as "interfund receivables" and "interfund payables".

Accrued Liabilities and Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, compensated absences, contractually required pension contributions and special termination benefits that will be paid from governmental funds are reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current available expendable financial resources. Payments made more than sixty days after fiscal year end are considered not to have used current financial resources. The early retirement incentive is reported as a liability of the general long-term obligations account group until due.

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

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, inventory of supplies and materials, property taxes, and budget stabilization.

The reserve for property taxes represents taxes recognized as revenue under accounting principals generally accepted in the United States of America but are not available for appropriations under State statute. The reserve for budget stabilization represents money previously received through workers' compensation rebates which are required to be set-aside by statute to be spent on specific purposes. The reserve for contributions signifies the legal restrictions on the use of principal.

Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as entitlements and grants awarded on a non-reimbursement basis, are recorded as receivables when the School District has met all respective requirements and revenues are recognized if received within the available period, otherwise deferred revenue amounts are reported. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The School District currently participates in several state and federal programs, categorized as follows:

Entitlements

General Fund

State Foundation Program
State Property Tax Relief
School Bus Purchase Program

Non-Reimbursement Grants

Special Revenue Funds

School Improvement Model
Educational Management Information Systems
Professional Technology Development
Ohio Reads
Title I – Immigrant
Title II
Title VI-B
Title I
Title VI
Drug Free Schools Education
Title VIR
Miscellaneous Federal Grants

Capital Project Funds

Video Distance Learning
School Net Plus

Reimbursement Grants

Enterprise Fund

National School Lunch Program
Government Donated Commodities

In addition, the School District receives services from the Clark County Educational Service Center, which administers different programs on their behalf. Intergovernmental revenue, and the corresponding expenditure, is recognized when the services are provided by the Service Center.

Grants and entitlements for governmental funds amounted to 64 percent of governmental fund revenue during the 2002 fiscal year.

Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expense in the reimbursing fund and as a reduction of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as operating transfers.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

Total Columns on General Purpose Financial Statements

Total columns on the General Purpose Financial Statements overview are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

3. BUDGETARY BASIS OF ACCOUNTING

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures/expenses (budget basis) rather than as a reservation of fund balance for governmental fund types or note disclosure for proprietary fund types (GAAP basis).
4. Proceeds from and principal payments on debt obligations are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

The adjustments necessary to convert the results of operations for the year ended June 30, 2002 on the GAAP basis to the budget basis are as follows:

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

3. BUDGETARY BASIS OF ACCOUNTING (Continued)

	Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses Governmental Fund Types		
	General	Special Revenue	Capital Projects
GAAP Basis	\$ (367,737)	\$ (63,963)	\$ 413,129
Revenue Accruals	184,189	(153,646)	16,931
Expenditure Accruals	174,533	65,317	(194,627)
Transfers	23,806	(23,715)	-
Other	10,024	(41,723)	-
Principal Payment	-	-	(310,000)
Encumbrances	(430,789)	(86,297)	(185,760)
Budget Basis	\$ (405,974)	\$ (304,027)	\$ (260,327)

Net Income /Excess of Revenues Over
(Under) Expenses and Operating Transfers
Proprietary Fund Type

	Enterprise
GAAP Basis	\$ 22,918
Revenue Accruals	(82,958)
Expense Accruals	40,548
Acquisition of Capital Assets	(29,006)
Loss on Sale of Asset	1,358
Depreciation	16,886
Encumbrances	(8,919)
Budget Basis	\$ (39,173)

4. DEPOSITS AND INVESTMENTS

State statutes require the classification of monies held by the School District into three categories.

Category 1 consists of "active" monies, those monies required to be kept in a "cash" or "near-cash" status for immediate use by the District. Such monies must be maintained either as cash in the School Treasury, in depository accounts payable, withdrawals on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

4. DEPOSITS AND INVESTMENTS (Continued)

Category 2 consists of "inactive" monies, those monies not required for use within the current two-year period of designation of depositories. Inactive monies may be deposited or invested as certificates of deposit maturing not later than the end of the current period of designation of depositories, or as savings or deposit accounts including, but not limited to, passbook accounts.

Category 3 consists of "interim" monies, those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by the 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 the 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 money deposited with the institution.

Interim monies may be invested in the following obligations:

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

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.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

4. DEPOSITS AND INVESTMENTS (Continued)

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 or transfer from the custodian.

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

At year-end, the School District had \$3,500 in undeposited cash on hand, which is included on the balance sheet of the School District as part of "equity in pooled cash and cash equivalents."

Deposits

At fiscal year end, the carrying amount of the School District deposit was \$5,199,702 and the bank balance was \$6,699,961. Of the bank balance:

- 1) \$100,000 was covered by federal depository insurance
- 2) \$6,599,961 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 Federal Deposit Insurance Corporation.

Investments

The School District's investments are categorized 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 District. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent but not in the District's name.

	Category 2	Fair/Carrying Value
U.S. Treasury Obligations	\$ 3,391	\$ 3,391
Federal Home Loan Bank Bonds	376,913	376,913
Federal Home Loan Mortgage Corporation Notes	795,000	795,000
Federal National Mortgage Association Notes	98,650	98,650
	\$ 1,273,954	\$ 1,273,954

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

4. DEPOSITS AND INVESTMENTS (Continued)

The classification of cash and cash equivalents, and investments on the financial statements is based on criteria set forth in GASB Statement No. 9, "Reported Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting." Cash equivalents are defined to include investments with original maturities of three months or less.

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

	Cash and Cash Equivalents	Investments
GASB Statement 9	\$ 6,475,156	\$ 2,000
Certificates of Deposit	2,000	(2,000)
Cash on Hand	(3,500)	-
Investments:		
U.S. Treasury Obligations	(3,391)	3,391
Federal Home Loan Bank	(376,913)	376,913
Federal Home Loan Mortgage Corp.	(795,000)	795,000
Federal National Mortgage Association	(98,650)	98,650
GASB Statement 3	\$ 5,199,702	\$ 1,273,954

5. 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 distributions occur in the first half of the following fiscal year.

Property taxes include amounts levied against all real, public utility and tangible personal property located in the School District. Property tax revenue received during calendar year 2002 for real and public utility property taxes represents collections of calendar 2001 taxes. Property tax payments received during calendar 2002 for tangible personal property (other than public utility property) is for calendar 2002 taxes.

2002 real property taxes are levied after April 1, 2002, on the assessed value as of January 1, 2002, 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. 2002 public utility property taxes became a lien December 31, 2001, are levied after April 1, 2002, and are collected in 2003 with real property taxes.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

5. PROPERTY TAXES (Continued)

2002 tangible personal property taxes are levied after April 1, 2001, on the value as of December 31, 2001. Collections are made in 2002. Tangible personal property assessments are twenty-five percent of true value.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits 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 semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30 with the remainder payable by September 20.

The assessed values upon which the fiscal year 2002 taxes were collected are as follows:

	<u>2001 Second Half Collections</u>	<u>2002 First Half Collections</u>
Agricultural/residential		
And other real estate	\$ 204,034,560	\$ 220,345,160
Public utility personal	14,049,160	9,930,650
Tangible personal property	<u>16,515,230</u>	<u>18,124,292</u>
Total	<u>\$ 234,598,950</u>	<u>\$ 248,400,102</u>
Tax rate per \$1,000 of Assessed valuation	\$44.10	\$44.10

The School District receives property taxes from Clark County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2002, are available to finance fiscal year 2002 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes which became measurable as of June 30, 2002. Although total property tax collections for the next fiscal year are measurable, the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2002, was \$624,174 in the general fund and \$47,780 in the permanent improvement capital projects fund.

6. RECEIVABLES

Receivables at June 30, 2002 consisted of property taxes, accounts (student fees), interest and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes and the stable condition of State programs, and the current fiscal year guarantee of federal funds.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

6. RECEIVABLES (Continued)

A summary of the intergovernmental receivables follows:

	<u>Amounts</u>
<u>Special Revenue Funds</u>	
Title I – Immigrant Grant	\$ 62,300
Education for Economic Security Grant	2,064
Title VI (B) Grant	70,178
Title I Grant	72,117
Title VI-R Grant	36,051
 Total Intergovernmental Receivable	 \$ 242,710

7. FIXED ASSETS

A summary of the enterprise funds' fixed assets at June 30, 2002 follows:

	<u>Amount</u>
Furniture, Fixtures & Equipment	\$ 315,709
Less: Accumulated Depreciation	(217,473)
 Net Book Value	 \$ 98,236

A summary of the changes in general fixed assets during the fiscal year ended June 30, 2002 follows:

	<u>Balance at July 1, 2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2002</u>
Land and				
Improvements	\$ 317,878	\$ -	\$ -	\$ 317,878
Buildings and				
Improvements	9,991,051	-	-	9,991,051
Furniture, Fixtures				
and Equipment	4,774,886	275,454	295,405	4,754,935
Vehicles	1,621,229	125,400	75,536	1,671,093
 Totals	 \$ 16,705,044	 \$ 400,854	 \$ 370,941	 \$ 16,734,957

There was no significant construction in progress at June 30, 2002.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

8. DEFINED BENEFIT PENSION PLANS

School Employees Retirement System

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. The School Employees Retirement System issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. The report may be obtained by writing to SERS, 45 North Fourth Street, Columbus, Ohio 43215 or by calling (614) 222-5853.

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 rate is 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The School District's contributions for pension obligations to SERS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$638,800, \$778,041 and \$157,327, respectively; 47 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000. \$341,447 represents the unpaid contribution for fiscal year 2002 and is recorded as a liability within the respective funds and the general long-term obligation account group.

State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS Ohio), which is a cost-sharing, multiple-employer public employee retirement system. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3307 of the Ohio Revised Code. The State Teachers Retirement System issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. The report may be obtained by writing to STRS, 275 East Broad Street, Columbus, Ohio 43215-3371.

Plan members are required to contribute 9.3 percent of their annual covered salary and the School District was required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts of 10 percent for members and 14 percent for employers. The School District's contributions for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001 and 2000 were \$1,756,624, \$1,815,345 and \$687,135, respectively; 83 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000. \$299,192, representing the unpaid contribution for fiscal year 2002, is recorded as a liability within the respective funds.

Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the SERS/STRS. As of June 30, 2002, all members of the Board of Education have elected social security. The School District's liability is 6.2 percent of wages paid.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

9. POSTEMPLOYMENT BENEFITS

The School District provides comprehensive healthcare benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS Ohio), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs, and reimbursement of monthly Medicare premiums. Benefit provisions and the obligations to contribute are established by the Systems based on authority granted by State statute. Both systems are on a pay-as-you-go basis.

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2002, 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 \$562,120 for fiscal year 2002.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2001 (the latest information available) the balance in the Fund was \$3.256 billion. For the years ended June 30, 2001, net health care costs paid by STRS were \$300,772,000 and STRS had 102,132 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more 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, 2002, employer contributions to fund health care benefits were 8.54 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2002, the minimum pay has been established at \$12,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2002 fiscal year equaled \$447,160.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care at June 30, 2001 (the latest information available), were \$161,439,934 and the target level was \$242.2 million. At June 30, 2001, SERS had net assets available for payment of health care benefits of \$315.7 million. SERS has approximately 50,000 participants currently receiving health care benefits.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

10. OTHER EMPLOYEE BENEFITS

Compensated Absences

Accumulated Unpaid Sick Leave

Sick leave may be accumulated up to a maximum of 220 days for all district employees. Upon retirement, payment is made for one-fourth of the total unused sick leave balance up to a maximum of thirty-five days for all employees with ten or more years of current service with the School District. Twelve percent of the remaining accrued but unused sick leave is paid, not to exceed nine days. The total obligation for sick leave accrual for the District as a whole as of June 30, 2002 was \$1,550,995.

Early Retirement Incentive

The Board of Education approved an early retirement incentive program. Upon initial eligibility for STRS retirement benefits, the Board agreed to pay a one-time lump sum of \$1,000 times each year of Tecumseh LSD service, not to exceed \$20,000, provided that such unit member has at least ten years of Tecumseh LSD service, the final five years of which must be consecutive and be in a paid status immediately prior to retirement. This program is available to bargaining unit members for the time period July 1, 2001 to June 30, 2003.

At the end of fiscal year 2002, the School District had five employees who had chosen to accept the early retirement incentive. They will receive the payment in October 2002. The liability at June 30, 2002 for these five employees has been recorded as an early retirement incentive liability in the general long-term obligation account group. There were three employees that accepted the early retirement incentive at the end of the 2000-01 school year and they received payment in September 2001. These expenditures are reflected as program/function expenditures in the general fund.

Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Medical Life Insurance. Medical/surgical benefits are provided by United Health Care. Dental coverage is provided by CoreSource and vision coverage is provided by Vision Service Plan.

11. RISK MANAGEMENT

Property and Liability

The School District is exposed to various risks of loss related to torts, thefts-of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 2002, the School District contracted with Indiana Insurance for property, general liability and automobile insurance. Coverage provided by Indiana Insurance is as follows:

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

11. RISK MANAGEMENT (Continued)

Building and Contents – replacement cost (\$1,000 deductible)	\$61,323,100
Inland Marine Coverage (no deductible)	2,262,827
Crime Insurance	45,000
Automobile Liability (no deductible)	2,000,000
Uninsured Motorists (\$250 deductible)	1,000,000
School Errors & Omissions Liability (\$2,500 deductible)	1,000,000
General Liability:	
Per occurrence	1,000,000
Total per year	5,000,000

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

Workers' Compensation

For fiscal year 2002, the School District participated in the Southwest Ohio Educational Purchasing Council Workers' Compensation Group Rating Plan (GRP), a workers' compensation insurance purchasing pool (see Note 17). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP.

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

12. GENERAL LONG-TERM OBLIGATIONS

The changes in the School District's long-term obligations during fiscal year 2002 were as follows:

	Balance June 30, 2001	Increase	Decrease	Balance June 30, 2002
Compensated Absences Payable	\$ 1,365,038	\$ 61,491	\$ -	\$ 1,426,529
Intergovernmental Payable	181,217	198,382	181,217	198,382
Early Retirement Incentive Payable	67,000	100,000	67,000	100,000
Total General Long-Term Obligations	\$ 1,613,255	\$ 359,873	\$ 248,217	\$ 1,724,911

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

12. GENERAL LONG-TERM OBLIGATIONS (Continued)

Compensated absences payable and early retirement incentive payable will be paid from the fund from which the employees' salaries are paid. The intergovernmental payable represents contractually required pension obligations paid outside the available period and will be paid from the fund which the person is paid.

The School District's voted legal debt margin was \$21,808,009, the energy conservation debt margin was \$2,235,601 and the unvoted debt margin was \$248,400 at June 30, 2002.

13. SHORT-TERM OBLIGATION

The following is a summary of the note activity for the School District for the year ended June 30, 2002 follows:

	Balance June 30, 2001	Increase	Decrease	Balance June 30, 2002
Energy Conservation Note 4.14%	\$ 173,000	\$ -	\$ 173,000	\$ -
Tax Anticipation Note 4.92%	685,000	-	137,000	548,000

The energy conservation note matured on September 16, 2001. The District issued a five-year tax anticipation note on December 15, 2000 for permanent improvements to be made to the School District's stadium. The debt will be repaid from proceeds of a tax levy collected by the County Auditor. This note is recorded in the permanent improvement capital projects fund, the fund which received the proceeds.

14. INTERFUND ACTIVITY

As of June 30, 2002, receivables and payables that resulted from various interfund transactions were as follows:

Fund Type/Fund	Interfund Receivables	Interfund Payable
General Fund	\$ 32,946	\$ -
Classroom Reduction Title VI-B Special Revenue Fund	-	11,259 21,687
Total All Funds	\$ 32,946	\$ 32,946

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

15. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains two enterprise funds to account for the operations of food service and latchkey programs. The table below reflects the more significant financial data relating to the enterprise funds of the School District as of and for the year ended June 30, 2002.

	<u>Food Service</u>	<u>Latchkey</u>	<u>Total Enterprise Funds</u>
Operating Revenues	\$ 777,644	\$ 114,538	\$ 892,182
Operating Expenses before Depreciation Expense	1,300,195	89,042	1,389,237
Depreciation Expense	5,430	11,456	16,886
Operating Income (Loss)	(527,981)	14,040	(513,941)
Interest	212	-	212
Federal and State Subsidies	405,061	-	405,061
Federal Donated Commodities	82,958	-	82,958
Operating Transfers-In	50,000	-	50,000
Operating Transfers-Out	-	(14)	(14)
Net Income	10,250	12,668	22,918
Fixed Assets Additions	-	29,006	29,006
Fixed Assets Deletions	-	3,398	3,398
Net Working Capital	5,921	58,053	63,974
Total Assets	166,977	154,369	321,346
Long-Term Compensated Absences Payable	43,825	-	43,825
Total Equity (Deficit)	(21,986)	140,371	118,385
Encumbrances Outstanding at June 30, 2002	8,795	124	8,919

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

16. JOINTLY GOVERNED ORGANIZATIONS

Miami Valley Educational Computer Association

The School District is a participant in the Miami Valley Educational Computer Association (MVECA) which is a computer consortium. MVECA is an association of public schools within the boundaries of Clark, Clinton, Fayette, Greene and Highland Counties and Cities of Springfield, Wilmington, Washington Court House, Xenia and Hillsboro. The 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.

The governing board of MVECA consists of five Superintendents and two Treasurers of member school districts, with four of the five Superintendents and both Treasurers elected by a majority vote of all member school districts except the Greene County Career Center. The fifth Superintendent is from the Greene County Career Center. The School District paid MVECA \$155,739 for services provided during the year. Financial information can be obtained from Gary Bosserman, who serves as Director, at 330 East Enon Road, Yellow Springs, Ohio 45387.

Southwestern Ohio Educational Purchasing Cooperative

The School District is a member of the Southwestern Ohio Educational Purchasing Cooperative (SOEPC). SOEPC is made up of nearly 100 school districts in 12 counties. The purpose of the cooperative is to obtain prices for quality merchandise and services commonly used by schools. All member districts are obligated to pay all fees, charges, or other assessments as established by the SOEPC.

Each member district has one voting representative. Title to any and all equipment, furniture and supplies purchased by the SOEPC is held in trust for the member districts. Any district withdrawing from the SOEPC shall forfeit its claim to any and all SOEPC assets. One year prior notice is necessary for withdrawal from the group. During this time, the withdrawing member is liable for all member obligations. Payments to SOEPC are made from the General Fund. During fiscal year 2002, the School District paid \$66,540 to SOEPC. To obtain financial information, write to the Southwestern Ohio Educational Purchasing Council, Robert Brown, who serves as Director, at 1831 Harshman Road, Dayton, Ohio 45424.

Southwestern Ohio Instructional Technology Association

The Southwestern Ohio Instructional Technology Association (SOITA) is a not-for-profit corporation organized to serve the educational needs of the area through television programming for the advancement of educational programs.

The Board of Trustees is comprised of twenty-one representatives of SOITA member schools or institutions. Nineteen representatives are elected from within the counties by the qualified members within the counties, i.e. Auglaize, Butler, Champaign, Clark, Clinton, Darke, Fayette, Greene, Hamilton, Logan, Mercer, Miami, Montgomery, Preble, Shelby and Warren. Montgomery, Greene and Butler Counties elect two representatives per area. All others elect one representative per area.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

16. JOINTLY GOVERNED ORGANIZATIONS (Continued)

One at-large non-public representative is elected by the non-public school SOITA members from the State assigned SOITA service area. One at-large higher education representative is elected by higher education SOITA members from within the State assigned SOITA service area.

All member districts are obligated to pay all fees, charges or other assessments as established by SOITA. Upon dissolution, the net assets shall be distributed to the federal government, or to a state or local government, for a public purpose. Payments to SOITA are made from the General Fund. During the fiscal year 2002, the School District paid \$15,297 to SOITA. To obtain financial information, write to the Southwestern Ohio Instructional Technology Association, Steve Strouse, who serves as Director, at 150 East Sixth Street, Franklin, Ohio 45005.

Clark County Family and Children First Council

The Clark County Family and Children First Council (the Council) is a voluntary association established for the purpose to coordinate and integrate services within Clark County which are available for families and children and to establish a comprehensive, coordinated, multi-disciplinary, interagency system for the delivery of these services in order to more effectively meet the needs of families and children.

The Board of Trustees is comprised of eighteen representatives of each of the members of the Council, including the Superintendent of the Clark County Educational Service Center, who was appointed by the Superintendents of the Clark County schools. All members are obligated to pay all dues as established by the Council to aid the financing of the operations and programs of the Council. The School District does not pay dues since the Clark County Educational Service Center represents the School District. Any member withdrawing from the Council must give one hundred eighty days written notice to the Council after formal action of the member's governing board. To obtain financial information, write to the Clark County Family and Children First Council, Marilyn Demma, who serves as Treasurer, at 6 West High Street, Suite 500, Springfield, Ohio 45502.

Springfield/Clark County Joint Vocational School

The Springfield/Clark County Joint Vocational School District (the JVS) is a legally separate body politic and corporate. The Board of the JVS consists of one representative from the following: Clark-Shawnee Local School District, Greenon Local School District, Northeastern Local School District, Northwestern Local School District, Southeastern Local School District, Tecumseh Local School District and the Clark County Educational Service Center; and two members from the Springfield City School District. The Tecumseh Local School District is not able to impose its will on the JVS and no financial benefit/burden relationship exists. The JVS Board of Education is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. The School District's students may attend the vocational school. During fiscal year 2002, the School District did contribute any money to the JVS. To obtain financial information, write to the Springfield/Clark County Joint Vocational School, Pam Ashbaugh, who serves as Treasurer, at 1901 Selma Road, Springfield, Ohio 45505.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

16. JOINTLY GOVERNED ORGANIZATIONS (Continued)

Tecumseh Education Foundation

The Tecumseh Education Foundation (TEF) is a non-profit community organization of business, civic, industry and educational interests whose purpose is to secure and distribute contributions to assist the School District in enabling students to achieve their individual potential. The Board of Trustees is comprised of eleven representatives who are nominated and elected by a majority vote by the present trustees. One member of the Tecumseh Local School District Board of Education is designated annually by the Tecumseh Local School District Board to serve as one of the eleven trustees. Each of elected trustee serves a three year term, with one-third of the trustees being elected every year. The Superintendent of the School District will serve in an ex officio capacity on a continuing basis. Officers of the TEF are elected annually by the Board of Trustees. The officers of the foundation shall consist of a President, a Vice-President, a Secretary, a Treasurer and other offices as the Board of Trustees may appoint. The President and Vice-President of the Board of Trustees shall be members of the Board of Trustees. The Secretary and Treasurer need not be members of the Board of Trustees.

The School District is not able to impose its will on the TEF and no financial benefit/burden relationship exists. The TEF is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. The School District did not contribute any money to the TEF during fiscal year 2002. To obtain financial information, write to the Tecumseh Educational Foundation, Rita Lane, who serves as President, at P.O. Box 305, New Carlisle, Ohio 45344.

17. INSURANCE PURCHASING POOL

Southwestern Ohio Educational Purchasing Council Workers' Compensation Group Rating Plan

The School District participates in the Southwestern Ohio Educational Purchasing Council Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by an eleven member Executive Committee consisting of the Chairperson, the Vice-Chairperson, a representative from the Montgomery County Educational Service Center and eight members elected by majority vote of all member school districts. The Chief Administrator of GRP serves as the coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

18. CONTINGENT LIABILITIES

Grants

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

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

18. CONTINGENT LIABILITIES (Continued)

Litigation

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

19. STATE SCHOOL FUNDING DECISION

On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school funding plan is unconstitutional.

The Supreme Court relinquished jurisdiction over the case and directed "... the Ohio General Assembly to enact a school funding scheme that is thorough and efficient...". The School District is currently unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

20. ACCOUNTABILITY AND COMPLIANCE

Fund Equity at June 30, 2002, included the following individual fund deficits:

Disadvantaged Pupil Impact Aid Special Revenue Fund	\$ 3,388
Permanent Improvement Capital Projects Fund	141,195
Food Service Enterprise Fund	21,986

The deficit fund balances resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, not when accruals occur.

21. SET-ASIDE DISCLOSURE

The following table represents the School District's set-aside calculations for textbooks and capital acquisition. Although the School District had qualifying offsets and disbursements during the year that reduced the set-aside amount below zero for capital acquisitions, these extra amounts may not be used to reduce the set-aside requirement of future years. Excess disbursements related to the textbook reserve may be carried forward from year to year.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002

21. SET-ASIDE DISCLOSURE (Continued)

	<u>Textbooks</u>	<u>Capital Acquisition</u>
Set-aside Cash Balance as of June 30, 2001	\$ (100,390)	\$ -
Current Year Set-aside Requirement	524,668	524,668
Current Year Offsets	-	(643,422)
Qualifying Disbursements	(754,004)	-
Total	<u>(329,726)</u>	<u>(118,754)</u>
Balance Carried Forward to FY 2003	<u>\$ (329,726)</u>	<u>\$ -</u>

Although legislation enacted eliminated the requirement that school districts maintain a budget stabilization account, the State of Ohio placed restrictions on the type of services and items that school districts may spend the Bureau of Workers' Compensation (BWC) rebates previously recorded in the budget stabilization account. Therefore, the funds related to the BWC rebates, \$80,264, continue to be reported as a restricted asset on the balance sheet with a corresponding amount reported as a reservation of fund balance.

GENERAL FUND

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

Since there is only one General Fund and the level of budgetary control is not greater than that presented in the General Purpose Financial Statements, no individual fund information is presented



TECUMSEH LOCAL SCHOOL DISTRICT

SPECIAL REVENUE FUNDS

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

Public School Support

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

Other Grants

To account for monies received under a local grant to provide educational supplies to disadvantaged students who otherwise could not afford them.

Special School

To account for monies collected by the individual schools such as gifts and donations, which are at to be used to help purchase supplies and materials deemed necessary at the schools.

Underground Storage Tanks

To account for monies received under a state grant to aid school districts in replacing and upgrading any underground fuel storage tanks.

School Improvement Model

To account for monies received per Section 5705.09 of the Ohio Revised Code. The revenue is used to implement educational programs.

District Managed Student Activities

To account for local funds generated to assist student activities, which are managed by District personnel.

Professional Development

To account for funds received under House Bill 117 to be used for locally held professional development and teacher training activities which are guided by Ohio's model competency based education programming or comparable models to support student achievement, including proficiency test performance.

Management Information Systems

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

Disadvantaged Pupil Impact Aid

To account for revenues received as part of the School Foundation Program (SF 12) to be used for dropout prevention, counseling services, student attendance, or any program set up for the "targeted" students.

SPECIAL REVENUE FUNDS

(Continued)

Data Communications

To account for revenues received from the State to be used to install and provide support costs for data communication links to connect any school to the local A-site.

SchoolNet Professional Development

To account for state funds provided for technology professional development within the District.

Textbook Subsidy

To account for state funds provided for the purchase of textbooks by the District.

Ohio Reads Grant

To account for state funds provided for developing and instituting programs to increase student reading comprehension skills.

Summer Intervention Grant

To account for state funds provided for the implementation of, or expansion of, summer remedial math, reading and science classes.

Extended Learning Opportunities

To account for monies received for extended learning opportunity programs for reading for kindergarten through third grade students and for teachers to expand their knowledge of effective reading intervention strategies.

Miscellaneous State Grants

To account for revenues received from state agencies which are not classified elsewhere.

Title I Immigrant Grant

To account for monies received under a federal program for instructional programs of children of migratory agricultural workers; efforts to help youngsters who are deficient in oral English language facility and related language art skills; efforts to build foundation for expanded opportunities for useful adult employment.

Title II Grant

To account for monies received under a federal grant to assist schools in the enhancement of math and science programs.

Title VI-B Grant

To account for monies received under a federal grant to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full education opportunities to handicapped children at the elementary and secondary levels.

Title I Grant

To account for monies received under a federal grant to assist schools in meeting the special needs of educationally deprived children.

SPECIAL REVENUE FUNDS
(Continued)

Title VI Grant

To consolidate various programs into a single authorization of grants to states for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the state and local agencies.

Drug Free Schools Program

To account for monies received under a federal program to support the implementation of programs for drug abuse education and prevention.

Title VI-B Preschool Grant

To account for the revenue received, and services provided, on behalf of the District by the County Educational Service Center for services related to identification of and instruction of preschool children with disabilities. This fund is not maintained on the District's accounting records, nor is the activity of this fund required to be budgeted by the District; therefore, no schedule of revenues, expenditures and changes in fund balance – budget (non-GAAP basis) and Actual is presented for this fund

Telecommunications Grant

To account for federal grant funds which are paid directly to the telecommunications provider of the district.

Continuous Improvement Grant

To account for competitive grants that used to support a broad range of education improvement goals through an established network of schools that have developed a systematic improvement plan.

Classroom Reduction Grant

To account for grant providing funding to hire additional classroom teachers in grades one through three so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants

To account for monies received under federal grants which are not classified elsewhere.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 JUNE 30, 2002

	Public School Support	Other Grants	Special School	Underground Storage Tanks
<u>Assets:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 82,915	\$ 21,667	\$ 6,616	\$ -
Cash in Segregated Accounts	-	-	-	-
Intergovernmental Receivable	-	-	-	-
Total Assets	\$ 82,915	\$ 21,667	\$ 6,616	\$ -
<u>Liabilities and Fund Equity:</u>				
Liabilities:				
Accounts Payable	\$ 730	\$ 144	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	-
Intergovernmental Payable	-	-	-	-
Interfund Payable	-	-	-	-
Deferred Revenue	-	-	-	-
Total Liabilities	730	144	-	-
Fund Equity:				
Reserved for Encumbrances	5,100	13,120	184	-
Unreserved	77,085	8,403	6,432	-
Total Fund Equity	82,185	21,523	6,616	-
Total Liabilities and Fund Equity	\$ 82,915	\$ 21,667	\$ 6,616	\$ -

School Improvement Model	District Managed Student Activities	Professional Development	Management Information Systems	Disadvantaged Pupil Impact Aid	Data Communications
\$ 38,325	\$ 22,831	\$ 3,099	\$ 9,764	\$ 1,448	\$ -
-	2,500	-	-	-	-
-	-	-	-	-	-
<u>\$ 38,325</u>	<u>\$ 25,331</u>	<u>\$ 3,099</u>	<u>\$ 9,764</u>	<u>\$ 1,448</u>	<u>\$ -</u>
\$ 8,496	\$ 2,221	\$ -	\$ -	\$ -	\$ -
-	-	-	-	3,498	-
2,261	-	-	145	1,338	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>10,757</u>	<u>2,221</u>	<u>-</u>	<u>145</u>	<u>4,836</u>	<u>-</u>
11,771	8,051	-	-	-	-
15,797	15,059	3,099	9,619	(3,388)	-
<u>27,568</u>	<u>23,110</u>	<u>3,099</u>	<u>9,619</u>	<u>(3,388)</u>	<u>-</u>
<u>\$ 38,325</u>	<u>\$ 25,331</u>	<u>\$ 3,099</u>	<u>\$ 9,764</u>	<u>\$ 1,448</u>	<u>\$ -</u>

(Continued)

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 JUNE 30, 2002
 (Continued)

	School Net Professional Development	Textbook Subsidy	Ohio Reads Grant	Summer Intervention Grant
<u>Assets:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 5,410	\$ 40,910	\$ 48,074	\$ -
Cash in Segregated Accounts	-	-	-	-
Intergovernmental Receivable	-	-	-	-
Total Assets	\$ 5,410	\$ 40,910	\$ 48,074	\$ -
<u>Liabilities and Fund Equity:</u>				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ 9,236	\$ -
Accrued Wages and Benefits	-	-	-	-
Intergovernmental Payable	-	-	405	-
Interfund Payable	-	-	-	-
Deferred Revenue	-	-	-	-
Total Liabilities	-	-	9,641	-
Fund Equity:				
Reserved for Encumbrances	-	-	11,300	-
Unreserved	5,410	40,910	27,133	-
Total Fund Equity	5,410	40,910	38,433	-
Total Liabilities and Fund Equity	\$ 5,410	\$ 40,910	\$ 48,074	\$ -

Extended Learning Opportunities	Miscellaneous State Grants	Title I Imigrant Grant	Title II Grant	Title VI-B Grant	Title I Grant
\$ 12,970	\$ 3,422	\$ 15,691	\$ 14,624	\$ -	\$ 113,633
-	-	-	-	-	-
-	-	62,300	2,064	70,178	72,117
<u>\$ 12,970</u>	<u>\$ 3,422</u>	<u>\$ 77,991</u>	<u>\$ 16,688</u>	<u>\$ 70,178</u>	<u>\$ 185,750</u>
\$ 14	\$ -	\$ 569	\$ -	\$ 162	\$ 1,255
-	-	2,336	-	6,269	68,326
-	-	5,998	1,265	4,943	14,627
-	-	-	-	21,687	-
-	-	10,043	2,064	-	20,831
14	-	18,946	3,329	33,061	105,039
9	1,526	358	-	444	13,104
12,947	1,896	58,687	13,359	36,673	67,607
12,956	3,422	59,045	13,359	37,117	80,711
<u>\$ 12,970</u>	<u>\$ 3,422</u>	<u>\$ 77,991</u>	<u>\$ 16,688</u>	<u>\$ 70,178</u>	<u>\$ 185,750</u>

(Continued)

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 JUNE 30, 2002
 (Continued)

	Title VI Grant	Drug Free Schools Grant	Preschool Grant	Telecommuni- cations Grant
<u>Assets:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Cash in Segregated Accounts	-	-	-	-
Intergovernmental Receivable	-	-	-	-
Total Assets	\$ -	\$ -	\$ -	\$ -
<u>Liabilities and Fund Equity:</u>				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	-
Intergovernmental Payable	-	-	-	-
Interfund Payable	-	-	-	-
Deferred Revenue	-	-	-	-
Total Liabilities	-	-	-	-
Fund Equity:				
Reserved for Encumbrances	-	-	-	-
Unreserved	-	-	-	-
Total Fund Equity	-	-	-	-
Total Liabilities and Fund Equity	\$ -	\$ -	\$ -	\$ -

Continuous Improvement Grant	Classroom Reduction	Miscellaneous Federal Grants	Total
\$ 11,120	\$ -	\$ -	\$ 452,519
-	-	-	2,500
-	36,051	-	242,710
<u>\$ 11,120</u>	<u>\$ 36,051</u>	<u>\$ -</u>	<u>\$ 697,729</u>
\$ -	\$ -	\$ -	\$ 22,827
-	17,569	-	97,998
344	2,417	-	33,743
-	11,259	-	32,946
-	-	-	32,938
<u>344</u>	<u>31,245</u>	<u>-</u>	<u>220,452</u>
-	-	-	64,967
<u>10,776</u>	<u>4,806</u>	<u>-</u>	<u>412,310</u>
<u>10,776</u>	<u>4,806</u>	<u>-</u>	<u>477,277</u>
<u>\$ 11,120</u>	<u>\$ 36,051</u>	<u>\$ -</u>	<u>\$ 697,729</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Public School Support	Other Grants	Special School	Underground Storage Tanks
Revenues:				
Intergovernmental	\$ -	\$ 13,577	\$ -	\$ -
Interest	-	-	-	-
Tuition and Fees	1,862	-	-	-
Gifts and Donations	820	9,000	-	-
Extracurricular Activities	101,001	-	756	-
Miscellaneous	3,655	-	3,260	-
Total Revenues	107,338	22,577	4,016	-
Expenditures:				
Current:				
Instruction:				
Regular	90,142	13,965	-	-
Special	-	-	-	-
Support Services:				
Pupils	-	7,554	-	-
Instructional Staff	-	9,329	4,710	-
Administration	-	-	-	-
Fiscal	-	-	-	-
Plant Operation and Maintenance	-	-	-	7,600
Pupil Transportation	-	-	-	-
Central	-	-	-	-
Non-Instructional Services	-	-	-	-
Extracurricular Activities	-	-	-	-
Total Expenditures	90,142	30,848	4,710	7,600
Excess of Revenues Over(Under) Expenditures	17,196	(8,271)	(694)	(7,600)
Other Financing Sources(Uses):				
Operating Transfers - In	-	-	-	-
Operating Transfers-Out	-	(308)	-	-
Total Other Financing Sources(Uses):	-	(308)	-	-
Excess of Revenues and Other Financing Sources Over(Under) Expenditures	17,196	(8,579)	(694)	(7,600)
Fund Balance at Beginning of Year	64,989	30,102	7,310	7,600
Fund Balance at End of Year	\$ 82,185	\$ 21,523	\$ 6,616	\$ -

School Improvement Model	District Managed Student Activities	Professional Development	Management Information Systems	Disadvantaged Pupil Impact Aid	Data Communications
\$ 100,000	\$ -	\$ -	\$ 13,553	\$ 48,288	\$ -
-	347	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	112,005	-	-	-	-
-	837	-	-	-	-
100,000	113,189	-	13,553	48,288	-
61,226	-	-	-	-	-
-	-	-	-	-	-
4,928	-	-	1,947	59,791	-
62,915	-	2,333	-	-	24,000
726	-	3,576	4,725	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	6,889	-	-
-	-	-	-	-	-
-	107,234	-	-	-	-
129,795	107,234	5,909	13,561	59,791	24,000
(29,795)	5,955	(5,909)	(8)	(11,503)	(24,000)
-	-	-	-	13,000	-
-	(31)	-	-	-	-
-	(31)	-	-	13,000	-
(29,795)	5,924	(5,909)	(8)	1,497	(24,000)
57,363	17,186	9,008	9,627	(4,885)	24,000
\$ 27,568	\$ 23,110	\$ 3,099	\$ 9,619	\$ (3,388)	\$ -

(Continued)

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002
 (Continued)

	School Net Professional Development	Textbook Subsidy	Ohio Reads Grant	Summer Intervention Grant
Revenues:				
Intergovernmental	\$ 7,592	\$ -	\$ 92,500	\$ -
Interest	-	-	-	-
Tuition and Fees	-	-	-	-
Gifts and Donations	-	-	-	-
Extracurricular Activities	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	7,592	-	92,500	-
Expenditures:				
Current:				
Instruction:				
Regular	-	1,163	55,394	31,897
Special	-	-	-	-
Support Services:				
Pupils	-	-	10,962	2,870
Instructional Staff	5,682	-	42,233	-
Administration	-	-	2,851	-
Fiscal	-	-	-	-
Plant Operation and Maintenance	-	-	-	-
Pupil Transportation	-	-	928	4,289
Central	-	-	-	-
Non-Instructional Services	-	-	-	-
Extracurricular Activities	-	-	-	-
Total Expenditures	5,682	1,163	112,368	39,056
Excess of Revenues Over(Under) Expenditures	1,910	(1,163)	(19,868)	(39,056)
Other Financing Sources(Uses):				
Operating Transfers - In	-	-	-	-
Operating Transfers-Out	-	-	-	-
Total Other Financing Sources(Uses):	-	-	-	-
Excess of Revenues and Other Financing Sources Over(Under) Expenditures	1,910	(1,163)	(19,868)	(39,056)
Fund Balance at Beginning of Year	3,500	42,073	58,301	39,056
Fund Balance at End of Year	\$ 5,410	\$ 40,910	\$ 38,433	\$ -

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002
 (Continued)

	Title VI Grant	Drug Free Schools Grant	Preschool Grant	Telecommuni- cations Grant
Revenues:				
Intergovernmental	\$ 18,983	\$ 14,405	\$ 20,777	\$ -
Interest	-	-	-	-
Tuition and Fees	-	-	-	-
Gifts and Donations	-	-	-	-
Extracurricular Activities	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	18,983	14,405	20,777	-
Expenditures:				
Current:				
Instruction:				
Regular	18,983	-	-	-
Special	-	-	24,396	-
Support Services:				
Pupils	-	14,405	-	-
Instructional Staff	-	-	-	-
Administration	-	-	-	10,347
Fiscal	-	-	-	-
Plant Operation and Maintenance	-	-	-	-
Pupil Transportation	-	-	-	-
Central	-	-	-	-
Non-Instructional Services	-	-	-	-
Extracurricular Activities	-	-	-	-
Total Expenditures	18,983	14,405	24,396	10,347
Excess of Revenues Over(Under) Expenditures	-	-	(3,619)	(10,347)
Other Financing Sources(Uses):				
Operating Transfers - In	-	-	-	-
Operating Transfers-Out	-	-	-	-
Total Other Financing Sources(Uses):	-	-	-	-
Excess of Revenues and Other Financing Sources Over(Under) Expenditures	-	-	(3,619)	(10,347)
Fund Balance at Beginning of Year	-	-	3,619	10,347
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Continuous Improvement Grant	Classroom Reduction	Miscellaneous Federal Grants	Total
\$ 26,801	\$ 107,595	\$ 6,785	\$ 1,553,677
-	-	-	347
-	-	-	1,862
-	-	-	9,820
-	-	-	213,762
-	-	-	7,752
<u>26,801</u>	<u>107,595</u>	<u>6,785</u>	<u>1,787,220</u>
31,420	102,789	21,333	488,125
-	-	1,920	413,655
-	-	-	326,085
4,148	-	6,690	357,968
-	-	-	165,350
-	-	-	1,378
-	-	-	9,255
-	-	-	7,434
-	-	-	6,889
-	-	-	3,945
-	-	-	107,234
<u>35,568</u>	<u>102,789</u>	<u>29,943</u>	<u>1,887,318</u>
(8,767)	4,806	(23,158)	(100,098)
-	-	-	36,715
-	-	-	(580)
-	-	-	36,135
(8,767)	4,806	(23,158)	(63,963)
19,543	-	23,158	541,240
<u>\$ 10,776</u>	<u>\$ 4,806</u>	<u>\$ -</u>	<u>\$ 477,277</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
PUBLIC SCHOOL SUPPORT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Tuition and Fees	\$ 2,000	\$ 1,862	\$ (138)
Extracurricular Activities	101,573	101,001	(572)
Gifts and Donations	1,031	820	(211)
Miscellaneous	<u>3,648</u>	<u>3,655</u>	<u>7</u>
 Total Revenues	 <u>108,252</u>	 <u>107,338</u>	 <u>(914)</u>
 Expenditures:			
Current:			
Instruction:			
Regular	<u>165,013</u>	<u>99,228</u>	<u>65,785</u>
 Total Expenditures	 <u>165,013</u>	 <u>99,228</u>	 <u>65,785</u>
 Excess of Revenues Under Expenditures	 (56,761)	 8,110	 64,871
 Fund Balance at Beginning of Year	 66,094	 66,094	 -
Prior Year Encumbrances Appropriated	<u>2,882</u>	<u>2,882</u>	<u>-</u>
 Fund Balance at End of Year	 <u>\$ 12,215</u>	 <u>\$ 77,086</u>	 <u>\$ 64,871</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
OTHER GRANTS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 13,577	\$ 13,577	\$ -
Gifts and Donations	9,000	9,000	-
Total Revenues	<u>22,577</u>	<u>22,577</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular	23,697	23,633	64
Support Services:			
Pupils	9,801	8,519	1,282
Instructional Staff	12,908	10,999	1,909
Total Expenditures	<u>46,406</u>	<u>43,151</u>	<u>3,255</u>
Excess of Revenues Over(Under)			
Expenditures	(23,829)	(20,574)	3,255
Other Financing Sources (Uses):			
Refund of Prior Year Receipts	(3,012)	(3,012)	-
Operating Transfers-Out	(308)	(308)	-
Total Other Financing Sources (Uses)	<u>(3,320)</u>	<u>(3,320)</u>	<u>-</u>
Excess of Revenues and Other			
Financing Sources Over(Under)			
Expenditures and Other Financing Uses	(27,149)	(23,894)	3,255
Fund Balance at Beginning of Year	27,284	27,284	-
Prior Year Encumbrances Appropriated	<u>5,014</u>	<u>5,014</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 5,149</u>	<u>\$ 8,404</u>	<u>\$ 3,255</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
SPECIAL SCHOOL SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Extracurricular Activities	\$ 698	\$ 756	\$ 58
Gifts and Donations	150	-	(150)
Miscellaneous	<u>2,967</u>	<u>3,260</u>	<u>293</u>
 Total Revenues	 <u>3,815</u>	 <u>4,016</u>	 <u>201</u>
 Expenditures:			
Current:			
Support Services:			
Instructional Staff	<u>10,812</u>	<u>6,612</u>	<u>4,200</u>
 Total Expenditures	 <u>10,812</u>	 <u>6,612</u>	 <u>4,200</u>
 Excess of Revenues Under Expenditures	 (6,997)	 (2,596)	 4,401
 Fund Balance at Beginning of Year	 9,004	 9,004	 -
Prior Year Encumbrances Appropriated	<u>25</u>	<u>25</u>	<u>-</u>
 Fund Balance at End of Year	 <u>\$ 2,032</u>	 <u>\$ 6,433</u>	 <u>\$ 4,401</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
UNDERGROUND STORAGE TANK SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Total Revenues	\$ -	\$ -	\$ -
Expenditures:			
Current:			
Support Services:			
Plant Operation and Maintenance	<u>7,600</u>	<u>7,600</u>	<u>-</u>
Total Expenditures	<u>7,600</u>	<u>7,600</u>	<u>-</u>
Excess of Revenues Under Expenditures	(7,600)	(7,600)	-
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	<u>7,600</u>	<u>7,600</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
SCHOOL IMPROVEMENT MODEL SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 100,000	\$ 100,000	\$ -
Total Revenues	100,000	100,000	-
Expenditures:			
Current:			
Instruction:			
Regular	46,610	35,047	11,563
Support Services:			
Pupils	13,203	8,784	4,419
Instructional Staff	72,571	70,800	1,771
Administration	1,907	910	997
Total Expenditures	134,291	115,541	18,750
Excess of Revenues Over(Under) Expenditures	(34,291)	(15,541)	18,750
Other Financing Uses:			
Refund of Prior Year Receipts	(26,422)	(26,422)	-
Total Other Financing Sources (Uses)	(26,422)	(26,422)	-
Excess of Revenues Over(Under) Expenditures and Other Financing Uses	(60,713)	(41,963)	18,750
Fund Balance at Beginning of Year	57,659	57,659	-
Prior Year Encumbrances Appropriated	3,441	3,441	-
Fund Balance at End of Year	\$ 387	\$ 19,137	\$ 18,750

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
DISTRICT MANAGED STUDENT ACTIVITIES SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Interest	\$ 312	\$ 347	\$ 35
Extracurricular Activities	107,840	112,005	4,165
Miscellaneous	<u>837</u>	<u>837</u>	<u>-</u>
Total Revenues	<u>108,989</u>	<u>113,189</u>	<u>4,200</u>
Expenditures:			
Current:			
Extracurricular Activities	<u>125,095</u>	<u>117,143</u>	<u>7,952</u>
Total Expenditures	<u>125,095</u>	<u>117,143</u>	<u>7,952</u>
Excess of Revenues Under Expenditures	(16,106)	(3,954)	12,152
Other Financing Sources (Uses):			
Operating Transfers-Out	<u>(31)</u>	<u>(31)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(31)</u>	<u>(31)</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(16,137)	(3,985)	12,152
Fund Balance at Beginning of Year	12,924	12,924	-
Prior Year Encumbrances Appropriated	<u>6,120</u>	<u>6,120</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 2,907</u>	<u>\$ 15,059</u>	<u>\$ 12,152</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
PROFESSIONAL DEVELOPMENT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Total Revenues	-	-	-
Expenditures:			
Current:			
Support Services:			
Instructional Staff	5,182	2,333	2,849
Administration	3,826	3,576	250
Total Expenditures	9,008	5,909	3,099
Excess of Revenues Over(Under) Expenditures	(9,008)	(5,909)	3,099
Fund Balance at Beginning of Year	8,858	8,858	-
Prior Year Encumbrances Appropriated	150	150	-
Fund Balance at End of Year	\$ -	\$ 3,099	\$ 3,099

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
MANAGEMENT INFORMATION SYSTEMS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 13,553	\$ 13,553	\$ -
Total Revenues	<u>13,553</u>	<u>13,553</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Pupils	1,978	1,984	(6)
Administration	4,689	4,725	(36)
Central	<u>11,088</u>	<u>7,561</u>	<u>3,527</u>
Total Expenditures	<u>17,755</u>	<u>14,270</u>	<u>3,485</u>
Excess of Revenues Under Expenditures	(4,202)	(717)	3,485
Fund Balance at Beginning of Year	<u>10,482</u>	<u>10,482</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 6,280</u>	<u>\$ 9,765</u>	<u>\$ 3,485</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
DISADVANTAGED PUPIL IMPACT AID SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 48,288	\$ 48,288	\$ -
Total Revenues	48,288	48,288	-
Expenditures:			
Current:			
Support Services:			
Pupils	59,617	59,840	(223)
Total Expenditures	59,617	59,840	(223)
Excess of Revenues Under Expenditures	(11,329)	(11,552)	(223)
Other Financing Sources (Uses):			
Operating Transfers-In	13,000	13,000	-
Total Other Financing Sources (Uses)	13,000	13,000	-
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	1,671	1,448	(223)
Fund Balance at Beginning of Year	-	-	-
Fund Balance at End of Year	\$ 1,671	\$ 1,448	\$ (223)

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
DATA COMMUNICATIONS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Instructional Staff	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Total Expenditures	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>(24,000)</u>	<u>(24,000)</u>	<u>-</u>
Fund Balance at Beginning of Year	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
SCHOOLNET PROFESSIONAL DEVELOPMENT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 4,142	\$ 7,592	\$ 3,450
Total Revenues	4,142	7,592	3,450
Expenditures:			
Current:			
Support Services:			
Instructional Staff	8,142	6,182	1,960
Total Expenditures	8,142	6,182	1,960
Excess of Revenues Over Expenditures	(4,000)	1,410	5,410
Fund Balance at Beginning of Year	3,500	3,500	-
Prior Year Encumbrances Appropriated	500	500	-
Fund Balance at End of Year	\$ -	\$ 5,410	\$ 5,410

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
TEXTBOOK SUBSIDY SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Total Revenues	\$ -	\$ -	\$ -
Expenditures:			
Current:			
Instruction:			
Regular	<u>42,073</u>	<u>1,163</u>	<u>40,910</u>
Total Expenditures	<u>42,073</u>	<u>1,163</u>	<u>40,910</u>
Excess of Revenues Under Expenditures	(42,073)	(1,163)	40,910
Fund Balance at Beginning of Year	<u>42,073</u>	<u>42,073</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 40,910</u>	<u>\$ 40,910</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
OHIO READS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 92,500	\$ 92,500	\$ -
Total Revenues	92,500	92,500	-
Expenditures:			
Current:			
Instruction:			
Regular	56,530	55,623	907
Support Services:			
Pupils	14,194	10,557	3,637
Instructional Staff	63,497	57,268	6,229
Administration	2,851	2,851	-
Pupil Transportation	3,031	928	2,103
Total Expenditures	140,103	127,227	12,876
Excess of Revenues Over(Under) Expenditures	(47,603)	(34,727)	12,876
Other Financing Sources (Uses):			
Refund of Prior Year Receipts	(7,355)	(7,355)	-
Total Other Financing Sources (Uses)	(7,355)	(7,355)	-
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(54,958)	(42,082)	12,876
Fund Balance at Beginning of Year	37,638	37,638	-
Prior Year Encumbrances Appropriated	32,320	32,320	-
Fund Balance at End of Year	\$ 15,000	\$ 27,876	\$ 12,876

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
SUMMER INTERVENTION GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular	31,897	31,897	-
Support Services:			
Pupils	2,870	2,870	-
Central	<u>4,289</u>	<u>4,289</u>	<u>-</u>
Total Expenditures	<u>39,056</u>	<u>39,056</u>	<u>-</u>
Excess of Revenues Over Expenditures	(39,056)	(39,056)	-
Fund Balance at Beginning of Year	<u>39,056</u>	<u>39,056</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
EXTENDED LEARNING OPPORTUNITIES SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular	26,560	16,460	10,100
Support Services:			
Pupils	3,070	342	2,728
Pupil Transportation	<u>970</u>	<u>851</u>	<u>119</u>
Total Expenditures	<u>30,600</u>	<u>17,653</u>	<u>12,947</u>
Excess of Revenues Over Expenditures	(30,600)	(17,653)	12,947
Fund Balance at Beginning of Year	<u>30,600</u>	<u>30,600</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 12,947</u>	<u>\$ 12,947</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
MISCELLANEOUS STATE GRANTS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 3,467	\$ 3,467	\$ -
Total Revenues	3,467	3,467	-
Expenditures:			
Current:			
Instruction:			
Regular	6,545	5,213	1,332
Support Services:			
Pupils	3,545	3,515	30
Instructional Staff	2,100	1,535	565
Total Expenditures	12,190	10,263	1,927
Excess of Revenues Under Expenditures	(8,723)	(6,796)	1,927
Other Financing Sources (Uses):			
Operating Transfers-Out	(241)	(241)	-
Total Other Financing Sources (Uses)	(241)	(241)	-
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(8,964)	(7,037)	1,927
Fund Balance at Beginning of Year	8,875	8,875	-
Prior Year Encumbrances Appropriated	58	58	-
Fund Balance at End of Year	\$ (31)	\$ 1,896	\$ 1,927

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
TITLE I IMMIGRANT GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 154,511	\$ 62,081	\$ (92,430)
Total Revenues	154,511	62,081	(92,430)
Expenditures:			
Current:			
Instruction:			
Regular	79,999	13,421	66,578
Support Services:			
Pupils	67,266	43,950	23,316
Administration	14,219	10,093	4,126
Business	1,378	1,378	-
Plant Operation and Maintenance	5,043	1,668	3,375
Pupil Transportation	7,842	1,249	6,593
Non-Instructional Services	9,054	3,933	5,121
Total Expenditures	184,801	75,692	109,109
Excess of Revenues Over(Under) Expenditures	(30,290)	(13,611)	16,679
Other Financing Sources (Uses):			
Refund of Prior Year Receipts	(4,345)	(4,345)	-
Total Other Financing Sources (Uses)	(4,345)	(4,345)	-
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(34,635)	(17,956)	16,679
Fund Balance at Beginning of Year	32,037	32,037	-
Prior Year Encumbrances Appropriated	764	764	-
Fund Balance at End of Year	\$ (1,834)	\$ 14,845	\$ 16,679

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
TITLE II GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 20,642	\$ 18,578	\$ (2,064)
Total Revenues	20,642	18,578	(2,064)
Expenditures:			
Current:			
Support Services:			
Instructional Staff	25,804	9,945	15,859
Total Expenditures	25,804	9,945	15,859
Excess of Revenues Under Expenditures	(5,162)	8,633	13,795
Other Financing Sources (Uses):			
Refund of Prior Year Receipts	(653)	-	653
Total Other Financing Sources (Uses)	(653)	-	653
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(5,815)	8,633	14,448
Fund Balance at Beginning of Year	4,799	4,799	-
Prior Year Encumbrances Appropriated	1,192	1,192	-
Fund Balance at End of Year	\$ 176	\$ 14,624	\$ 14,448

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
TITLE VI-B GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 310,424	\$ 240,245	\$ (70,179)
Total Revenues	<u>310,424</u>	<u>240,245</u>	<u>(70,179)</u>
Expenditures:			
Current:			
Instruction:			
Special	8,689	9,109	(420)
Support Services:			
Pupils	177,222	151,298	25,924
Administration	<u>151,957</u>	<u>129,555</u>	<u>22,402</u>
Total Expenditures	<u>337,868</u>	<u>289,962</u>	<u>47,906</u>
Excess of Revenues Over(Under) Expenditures	<u>(27,444)</u>	<u>(49,717)</u>	<u>(22,273)</u>
Fund Balance at Beginning of Year	26,421	26,421	-
Prior Year Encumbrances Appropriated	<u>1,023</u>	<u>1,023</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ (22,273)</u>	<u>\$ (22,273)</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
TITLE I GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 772,222	\$ 661,632	\$ (110,590)
Total Revenues	<u>772,222</u>	<u>661,632</u>	<u>(110,590)</u>
Expenditures:			
Current:			
Instruction:			
Regular	32,754	21,405	11,349
Special	513,391	382,397	130,994
Support Services:			
Pupils	39,670	24,388	15,282
Instructional Staff	241,296	195,055	46,241
Administration	7,813	2,615	5,198
Plant Operation and Maintenance	800	-	800
Total Expenditures	<u>835,724</u>	<u>625,860</u>	<u>209,864</u>
Excess of Revenues Over(Under) Expenditures	<u>(63,502)</u>	<u>35,772</u>	<u>99,274</u>
Other Financing Sources (Uses):			
Operating Transfers-In	28,723	28,723	-
Operating Transfers-Out	<u>(28,723)</u>	<u>(28,723)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	<u>(63,502)</u>	<u>35,772</u>	<u>99,274</u>
Fund Balance at Beginning of Year	<u>63,502</u>	<u>63,502</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 99,274</u>	<u>\$ 99,274</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
TITLE VI GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 18,983	\$ 18,983	\$ -
Total Revenues	<u>18,983</u>	<u>18,983</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular	18,983	18,983	-
Total Expenditures	<u>18,983</u>	<u>18,983</u>	<u>-</u>
Excess of Revenues Over Expenditures	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
DRUG FREE SCHOOLS GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 14,405	\$ 14,405	\$ -
Total Revenues	14,405	14,405	-
Expenditures:			
Current:			
Support Services:			
Pupils	14,405	14,405	-
Total Expenditures	14,405	14,405	-
Excess of Revenues Over Expenditures	-	-	-
Fund Balance at Beginning of Year	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
TELECOMMUNICATIONS GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Administration	<u>10,347</u>	<u>10,347</u>	<u>-</u>
Total Expenditures	<u>10,347</u>	<u>10,347</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>(10,347)</u>	<u>(10,347)</u>	<u>-</u>
Fund Balance at Beginning of Year	<u>10,347</u>	<u>10,347</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
CONTINUOUS IMPROVEMENT GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 26,801	\$ 26,801	\$ -
Total Revenues	<u>26,801</u>	<u>26,801</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular	44,877	31,982	12,895
Support Services:			
Instructional Staff	<u>2,360</u>	<u>4,148</u>	<u>(1,788)</u>
Total Expenditures	<u>47,237</u>	<u>36,130</u>	<u>11,107</u>
Excess of Revenues Under Expenditures	(20,436)	(9,329)	11,107
Fund Balance at Beginning of Year	9,177	9,177	-
Prior Year Encumbrances Appropriated	<u>11,271</u>	<u>11,271</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 12</u>	<u>\$ 11,119</u>	<u>\$ 11,107</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
CLASSROOM REDUCTION GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental	\$ 107,971	\$ 71,544	\$ (36,427)
Total Revenues	<u>107,971</u>	<u>71,544</u>	<u>(36,427)</u>
Expenditures:			
Current:			
Instruction:			
Regular	<u>104,186</u>	<u>82,803</u>	<u>21,383</u>
Total Expenditures	<u>104,186</u>	<u>82,803</u>	<u>21,383</u>
Excess of Revenues Under Expenditures	3,785	(11,259)	(15,044)
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 3,785</u>	<u>\$ (11,259)</u>	<u>\$ (15,044)</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
MISCELLANEOUS FEDERAL GRANTS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 6,785	\$ 6,785	\$ -
Total Revenues	6,785	6,785	-
Expenditures:			
Current:			
Instruction:			
Regular	37,081	37,081	-
Special	1,920	1,920	-
Support Services:			
Instructional Staff	10,332	10,332	-
Total Expenditures	49,333	49,333	-
Excess of Revenues Under Expenditures	(42,548)	(42,548)	-
Other Financing Uses:			
Refund of Prior Year Receipts	(589)	(589)	-
Operating Transfers-In	97	97	-
Operating Transfers-Out	(97)	(97)	-
Total Other Financing Sources (Uses)	(589)	(589)	-
Excess of Revenues Under Expenditures and Other Financing Uses	(43,137)	(43,137)	-
Fund Balance at Beginning of Year	27,088	27,088	-
Prior Year Encumbrances Appropriated	16,049	16,049	-
Fund Balance at End of Year	\$ -	\$ -	\$ -

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
TOTAL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 1,708,271	\$ 1,400,031	\$ (308,240)
Interest	312	347	35
Tuition and Fees	2,000	1,862	(138)
Extracurricular Activities	210,111	213,762	3,651
Gifts and Donations	10,181	9,820	(361)
Miscellaneous	7,452	7,752	300
Total Revenues	1,938,327	1,633,574	(304,753)
Expenditures:			
Current:			
Instruction:			
Regular	716,805	473,939	242,866
Special	524,000	393,426	130,574
Support Services:			
Pupils	406,841	330,452	76,389
Instructional Staff	479,004	399,209	79,795
Administration	197,609	164,672	32,937
Business	1,378	1,378	-
Plant Operation and Maintenance	13,443	9,268	4,175
Pupil Transportation	11,843	3,028	8,815
Central	15,377	11,850	3,527
Non-Instructional Services	9,054	3,933	5,121
Extracurricular Activities	125,095	117,143	7,952
Total Expenditures	2,500,449	1,908,298	592,151
Excess of Revenues Over(Under)			
Expenditures	(562,122)	(274,724)	287,398
Other Financing Sources (Uses):			
Refund of Prior Year Receipts	(42,376)	(41,723)	653
Operating Transfers-In	41,820	41,820	-
Operating Transfers-Out	(29,400)	(29,400)	-
Total Other Financing Sources (Uses)	(29,956)	(29,303)	653
Excess of Revenues and Other			
Financing Sources Over(Under)			
Expenditures and Other Financing Uses	(592,078)	(304,027)	288,051
Fund Balance at Beginning of Year	551,418	551,418	-
Prior Year Encumbrances Appropriated	88,409	88,409	-
Fund Balance at End of Year	\$ 47,749	\$ 335,800	\$ 288,051

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects. The following are descriptions of each Capital Projects Fund.

Permanent Improvement

To account for the monies received through the District's two mill, permanent improvement levy that are used for the acquisition, construction or improvement of capital facilities other than those financed by the Non-Expendable Trust Fund.

SchoolNet Plus

To account for monies received through a State grant to help schools obtain computers and related educational technology equipment and/or the necessary infrastructure for educational technology.

Video Distance Learning

To account for monies received through a State grant to provide schools with the necessary equipment to facilitate video and teleconferencing capabilities to allow remote learning opportunities.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL CAPITAL PROJECTS FUNDS
JUNE 30, 2002

	Permanent Improvement	School Net Plus	Video Distance Learning	Total
<u>Assets:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 373,503	\$ 114,760	\$ 27,870	\$ 516,133
Taxes Receivable	644,127	-	-	644,127
Total Assets and Other Debits	\$ 1,017,630	\$ 114,760	\$ 27,870	\$ 1,160,260
<u>Liabilities and Fund Equity:</u>				
Liabilities:				
Accounts Payable	\$ -	\$ 80,722	\$ -	\$ 80,722
Accrued Interest Payable	14,478	-	-	14,478
Deferred Revenue	596,347	-	-	596,347
Tax Anticipation Notes Payable	548,000	-	-	548,000
Total Liabilities	1,158,825	80,722	-	1,239,547
Fund Equity:				
Fund Balances:				
Reserved for Encumbrances	185,760	16,461	25,470	227,691
Reserved for Taxes	47,780	-	-	47,780
Unreserved	(374,735)	17,577	2,400	(354,758)
Total Fund Equity	(141,195)	34,038	27,870	(79,287)
Total Liabilities and Fund Equity	\$ 1,017,630	\$ 114,760	\$ 27,870	\$ 1,160,260

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
ALL CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Permanent Improvement	School Net Plus	Video Distance Learning	Total
Revenues:				
Taxes	\$ 626,491	\$ -	\$ -	\$ 626,491
Intergovernmental	76,606	114,760	20,130	211,496
Interest	5,733	-	-	5,733
Total Revenues	708,830	114,760	20,130	843,720
Expenditures:				
Current:				
Instruction:				
Regular	-	105,335	-	105,335
Support Services:				
Pupils	-	48,000	-	48,000
Instructional Staff	-	40,500	160	40,660
Administration	2,820	-	-	2,820
Fiscal	11,784	-	-	11,784
Plant Operation and Maintenance	102,192	1,918	-	104,110
Capital Outlay	85,945	-	-	85,945
Debt Service:				
Interest and Fiscal Charges	31,937	-	-	31,937
Total Expenditures	234,678	195,753	160	430,591
Excess of Revenues Over(Under) Expenditures	474,152	(80,993)	19,970	413,129
Fund Balance at Beginning of Year	(615,347)	115,031	7,900	(492,416)
Fund Balance at End of Year	\$ (141,195)	\$ 34,038	\$ 27,870	\$ (79,287)

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
PERMANENT IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ 616,761	\$ 643,422	\$ 26,661
Intergovernmental	77,803	76,606	(1,197)
Interest	5,100	5,733	633
Total Revenues	699,664	725,761	26,097
Expenditures:			
Current:			
Support Services:			
Administration	8,461	8,461	-
Fiscal	14,150	11,784	2,366
Plant Operation and Maintenance	319,403	385,673	(66,270)
Pupil Transportation	10,500	-	10,500
Capital Outlay	208,173	124,654	83,519
Debt Service:			
Principal Retirement	310,000	310,000	-
Interest and Fiscal Charges	42,562	42,562	-
Total Expenditures	913,249	883,134	30,115
Excess of Revenues Under Expenditures	(213,585)	(157,373)	56,212
Fund Balance at Beginning of Year	97,570	97,570	-
Prior Year Encumbrances Appropriated	247,547	247,547	-
Fund Balance at End of Year	\$ 131,532	\$ 187,744	\$ 56,212

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
SCHOOLNET PLUS CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 114,760	\$ 114,760	\$ -
Total Revenues	114,760	114,760	-
Expenditures:			
Current:			
Instruction:			
Regular	128,493	121,416	7,077
Support Services:			
Pupils	48,000	48,000	-
Instructional Staff	51,000	40,500	10,500
Plant Operation and Maintenance	2,298	2,298	-
Total Expenditures	229,791	212,214	17,577
Excess of Revenues Under Expenditures	(115,031)	(97,454)	17,577
Fund Balance at Beginning of Year	113,392	113,392	-
Prior Year Encumbrances Appropriated	1,639	1,639	-
Fund Balance at End of Year	\$ -	\$ 17,577	\$ 17,577

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
VIDEO DISTANCE LEARNING CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 20,130	\$ 20,130	\$ -
Total Revenues	<u>20,130</u>	<u>20,130</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Support Services:			
Instructional Staff	<u>25,630</u>	<u>25,630</u>	<u>-</u>
Total Expenditures	<u>25,630</u>	<u>25,630</u>	<u>-</u>
Excess of Revenues Over Expenditures	(5,500)	(5,500)	-
Fund Balance at Beginning of Year	<u>7,900</u>	<u>7,900</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 2,400</u>	<u>\$ 2,400</u>	<u>\$ -</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)
TOTAL CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ 616,761	\$ 643,422	\$ 26,661
Intergovernmental	212,693	211,496	(1,197)
Interest	<u>5,100</u>	<u>5,733</u>	<u>633</u>
Total Revenues	<u>834,554</u>	<u>860,651</u>	<u>26,097</u>
Expenditures:			
Current:			
Instruction:			
Regular	128,493	121,416	7,077
Support Services:			
Pupils	48,000	48,000	-
Instructional Staff	76,630	66,130	10,500
Administration	8,461	8,461	-
Fiscal	14,150	11,784	2,366
Plant Operation and Maintenance	321,701	387,971	(66,270)
Pupil Transportation	10,500	-	10,500
Capital Outlay	208,173	124,654	83,519
Debt Service:			
Principal Retirement	310,000	310,000	-
Interest and Fiscal Charges	<u>42,562</u>	<u>42,562</u>	<u>-</u>
Total Expenditures	<u>1,168,670</u>	<u>1,120,978</u>	<u>47,692</u>
Excess of Revenues Under Expenditures	(334,116)	(260,327)	73,789
Fund Balance at Beginning of Year	218,862	218,862	-
Prior Year Encumbrances Appropriated	<u>249,186</u>	<u>249,186</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 133,932</u>	<u>\$ 207,721</u>	<u>\$ 73,789</u>



TECUMSEH LOCAL SCHOOL DISTRICT

ENTERPRISE FUNDS

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

Food Service Fund

To account for the financial transactions related to the food service operation of the School District.

Latchkey Fund

To account for the financial transactions related to the operation of after school latchkey programs at the various schools throughout the School District.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
JUNE 30, 2002

	Food Service	Latchkey	Total
<u>Assets:</u>			
Assets:			
Current Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 90,743	\$ 72,051	\$ 162,794
Inventory of Supplies and Materials	6,533	-	6,533
Inventory Held for Resale	53,783	-	53,783
Total Current Assets	151,059	72,051	223,110
 Fixed Asset (Net, where applicable, of Accumulated Depreciation)	 15,918	 82,318	 98,236
Total Assets	\$ 166,977	\$ 154,369	\$ 321,346
 <u>Liabilities and Fund Equity:</u>			
Liabilities:			
Current Liabilities:			
Accounts Payable	\$ 327	\$ 39	\$ 366
Accrued Salaries and Benefits Payable	89,466	9,867	99,333
Intergovernmental Payable	55,345	4,092	59,437
Total Current Liabilities	145,138	13,998	159,136
 Compensated Absences Payable	 43,825	 -	 43,825
Total Liabilities	188,963	13,998	202,961
 Fund Equity:			
Retained Earnings:			
Unreserved	(21,986)	140,371	118,385
Total Fund Equity	(21,986)	140,371	118,385
Total Liabilities and Fund Equity	\$ 166,977	\$ 154,369	\$ 321,346

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Food Service	Latchkey	Total
Operating Revenues:			
Sales	\$ 777,644	\$ -	\$ 777,644
Charges for Services	-	114,538	114,538
Total Operating Revenues	777,644	114,538	892,182
Operating Expenses:			
Salaries and Wages	583,056	59,583	642,639
Fringe Benefits	184,269	16,349	200,618
Purchased Services	25,817	500	26,317
Supplies and Materials	71,032	12,610	83,642
Cost of Sales	436,021	-	436,021
Depreciation	5,430	11,456	16,886
Total Operating Expenses	1,305,625	100,498	1,406,123
Operating Income (Loss)	(527,981)	14,040	(513,941)
Non-Operating Revenues and Losses:			
Loss on Sale of Asset	-	(1,358)	(1,358)
Federal and State Subsidies	405,061	-	405,061
Federal Donated Commodities	82,958	-	82,958
Interest	212	-	212
Total Non-Operating Revenues and Losses	488,231	(1,358)	486,873
Income (Loss) Before Transfers-In	(39,750)	12,682	(27,068)
Operating Transfers-Out	-	(14)	(14)
Operating Transfers-In	50,000	-	50,000
Net Income (Loss)	10,250	12,668	22,918
Retained Earnings at Beginning of Year	(32,236)	127,703	95,467
Retained Earnings at End of Year	\$ (21,986)	\$ 140,371	\$ 118,385

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Food Service	Latchkey	Total
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities:			
Cash Received from Customers	\$ 777,644	\$ 114,538	\$ 892,182
Cash Payments for Employee Services and Benefits	(764,231)	(75,525)	(839,756)
Cash Payments to Suppliers for Goods and Services	(495,862)	(13,071)	(508,933)
Net Cash Provided by (Used in) Operating Activities	(482,449)	25,942	(456,507)
Cash Flows from Noncapital Financing Activities:			
Federal and State Subsidies	405,061	-	405,061
Operating Transfers-In	50,000	-	50,000
Operating Transfers-Out	-	(14)	(14)
Net Cash Provided by (Used in) Noncapital Financing Activities	455,061	(14)	455,047
Cash Flows from Capital and Related Financing Activities:			
Acquisition of Capital Assets	-	(29,006)	(29,006)
Cash Flows from Investing Activities:			
Interest	212	-	212
Net Decrease in Cash and Cash Equivalents	(27,176)	(3,078)	(30,254)
Cash and Cash Equivalents Beginning of Year	117,919	75,129	193,048
Cash and Cash Equivalents End of Year	\$ 90,743	\$ 72,051	\$ 162,794
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:			
Operating Income (Loss)	\$ (527,981)	\$ 14,040	\$ (513,941)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation	5,430	11,456	16,886
Donated Commodities Received	82,958	-	82,958
Changes in Assets and Liabilities			
Increase in Inventory of Supplies and Materials	(1,659)	-	(1,659)
Increase in Inventory Held for Resale	(12,277)	-	(12,277)
Decrease in Accounts Payable	(307)	39	(268)
Increase in Accrued Wages and Benefits Payable	1,103	1,830	2,933
Decrease in Intergovernmental Payable	(9,544)	(1,423)	(10,967)
Decrease in Deferred Revenue	(31,707)	-	(31,707)
Increase in Compensated Absences Payable	11,535	-	11,535
Net Cash Provided by (Used in) Operating Activities	\$ (482,449)	\$ 25,942	\$ (456,507)
Noncash Transactions:			
Donated Commodities Received	\$ 82,958	\$ -	\$ 82,958

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN FUND EQUITY - BUDGET AND ACTUAL (BUDGET BASIS)
FOOD SERVICE ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Sales	\$ 766,965	\$ 777,644	\$ 10,679
Interest Earnings	141	212	71
Federal and State Subsidies	401,448	405,061	3,613
Other Revenue	-	-	-
Total Operating Revenues	<u>1,168,554</u>	<u>1,182,917</u>	<u>14,363</u>
Expenses:			
Salaries & Wages:			
Food Service Operations	537,951	571,363	(33,412)
Fringe Benefits:			
Food Service Operations	204,866	192,868	11,998
Purchased Services:			
Plant Operation and Maintenance	11,480	10,537	943
Food Service Operations	<u>31,551</u>	<u>18,145</u>	<u>13,406</u>
Total Purchased Services	43,031	28,682	14,349
Materials and Supplies:			
Food Service Operations	514,380	475,738	38,642
Capital Outlay:			
Food Service Operation	<u>600</u>	<u>237</u>	<u>363</u>
Total Expenses	<u>1,300,828</u>	<u>1,268,888</u>	<u>31,940</u>
Excess of Revenues Under Expenses	(132,274)	(85,971)	46,303
Other Financing Sources:			
Operating Transfers-In	100,000	100,000	-
Operating Transfers-Out	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Excess of Revenues Over Expenses and Operating Transfers	(82,274)	(35,971)	46,303
Fund Equity at Beginning of Year	114,717	114,717	-
Prior Year Encumbrances Appropriated	<u>3,201</u>	<u>3,201</u>	<u>-</u>
Fund Equity at End of Year	<u>\$ 35,644</u>	<u>\$ 81,947</u>	<u>\$ 46,303</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN FUND EQUITY - BUDGET AND ACTUAL (BUDGET BASIS)
LATCHKEY ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Charges for Services	\$ 112,075	\$ 114,538	\$ 2,463
Total Operating Revenues	<u>112,075</u>	<u>114,538</u>	<u>2,463</u>
Expenses:			
Salaries & Wages:			
Community Services	74,812	58,105	16,707
Fringe Benefits:			
Community Services	16,618	17,420	(802)
Purchased Services:			
Community Services	3,760	500	3,260
Materials and Supplies:			
Instructional Staff Support Services	200	-	200
Community Services	19,171	16,807	2,364
Total Materials and Supplies:	<u>19,371</u>	<u>16,807</u>	<u>2,564</u>
Capital Outlay:			
Community Services	35,194	24,894	10,300
Miscellaneous:			
Community Services	7,500	-	7,500
Total Expenses	<u>157,255</u>	<u>117,726</u>	<u>39,529</u>
Excess of Revenues Over (Under) Expenses	(45,180)	(3,188)	41,992
Other Financing Uses:			
Operating Transfers-Out	(14)	(14)	-
Excess of Revenues Over Expenses and Operating Transfers	(45,194)	(3,202)	41,992
Fund Equity at Beginning of Year	66,239	66,239	-
Prior Year Encumbrances Appropriated	8,892	8,892	-
Fund Equity at End of Year	<u>\$ 29,937</u>	<u>\$ 71,929</u>	<u>\$ 41,992</u>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN FUND EQUITY - BUDGET AND ACTUAL (BUDGET BASIS)
TOTAL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Sales	\$ 766,965	\$ 777,644	\$ 10,679
Charges for Services	112,075	114,538	2,463
Interest Earnings	141	212	71
Federal and State Subsidies	401,448	405,061	3,613
Total Operating Revenues	1,280,629	1,297,455	16,826
Expenses:			
Salaries & Wages:			
Food Service Operations	537,951	571,363	(33,412)
Community Services	74,812	58,105	16,707
Total Salaries & Wages	612,763	629,468	(16,705)
Fringe Benefits:			
Food Service Operations	204,866	192,868	11,998
Community Services	16,618	17,420	(802)
Total Fringe Benefits	221,484	210,288	11,196
Purchased Services:			
Plant Operation and Maintenance	11,480	10,537	943
Food Service Operations	31,551	18,145	13,406
Community Services	3,760	500	3,260
Total Purchased Services	46,791	29,182	17,609
Materials and Supplies:			
Instructional Staff Support Services	200	-	200
Food Service Operations	514,380	475,738	38,642
Community Services	19,171	16,807	2,364
Total Materials and Supplies	533,751	492,545	41,206
Capital Outlay:			
Food Service Operation	600	237	363
Community Services	35,194	24,894	10,300
Total Capital Outlay	35,794	25,131	10,663
Miscellaneous			
Community Services	7,500	-	7,500
Total Expenses	1,458,083	1,386,614	71,469
Excess of Revenues Over (Under) Expenses	(177,454)	(89,159)	88,295
Other Financing Sources(Uses):			
Operating Transfers-In	100,000	100,000	-
Operating Transfers-Out	(50,014)	(50,014)	-
Total Other Financing Sources(Uses)	49,986	49,986	-
Excess of Revenues Over Expenses and Operating Transfers	(127,468)	(39,173)	88,295
Fund Equity at Beginning of Year	180,956	180,956	-
Prior Year Encumbrances Appropriated	12,093	12,093	-
Fund Equity at End of Year	\$ 65,581	\$ 153,876	\$ 88,295



TECUMSEH LOCAL SCHOOL DISTRICT

FIDUCIARY FUNDS

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

NON-EXPENDABLE TRUST FUND

Scholarship Trust

To account for monies donated to the School District to be used to as a permanent trust fund to provide necessary supplies and materials through the interest earned on the original donation.

AGENCY FUND

Student Managed Activities

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

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
 COMBINING BALANCE SHEET
 ALL FIDUCIARY FUNDS TYPES
 JUNE 30, 2002

	NON- EXPENDABLE TRUST	AGENCY Student Managed Activities	Total
	OMB Endowment		
<u>Assets:</u>			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ 54,735	\$ 54,735
Investments	2,000	-	2,000
Total Assets	\$ 2,000	\$ 54,735	\$ 56,735
<u>Liabilities and Fund Equity</u>			
Liabilities:			
Accounts Payable	\$ -	\$ 1,587	\$ 1,587
Due to Students	-	53,148	53,148
Total Liabilities	-	54,735	54,735
Fund Equity:			
Fund Balances:			
Reserved for Non-Expendable Trust	2,000	-	2,000
Total Fund Equity	2,000	-	2,000
Total Liabilities and Fund Equity	\$ 2,000	\$ 54,735	\$ 56,735

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Student Managed Activities:				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 50,456	\$ 92,802	\$ 88,523	\$ 54,735
Total Assets	<u>\$ 50,456</u>	<u>\$ 92,802</u>	<u>\$ 88,523</u>	<u>\$ 54,735</u>
Liabilities:				
Accounts Payable	\$ 50	\$ 1,587	\$ 50	\$ 1,587
Due to Students	50,406	92,802	90,060	53,148
Total Liabilities	<u>\$ 50,456</u>	<u>\$ 94,389</u>	<u>\$ 90,110</u>	<u>\$ 54,735</u>



TECUMSEH LOCAL SCHOOL DISTRICT

GENERAL FIXED ASSETS ACCOUNT GROUP

This account group is used to account for all land and land improvements, building and building improvements, furniture and equipment not purchased by the Proprietary Funds or Non-Expendable Trust Fund.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE
JUNE 30, 2002

General Fixed Assets:	
Land and Improvements	317,878
Buildings and Improvements	9,991,051
Furniture, Fixtures and Equipment	4,754,935
Vehicles	<u>1,671,093</u>
 Total General Fixed Assets	 <u><u>16,734,957</u></u>
 Investment in General Fixed Assets From:	
General Fund Revenues	329,464
 Special Revenue Fund Revenues:	
Public School Support Fund	10,000
Other Grants	3,971
School Improvement Model	12,783
Data Communication Grant	3,010
Title VI-B Grant	4,215
Ohio Reads Grant	2,150
Title I Grant Fund	10,791
Title VI Grant	12,063
Miscellaneous Federal Grant	191,048
 Capital Projects Fund Revenues	
Permanent Improvement Fund	1,195,499
School Net	137,218
Technology Equity	25,925
 Donations and Gifts	
Acquired Before July 1, 2001 *	<u>14,796,820</u>
 Total Investment in General Fixed Assets	 <u><u>16,734,957</u></u>

* Represents older assets for which fund source cannot practically be obtained.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND TYPE
JUNE 30, 2002

FUNCTION	Land and Improvements	Buildings and Improvements	Furniture, Fixtures and Equipment	Vehicles	Total
Instruction					
Regular Instruction	\$ -	\$ -	\$ 477,269	\$ -	\$ 477,269
Special Instruction	-	-	4,215	-	4,215
Vocational Instruction	-	-	43,353	-	43,353
Total Instruction	-	-	524,837	-	524,837
Support Services:					
Pupils	-	-	10,792	-	10,792
Administration	-	-	41,712	-	41,712
Instructional Staff	-	-	61,152	-	61,152
Plant Operation and Maintenance	-	726,692	102,112	15,900	844,704
Pupil Transportation	-	-	3,801	270,623	274,424
Total Support Services	-	726,692	219,569	286,523	1,232,784
Non-Instructional Services			6,477		6,477
Extracurricular Activities			4,181		4,181
Construction and Acquisition of School Facilities	-	140,184	29,673	-	169,857
Acquisitions Prior to July 1, 2001 *	<u>317,878</u>	<u>9,124,175</u>	<u>3,970,198</u>	<u>1,384,570</u>	<u>14,796,821</u>
Total General Fixed Assets	<u>\$ 317,878</u>	<u>\$ 9,991,051</u>	<u>\$ 4,754,935</u>	<u>\$ 1,671,093</u>	<u>\$ 16,734,957</u>

* Represents older assets for which function cannot practically be obtained.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

FUNCTION	General Fixed Assets July 1, 2001	Increases	Decreases	General Fixed Assets June 30, 2002
Instruction:				
Regular	376,688	100,581	-	477,269
Special	-	4,215	-	4,215
Vocational	4,057	39,296	-	43,353
Total Instruction	380,745	144,092	-	524,837
Support Services:				
Pupils	-	10,792	-	10,792
Instructional Staff	10,142	51,010	-	61,152
Administration	17,398	24,314	-	41,712
Plant Operation and Maintenance	786,639	58,065	-	844,704
Pupil Transportation	161,843	112,581	-	274,424
Total Support Services	976,022	256,762	-	1,232,784
Non-Instructional Services	6,477	-	-	6,477
Extracurricular Activities	4,181	-	-	4,181
Construction and Acquisition of School Facilities	169,857	-	-	169,857
Acquisitions Prior to July 1, 2001 *	15,167,762	-	370,941	14,796,821
Total General Fixed Assets	\$ 16,705,044	\$ 400,854	\$ 370,941	\$ 16,734,957

* Represents older assets for which function cannot practically be obtained.

STATISTICAL SECTION

STATISTICAL SECTION

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

The School District does not have, and has not had over the last ten years, any revenue bonds payable from the enterprise funds nor any general obligation bonded debt. Therefore, related statistical tables are not presented.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
GENERAL FUND EXPENDITURES BY FUNCTION AND OTHER FINANCING USES
LAST TEN FISCAL YEARS

	2002	2001	2000	1999	1998	1997	1996	1995	1994	1993
Current:										
Instruction:										
Regular	\$ 11,117,101	\$ 10,469,893	\$ 9,908,671	\$ 9,911,967	\$ 9,537,289	\$ 8,834,734	\$ 8,276,130	\$ 7,785,739	\$ 7,978,742	\$ 7,683,508
Special	1,574,406	1,521,798	1,400,857	1,444,932	1,264,838	1,320,400	1,291,790	1,177,727	1,048,348	985,570
Vocational	588,243	481,547	459,044	467,574	452,030	450,675	420,221	448,834	453,709	467,380
Other	421,655	526,582	-	-	-	-	-	-	-	-
Support Services:										
Pupils	1,210,360	1,149,863	1,136,357	1,002,600	1,108,806	872,505	780,095	771,311	863,905	720,340
Instructional Staff	1,002,271	838,933	727,545	600,972	581,790	545,237	388,482	354,802	342,559	235,975
Board of Education	67,056	46,024	44,253	37,625	38,439	30,446	29,623	32,695	29,760	24,685
Administration	2,542,112	2,323,350	2,227,355	2,120,631	1,692,055	1,594,409	1,359,622	1,366,087	1,393,394	1,355,531
Fiscal	480,254	436,743	413,572	407,135	348,243	346,059	297,362	328,941	284,432	300,799
Business	12,887	17,661	24,011	61,520	8,231	36,282	24,119	26,955	14,479	57,684
Plant Operation & Maintenance	2,590,197	2,406,213	2,110,292	2,203,206	2,010,469	1,943,005	1,715,372	1,573,291	1,685,222	1,528,252
Pupil Transportation	1,342,450	1,316,185	1,318,810	1,292,724	1,009,407	1,043,818	1,027,192	867,398	865,190	758,558
Central	31,309	35,176	25,100	30,608	34,083	36,933	29,692	25,453	30,968	28,938
Extracurricular Activities	311,391	295,724	299,298	280,408	291,792	252,007	232,245	228,010	219,386	233,345
Capital Outlay	6,249	10,045	5,265	5,300	3,047	4,114	13,627	5,555	14,048	7,856
Debt Service	-	-	-	-	100,000	-	-	5,691	8,181	8,924
Total	\$ 23,297,941	\$ 21,875,737	\$ 20,100,430	\$ 19,867,202	\$ 18,480,519	\$ 17,310,624	\$ 15,885,572	\$ 14,998,489	\$ 15,232,323	\$ 14,397,345

Source: School District Financial Records

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
GENERAL FUND REVENUES BY SOURCE AND OTHER FINANCING SOURCES
LAST TEN FISCAL YEARS

	2002	2001	2000	1999	1998	1997	1996	1995	1994	1993
Taxes	\$ 7,639,512	\$ 6,329,825	\$ 7,641,221	\$ 7,434,664	\$ 6,134,798	\$ 7,089,354	\$ 5,437,263	\$ 4,780,335	\$ 4,784,931	\$ 4,552,834
Intergovernmental	14,688,007	13,841,488	13,444,597	12,950,484	11,879,945	11,102,166	10,745,657	9,785,903	9,427,417	10,424,701
Interest	157,263	391,912	353,229	252,317	239,535	203,269	132,177	103,151	68,841	69,480
Tuition and Fees	432,766	263,615	193,160	159,948	142,307	149,689	132,029	139,847	120,670	161,313
Transportation	-	82,226	-	-	-	-	-	-	-	-
Rent	75,458	-	1,750	-	-	-	-	-	-	-
Gifts and Donations	-	5,750	-	-	-	-	-	-	-	-
Miscellaneous	23,319	93,144	4,415	11,637	131,039	5,197	6,897	24,225	33,639	13,517
Total	\$ 23,016,325	\$ 21,007,960	\$ 21,638,372	\$ 20,809,050	\$ 18,527,624	\$ 18,549,675	\$ 16,454,023	\$ 14,833,461	\$ 14,435,498	\$ 15,221,845

Source: School District Financial Records

TECUMSEH LOCAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	PERCENT OF TOTAL TAX COLLECTIONS TO TAX LEVY	ACCUMULATED OUTSTANDING DELINQUENT TAXES	PERCENTAGE OF ACCUMULATED DELINQUENT TAXES TO TOTAL TAX LEVY
2002	\$ 9,499,314	\$ 7,977,459	\$ 443,463	\$ 8,420,922	88.65%	\$ 4,202,450	44.24%
2001	8,202,954	6,548,835	416,945	6,965,780	84.92%	4,072,066	49.64%
2000	8,020,829	7,148,489	391,656	7,540,145	94.01%	2,834,891	35.34%
1999	7,755,165	7,059,941	429,847	7,489,788	96.58%	2,354,207	30.36%
1998	7,225,406	6,409,112	389,590	6,798,702	94.09%	2,088,829	28.91%
1997	7,194,164	6,466,752	386,159	6,852,911	95.26%	1,662,125	23.10%
1996	7,631,720	6,718,817	457,388	7,176,205	94.03%	1,320,872	17.31%
1995	5,923,896	5,164,625	368,294	5,532,919	93.40%	865,357	14.61%
1994	5,929,749	5,069,297	386,072	5,455,369	92.00%	474,380	8.00%
1993	(1)	(1)	(1)	(1)	N/A	(1)	N/A

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

Includes state reimbursements of homestead and rollback exemptions. In addition, the tax information for collection years 1993 and 1994 does not include tangible personal property taxes as information could not practically be obtained by the County Auditor's Office.

(1) Information could not practically be obtained.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
ASSESSED AND ESTIMATED ACTUAL VALUES OF TAXABLE PROPERTY
LAST TEN YEARS

COLLECTION YEAR	Real Estate		Public Utility Real and Personal		Tangible Personal		Total		Assessed Value Ratio
	Assessed Value	Actual Value (1)	Assessed Value	Actual Value (1)	Assessed Value	Actual Value (1)	Assessed Value	Actual Value (1)	
2002	\$ 220,345,160	\$ 629,557,600	\$ 9,930,650	\$ 11,284,830	\$ 18,124,292	\$ 72,497,168	\$ 248,400,102	\$ 713,339,598	34.82%
2001	204,034,560	582,955,886	14,049,160	15,964,955	16,515,230	66,060,920	234,598,950	664,981,760	35.28%
2000	201,715,160	576,329,029	15,650,590	17,784,761	15,393,791	61,575,164	232,759,541	655,688,954	35.50%
1999	199,533,980	570,097,086	14,756,850	16,769,148	14,400,288	57,601,152	228,691,118	644,467,385	35.49%
1998	172,513,370	492,895,343	13,044,240	14,823,000	12,018,698	48,074,792	197,576,308	555,793,135	35.55%
1997	170,430,840	486,945,257	10,544,150	11,981,989	15,203,210	60,812,840	196,178,200	559,740,086	35.05%
1996	168,218,330	480,623,800	10,823,970	12,299,966	13,780,810	55,123,240	192,823,110	548,047,006	35.18%
1995	154,972,390	442,778,257	12,517,400	14,224,318	11,475,959	45,903,836	178,965,749	502,906,411	35.59%
1994	153,238,540	437,824,400	11,105,000	12,619,318	12,597,810	50,391,240	176,941,350	500,834,958	35.33%
1993	151,007,730	431,450,657	11,291,140	12,830,841	12,011,830	48,047,320	174,310,700	492,328,818	35.41%

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner 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 Real is assessed at 35 percent of actual value

Tangible Personal Property is assessed at 25 percent of actual value

Public Utility Personal is assessed at 88 percent of true value (with certain exceptions)

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

COLLECTION YEAR	SCHOOL LEVY	COUNTY LEVY	JVS LEVY	CITY OF NEW CARLISLE LEVY	TOTAL LEVY (1)	CITY OF DONNELLSVILLE		PIKE TOWNSHIP LEVY (3)	LIBRARY DISTRICT LEVY (3)
						LEVY (2)	BETHEL TOWNSHIP LEVY (3)		
2002	\$ 44.10	\$ 13.10	\$ 3.00	\$ 8.00	\$ 68.20	\$ 10.30	\$ 6.00	\$ 10.40	\$ 0.24
2001	44.10	13.10	3.00	8.00	68.20	10.30	6.00	10.40	0.24
2000	44.40	13.00	3.00	9.00	69.40	10.30	6.00	10.40	0.24
1999	44.40	13.75	3.00	9.00	70.15	10.30	6.00	7.40	0.24
1998	45.63	13.85	3.00	9.00	71.48	10.30	6.00	7.40	0.24
1997	46.18	13.85	3.00	10.80	73.83	10.30	6.00	7.40	0.24
1996	46.67	13.80	3.00	10.80	74.27	8.30	6.00	7.40	0.20
1995	39.40	13.80	3.00	10.80	67.00	8.30	5.00	7.40	0.20
1994	39.55	12.80	3.00	10.80	66.15	8.30	4.00	7.40	0.20
1993	39.75	12.80	3.00	10.80	66.35	8.30	4.00	7.40	0.40

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

- (1) Amount represents the total for City of New Carlisle residents
- (2) City of Donnelsville resides entirely within the Tecumseh Local School District
- (3) Certain portions of Bethel and Pike Townships, as well as the County Library are within the Tecumseh Local School District and are subject to the School Levy.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT
JUNE 30, 2002

<u>JURISDICTION</u>	<u>NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING (1)</u>	<u>PERCENTAGE APPLICABLE TO SCHOOL DISTRICT</u>	<u>AMOUNT APPLICABLE TO SCHOOL DISTRICT</u>
Tecumseh Local School District	\$ -	100.00%	\$ -
City of New Carlisle	-	100.00%	-
Clark County	6,726,089	12.09% (2)	<u>813,184</u>
			<u>\$ 813,184</u>

Source: Clark County Auditor; Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

- (1) - Includes all general obligation bonded debt less fund balance in debt service fund
- (2) - Percentage of County's valuation within the School District compared to the total valuation of the County

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2002

Assessed Value	<u>\$ 248,400,102</u>
Bonded Debt Limit - 9% of Assessed Value (1)	<u>22,356,009</u>
Amount of Debt Applicable to Debt Limit: Tax Anticipation Note	548,000
Amount Available in Debt Service Fund	<u>-</u>
Net Bonded Debt	<u>548,000</u>
Overall Debt Margin	<u>21,808,009</u>
Energy Conservation Debt Limit - 9/10% of 1% of Assessed Value (1)	2,235,601
Amount of Debt Applicable	<u>-</u>
Energy Conservation Debt Margin	<u>2,235,601</u>
Unvoted Debt Limit - .10% of Assessed Value (1)	248,400
Amount of Debt Applicable	<u>-</u>
Unvoted Debt Margin	<u>248,400</u>

Source: County Auditor and School District's financial records

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

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
STUDENT ENROLLMENT DATA
LAST TEN FISCAL YEARS/TEN YEAR PROJECTION

ACTUAL ENROLLMENT (1)

<u>FISCAL YEAR</u>	<u>SCHOOL ENROLLMENT</u>
2002	3,616
2001	3,623
2000	3,772
1999	3,853
1998	3,783
1997	3,813
1996	3,875
1995	3,854
1994	3,752
1993	3,768

TEN YEAR ENROLLMENT PROJECTION (2)

<u>FISCAL YEAR</u>	<u>SCHOOL ENROLLMENT</u>
2003	3,677
2004	3,733
2005	3,788
2006	3,845
2007	3,903
2008	3,962
2009	4,021
2010	4,081
2011	4,143
2012	4,205

(1) Source: District Records

(2) The ten year enrollment projection is required by Ohio law. The process of predicting enrollment is difficult at best, and should be considered only a judgement based on present information. The degree of potential error becomes greater each year into the future, particularly after the point at which predictions are made concerning children not yet born.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
DEMOGRAPHIC STATISTICS
LAST TEN YEARS

<u>FISCAL YEAR</u>	<u>POPULATION (1)</u>	<u>SCHOOL ENROLLMENT (2)</u>	<u>UNEMPLOYMENT RATE (3)</u>
2002	19,933	3,616	5.9%
2001	19,352	3,623	4.5%
2000	19,381	3,772	4.3%
1999	19,422	3,853	4.2%
1998	19,503	3,783	4.6%
1997	19,622	3,813	5.6%
1996	19,651	3,875	4.7%
1995	19,669	3,854	4.6%
1994	19,689	3,752	6.1%
1993	19,781	3,768	7.5%

Source:

(1) District Estimate

(2) School District Records

(3) Ohio Bureau of Employment Services
 Estimated unemployment rate for Clark County

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
PROPERTY VALUE, CONSTRUCTION PERMITS AND BANK DEPOSITS
LAST TEN YEARS

<u>YEAR</u>	<u>NUMBER OF BUILDING PERMITS ALL TYPE (1)</u>	<u>VALUATION OF CONSTRUCTION (1)</u>	<u>CERTIFIED COMMERCIAL BANK DEPOSITS (1)</u>	<u>ASSESSED PROPERTY VALUE (2)</u>
2002	1,227	\$ 41,904,244	\$ 630,634,000	\$ 248,400,102
2001	1,060	37,351,282	490,007,000	234,598,950
2000	1,167	46,322,022	462,453,000	232,759,541
1999	1,401	51,916,019	464,700,000	228,691,118
1998	1,310	40,102,393	437,272,000	197,576,308
1997	943	48,921,315	430,977,000	196,178,200
1996	859	41,487,154	436,256,000	192,823,110
1995	896	46,135,309	426,767,000	178,965,749
1994	881	43,473,920	419,682,000	176,941,350
1993	679	20,013,603	389,671,000	174,310,700

(1) Source: Clark County, Ohio Annual Comprehensive Financial Report. Amounts reported are for Clark County as information specific to the District was not available. Information is presented on a calendar basis, the manner in which it is maintained by the County.

(2) Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
PRINCIPAL TAXPAYERS - REAL PROPERTY
DECEMBER 31, 2001

<u>NAME OF TAXPAYER</u>	<u>ASSESSED VALUE (1)</u>	<u>PERCENT OF TOTAL ASSESSED VALUE</u>
Senior Citizens Associates, Inc.	\$ 929,700	0.42%
Bondner Properties 4 Limited Properties	770,030	0.35%
Stoneyridge, Inc.	646,980	0.29%
Suburban Investment Company	586,250	0.27%
Laynecrest Associates Limited	552,450	0.25%
Krohn Steel Service Center	490,910	0.22%
Harruff Family Limited Partnership	451,120	0.20%
Mill Properties, Inc.	447,700	0.20%
Wenrick Family Limited Partnership	418,160	0.19%
The City of Dayton, Ohio	<u>407,340</u>	<u>0.18%</u>
Subtotal	5,700,640	2.57%
All Other Taxpayers	<u>214,644,520</u>	<u>97.43%</u>
Total Assessed Valuation	<u>\$ 220,345,160</u>	<u>100.00%</u>

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

(1) Assessed Values are for collection year 2002

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
PRINCIPAL TAXPAYERS - TANGIBLE PERSONAL PROPERTY
DECEMBER 31, 2001

NAME OF TAXPAYER	ASSESSED VALUE (1)	PERCENT OF TOTAL ASSESSED VALUE
Metals USA Carbon Flat Rolled Inc.	\$ 1,641,200	9.06%
Hal Gilliam Ford Sales Inc.	1,119,350	6.18%
Beach Manufacturing Company	821,760	4.53%
Martin Chevrolet-Oldsmobile, Inc.	771,610	4.26%
New Carlisle Chrysler Plymouth Dodge Inc.	602,480	3.32%
American Aggregates Company	510,500	2.82%
New Carlisle Tractor Inc.	500,580	2.76%
Carmichael Machine Corporation	486,080	2.68%
Parts Fabricators, Inc.	462,720	2.55%
Hilltop Basic Resources, Inc.	<u>453,700</u>	<u>2.50%</u>
Subtotal	7,369,980	40.66%
All Other Taxpayers	<u>10,754,312</u>	<u>59.34%</u>
Total Assessed Valuation	<u>\$ 18,124,292</u>	<u>100.00%</u>

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

(1) Assessed Values are for collection year 2002

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO
COST PER PUPIL
LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>GENERAL FUND EXPENDITURES (1)</u>	<u>AVERAGE DAILY MEMBERSHIP (1)</u>	<u>PER PUPIL COST</u>
2002	\$ 23,297,941	3,616	\$ 6,443
2001	21,875,737	3,623	6,038
2000	20,100,430	3,772	5,329
1999	19,867,202	3,853	5,156
1998	18,480,591	3,783	4,885
1997	17,310,624	3,813	4,540
1996	15,885,572	3,875	4,100
1995	14,998,489	3,854	3,892
1994	15,232,323	3,752	4,060
1993	14,397,345	3,768	3,821

(1) Source: School District Financial Records



STATE OF OHIO
OFFICE OF THE AUDITOR

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TECUMSEH LOCAL SCHOOL DISTRICT

CLARK 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 2, 2003**