



**Auditor of State
Betty Montgomery**

**LAKEVIEW LOCAL SCHOOL DISTRICT
TRUMBULL COUNTY**

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LAKEVIEW LOCAL SCHOOL DISTRICT
TRUMBULL COUNTY

SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2004

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed through the Ohio Department of Education:</i>						
Child Nutrition Cluster:						
Food Donation National School Lunch Program	LLP4-2003/04	10.550 10.555	\$106,207	\$43,680	\$106,207	\$40,147
Total U.S. Department of Agriculture - Child Nutrition Cluster			106,207	43,680	106,207	40,147
U.S. INSTITUTE OF MUSEUM AND LIBRARY SERVICES						
<i>Passed through the State Library of Ohio:</i>						
Library Services and Technology Act (LSTA) Mini Grant		45.310	21,582			
Total U.S. Institute of Museum and Library Services			21,582			
U.S. DEPARTMENT OF EDUCATION						
<i>Passed through the Ohio Department of Education:</i>						
Grants to Local Educational Agencies (Title I)	C1-S1-2003 C1-S1-2004	84.010	133,194		18,246 114,362	
Total Title I Grants to Local Educational Agencies			133,194		132,608	
Special Education Cluster:						
Special Education - Grants to States (IDEA PartB)	6B-SF-2003 6B-SF-2004	84.027	217,863		22,778 208,751	
Total Special Education Cluster			217,863		231,529	
Safe and Drug-Free Schools Grant	DR-S1-2003 DR-S1-2004	84.186	954 7,802		957 7,802	
Total Safe and Drug-Free Schools Grant			8,756		8,759	
Innovative Education Program Strategies (Title V)	C2-S1-2003 C2-S1-2004	84.298	1,183 12,752		1,183 12,752	
Total Innovative Education Program Strategies			13,935		13,935	
Technology Literacy Challenge Fund Grants (Title II-D)	TJS1-2003 TJS1-2004	84.318	747 3,788		1,100 3,788	
Total Technology Literacy Challenge Fund Grants (Title II-D)			4,535		4,888	
School Renovation Grant	ATS3-2002	84.352A	(758)		8,678	
Improving Teacher Quality State Grants (Title II-A)	TRS1-2003 TRS1-2004	84.367	1,455 49,417		7,362 48,368	
Total Improving Teacher Quality State Grants (Title II-A)			50,872		55,730	
Total U.S. Department of Education			428,397		456,127	
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES						
<i>Passed Through Ohio Department of Human Services: Passed Through Ohio Department of Mental Retardation and Developmental Disabilities</i>						
Medicaid Cluster:						
Medical Assistance Program - Title XIX - Community Alternative Funding System (CAFS)		93.778	88,444		88,444	
<i>Passed Through Trumbull County Education Service Center:</i>						
Medical Assistance Program - Title XIX - Community Alternative Funding System (CAFS)			32,850		32,850	
Total U.S. Department of Health and Human Services - Medicaid Cluster			121,294		121,294	
Totals			\$677,480	\$43,680	\$683,628	\$40,147

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

**LAKEVIEW LOCAL SCHOOL DISTRICT
TRUMBULL COUNTY**

**NOTES TO SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2004**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B – CHILD NUTRITION CLUSTER

Program regulations do not require the School District to maintain separate inventory records for purchased food and food received from the United States Department of Agriculture. This nonmonetary assistance (expenditures) is reported in the Schedule at the fair market value of the commodities received.

Cash receipts from the United States Department of Agriculture are commingled with State grants. 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 has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.



Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANT'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS

Lakeview Local School District
Trumbull County
300 Hillman Road
Garrettsville, Ohio 44231

To the Board of Education:

We have audited the basic financial statements of the Lakeview Local School District, Trumbull County, Ohio, (the District) as of and for the year ended June 30, 2004, and have issued our report thereon dated January 27, 2005, wherein we noted the District restated net assets as of July 1, 2003 due to an understatement in long-term liabilities. 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 basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated January 27, 2005.

Lakeview Local School District
Trumbull County
Independent Accountant's Report on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

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

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

Betty Montgomery
Auditor of State

January 27, 2005



Auditor of State Betty Montgomery

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

Lakeview Local School District
Trumbull County
300 Hillman Road
Cortland, Ohio 44210

To the Board of Education:

Compliance

We have audited the compliance of the Lakeview Local School District, Trumbull County, Ohio, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2004. The District's major federal program is identified in the summary of auditor's results section of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2004.

Internal Control Over Compliance

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

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

Schedule of Receipts and Expenditures of Federal Awards

We have audited the basic financial statements of the District as of and for the year ended June 30, 2004, and have issued our report thereon dated January 27, 2005. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of receipts and expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, it is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Betty Montgomery
Auditor of State

January 27, 2005

**LAKEVIEW LOCAL SCHOOL DISTRICT
TRUMBULL COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
JUNE 30, 2004**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Special Education – Grants to States CFDA No. 84.027
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: > \$ 100,000
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

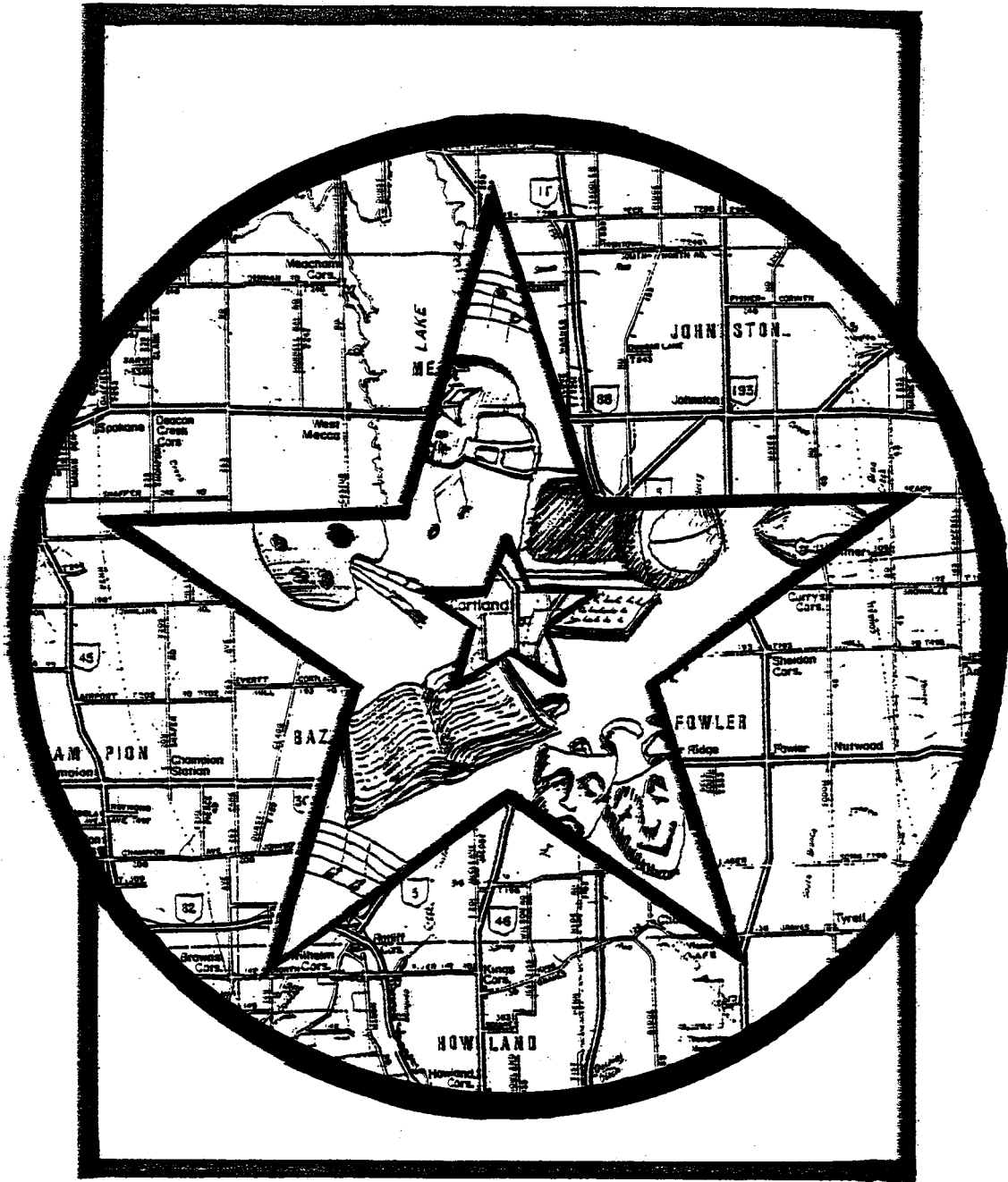
None

3. FINDINGS FOR FEDERAL AWARDS

None

Lakeview Local School District

Cortland, Ohio



Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2004

Lakeview Local School District

Cortland, Ohio

**Comprehensive
Annual Financial Report**

For the Fiscal Year Ended June 30, 2004

Prepared by

Treasurer's Office

Milton A. Williams

Treasurer

Introductory Section

Lakeview Local School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2004
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Lakeview Local Schools

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

Dr. Matthew Chojnacki
Superintendent

Dr. Delores Uber
Admin. Assistant

Mr. Milt Williams
Treasurer

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

January 27, 2005

Board of Education Members
Lakeview Local School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Lakeview Local School District for the fiscal year ended June 30, 2004. This CAFR includes an opinion from the State Auditor and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the School District. This report will provide the taxpayers of the Lakeview Local School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the Trumbull County Public Library, major taxpayers, financial rating services and other interested parties.

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

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

THE SCHOOL DISTRICT

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

The School District came into being as a result of a consolidation of Bazetta Township and Cortland City schools in 1956. Subsequent to the consolidation, strong growth developed and with it the need for new

facilities. In 1961, the Lakeview High School was built on thirty acres of land. A continuing increase in student population led to the construction of Lakeview Middle School in 1978. There are now four schools in the School District; one high school, one middle school and two elementary schools.

The fiscal year 2004 student count was 2,221 which represented a decrease of eight students from the fiscal year 2003 enrollment. The average class size for fiscal year 2004 was twenty-five students, and the average pupil/teacher ratio was 16.09 to 1. The School District has a total of 231 employees.

The School District passed a bond issue in 1994 yielding \$5,951,275 which was partially advance refunded in May of 1998. Proceeds from the bond issue were used to finance additions and renovations to the elementary and middle schools as well as a new media center and auditorium at the high school.

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

THE REPORTING ENTITY AND SERVICES PROVIDED

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

The Trumbull County Career and Technical Center, the North East Ohio Management Information Network, the North East Ohio Instructional Media Center, the North East Ohio Special Education Regional Resource Center, the Region 12 Professional Development Center, the Ohio School Boards Association Workers' Compensation Group Rating Program and the Trumbull County Schools Employee Insurance Benefits Consortium are jointly governed organizations and two public entity risk pools whose relationships to the School District are described in Notes 13 and 14 to the general purpose financial statements.

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

ECONOMIC CONDITION AND OUTLOOK

Residential and commercial growth within the School District has been strong in recent years. However, fiscal year 2004 saw a reduction of approximately two percent in total assessed value. K-Mart and Delphi Automotive Corporations contribute significant amounts of personal tangible tax revenue. K-Mart emerged from bankruptcy and has resumed tax payments, but Delphi Automotive reduced their taxable valuation significantly. The District needs to pass an additional tax levy.

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

MAJOR INITIATIVES

Technology/Internet

Federal and State grants help each year in the improvement of the School District's technology. Although computer stations are purchased yearly, it is a never ending endeavor to keep the technology capabilities of the classrooms current. During the 2003 and 2004 school years, the School District was financially unable to

expend the revenue necessary to keep all classrooms in the School District current. It is hoped a levy passed by Lakeview voters will help overcome this dilemma. All of the School District's classrooms are equipped with computer stations; however, the age of the computer stations has now reached the stage where the memory is insufficient to run current software.

All buildings are equipped with computer labs within the buildings' media centers. Modular technology labs, one lab at the middle school and one at the high school, introduce students to a new level of industrial technology, science and mathematics instruction that better prepare them for a technological world. A modular technology lab is a computerized educational system that divides a classroom into multiple learning stations. Each station is equipped with a computer; the additional hardware needed for the station, as well as programmed software. Student teams of two rotate through a series of technology programs, moving from one program to another throughout the grading period.

INFOhio

All four School District buildings are active participants in the INFOhio Media Network. The INFOhio network and the School District media centers have improved and expanded every year. Lakeview media specialists have written and received State grants to improve the capabilities for information retrieval at all grade levels. The staff and student population, thanks to INFOhio and the Educational Resources for Students and Teachers (*EBSCOhost*), have the opportunity to access thousands of online, full-text periodicals supporting all levels of K-12 instruction. The use of this network has helped the media centers become very modern information resource centers. INFOhio, a partner in Ohio's library network, ensures the free delivery, quality format, and equity of information for learners and educators by embracing appropriate, emerging technologies used in school, home and community. INFOhio provides electronic resources for all Ohio K-12 schools. Students have access from each classroom to the internet and to the buildings' school library media centers. The School District's electronic resources are also available for home use. Parents and students are encouraged to *log-on* to access quality reference materials that students can use after school or on weekends when the traditional school library is not available.

Curriculum and Instruction

An austerity program delayed the purchase of a new textbook series last year. Two years ago the School District purchased social studies textbooks for only two grade levels. The remaining grade level teachers will be studying the social studies State course of study and looking for the program that best meets the needs of the Lakeview students during the 2004 – 2005 school year.

The School District continues to work to achieve two major goals established for the School District in the three-year *Continuous Improvement Plan*:

1. To improve students' literacy development.
2. To provide students with a safe, inviting, and undisturbed place to study and learn.

In the area of literacy, each elementary building used their OhioReads grant extension for school year 2003 – 2004 to provide a half day supplemental reading teacher. An OhioReads' involved volunteer program continued at each building, providing help to at-risk students. The State "Intervention" grant was received for the Bazetta and Cortland buildings. The grant provides an additional half day tutor in each building, as well as needed hardware and software for both buildings. Attention is focused at all grade levels to help students gain critical thinking and problem-solving skills and to develop the skills needed to successfully respond to proficiency test questions that require short answers and extended responses. The use of technology continues to be promoted and many teachers are successfully integrating it into their literacy curriculum.

The high school staff has worked to prepare the Lakeview 10th graders for the Ohio Graduation Test. The students' scores for the pilot testing of this test were very good with the scores well above State standard. Lakeview High School met all State standards and was named an "Excellent" high school.

The lack of funding has slowed the progress in the area of school safety. The School District still plans to provide a telecommunications system to increase the safety of students and staff as soon as funds are available. The local fire and police departments, local elected officials, and the School District's Crisis Management committee review the School District's Crisis Management Plan periodically. Safety activities and prevention instruction are conducted throughout the year. A "No Bullying Program" is being established at all buildings. Guidance counselors and staff are hopeful that this curriculum will help students identify and deal with the problem of bullying and its effects.

Special Education

Special education services were provided for 260 Lakeview students, ages three through twenty-two last year. The School District provides services for students with speech, learning, developmental, physical and multiple disabilities. The School District also houses the county orthopedic program. The program, Mobility Opportunities via Education, or M.O.V.E., is used to encourage children who are severely physically challenged. The belief is that once a child is able to have some independence in movement, he/she will improve cognitively.

Lakeview special education students and staff put the ATIP grant materials received during the 2002 – 2003 school year to good use. The Assistive Technology Infusion Project (ATIP) was a collaborative effort by the Ohio Department of Education, Office for Exceptional Children (ODE-OEC), the Ohio SchoolNet Commission (OSNC) and Ohio Resource Center for Low Income and Severely Handicapped (ORCLISH) to assist districts in providing assistive technology devices and services that support access to general education for students with disabilities.

The School District houses two handicapped preschool classrooms at the Bazetta building. This program improves the School District's ability to identify and serve handicapped students at an earlier age. It also enables the School District to offer 12 typically developing 4 year olds a preschool experience. This has become a very popular program and the requests for placement exceed the places available. A random selection is utilized to select the 12 students that will participate in the program. The School District would very much like to establish all day kindergarten in the future for all kindergarten students. One all day kindergarten class for students at risk of having educational difficulties was established for the 2003 – 2004 school year. There were also six half day kindergarten classes.

The middle school was awarded an Access Grant that will be implemented during the 2004 – 2005 school year. The goal of the grant is to in-service and help regular education teachers teach successfully in inclusion environments. There will also be extensive attention to the role of the special education teachers in the inclusion format.

High school special education students have functioned successfully in the inclusion environment for several years.

Programs for Gifted Students

The gifted programs now provide regular classroom experience for third through fifth grade gifted students. A gifted resource program is provided for sixth through tenth grade. The Lakeview School District's advanced placement classes include calculus, physics, junior English and senior English in the high school curriculum. It is planned to add additional advanced placement classes in the future.

Career Based Intervention

Career Based Intervention (CBI) is in its third year in the School District. This program is a career-technical education program designed for students in grades nine and ten. The program's goal is to help students improve academically, develop employability skills, implement a career plan and participate in a combination of educational and work-based learning opportunities.

No Child Left Behind

Federal legislation known as “No Child Left Behind” has brought many new mandates. Lakeview School District’s report card stated that the School District again qualified as an “Effective School”. The School District students’ attendance and graduation rates always exceed the State standards.

Highly Qualified Teacher

The identification of the “Highly Qualified Teacher” finds very few staff members that do not meet this standard. The change from permissible placement of an elementary trained teacher in the seventh and eighth grades and the increased requirements for special education credentials has created the only areas where additional effort will be needed to assure all seventh grade, eighth grade and special education students are instructed by a “Highly Qualified Teacher”. All Title I teachers exceed this requirement.

Proficiency Testing

The School District’s students continue to be successful in State proficiency and achievement testing. The middle school’s 6th graders fell only 2.5 percent below the State standard in science and mathematics on the 2004 proficiency testing. Both the high school and Cortland elementary were given the distinction of the State’s recognition of being an “Excellent” school.

Summer School

The School District again held summer school classes. Teachers identified and notified parents of second through sixth grade students who were not reading at grade level. Classes were held for middle school and elementary students. These classes ran for three weeks. Emphasis was placed on reading improvement and the development of basic skills. The programs were intended to provide additional preparation for proficiency testing for students that needed it. A special summer session was held for fourth graders that had not passed the fourth grade reading test.

High school students were able to attend ninth grade Proficiency Intervention at the Trumbull County Technology Center.

In summer classes that provide high school credit, physical education, health, and speech were again offered. Students enjoy these summer courses as they provide the opportunity for students to take more classes during the school year. In total, seventy-four Lakeview students attended summer school.

Restructuring of Grade Levels

The final phase in the School District’s restructuring was completed during the summer of the 2004 school year and established the Bazetta elementary building as a primary school, grades kindergarten through second grade; the Cortland elementary building to house grades three, four and five; the middle school to service grades six through eight, and the high school to serve grades nine through twelve.

It is believed that this restructuring will bring about the opportunity for a stronger focus on each grade level. The movement of media materials was completed, and each media center now places a greater emphasis on the grades that are being served. Having all same grade level teachers in the same building offers the possibility of a more consistent experience for the Lakeview students.

FINANCIAL INFORMATION

Internal Accounting and Budgetary Control In developing the School District's accounting system much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements

and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

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

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

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

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

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

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

FINANCIAL CONDITION

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

Government-wide financial statements These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The School District has no business-type activities.

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

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

As part of this new reporting model, management is responsible for preparing a Management Discussion and Analysis of the School District. This discussion follows the Report of Independent Accountants in the financial section of the report and provides an assessment of the School District's finances for 2004.

Cash Management. The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently depositing cash which is insured by the Federal Deposit Insurance Corporation as well as investing available cash in instruments issued by the United States Government or the State of Ohio. The total amount of interest earned was \$11,588 for the year ended June 30, 2004, \$10,484 being credited directly to the general fund.

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

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

The School District provides no deductible liability coverage for all employees in the amounts of \$1,000,000 for each occurrence and \$3,000,000 in the aggregate. The District contracts annually for property and casualty insurance with a \$1,000 deductible and a 90 percent coinsurance. Fleet insurance is also contracted annually which provides liability coverage of \$1,000,000 for each occurrence. Collision coverage is at actual cash value less \$1,000 deductible. A competitive bidding process insures that the School District will receive the most favorable rates.

INDEPENDENT AUDIT

Federal statutes require the School District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Independent auditor Betty Montgomery, Auditor of State, was selected to render an opinion on the School District's financial statements as of and for the year ended June 30, 2004. The opinion appears at the beginning of the financial section of this report.

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

AWARDS

GFOA Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lakeview Local School District for its comprehensive Annual Financial Report for the fiscal year ended June 30, 2003. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

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

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

ACKNOWLEDGMENTS

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

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

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

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

Respectfully submitted,



Mr. Milton A. Williams, Treasurer



Dr. Matthew J. Chojnacki, Superintendent

**Lakeview Local School District
Principal Officials
June 30, 2004**

Board of Education

Mr. Donald MoorePresident
Mr. Michael RanttilaVice-President
Mrs. Beverly Hoagland.....Member
Ms. Donna Zuga Member
Mr. Larry Swiger..... Member

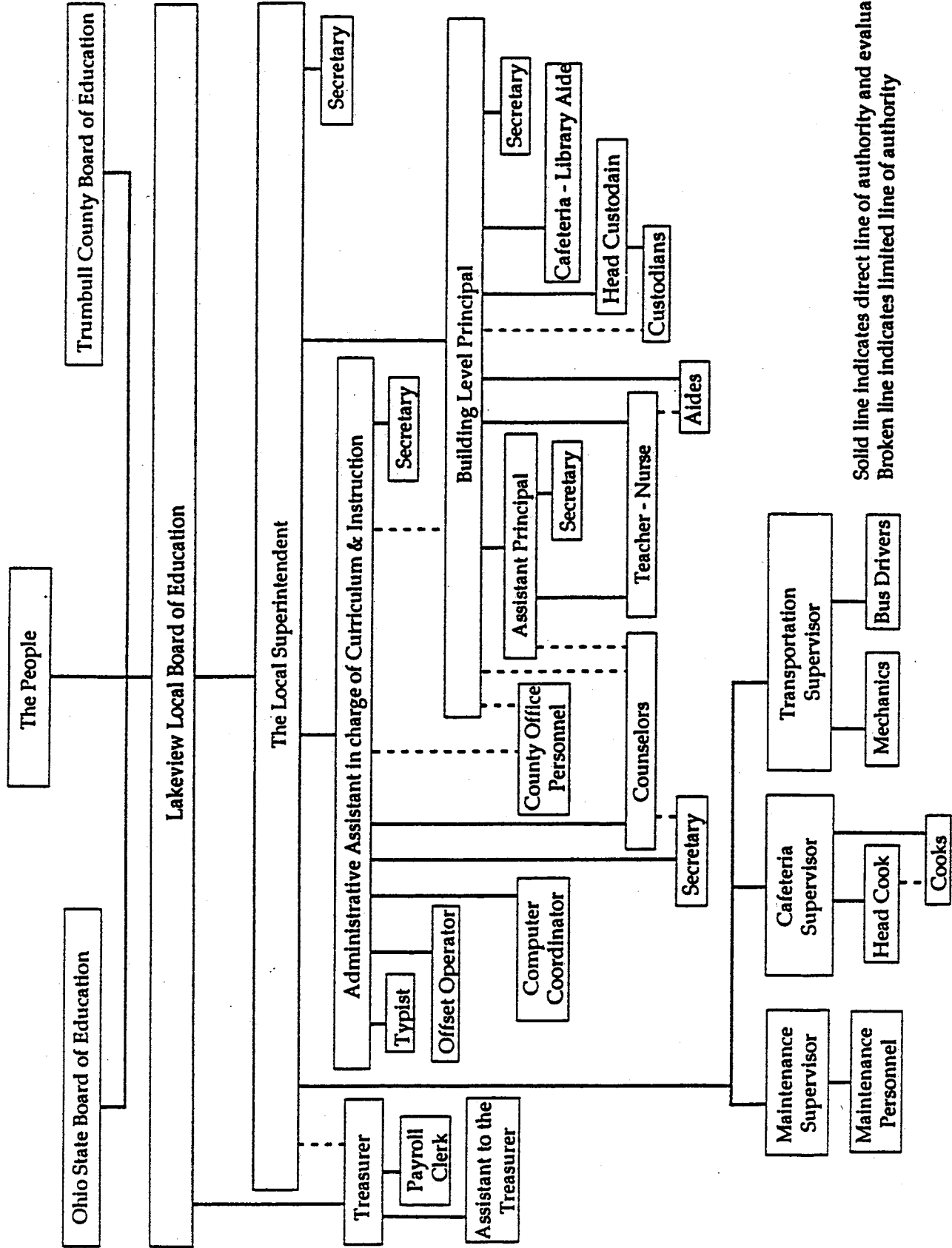
Treasurer

Mr. Milton A. Williams

Administration

Dr. Matthew J. Chojnacki Superintendent
Dr. Delores A. UberAdministrative Assistant

ORGANIZATION CHART LAKEVIEW LOCAL SCHOOLS



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lakeview Local School District,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2003

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.



Nancy L. Zjella

President

Jeffrey R. Emer

Executive Director

Financial Section



**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANT'S REPORT

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

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Lakeview Local School District, Trumbull County, Ohio, (the District) as of and for the year ended June 30, 2004, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Lakeview Local School District, Trumbull County, Ohio, as of June 30, 2004, and the respective changes in financial position and the respective budgetary comparison for the General Fund thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, the District restated net assets as of July 1, 2003 due to an understatement in long-term liabilities.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 27, 2005, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

We conducted our audit to form opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund statements and schedules and statistical tables are presented for additional analysis and are not a required part of the basic financial statements. We subjected the combining and individual nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.



Betty Montgomery
Auditor of State

January 27, 2005

Lakeview Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2004
Unaudited

It is a pleasure to present to you the financial picture of Lakeview Local School District. Included in these first few paragraphs and tables is the management's view of how our School District is currently performing and how that performance may change in the future. It is intended that this presentation be an objective and easily read analysis of the overall financial condition of our School District. Please consider our comments along with the financial statements and notes to fully understand our School District's finances.

Financial Highlights

- The School District's total net assets increased by \$238,883 from \$5,721,192 to \$5,960,075 during this year's operations.
- Outstanding general obligation debt decreased from \$4,869,733 to \$4,624,472 in 2004.
- Revenues from governmental activities totaled \$16,379,994. General revenues accounted for \$14,374,397 or 87.8 percent of the total with program revenues accounting for the remainder of \$2,005,597 or 12.2 percent.
- Program expenses totaled \$16,141,111. Instructional expenses made up 56.2 percent of this total while support services accounted for 35.4 percent. Other expenses rounded out the remaining 8.4 percent.

Using This Annual Report

This annual report consists of a series of financial statements and notes to those statements. The *Statement of Net Assets* and the *Statement of Activities* (on page 12 and 13) provide information about the activities of the School District as a whole and present a longer-term view of the School District's finances. Fund financial statements start on page 14 and provide the next level of detail. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the School District's operations in more detail than the government-wide statements by providing information about the School District's most significant funds. In the case of Lakeview Local School District, the general fund is the most significant fund. The remaining statements provide financial information about activities for which the School District acts solely as a trustee or agent for the benefit of those outside the government.

Reporting the School District as a Whole (District-Wide)

Statement of Net Assets and the Statement of Activities

The only two reports that display District-wide finances are the Statement of Net Assets and the Statement of Activities. Within these statements, we show the School District divided into two kinds of activities:

- Governmental Activities – All of the School District's instructional activities are reported here. Property Taxes, State and Federal Grants and fees finance the majority of activity in this group.

Lakeview Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2004
Unaudited

- Business-Type Activities – If the Board of Education sets a fee designed to offset the cost of operating a program, then this defines a business-type activity. The District does not have any of this type of activity.

Analysis of the School District as a whole begins on page 4. While this document contains all of the funds used by the District to provide programs and activities, the view of the District as a whole considers all financial transactions. One of the most important issues when analyzing any business enterprise is “How did we do financially during 2004 and are we better off today than we were one year ago?” The two District-wide documents try to provide and support the answer to these particular questions. These statements include all assets and liabilities using the accrual basis of accounting, similar to the accounting method used by most private-sector companies. The most important aspect of accrual accounting is that it takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid out.

These statements also display the net assets of the District and note any changes that occurred during the year. Net assets are the difference between assets and liabilities and they tend to be the lead indicator of financial health. This change in net assets is important because it tells the reader whether, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Please investigate the financial factors which may include changes in property tax values, tax levies and renewals or State funding issues before reaching a final conclusion about our School District’s financial status. Non-financial factors may include the School District’s performance, demographic and socioeconomic factors and willingness of the community to support the School District. It could prove helpful in making the analysis to look at the individual fund conditions to show the composition of the changes.

Reporting the School District’s Most Significant Funds

Fund Financial Statements

Analysis of the School District’s major funds begins on page 8. The fund financial statements begin on page 14 and provide detailed information about each significant fund in contrast to the previously described District-wide reporting. Most of the funds are required to be established by State law.

Governmental Funds – Most of the School District’s funds are reported as governmental funds. These reports focus on how resources flow into and out of these funds and the balances left at year-end that are available for spending in future periods. These reports are done on a modified accrual basis. Modified accrual accounting measures cash and all other financial assets that can be readily converted into cash. The governmental fund statements provide a detailed, short-term view of the School District’s general government operations and the basic services it provides. There are differences between governmental funds (as reported in this section on a modified accrual basis) and governmental activities as reported in the *Statement of Net Assets* and the *Statement of Activities*, which are reported on a full accrual basis. These differences are reconciled in the financial statements.

Lakeview Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2004
Unaudited

The School District as a Whole

Recall that the *Statement of Net Assets* provides the perspective of the School District as a whole.

Table 1 provides a summary of net assets as of June 30, 2004, as compared to June 30, 2003.

(Table 1)
Net Assets

	Governmental Activities	
	2004	2003
Assets		
Current and Other Assets	\$8,936,751	\$9,169,782
Capital Assets, Net	13,394,774	13,651,144
<i>Total Assets</i>	22,331,525	22,820,926
Liabilities		
Current and Other Liabilities	8,851,156	9,194,078
Long Term Liabilities:		
Due Within One Year	498,432	484,336
Due in More than One Year	7,021,862	7,421,320
<i>Total Liabilities</i>	16,371,450	17,099,734
Net Assets		
Invested in Capital Assets		
Net of Related Debt	7,476,848	8,066,965
Restricted:		
Capital Projects	25,943	22,995
Debt Service	210,892	153,735
Set Asides	307,694	205,522
Other Purposes	133,532	153,809
Unrestricted (Deficit)	(2,194,834)	(2,881,834)
<i>Total Net Assets (Deficit)</i>	\$5,960,075	\$5,721,192

The School District's total net assets were up from a year ago increasing \$238,883 from \$5,721,192 to \$5,960,075. This increase is primarily due to a reduction in total liabilities of \$728,284. Current and other assets decreased by \$233,031 because of a deficit in general fund operations. Capital assets in governmental activities decreased by \$256,370 as a result of increased depreciation charges and disposed of assets. Net assets restricted for capital projects increased slightly while those restricted for set-asides increased by \$102,172 due to the School District's austerity program.

Lakeview Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2004
Unaudited

Table 2 highlights the School District's revenues and expenses. These two main components are subtracted to yield the change in net assets. This table utilizes the full accrual method of accounting.

(Table 2)
Changes in Net Assets

	Governmental Activities	
	2004	2003
Revenues		
Program Revenues		
Charges for Services	\$1,223,929	\$1,164,564
Operating Grants and Contributions	781,668	808,960
Capital Grants and Contributions	0	102,360
<i>Total Program Revenues</i>	<u>2,005,597</u>	<u>2,075,884</u>
General Revenues:		
Property Taxes	6,937,866	7,479,638
Grants and Entitlements not Restricted to Specific Programs	7,328,796	6,591,942
Investment Earnings	11,377	24,712
Miscellaneous	96,358	123,265
<i>Total General Revenues</i>	<u>14,374,397</u>	<u>14,219,557</u>
<i>Total Revenues</i>	<u>16,379,994</u>	<u>16,295,441</u>
Program Expenses		
Instruction:		
Regular	7,224,340	7,555,078
Special	1,845,951	1,853,188
Vocational	6,312	0
Support Services:		
Pupil	751,540	692,596
Instructional Staff	648,100	705,426
Board of Education	31,254	32,019
Administration	1,513,418	1,566,723
Fiscal	410,113	369,077
Operation and Maintenance of Plant	1,596,206	1,606,590
Pupil Transportation	760,836	770,013
Food Service Operations	570,568	539,271
Extracurricular Activities	508,167	437,134
Interest and Fiscal Charges	274,306	353,821
<i>Total Expenses</i>	<u>16,141,111</u>	<u>16,480,936</u>
<i>Change in Net Assets</i>	<u>\$238,883</u>	<u>(\$185,495)</u>

Revenue is further divided into two major components: program revenue and general revenue. Program revenue is defined as fees, restricted grants, and charges for services that are program specific. General revenue includes taxes and unrestricted grants such as State Foundation support.

Expenses shown in programs are easily identifiable to a particular function utilizing the current Uniform School Accounting System (USAS) coding structure.

Lakeview Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2004
Unaudited

Program revenues totaled \$2,005,597. Charges for services comprised 61 percent of the total. The School District operates an orthopedic program for the entire county for grades kindergarten through 12. The excess costs of the program are charged to each district based upon their student usage.

While program revenue decreased by 3.4 percent from \$2,075,884 in 2003 to \$2,005,597 in 2004, the majority of the revenue supporting governmental activities is general revenue. General revenue increased from \$14,219,557 in 2003 to \$14,374,397 in 2004. Increases in grant revenues were significant enough to offset decreases in the property tax, investment earnings and miscellaneous revenue categories. Property taxes comprised 42 percent of total revenues for governmental activities while program revenues contributed 12 percent of total revenue. The 45 percent provided by unrestricted grants and entitlements include monies received from the Ohio Department of Education State Foundation Program and property tax relief such as the homestead exemptions and rollbacks provided by House Bill 920 and also the public utility property tax reimbursement. The community, through the willingness to provide property tax revenues, is clearly a source of critical support for the Lakeview Local School District.

Program expenses decreased from \$16,480,936 in 2003 to \$16,141,111 in 2004, a 2 percent decrease. Regular instruction program expense decreased by \$330,738 from 2003 to 2004. This decrease was the result of the elimination of three teachers through a redistricting, a reduction in total severance payments, and the replacement of retired teachers with inexperienced personnel at low levels of the salary range.

Analysis of Overall Financial Positions and Results of Operations

In Table 3 below, the total cost of services column contains all costs related to the programs and the net cost of services column shows how much of the total amount is not covered by program revenues. The net costs are program costs that must be covered by unrestricted State aid (State Foundation) or local taxes.

(Table 3)
Governmental Activities

Programs	Total Cost of Services 2004	Net Cost of Services 2004	Total Cost of Services 2003	Net Cost of Services 2003
Instruction	\$9,076,603	\$7,834,077	\$9,408,266	\$8,204,894
Support Services:				
Pupil and Instructional Staff	1,399,640	1,324,032	1,398,022	1,340,390
Board of Education, Administration and Fiscal Services	1,954,785	1,946,724	1,967,819	1,946,748
Operation and Maintenance of Plant	1,596,206	1,594,945	2,006,590	1,997,291
Pupil Transportation	760,836	760,836	370,013	366,578
Food Service Operations	570,568	29,178	539,271	(23,108)
Extracurricular Activities	508,167	371,416	437,134	218,438
Interest and Fiscal Charges	274,306	274,306	353,821	353,821
Total Expenses	\$16,141,111	\$14,135,514	\$16,480,936	\$14,405,052

Lakeview Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2004
Unaudited

The difference in these two columns of \$2,005,597 would represent restricted grants, fees, and donations. The dependence upon general tax revenues for governmental activities is apparent. Over 87 percent of total expenses are supported through taxes and other general revenue.

The School District's Funds

As previously stated, governmental funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$16,419,999 and expenditures of \$16,327,863.

General Fund Financial Activity

The most significant governmental fund is the general fund. The balance of the general fund increased by \$188,686 from (\$468,792) to (\$280,106). The major reason for revenues exceeding expenditures was a redistricting which reduced the number of certified teaching employees in 2004. An austerity program also contributed to the improvement by reducing expenditures for textbooks, instructional supplies, and capital assets.

General Fund Budgetary Highlights

The School District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances.

The forecasted budget presented to the Lakeview Local Board of Education in September was amended several times throughout the year. For the general fund, original budgeted revenues were \$14,407,839. The final budgeted revenues were \$14,364,126. The decrease in the estimate of \$43,713 was due to two major factors. Personal tangible tax revenues and expected funding from the State were lower than anticipated. The final estimated revenue was within one-tenth of one percent of the actual revenue.

Original budgeted expenditures in the general fund were \$14,419,648. The final budgeted expenditures were \$14,434,457. The increase in the estimate of \$14,809 was due to minor adjustments needed in spending levels.

Capital Assets

Table 4 shows the ending balances of capital assets in various categories as of June 30, 2004, compared to the balances as of June 30, 2003.

Lakeview Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2004
Unaudited

(Table 4)
Capital Assets at June 30, 2004
(Net of Depreciation)

	Governmental Activities	
	2004	2003
Land	\$530,100	\$530,100
Land Improvements	906,826	976,668
Buildings and Improvements	9,675,594	9,702,816
Furniture and Equipment	1,390,358	1,485,336
Vehicles	891,896	956,224
	\$13,394,774	\$13,651,144

The table shows a decrease of \$256,370 in net capital assets from 2003 to 2004. Because of the School District's financial condition, new investment in capital assets was restricted and net capital assets decreased due to depreciation. See note 9 for further information on capital assets.

Debt

The School District was able to reduce its bonded debt by \$245,261, its energy conservation loan debt by \$20,405 and its capital lease debt by \$76,000.

(Table 5)
Outstanding Long-Term Obligations
at Fiscal Year End

	Governmental Activities	
	2004	2003
General Obligation Bonds:		
1994 - School Improvement	\$476,204	\$681,204
1998 - School Improvement Refunding Bonds	4,148,268	4,188,529
Total General Obligation Bonds	4,624,472	4,869,733
Energy Conservation Note	236,193	256,598
Capital Lease	1,172,000	1,248,000
	\$6,032,665	\$6,374,331

As of June 30, 2004, the School District's legal debt margin was \$19,751,025 with an unvoted debt margin of \$261,542. See note 11 for further information on debt.

Current Issues

Lakeview Local School District is faced with a financial condition in need of improvement. The total taxable valuation of the School District decreased by approximately two percent. This was due to the volatile nature of personal tangible tax receipts. Two major tangible taxpayers contribute a significant

Lakeview Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2004
Unaudited

portion of the total. K-Mart Corporation emerged from bankruptcy and resumed payments, however Delphi Corporation reduced their valuation by a large amount.

The School District has made a strong attempt to contain and reduce discretionary spending. A redistricting has reduced the number of certified teaching personnel, and austerity measures have been in place.

An additional tax levy is needed to generate a revenue level sufficient to erase the deficit and fund future years of operation. A levy was placed on the March, 2004 tax ballot to yield \$1,145,000 annually, however it failed to pass.

The School District plans to continue efforts toward the passage of a tax levy, and it will maintain its program of austerity spending until the tax levy passage is successful.

In summary, the Lakeview Local School District has a commitment to financial and educational excellence. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting each year since 1996.

Contacting the School District's Financial Management

These financial reports and discussions are designed to provide our students, citizens, taxpayers, and creditors with a complete disclosure of the School District's finances and to demonstrate a high degree of accountability for the public dollars entrusted to us. If you have any questions about this report or need additional financial information, please write Milton A. Williams, Treasurer, Lakeview Local School District, 300 Hillman Drive, Cortland, Ohio 44410 or call (330) 638-1060 or Email milton.williams@neomin.org.

Basic Financial Statements

Lakeview Local School District

Statement of Net Assets

June 30, 2004

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$979,903
Cash and Cash Equivalents	
With Fiscal Agents	462
Accounts Receivable	993
Intergovernmental Receivable	103,178
Prepaid Items	42,742
Inventory Held for Resale	12,525
Materials and Supplies Inventory	48,244
Taxes Receivable	7,748,704
Nondepreciable Capital Assets	530,100
Depreciable Capital Assets, Net	<u>12,864,674</u>
<i>Total Assets</i>	<u>22,331,525</u>
Liabilities	
Accrued Wages Payable	1,103,323
Matured Compensated Absences Payable	141,154
Intergovernmental Payable	406,119
Deferred Revenue	7,101,263
Matured Interest Payable	462
Accrued Interest Payable	11,335
Special Termination Benefits Payable	87,500
Long-Term Liabilities:	
Due Within One Year	498,432
Due In More Than One Year	<u>7,021,862</u>
<i>Total Liabilities</i>	<u>16,371,450</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	7,476,848
Restricted for:	
Capital Projects	25,943
Debt Service	210,892
Set Asides	307,694
Other Purposes	133,532
Unrestricted (Deficit)	<u>(2,194,834)</u>
<i>Total Net Assets</i>	<u><u>\$5,960,075</u></u>

See accompanying notes to the basic financial statements

Lakeview Local School District
Statement of Activities
For the Fiscal Year Ended June 30, 2004

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$7,224,340	\$223,423	\$139,509	(\$6,861,408)
Special	1,845,951	445,124	434,470	(966,357)
Vocational	6,312			(6,312)
Support Services:				
Pupil	751,540	0	19,802	(731,738)
Instructional Staff	648,100	0	55,806	(592,294)
Board of Education	31,254	0	0	(31,254)
Administration	1,513,418	0	0	(1,513,418)
Fiscal	410,113	0	8,061	(402,052)
Operation and Maintenance of Plant	1,596,206	1,174	87	(1,594,945)
Pupil Transportation	760,836	0	0	(760,836)
Food Service Operations	570,568	417,457	123,933	(29,178)
Extracurricular Activities	508,167	136,751	0	(371,416)
Interest and Fiscal Charges	274,306	0	0	(274,306)
<i>Totals</i>	<u>\$16,141,111</u>	<u>\$1,223,929</u>	<u>\$781,668</u>	<u>(14,135,514)</u>

General Revenues

Property Taxes Levied for:	
General Purposes	6,234,423
Debt Service	455,019
Capital Outlay	248,424
Grants and Entitlements not Restricted to Specific Programs	
	7,328,796
Investment Earnings	11,377
Miscellaneous	96,358
<i>Total General Revenues</i>	<u>14,374,397</u>
Change in Net Assets	238,883
<i>Net Assets Beginning of Year - See Note 3</i>	<u>5,721,192</u>
<i>Net Assets End of Year</i>	<u>\$5,960,075</u>

See accompanying notes to the basic financial statements

Lakeview Local School District

*Balance Sheet
Governmental Funds
June 30, 2004*

	General	Other Governmental Funds	Total Governmental Funds
Assets			
Equity in Pooled Cash and			
Cash Equivalents	\$276,551	\$395,658	\$672,209
Cash and Cash Equivalents with			
Fiscal Agents	0	462	462
Restricted Assets:			
Equity in Pooled Cash and			
Cash Equivalents	307,694	0	307,694
Taxes Receivable	6,959,297	789,407	7,748,704
Accounts Receivable	993	0	993
Intergovernmental Receivable	42,249	60,929	103,178
Prepaid Items	42,742	0	42,742
Inventory Held for Resale	0	12,525	12,525
Materials and Supplies Inventory	46,097	2,147	48,244
<i>Total Assets</i>	<u>\$7,675,623</u>	<u>\$1,261,128</u>	<u>\$8,936,751</u>
Liabilities and Fund Balances			
Liabilities			
Matured Interest Payable	\$0	\$462	\$462
Accrued Wages	1,058,634	44,689	1,103,323
Intergovernmental Payable	259,144	13,862	273,006
Matured Compensated Absences Payable	141,154	0	141,154
Special Termination Benefits Payable	87,500	0	87,500
Deferred Revenue	6,409,297	791,520	7,200,817
<i>Total Liabilities</i>	<u>7,955,729</u>	<u>850,533</u>	<u>8,806,262</u>
Fund Balances			
Reserved for Property Taxes	550,000	45,000	595,000
Reserved for Budget Stabilization	68,316	0	68,316
Reserved for Textbooks	239,378	0	239,378
Unreserved:			
Undesignated (Deficit), Reported in:			
General Fund	(1,137,800)	0	(1,137,800)
Special Revenue Funds	0	168,036	168,036
Debt Service Fund	0	173,504	173,504
Capital Projects Funds	0	24,055	24,055
<i>Total Fund Balances</i>	<u>(280,106)</u>	<u>410,595</u>	<u>130,489</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$7,675,623</u>	<u>\$1,261,128</u>	<u>\$8,936,751</u>

See accompanying notes to the basic financial statements

Lakeview Local School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2004*

Total Governmental Fund Balances	\$130,489
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*Amounts reported for governmental activities in the
 statement of net assets are different because*

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	13,394,774
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Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.

Property Taxes	52,441	
Intergovernmental	47,113	

Total	99,554
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Due to other governments includes contractually required pension contributions not expected to be paid with expendable available financial resources and therefore not reported in the funds.	(133,113)
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In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental fund, an interest expenditure is reported when due.	(11,335)
---	----------

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:

General Obligation Bonds	(4,624,472)	
Energy Conservation Notes	(236,193)	
Capital Leases	(1,172,000)	
Compensated Absences	(1,487,629)	

Total	(7,520,294)
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<i>Net Assets of Governmental Activities</i>	\$5,960,075
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See accompanying notes to the basic financial statements

Lakeview Local School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2004

	General	Other Governmental Funds	Total Governmental Funds
Revenues			
Property and Other Local Taxes	\$6,307,379	\$711,591	\$7,018,970
Intergovernmental	7,245,565	748,252	7,993,817
Interest	10,484	893	11,377
Tuition and Fees	586,242	82,486	668,728
Extracurricular Activities	0	136,751	136,751
Contributions and Donations	43,452	32,096	75,548
Charges for Services	0	417,457	417,457
Rentals	993	0	993
Miscellaneous	96,358	0	96,358
<i>Total Revenues</i>	<u>14,290,473</u>	<u>2,129,526</u>	<u>16,419,999</u>
Expenditures			
Current:			
Instruction:			
Regular	6,934,425	190,737	7,125,162
Special	1,468,205	363,630	1,831,835
Vocational	6,312	0	6,312
Support Services:			
Pupil	718,108	24,080	742,188
Instructional Staff	584,800	53,263	638,063
Board of Education	31,254	0	31,254
Administration	1,503,307	726	1,504,033
Fiscal	379,887	27,620	407,507
Operation and Maintenance of Plant	1,465,398	124,720	1,590,118
Pupil Transportation	683,854	0	683,854
Operation of Non-Instructional Services	0	3,608	3,608
Operation of Food Services	0	565,598	565,598
Extracurricular Activities	351,162	145,818	496,980
Capital Outlay	7,963	4,264	12,227
Debt Service:			
Principal Retirement	0	456,405	456,405
Interest and Fiscal Charges	0	232,719	232,719
<i>Total Expenditures</i>	<u>14,134,675</u>	<u>2,193,188</u>	<u>16,327,863</u>
<i>Excess of Revenues Under Expenditures</i>	<u>155,798</u>	<u>(63,662)</u>	<u>92,136</u>
Other Financing Sources (Uses)			
Transfers In	33,000	112	33,112
Transfers Out	(112)	(33,000)	(33,112)
<i>Total Other Financing Sources (Uses)</i>	<u>32,888</u>	<u>(32,888)</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	188,686	(96,550)	92,136
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(468,792)</u>	<u>507,145</u>	<u>38,353</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>(\$280,106)</u></u>	<u><u>\$410,595</u></u>	<u><u>\$130,489</u></u>

See accompanying notes to the basic financial statements

Lakeview Local School District
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2004

Net Change in Fund Balances - Total Governmental Funds	\$92,136
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Amounts reported for governmental activities in the statement of activities are different because

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

Capital Outlay	139,351
Depreciation	<u>(390,846)</u>

Total	(251,495)
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Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (4,875)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Property Taxes	(81,104)
Intergovernmental	<u>41,099</u>

Total	(40,005)
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Repayment of bond and note principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 456,405

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

Accrued Interest	73,152
Accretion	<u>(114,739)</u>

Total	(41,587)
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Some expenses reported in the statement of activities, such as compensated absences and contractually required pension contributions, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	43,696
Pension Obligation	<u>(15,392)</u>

Total	<u>28,304</u>
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Change in Net Assets of Governmental Activities	<u><u>\$238,883</u></u>
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See accompanying notes to the basic financial statements

Lakeview Local School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property and Other Local Taxes	\$6,451,933	\$6,432,358	\$6,432,379	\$21
Intergovernmental	7,232,154	7,209,547	7,209,992	445
Interest	10,346	10,315	12,066	1,751
Tuition and Fees	574,469	572,726	586,242	13,516
Contributions and Donations	45,739	45,600	45,697	97
Miscellaneous	93,198	93,580	96,358	2,778
<i>Total Revenues</i>	14,407,839	14,364,126	14,382,734	18,608
Expenditures				
Current:				
Instruction:				
Regular	7,003,976	6,857,842	6,853,471	4,371
Special	1,480,732	1,522,025	1,485,433	36,592
Support Services:				
Pupil	795,970	765,758	722,337	43,421
Instructional Staff	637,930	608,373	601,328	7,045
Board of Education	35,025	35,515	31,254	4,261
Administration	1,580,375	1,581,602	1,563,470	18,132
Fiscal	369,190	396,358	381,591	14,767
Operation and Maintenance of Plant	1,525,350	1,557,194	1,487,114	70,080
Pupil Transportation	646,500	742,692	694,147	48,545
Extracurricular Activities	342,600	357,098	351,382	5,716
Capital Outlay	2,000	10,000	7,963	2,037
<i>Total Expenditures</i>	14,419,648	14,434,457	14,179,490	254,967
<i>Excess of Revenues Over (Under) Expenditures</i>	(11,809)	(70,331)	203,244	273,575
Other Financing Sources (Uses)				
Advances In	1,183	1,183	1,183	0
Transfers In	0	33,000	33,000	0
Transfers Out	0	(112)	(112)	0
<i>Total Other Financing Sources (Uses)</i>	1,183	34,071	34,071	0
<i>Net Change in Fund Balance</i>	(10,626)	(36,260)	237,315	273,575
<i>Fund Balance Beginning of Year</i>	279,386	279,386	279,386	0
Prior Year Encumbrances Appropriated	67,544	67,544	67,544	0
<i>Fund Balance End of Year</i>	\$336,304	\$310,670	\$584,245	\$273,575

See accompanying notes to the basic financial statements

Lakeview Local School District

Statement of Fiduciary Net Assets

Fiduciary Funds

June 30, 2004

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$20,213	<u>\$86,347</u>
Liabilities		
Due to Students	<u>0</u>	<u>\$86,347</u>
Net Assets		
Held in Trust for Scholarships	<u>\$20,213</u>	

See accompanying notes to the basic financial statements

Lakeview Local School District
Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Fund
For the Fiscal Year Ended June 30, 2004

	<u>Scholarship</u>
Additions	
Interest	\$211
Deductions	
Scholarships Awarded	<u>295</u>
<i>Change in Net Assets</i>	(84)
<i>Net Assets Beginning of Year</i>	<u>20,297</u>
<i>Net Assets End of Year</i>	<u><u>\$20,213</u></u>

See accompanying notes to the basic financial statements

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

Note 1 - Description of the School District and Reporting Entity

Lakeview 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 five-member Board form of government and provides educational services as mandated by State and federal agencies. The Board of Education controls the School District's four instructional/support facilities staffed by 92 classified employees, 134 certificated full and part-time employees, and 5 administrators who provide services to 2,221 students and other community members.

Reporting Entity

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

Component units are legally separate organizations for which the School District is financially accountable. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt or the levying of taxes. The School District has no component units.

The School District participates in five jointly governed organizations and two public entity pools. These organizations are the Trumbull County Career and Technical Center, the North East Ohio Management Information Network, the North East Ohio Instructional Media Center, the North East Ohio Special Education Regional Resource Center, the Region 12 Professional Development Center, the Ohio School Boards Association Workers' Compensation Group Rating Program and the Trumbull County Schools Employee Insurance Benefits Consortium. These organizations are presented in Notes 13 and 14 to the basic financial statements.

Note 2 - Summary of Significant Accounting Policies

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

A. Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

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

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

B. Fund Accounting

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

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

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

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

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

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

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

C. Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net assets. The statement of activities presents increases (i.e., revenues) and decreases (i.e., expenses) in total net assets.

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

The private purpose trust fund is accounted for on a flow of economic resources measurement focus.

D. Basis of Accounting

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

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

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

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

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

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

Property taxes for which there is an enforceable legal claim as of June 30, 2004, but which were levied to finance fiscal year 2005 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

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

E. Cash and Cash Equivalents

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

During fiscal year 2004, investments were limited to nonnegotiable certificates of deposit which are reported at cost.

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

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2004 amounted to \$10,484, which includes \$4,255 assigned from other School District funds.

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

F. Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other governments or imposed by enabling legislation. Restricted assets in the general fund represent amounts required by State statute to be set aside to create reserves for budget stabilization and for the purchase of textbooks and other instructional material. See Note 19 for additional information regarding set asides.

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2004, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

H. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies held for consumption and donated and purchased food held for resale.

I. Capital Assets

The School District's only capital assets are general capital assets. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

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

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

Description	Governmental Activities Estimated Lives
Land Improvements	40 years
Buildings and Improvements	99 years
Furniture and Fixtures	8 - 50 years
Vehicles	10 - 25 years

J. Interfund Balances

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

K. Compensated Absences

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

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

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

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

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employee who has resigned or retired will be paid.

L. Accrued Liabilities and Long-term Obligations

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

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

M. Interfund Activity

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

N. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for budget stabilization represents monies required to be set aside by State statute to protect against cyclical changes in revenues and expenditures.

O. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes include food service operations and extracurricular activities.

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

P. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence.

Q. Estimates

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

R. Budgetary Data

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

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

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

Note 3 - Changes in Accounting Principles and Restatement of Prior Year Net Assets

Changes in Accounting Principles For fiscal year 2004, the School District has implemented GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units".

GASB Statement No. 39 states that entities for which a primary government is not financially accountable may still be reported as component units based on the nature and significance of their relationship with

Lakeview Local School District
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the primary government. The implementation of GASB Statement No. 39 did not affect the reporting entity of the School District.

Restatement of Net Assets Net assets were restated as of June 30, 2003 due to an understatement of \$710,000 in long-term liabilities. The restatement reduced net assets from \$6,431,192 to \$5,721,192.

Note 4 – Accountability and Compliance

A. Accountability

Fund balances at June 30, 2004, included the following individual fund deficits:

General Fund	\$280,106
Special Revenue Funds	
Part B - IDEA	15,383
Title V	2,387
Ohio Reads Grant	201
Title II-A	7,938

The School District is addressing the general fund deficit by attempting to pass a tax levy that would generate approximately one million dollars of additional revenue per year.

The special revenue fund deficit 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.

B. Compliance

The Ohio reads grant fund had total final appropriations of \$30,800 and estimated resources plus carryover balances in the amount of \$30,495. This created an excess of \$305 of appropriations over estimated resources plus carryover balances. This was a violation of Section 5705.39, Ohio Revised Code.

Note 5 - Budgetary Basis of Accounting

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).

Lakeview Local School District
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3. Advances-In and Advances-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance	
GAAP Basis	\$188,686
Net Adjustment for Revenue Accruals	92,261
Advances In	1,183
Net Adjustment for Expenditure Accruals	<u>(44,815)</u>
Budget Basis	<u><u>\$237,315</u></u>

Note 6 - Deposits and Investments

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

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

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

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

Protection of 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 monies deposited with the institution.

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to payment of principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

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

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

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

Deposits At fiscal year-end, the carrying amount of the School District's deposits was \$1,086,925 and the bank balance was \$1,207,595. \$208,501 of the bank balance was covered by federal depository insurance. \$999,094 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging institution in the pledging institution's name, and all State statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

Investments The School District's investments are required to be categorized to give an indication of the level of risk assumed by the School District at fiscal year end. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name. During fiscal year 2004, the School District invested in nonnegotiable certificates of deposit. For the purpose of classification under GASB Statement No. 3, the School District did not have any investments at year end.

Lakeview Local School District
Notes to the Basic Financial Statements
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Note 7 - Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar 2004 represents collections of calendar year 2003 taxes. Real property taxes received in calendar year 2004 were levied after April 1, 2003, on the assessed value listed as of January 1, 2003, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market 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 at June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2004 represents collections of calendar year 2003 taxes. Public utility real and tangible personal property taxes received in calendar year 2004 become a lien December 31, 2002, were levied after April 1, 2003 and are collected in 2004 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2004 (other than public utility property) represents the collection of 2004 taxes. Tangible personal property taxes received in calendar year 2004 were levied after April 1, 2003, on the value as of December 31, 2003. Tangible personal property is currently assessed at twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. Payments 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. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

The School District receives property taxes from Trumbull County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2004, are available to finance fiscal year 2004 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2004 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2004 was \$550,000 in the general fund and \$45,000 in the debt service fund. The amount available as an advance at June 30, 2003 was \$675,000 in the general fund and \$50,000 in the debt service fund.

On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue is deferred.

Lakeview Local School District
Notes to the Basic Financial Statements
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The assessed values upon which the fiscal year 2004 taxes were collected are:

	2003 Second- Half Collections		2004 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential And Other Real Estate	\$227,187,950	85.30 %	\$227,495,430	86.98 %
Public Utility Property	8,096,920	3.04	8,158,090	3.12
Tangible Personal Property	31,051,372	11.66	25,888,648	9.90
Total Assessed Value	\$266,336,242	100.00 %	\$261,542,168	100.00 %
Tax rate per \$1,000 of assessed valuation	\$43.31		\$43.55	

Note 8 - Receivables

Receivables at June 30, 2004, consisted of taxes, accounts (rent and student fees), tuition and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables are expected to be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

	Amount
Medicaid Payment	\$42,249
Part B - IDEA	29,709
Title I	3,415
Title II - A	13,989
Food Service	13,816
Total Governmental Activities	\$103,178

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

Note 9 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2004, was as follows:

	Balance June 30, 2003	Additions	Deletions	Balance June 30, 2004
Nondepreciable Capital Assets				
Land	\$530,100	\$0	\$0	\$530,100
Depreciable Capital Assets				
Land Improvements	1,571,540	0	0	1,571,540
Buildings and Improvements	12,035,848	95,963	0	12,131,811
Furniture and Fixtures	2,871,486	43,388	(24,376)	2,890,498
Vehicles	1,413,929	0	0	1,413,929
<i>Total at Historical Cost</i>	<u>17,892,803</u>	<u>139,351</u>	<u>(24,376)</u>	<u>18,007,778</u>
Less: Accumulated Depreciation				
Land Improvements	(594,872)	(69,842)	0	(664,714)
Buildings and Improvements	(2,333,032)	(123,185)	0	(2,456,217)
Furniture and Fixtures	(1,386,150)	(133,491)	19,501	(1,500,140)
Vehicles	(457,705)	(64,328)	0	(522,033)
<i>Total Accumulated Depreciation</i>	<u>(4,771,759)</u>	<u>(390,846) *</u>	<u>19,501</u>	<u>(5,143,104)</u>
<i>Depreciable Capital Assets, Net of Accumulated Depreciation</i>	<u>13,121,044</u>	<u>(251,495)</u>	<u>(4,875)</u>	<u>12,864,674</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$13,651,144</u>	<u>(\$251,495)</u>	<u>(\$4,875)</u>	<u>\$13,394,774</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction	
Regular	\$258,264
Special	3,967
Support Services	
Pupil	4,000
Instructional Staff	16,967
Administration	5,969
Fiscal	1,319
Operation and Maintenance of Plant	3,070
Pupil Transportation	70,548
Food Service Operations	13,488
Extracurricular Activities	13,254
Total Depreciation Expense	<u>\$390,846</u>

Note 10 - Interfund Transfers and Balances

A. Interfund Transfers

The general fund transferred \$112 to the scholarship special revenue fund. This transfer was made to move unrestricted balances to support programs and projects accounted for in this fund. The uniform school supplies special revenue fund transferred \$33,000 to the general fund. This transfer was made to correct inaccurate postings of receipts.

Lakeview Local School District
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Note 11 – Long-Term Obligations

Changes in long-term obligations of the School District during fiscal year 2004 were as follows:

	Principal Outstanding			Principal Outstanding	
	June 30, 2003	Additions	Deductions	June 30, 2004	Amount Due in One Year
Governmental Activities					
General Obligation Bonds					
1994 4.50 to 6.95%					
School Improvement Bonds	\$681,204	\$0	\$205,000	\$476,204	\$235,000
1998 School Improvement Bonds					
Current Interest Serial Bonds 3.80% to 4.55%	845,000	0	155,000	690,000	160,000
Capital Appreciation Bonds 4.80% to 5.10%	980,070	0	0	980,070	0
Accretion on Capital Appreciation Bonds	503,459	114,739	0	618,198	0
Current Interest Term Bonds	1,860,000	0	0	1,860,000	0
Total 1998 School Improvement Bonds	<u>4,188,529</u>	<u>114,739</u>	<u>155,000</u>	<u>4,148,268</u>	<u>160,000</u>
<i>Total General Obligation Bonds</i>	4,869,733	114,739	360,000	4,624,472	395,000
Energy Conservation Note 5.00%	256,598	0	20,405	236,193	21,432
Capital Lease Payable	1,248,000	0	76,000	1,172,000	82,000
Compensated Absences	<u>1,531,325</u>	<u>422,867</u>	<u>466,563</u>	<u>1,487,629</u>	<u>0</u>
<i>Total Governmental Activities</i>					
<i>Long-Term Liabilities</i>	<u>\$7,905,656</u>	<u>\$537,606</u>	<u>\$922,968</u>	<u>\$7,520,294</u>	<u>\$498,432</u>

In 1994 and 1998, the School District issued \$1,486,205 and \$4,465,070 respectively in voted general obligation bonds for the purpose of constructing an auditorium, major renovations and an addition at the Bazetta elementary school. The bonds were issued for fourteen and twenty-two year periods respectively with a final maturity at December 1, 2007 and at December 1, 2019.

The School District defeased certain general obligation bonds in 1998 by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School District's financial statements. On June 30, 2004, \$4,006,275 of bonds outstanding are considered defeased.

The 1998 general obligation bonds include capital appreciation bonds. The original issue amount was \$980,070 and the final maturity of these bonds is \$4,457,778. This year the addition on these bonds was \$114,739, which represents the accretion of discounted interest in 2004 on the capital appreciation bonds.

The School District has an energy conservation note that was issued in 1998 in the amount of \$345,000. The note was issued for updating the heating and air conditioning system throughout the School District. The note is backed by the full faith and credit of the School District.

General obligation bonds will be paid from the debt service fund. The energy conservation note will be paid from the permanent improvement capital projects fund. Compensated absences will be paid from the general and food service, part B IDEA, title I, and title II-A special revenue funds. The capital lease will be paid from the permanent improvement capital projects fund.

Lakeview Local School District
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The overall debt margin of the School District as of June 30, 2004 was \$19,751,025 with an unvoted debt margin of \$261,542. Principal and interest requirements to retire the general obligation bonds and the energy conservation note outstanding at June 30, 2004 are as follows:

Fiscal Year Ended June 30,	1994 School Improvements Bond		1998 School Improvement Bonds			
	Principal	Interest	Term		Serial	
			Principal	Interest	Principal	Interest
2005	\$235,000	\$14,453	\$0	\$0	\$160,000	\$122,198
2006	84,669	185,331	0	0	170,000	114,937
2007	79,038	200,962	0	0	175,000	107,215
2008	77,497	227,503	0	0	185,000	99,069
2009	0	0	0	0	0	0
2010 - 2014	0	0	0	0	0	0
2015 - 2019	0	0	1,605,000	230,903	0	0
2020	0	0	255,000	6,502	0	0
Total	\$476,204	\$628,249	\$1,860,000	\$237,405	\$690,000	\$443,419

Fiscal Year Ended June 30,	1998 School Improvement Bonds Capital Appreciation		
	Principal	Interest	Total
2005	\$0	\$120,186	\$651,837
2006	0	126,224	681,161
2007	0	132,565	694,780
2008	0	139,603	728,672
2009	189,386	420,524	609,910
2010 - 2014	790,684	2,538,606	3,329,290
2015 - 2019	0	0	1,835,903
2020	0	0	261,502
Total	\$980,070	\$3,477,708	\$8,793,055

Fiscal Year Ending	Energy Conservation Note		
	Principal	Interest	Total
2005	\$21,432	\$11,814	\$33,246
2006	22,504	10,742	33,246
2007	23,629	9,617	33,246
2008	24,787	8,459	33,246
2009	26,050	7,196	33,246
2010 - 2013	117,791	15,166	132,957
Total	\$236,193	\$62,994	\$299,187

Lakeview Local School District
Notes to the Basic Financial Statements
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Note 12 – Capital Lease

In prior years, the School District entered into a capitalized lease for a construction and reproofing project and school buses. These leases meet the criteria for capital leases as defined by Statement of Financial Accounting Standards No. 13 “Accounting for Leases.” Capital lease payments have been reclassified and are reflected as program/function expenditures on a budgetary basis. Capital assets acquired by lease have been capitalized in the amount of \$1,353,000. This amount represents the present minimum lease payments at the time of acquisition. Accumulated depreciation as of June 30, 2004 was \$66,864, leaving a current book value of \$1,286,136. Principal payments in fiscal year 2004 totaled \$76,000 in governmental funds.

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of June 30, 2004.

Year	Amounts
2005	\$147,924
2006	149,167
2007	151,037
2008	156,535
2009	157,509
2010 - 2014	696,577
2015	120,294
Total Minimum Lease Payments	1,579,043
Less: Amount Representing Interest	(407,043)
Present Value of Minimum Lease Payments	\$1,172,000

Note 13 - Jointly Governed Organizations

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

North East Ohio Management Information Network (NEOMIN) NEOMIN is a jointly governed organization among thirty school districts in Trumbull and Ashtabula Counties. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. Each of the districts supports NEOMIN based upon a per pupil charge. Lakeview Local School District paid \$33,525 to NEOMIN during fiscal year 2004.

The Governing Board consists of ten members: The Trumbull and Ashtabula County superintendents (permanent members), three superintendents from Ashtabula County participating school districts, three superintendents from Trumbull County participating school districts, and a principal and treasurer (non-voting members who must be employed by a participating school district, the fiscal agent or NEOMIN). The Lakeview Local School District was not represented on the Governing Board during fiscal year 2004. The degree of control exercised by any participating school district is limited to its representation on the Governing Board. To obtain a copy of NEOMIN’s financial statements, write to the Trumbull County Educational Service Center, 347 North Park Avenue, Warren, Ohio 44481.

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

NEOIMC is governed by the advisory committee made up a member from a parochial school, a joint vocational school, one County Superintendent from each participating county, one City Superintendent and two local superintendents rotating every two years. The degree of control exercised by any participating school district is limited to its representation on the Board. In fiscal year 2004, Lakeview Local School District contributed \$3,361 which is \$1.51 per student. Financial information can be obtained by contacting the Treasurer at the Trumbull County Educational Service Center, 347 North Park Avenue, Warren, Ohio 44481.

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

NEO/SERRC is governed by a governing board of 39 members made up of representatives from 35 superintendents of the participating districts, one non-public school, one county board of mental retardation and two parents whose term rotates every year. The degree of control exercised by any participating school district is limited to its representation on the Board. Financial information can be obtained by contacting the Treasurer at the Mahoning County Educational Service Center, 100 DeBartolo Place, Suite 105, Youngstown, Ohio 44512.

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

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

Note 14 – Public Entity Pools

A. Insurance Purchasing Pool

Ohio School Boards Association Workers' Compensation Group Rating Program The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of directors consisting of the President, the President-Elect and the Immediate Post President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the program.

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Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

B. Shared Risk Pool

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

Note 15 - Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2004, the School District contracted for the following insurance coverage:

Coverage	Amount
Coverage provided by Indiana Insurance:	
Building and Contents - replacement cost (\$5,000 deductible)	\$36,946,567
Inland Marine Coverage (\$250 deductible)	328,632
Boiler and Machinery (\$5,000 deductible)	No limit
Coverage provided by Ohio School Plan	
Automobile Liability (\$1,000 deductible on comprehensive) (\$1,000 deductible on collision)	1,000,000
Auto Medical Payments	5,000
Coverage provided by Ohio School Plan	
General Liability	
Per occurrence (\$1,000 deductible)	1,000,000
Total per year	3,000,000

The School District has contracted with the Trumbull County Schools Employee Insurance Benefits Consortium to provide employee medical/surgical, dental, and prescription drug benefits. The Trumbull County Schools Employee Insurance Benefits Consortium is a shared risk pool comprised of sixteen Trumbull County school districts. Rates are set through an annual calculation process. The Lakeview Local School District pays a monthly contribution which is placed in a common fund from which claim payments are made for all participating school districts. Claims are paid for all participants regardless of claims flow. The board of directors has the right to return monies to an exiting district subsequent to the settlement of all expenses and claims. The School District pays medical/surgical/prescription drug premiums of \$892.19 for family coverage and \$343.15 for single coverage per employee per month. Premiums for dental coverage are \$66.48 monthly for family coverage and \$21.16 monthly for single coverage. The plan utilizes a \$10.00 prescription deductible. If the School District were to withdraw from the consortium, there would be no liability because premium levels fund a reserve for subsequent claim payments.

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

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

B. Worker's Compensation

For fiscal year 2004, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 14). 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 Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

Note 16 - Pension Plans

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3476.

Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2004, 9.09 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2003, 8.17 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2004, 2003 and 2002 were \$154,308, \$168,333 and \$264,394 respectively; 79.01 percent has been contributed for fiscal year 2004 and 100 percent for fiscal years 2003 and 2002.

B. State Teachers Retirement System

The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3371 or by calling (614) 227-4090.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2004, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2004, the portion used to fund pension obligations was 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2004, 2003, and 2002 were \$969,011, \$950,623 and \$979,212 respectively; 78.54 percent has been contributed for fiscal year 2004 and 100 percent for fiscal years 2003 and 2002. Contributions to the DC and Combined Plans for fiscal year 2004 were \$588 made by the School District and \$7,161 made by the plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2004, all members of the Board of Education have elected social security. The Board's liability is 6.2 percent of wages paid.

Note 17 - Postemployment Benefits

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System, (STRS), and to retired non-certificated employees and their dependents through the School Employees Retirement System (SERS). Benefits include

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare premiums. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. Both systems are funded on a pay-as-you-go basis.

Retirees of the DB or Combined Plan and their 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. All benefit recipients pay a portion of health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2004, the STRS Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$53,643 for fiscal year 2004.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2004, the balance in the Fund was \$3.1 billion. For the year ended June 30, 2004, net health care costs paid by STRS were \$268,739,000 and STRS had 111,853 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to disability and survivor benefit recipients. Effective January 1, 2004, all retirees and beneficiaries are required to pay a portion of their health care premium. The portion is based on years of service, Medicare eligibility and retirement status. A safety net is in place for retirees whose household income falls below federal poverty levels. Premiums are reduced by fifty percent for those who apply.

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, 2004, employer contributions to fund health care benefits were 4.91 percent of covered payroll, a decrease of 0.92 percent from fiscal year 2003. 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 2004, the minimum pay has been established as \$24,500. For the School District, the amount to fund health care benefits, including surcharge, during the 2004 fiscal year equaled \$73,409.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2004, were \$223,443,805 and the target level was \$335.2 million. At June 30, 2004, SERS had net assets available for payment of health care benefits of \$300.8 million. SERS has approximately 62,000 participants currently receiving health care benefits.

Note 18 - Other Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 320 days for all personnel. Upon retirement, payment is made for one-fourth of accrued, but unused sick leave credit to a maximum of 80 days for classified employees, teachers and administrators. Employees are given three days of personal leave at the beginning of the fiscal year. Upon retirement, all unused personal leave is converted to sick leave.

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

B. Life Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance of \$50,000 to all full time employees through the Medical Life Insurance Company.

Note 19 - Set Asides

The School District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year end and carried forward to be used for the same purposes in future years. In prior years, the School District was also required to set aside money for budget stabilization. At June 30, 2004, only the unspent portion of certain workers' compensation refunds continues to be required to be set-aside.

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

	Budget Stabilization Reserve	Capital Improvements Reserve	Textbooks/ Instructional Materials Reserve
Set-Aside Reserve Balance as of June 30, 2003	\$68,316	\$0	\$137,206
Current Year Set-aside Requirement	0	307,251	307,251
Current Year Offsets	0	(328,769)	0
Qualifying Disbursements	0	(15,167)	(205,079)
Total	<u>\$68,316</u>	<u>(\$36,685)</u>	<u>\$239,378</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>\$68,316</u>	<u>\$0</u>	<u>\$239,378</u>
Set-aside Reserve Balance as of June 30, 2004	<u>\$68,316</u>	<u>\$0</u>	<u>\$239,378</u>

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

Note 20 - Contingencies

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2004.

Lakeview Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2004

B. Litigation

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

Note 21 - School State 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 decision 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.

Note 22 – Subsequent Event

The School District placed two five year emergency levies on the November 2, 2004 ballot. The 3.4 mill renewal levy generating \$890,000 annually passed, but the 4.5 mill additional levy generating \$1,145,245 failed.

Combining and Individual Fund Statements and Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditure for specified purposes. Following is a description of the School District's special revenue funds:

Public School Support Fund – To account for school site sales revenue and expenditure for field trips, assemblies and other activity costs.

District Managed Activity Fund – To account for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's Athletic Program.

Educational Management Information Systems Fund – To account State monies which are used solely for costs associated with the requirements of the education management information system.

Scholarship Fund – To account for assets held by the School District for individuals and/or private organizations which benefit the student body or the local community.

Part B IDEA Fund – To account for Federal revenues that assist states in identification of handicapped children and provide full educational opportunities to handicapped children at the preschool, elementary and secondary levels. It also accounts for Federal monies used to implement a variety of programs intended to provide instruction for early childhood education.

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

Innovative Program Title V Fund – To account for Federal revenues which support the implementation of a variety of programs (drug/alcohol abuse, computer education) to benefit children attending public and provide non-profit schools within the community.

Local Professional Development Grant Fund – To account for State monies in support of locally developed professional development programs.

OneNet Communications Fund – To account for State monies used to fund computer wide area network service provided by A-site.

Schoolnet Professional Development Fund – To account for State monies used to support technology training of teachers.

Safe Schools Helpline Fund – To account for State monies which support phone lines for students facing crisis.

4th Grade Summer School Fund – To account for State monies spent by the School District for specialized instruction to students in need of knowledge to pass proficiency tests.

Ohio Reads Grant Fund – To account for State monies used to improve reading outcomes, especially on the fourth grade reading proficiency test and for volunteer coordinators in public schools and costs associated with volunteer coordination, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Title II-A Fund – To account for various monies to hire additional classroom teachers so the number of students per teacher will be reduced.

Assistive Technology Fund – To account for Federal monies used primarily for assistive mobility and learning devices for orthopedically handicapped students.

Safe and Drug Free Schools Fund – To account for Federal monies which support the implementation of programs for drug abuse education and prevention.

Food Service Fund – To account for the grants and charges for services related to the food service operations of the School District.

Uniform School Supplies Fund – To account for the purchase and sale of school supplies for use in the School District.

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Debt Service Fund

Bond Retirement Fund – The bond retirement fund accounts for property tax revenues that are used for the payment of principal and interest on general obligation debt.

Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. Following is a description of the nonmajor capital projects funds:

Permanent Improvement Fund – To account for all transactions related to the acquiring, construction, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code.

School Net Plus Fund - To account for State monies providing for computer hardware and wiring for buildings for kindergarten through fourth grade.

Lakeview Local School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2004

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$198,099	\$173,504	\$24,055	\$395,658
Cash and Cash Equivalents with Fiscal Agents	0	462	0	462
Taxes Receivable	0	518,069	271,338	789,407
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	60,929	0	0	60,929
Inventory Held for Resale	12,525	0	0	12,525
Materials and Supplies Inventory	2,147	0	0	2,147
<i>Total Assets</i>	<u>\$273,700</u>	<u>\$692,035</u>	<u>\$295,393</u>	<u>\$1,261,128</u>
 Liabilities and Fund Balances				
Liabilities				
Matured Interest Payable	\$0	\$462	\$0	\$462
Accrued Wages	44,689	0	0	44,689
Intergovernmental Payable	13,862	0	0	13,862
Deferred Revenue	47,113	473,069	271,338	791,520
<i>Total Liabilities</i>	<u>105,664</u>	<u>473,531</u>	<u>271,338</u>	<u>850,533</u>
 Fund Balances				
Reserved for Property Taxes	0	45,000	0	45,000
Unreserved:				
Undesignated Reported in:				
Special Revenue Funds	168,036	0	0	168,036
Debt Service Fund	0	173,504	0	173,504
Capital Projects Funds	0	0	24,055	24,055
<i>Total Fund Balances</i>	<u>168,036</u>	<u>218,504</u>	<u>24,055</u>	<u>410,595</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$273,700</u>	<u>\$692,035</u>	<u>\$295,393</u>	<u>\$1,261,128</u>

Lakeview Local School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2004

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property and Other Local Taxes	\$0	\$460,240	\$251,351	\$711,591
Intergovernmental	665,021	54,854	28,377	748,252
Interest	893	0	0	893
Tuition and Fees	82,486	0	0	82,486
Extracurricular Activities	136,751	0	0	136,751
Contributions and Donations	32,096	0	0	32,096
Charges for Services	417,457	0	0	417,457
<i>Total Revenues</i>	<u>1,334,704</u>	<u>515,094</u>	<u>279,728</u>	<u>2,129,526</u>
Expenditures				
Current:				
Instruction:				
Regular	188,191	0	2,546	190,737
Special	363,630	0	0	363,630
Support Services:				
Pupil	24,080	0	0	24,080
Instructional Staff	53,263	0	0	53,263
Administration	726	0	0	726
Fiscal	19,442	7,881	297	27,620
Operation and Maintenance of Plant	0	0	124,720	124,720
Operation of Non-Instructional Services	3,608	0	0	3,608
Operation of Food Services	565,598	0	0	565,598
Extracurricular Activities	145,818	0	0	145,818
Capital Outlay	0	0	4,264	4,264
Debt Service:				
Principal Retirement	0	360,000	96,405	456,405
Interest and Fiscal Charges	0	149,613	83,106	232,719
<i>Total Expenditures</i>	<u>1,364,356</u>	<u>517,494</u>	<u>311,338</u>	<u>2,193,188</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(29,652)</u>	<u>(2,400)</u>	<u>(31,610)</u>	<u>(63,662)</u>
Other Financing Sources (Uses)				
Transfers In	112	0	0	112
Transfers Out	(33,000)	0	0	(33,000)
<i>Total Other Financing Sources (Uses)</i>	<u>(32,888)</u>	<u>0</u>	<u>0</u>	<u>(32,888)</u>
<i>Net Change in Fund Balances</i>	(62,540)	(2,400)	(31,610)	(96,550)
<i>Fund Balances Beginning of Year</i>	<u>230,576</u>	<u>220,904</u>	<u>55,665</u>	<u>507,145</u>
<i>Fund Balances End of Year</i>	<u>\$168,036</u>	<u>\$218,504</u>	<u>\$24,055</u>	<u>\$410,595</u>

Lakeview Local School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2004

	Public School Support	District Managed Activity	Educational Management Information Systems
Assets			
Equity in Pooled Cash and Cash Equivalents	\$30,820	\$26,676	\$3,552
Accounts Receivable	0	0	0
Intergovernmental Receivable	0	0	0
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$30,820</u>	<u>\$26,676</u>	<u>\$3,552</u>
 Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$0	\$0
Accrued Wages	0	0	0
Interfund Payable	0	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	0	0	0
<i>Total Liabilities</i>	0	0	0
 Fund Balances			
Unreserved, Undesignated (Deficit)	30,820	26,676	3,552
<i>Total Liabilities and Fund Balances</i>	<u>\$30,820</u>	<u>\$26,676</u>	<u>\$3,552</u>

Scholarship	Part B IDEA	Title I	Local Professional Development Grant
\$22,936	\$9,112	\$18,833	\$33
0	0	0	0
0	29,709	3,415	0
0	0	0	0
0	0	0	0
<u>\$22,936</u>	<u>\$38,821</u>	<u>\$22,248</u>	<u>\$33</u>
\$0	\$0	\$0	\$0
0	19,636	16,905	0
0	0	0	0
0	4,859	4,315	0
0	29,709	3,415	0
0	54,204	24,635	0
<u>22,936</u>	<u>(15,383)</u>	<u>(2,387)</u>	<u>33</u>
<u>\$22,936</u>	<u>\$38,821</u>	<u>\$22,248</u>	<u>\$33</u>

(continued)

Lakeview Local School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2004

	Schoolnet Professional Development	Ohio Reads Grant	Title II-A
Assets			
Equity in Pooled Cash and Cash Equivalents	\$1,037	\$0	\$1,050
Accounts Receivable	0	0	0
Intergovernmental Receivable	0	0	13,989
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$1,037</u>	<u>\$0</u>	<u>\$15,039</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$0	\$0
Accrued Wages	0	0	7,118
Interfund Payable	0	0	0
Intergovernmental Payable	0	201	1,870
Deferred Revenue	0	0	13,989
<i>Total Liabilities</i>	0	201	22,977
Fund Balances			
Unreserved, Undesignated (Deficit)	1,037	(201)	(7,938)
<i>Total Liabilities and Fund Balances</i>	<u>\$1,037</u>	<u>\$0</u>	<u>\$15,039</u>

<u>Assistive Technology</u>	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$21,582	\$49,530	\$12,938	\$198,099
0	0	0	0
0	13,816	0	60,929
0	12,525	0	12,525
0	2,147	0	2,147
<u>\$21,582</u>	<u>\$78,018</u>	<u>\$12,938</u>	<u>\$273,700</u>
\$0	\$0	\$0	\$0
0	1,030	0	44,689
0	0	0	0
0	2,617	0	13,862
0	0	0	47,113
0	3,647	0	105,664
<u>21,582</u>	<u>74,371</u>	<u>12,938</u>	<u>168,036</u>
<u>\$21,582</u>	<u>\$78,018</u>	<u>\$12,938</u>	<u>\$273,700</u>

Lakeview Local School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds

For the Fiscal Year Ended June 30, 2004

	Public School Support	District Managed Activity	Educational Management Information Systems
Revenues			
Intergovernmental	\$0	\$0	\$8,061
Interest	0	61	0
Tuition and Fees	50,164	0	0
Extracurricular Activities	0	136,751	0
Contributions and Donations	29,046	0	0
Charges for Services	0	0	0
<i>Total Revenues</i>	<u>79,210</u>	<u>136,812</u>	<u>8,061</u>
Expenditures			
Current:			
Instruction:			
Regular	63,772	0	0
Special	0	0	0
Support Services:			
Pupil	3,321	0	0
Instructional Staff	0	0	0
Administration	0	0	0
Fiscal	0	0	19,442
Operation of Non-Instructional Services	3,608	0	0
Food Service Operations	0	0	0
Extracurricular Activities	662	145,156	0
<i>Total Expenditures</i>	<u>71,363</u>	<u>145,156</u>	<u>19,442</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>7,847</u>	<u>(8,344)</u>	<u>(11,381)</u>
Other Financing Sources (Uses)			
Transfers In	0	0	0
Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	7,847	(8,344)	(11,381)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>22,973</u>	<u>35,020</u>	<u>14,933</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$30,820</u></u>	<u><u>\$26,676</u></u>	<u><u>\$3,552</u></u>

Scholarship	Part B IDEA	Title I	Innovative Program Title V	Local Professional Development Grant
\$0	\$217,863	\$133,194	\$13,936	\$0
121	0	0	0	0
0	0	0	0	0
0	0	0	0	0
3,050	0	0	0	0
0	0	0	0	0
3,171	217,863	133,194	13,936	0
8,499	0	0	0	260
0	181,432	132,438	12,753	0
0	0	0	0	0
0	53,263	0	0	0
726	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
9,225	234,695	132,438	12,753	260
(6,054)	(16,832)	756	1,183	(260)
112	0	0	0	0
0	0	0	0	0
112	0	0	0	0
(5,942)	(16,832)	756	1,183	(260)
28,878	1,449	(3,143)	(1,183)	293
\$22,936	(\$15,383)	(\$2,387)	\$0	\$33

(continued)

Lakeview Local School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds (continued)

For the Fiscal Year Ended June 30, 2004

	OneNet Communications	Schoolnet Professional Development	4th Grade Summer School
Revenues			
Intergovernmental	\$12,000	\$4,138	\$42,212
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Contributions and Donations	0	0	0
Charges for Services	0	0	0
<i>Total Revenues</i>	<u>12,000</u>	<u>4,138</u>	<u>42,212</u>
Expenditures			
Current:			
Instruction:			
Regular	0	3,484	40,925
Special	0	0	1,350
Support Services:			
Pupil	12,000	0	0
Instructional Staff	0	0	0
Administration	0	0	0
Fiscal	0	0	0
Operation of Non-Instructional Services	0	0	0
Food Service Operations	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>12,000</u>	<u>3,484</u>	<u>42,275</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>0</u>	<u>654</u>	<u>(63)</u>
Other Financing Sources (Uses)			
Transfers In	0	0	0
Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	0	654	(63)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>0</u>	<u>383</u>	<u>63</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>\$1,037</u>	<u>\$0</u>

Ohio Reads Grant	Title II-A	Assistive Technology	Safe and Drug Free Schools
\$24,695	\$50,874	\$25,359	\$8,756
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
<u>24,695</u>	<u>50,874</u>	<u>25,359</u>	<u>8,756</u>
3,991	54,872	0	0
26,398	103	9,156	0
0	0	0	8,759
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
<u>30,389</u>	<u>54,975</u>	<u>9,156</u>	<u>8,759</u>
<u>(5,694)</u>	<u>(4,101)</u>	<u>16,203</u>	<u>(3)</u>
0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(5,694)	(4,101)	16,203	(3)
<u>5,493</u>	<u>(3,837)</u>	<u>5,379</u>	<u>3</u>
<u>(\$201)</u>	<u>(\$7,938)</u>	<u>\$21,582</u>	<u>\$0</u>

(continued)

Lakeview Local School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds (continued)

For the Fiscal Year Ended June 30, 2004

	Food Service	Uniform School Supplies	Total Nonmajor Special Revenue Funds
Revenues			
Intergovernmental	\$123,933	\$0	\$665,021
Interest	711	0	893
Tuition and Fees	0	32,322	82,486
Extracurricular Activities	0	0	136,751
Contributions and Donations	0	0	32,096
Charges for Services	417,457	0	417,457
<i>Total Revenues</i>	<u>542,101</u>	<u>32,322</u>	<u>1,334,704</u>
Expenditures			
Current:			
Instruction:			
Regular	0	12,388	188,191
Special	0	0	363,630
Support Services:			
Pupil	0	0	24,080
Instructional Staff	0	0	53,263
Administration	0	0	726
Fiscal	0	0	19,442
Operation of Non-Instructional Services	0	0	3,608
Food Service Operations	565,598	0	565,598
Extracurricular Activities	0	0	145,818
<i>Total Expenditures</i>	<u>565,598</u>	<u>12,388</u>	<u>1,364,356</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(23,497)</u>	<u>19,934</u>	<u>(29,652)</u>
Other Financing Sources (Uses)			
Transfers In	0	0	112
Transfers Out	0	(33,000)	(33,000)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>(33,000)</u>	<u>(32,888)</u>
<i>Net Change in Fund Balances</i>	(23,497)	(13,066)	(62,540)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>97,868</u>	<u>26,004</u>	<u>230,576</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$74,371</u>	<u>\$12,938</u>	<u>\$168,036</u>

Lakeview Local School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2004

	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Totals</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$24,028	\$27	\$24,055
Taxes Receivable	<u>271,338</u>	<u>0</u>	<u>271,338</u>
<i>Total Assets</i>	<u><u>\$295,366</u></u>	<u><u>\$27</u></u>	<u><u>\$295,393</u></u>
Liabilities			
Deferred Revenue	<u>\$271,338</u>	<u>\$0</u>	<u>\$271,338</u>
<i>Total Liabilities</i>	271,338	0	271,338
Fund Balances			
Unreserved, Undesignated	<u>24,028</u>	<u>27</u>	<u>24,055</u>
<i>Total Liabilities and Fund Balances</i>	<u><u>\$295,366</u></u>	<u><u>\$27</u></u>	<u><u>\$295,393</u></u>

Lakeview Local School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2004*

	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Totals</u>
Revenues			
Property and Other Local Taxes	\$251,351	\$0	\$251,351
Intergovernmental	28,377	0	28,377
<i>Total Revenues</i>	<u>279,728</u>	<u>0</u>	<u>279,728</u>
Expenditures			
Current:			
Instruction:			
Regular	0	2,546	2,546
Support Services:			
Fiscal	297	0	297
Operation and Maintenance of Plant	124,720	0	124,720
Capital Outlay	4,264	0	4,264
Debt Service:			
Principal Retirement	96,405	0	96,405
Interest and Fiscal Charges	83,106	0	83,106
<i>Total Expenditures</i>	<u>308,792</u>	<u>2,546</u>	<u>311,338</u>
<i>Net Change in Fund Balance</i>	(29,064)	(2,546)	(31,610)
<i>Fund Balances Beginning of Year</i>	<u>53,092</u>	<u>2,573</u>	<u>55,665</u>
<i>Fund Balances End of Year</i>	<u>\$24,028</u>	<u>\$27</u>	<u>\$24,055</u>

Lakeview Local School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2004

Student Activities - This fund reflects resources that belong to the student bodies of the various schools.

	Beginning Balance 6/30/03	Additions	Deductions	Ending Balance 6/30/04
Student Activities				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$81,840	\$167,075	\$162,568	\$86,347
Liabilities				
Due to Students	\$81,840	\$167,075	\$162,568	\$86,347

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property and Other Local Taxes	\$6,451,933	\$6,432,358	\$6,432,379	\$21
Intergovernmental	7,232,154	7,209,547	7,209,992	445
Interest	10,346	10,315	12,066	1,751
Tuition and Fees	574,469	572,726	586,242	13,516
Contributions and Donations	45,739	45,600	45,697	97
Miscellaneous	93,198	93,580	96,358	2,778
<i>Total Revenues</i>	<u>14,407,839</u>	<u>14,364,126</u>	<u>14,382,734</u>	<u>18,608</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	4,923,000	4,926,000	4,922,653	3,347
Fringe Benefits	1,930,250	1,782,407	1,782,161	246
Purchased Services	2,300	2,300	1,657	643
Materials and Supplies	136,026	140,629	140,629	0
Capital Outlay - New	12,400	6,506	6,371	135
Total Regular	<u>7,003,976</u>	<u>6,857,842</u>	<u>6,853,471</u>	<u>4,371</u>
Special:				
Salaries and Wages	849,500	801,500	774,448	27,052
Fringe Benefits	339,032	320,032	319,357	675
Purchased Services	269,700	388,949	383,531	5,418
Materials and Supplies	22,500	10,704	7,264	3,440
Capital Outlay - New	0	840	833	7
Total Special	<u>1,480,732</u>	<u>1,522,025</u>	<u>1,485,433</u>	<u>36,592</u>
Total Instruction	<u>\$8,484,708</u>	<u>\$8,379,867</u>	<u>\$8,338,904</u>	<u>\$40,963</u>

(continued)

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Support Services:				
Pupil:				
Salaries and Wages	\$451,000	\$451,000	\$450,775	\$225
Fringe Benefits	145,445	147,895	147,867	28
Purchased Services	72,225	39,418	39,077	341
Materials and Supplies	127,300	127,445	84,618	42,827
Total Pupil	<u>795,970</u>	<u>765,758</u>	<u>722,337</u>	<u>43,421</u>
Instructional Staff:				
Salaries and Wages	467,000	442,000	440,815	1,185
Fringe Benefits	136,230	126,230	123,285	2,945
Purchased Services	9,350	11,080	10,795	285
Materials and Supplies	25,350	28,563	26,145	2,418
Capital Outlay - New	0	500	288	212
Total Instructional Staff	<u>637,930</u>	<u>608,373</u>	<u>601,328</u>	<u>7,045</u>
Board of Education:				
Salaries and Wages	6,700	6,700	6,240	460
Fringe Benefits	500	505	505	0
Purchased Services	3,000	3,485	3,482	3
Materials and Supplies	50	50	0	50
Other	24,775	24,775	21,027	3,748
Total Board of Education	<u>35,025</u>	<u>35,515</u>	<u>31,254</u>	<u>4,261</u>
Administration:				
Salaries and Wages	754,000	755,700	755,647	53
Fringe Benefits	286,800	284,300	283,014	1,286
Purchased Services	76,475	87,222	83,248	3,974
Materials and Supplies	5,000	6,780	6,683	97
Capital Outlay - Replacement	45,600	5,600	1,299	4,301
Other	412,500	442,000	433,579	8,421
Total Administration	<u>\$1,580,375</u>	<u>\$1,581,602</u>	<u>\$1,563,470</u>	<u>\$18,132</u>

(continued)

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Fiscal:				
Salaries and Wages	\$129,000	\$129,000	\$126,791	\$2,209
Fringe Benefits	55,585	57,725	57,722	3
Purchased Services	41,455	42,965	38,971	3,994
Materials and Supplies	2,500	2,500	1,405	1,095
Other	140,650	164,168	156,702	7,466
Total Fiscal	369,190	396,358	381,591	14,767
Operation and Maintenance of Plant:				
Salaries and Wages	637,900	637,900	631,443	6,457
Fringe Benefits	277,400	252,400	246,324	6,076
Purchased Services	512,050	558,775	507,329	51,446
Materials and Supplies	98,000	107,259	101,162	6,097
Capital Outlay - New	0	860	856	4
Total Operation and Maintenance of Plant	1,525,350	1,557,194	1,487,114	70,080
Pupil Transportation:				
Salaries and Wages	375,000	446,400	409,137	37,263
Fringe Benefits	172,900	180,900	180,878	22
Purchased Services	34,600	45,583	41,327	4,256
Materials and Supplies	64,000	69,809	62,805	7,004
Total Pupil Transportation	646,500	742,692	694,147	48,545
Total Support Services	\$5,590,340	\$5,687,492	\$5,481,241	\$206,251

(continued)

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Extracurricular Activities:				
Sports Oriented Activities:				
Salaries and Wages	\$296,500	\$304,700	\$304,640	\$60
Fringe Benefits	44,150	45,170	45,169	1
Purchased Services	1,950	7,228	1,573	5,655
Total Extracurricular Activities	<u>342,600</u>	<u>357,098</u>	<u>351,382</u>	<u>5,716</u>
Capital Outlay:				
Architecture and Engineering Services:				
Purchased Services	2,000	2,000	0	2,000
Other Facilities Acquisition and Construction:				
Capital Outlay - New	<u>0</u>	<u>8,000</u>	<u>7,963</u>	<u>37</u>
Total Capital Outlay	<u>2,000</u>	<u>10,000</u>	<u>7,963</u>	<u>2,037</u>
<i>Total Expenditures</i>	<u>14,419,648</u>	<u>14,434,457</u>	<u>14,179,490</u>	<u>254,967</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(11,809)</u>	<u>(70,331)</u>	<u>203,244</u>	<u>273,575</u>
Other Financing Sources (Uses)				
Advances In	1,183	1,183	1,183	0
Transfers In	0	33,000	33,000	0
Transfers Out	<u>0</u>	<u>(112)</u>	<u>(112)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>1,183</u>	<u>34,071</u>	<u>34,071</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(10,626)</u>	<u>(36,260)</u>	<u>237,315</u>	<u>273,575</u>
<i>Fund Balance Beginning of Year</i>	279,386	279,386	279,386	0
Prior Year Encumbrances Appropriated	<u>67,544</u>	<u>67,544</u>	<u>67,544</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$336,304</u></u>	<u><u>\$310,670</u></u>	<u><u>\$584,245</u></u>	<u><u>\$273,575</u></u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Tuition and Fees	\$26,243	\$50,505	\$50,689	\$184
Contributions and Donations	14,257	27,439	29,046	1,607
<i>Total Revenues</i>	40,500	77,944	79,735	1,791
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	12,000	42,565	40,434	2,131
Materials and Supplies	2,600	4,917	3,089	1,828
Other	22,200	34,190	26,407	7,783
Total Instruction	36,800	81,672	69,930	11,742
Support Services:				
Pupil:				
Materials and Supplies	0	3,023	3,021	2
Other	100	300	300	0
Total Pupil	100	3,323	3,321	2
Pupil Transportation:				
Purchased Services	6,000	5,268	0	5,268
Total Support Services	6,100	8,591	3,321	5,270
Food Service Operations:				
Materials and Supplies	4,500	4,081	3,608	473
Extracurricular Activities:				
School and Public Service:				
Other	600	663	662	1
<i>Total Expenditures</i>	48,000	95,007	77,521	17,486
<i>Net Change in Fund Balance</i>	(7,500)	(17,063)	2,214	19,277
<i>Fund Balance Beginning of Year</i>	22,340	22,340	22,340	0
Prior Year Encumbrances Appropriated	6,266	6,266	6,266	0
<i>Fund Balance End of Year</i>	\$21,106	\$11,543	\$30,820	\$19,277

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
District Managed Activity Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Interest	\$63	\$57	\$61	\$4
Extracurricular Activities	149,937	136,711	136,751	40
<i>Total Revenues</i>	150,000	136,768	136,812	44
Expenditures				
Current:				
Extracurricular Activities:				
Sports Oriented Activities:				
Purchased Services	36,271	38,849	38,742	107
Materials and Supplies	61,515	49,641	46,033	3,608
Other	9,575	9,257	9,248	9
Total Sports Oriented Activities	107,361	97,747	94,023	3,724
Academic Oriented Activities:				
Purchased Services	22,081	21,600	21,600	0
Materials and Supplies	16,413	23,646	22,133	1,513
Other	4,140	7,457	7,400	57
Total Academic Oriented Activities	42,634	52,703	51,133	1,570
<i>Total Expenditures</i>	149,995	150,450	145,156	5,294
<i>Net Change in Fund Balance</i>	5	(13,682)	(8,344)	5,338
<i>Fund Balance Beginning of Year</i>	21,167	21,167	21,167	0
Prior Year Encumbrances Appropriated	13,853	13,853	13,853	0
<i>Fund Balance End of Year</i>	\$35,025	\$21,338	\$26,676	\$5,338

Lakeview Local School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Educational Management Information Systems Fund
 For the Fiscal Year Ended June 30, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$9,000	\$8,061	\$8,061	\$0
Expenditures				
Current:				
Support Services:				
Fiscal:				
Materials and Supplies	0	10,583	10,582	1
Capital Outlay - New	10,000	10,652	8,860	1,792
<i>Total Expenditures</i>	10,000	21,235	19,442	1,793
<i>Net Change in Fund Balance</i>	(1,000)	(13,174)	(11,381)	1,793
<i>Fund Balance Beginning of Year</i>	14,933	14,933	14,933	0
<i>Fund Balance End of Year</i>	<u>\$13,933</u>	<u>\$1,759</u>	<u>\$3,552</u>	<u>\$1,793</u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Scholarship Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$0	\$111	\$121	\$10
Contributions and Donations	2,300	3,050	3,050	0
<i>Total Revenues</i>	2,300	3,161	3,171	10
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	3,045	3,045	2,474	571
Capital Outlay - New	1,500	2,000	1,525	475
Other	4,500	5,000	4,500	500
Total Instruction	9,045	10,045	8,499	1,546
Support Services:				
Administration:				
Materials and Supplies	0	726	726	0
<i>Total Expenditures</i>	9,045	10,771	9,225	1,546
<i>Excess of Revenues Under Expenditures</i>	(6,745)	(7,610)	(6,054)	1,556
Other Financing Sources				
Transfers In	0	112	112	0
<i>Net Change in Fund Balance</i>	(6,745)	(7,498)	(5,942)	1,556
<i>Fund Balance Beginning of Year</i>	28,152	28,152	28,152	0
Prior Year Encumbrances Appropriated	726	726	726	0
<i>Fund Balance End of Year</i>	\$22,133	\$21,380	\$22,936	\$1,556

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Part B IDEA Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$247,572	\$217,863	\$217,863	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	110,694	90,198	90,198	0
Fringe Benefits	22,307	28,375	28,375	0
Purchased Services	45,000	30,000	30,000	0
Materials and Supplies	6,000	18,796	15,619	3,177
Capital Outlay - New	8,960	14,184	13,974	210
Total Instruction	192,961	181,553	178,166	3,387
Support Services:				
Instructional Staff:				
Salaries and Wages	22,307	37,762	37,762	0
Fringe Benefits	15,556	15,600	15,600	0
Materials and Supplies	350	350	0	350
Total Support Services	38,213	53,712	53,362	350
<i>Total Expenditures</i>	231,174	235,265	231,528	3,737
<i>Net Change in Fund Balance</i>	16,398	(17,402)	(13,665)	3,737
<i>Fund Balance Beginning of Year</i>	19,381	19,381	19,381	0
Prior Year Encumbrances Appropriated	3,396	3,396	3,396	0
<i>Fund Balance End of Year</i>	\$39,175	\$5,375	\$9,112	\$3,737

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$135,605	\$133,194	\$133,194	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	109,880	125,543	107,857	17,686
Fringe Benefits	21,945	22,118	22,118	0
Purchased Services	3,780	3,780	2,633	1,147
<i>Total Expenditures</i>	<u>135,605</u>	<u>151,441</u>	<u>132,608</u>	<u>18,833</u>
<i>Net Change in Fund Balance</i>	0	(18,247)	586	18,833
<i>Fund Balance Beginning of Year</i>	<u>18,247</u>	<u>18,247</u>	<u>18,247</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$18,247</u>	<u>\$0</u>	<u>\$18,833</u>	<u>\$18,833</u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Innovative Program Title V Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$12,501	\$13,936	\$13,936	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Capital Outlay - New	<u>11,318</u>	<u>12,753</u>	<u>12,753</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	1,183	1,183	1,183	0
Other Financing Uses				
Advances Out	<u>(1,183)</u>	<u>(1,183)</u>	<u>(1,183)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Lakeview Local School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Local Professional Development Grant Fund
 For the Fiscal Year Ended June 30, 2004*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	<u>285</u>	<u>285</u>	<u>260</u>	<u>25</u>
<i>Net Change in Fund Balance</i>	(285)	(285)	(260)	25
<i>Fund Balance Beginning of Year</i>	<u>293</u>	<u>293</u>	<u>293</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$8</u></u>	<u><u>\$8</u></u>	<u><u>\$33</u></u>	<u><u>\$25</u></u>

Lakeview Local School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 OneNet Communications Fund
 For the Fiscal Year Ended June 30, 2004*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$12,000	\$12,000	\$12,000	\$0
Expenditures				
Current:				
Support Services:				
Pupils:				
Purchased Services	<u>12,000</u>	<u>12,000</u>	<u>12,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Schoolnet Professional Development Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$4,138	\$4,138	\$4,138	\$0
Expenditures				
Current:				
Regular:				
Purchased Services	6,321	6,321	5,284	1,037
<i>Net Change in Fund Balance</i>	(2,183)	(2,183)	(1,146)	1,037
<i>Fund Balance Beginning of Year</i>	383	383	383	0
Prior Year Encumbrances Appropriated	1,800	1,800	1,800	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$1,037</u>	<u>\$1,037</u>

Lakeview Local School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Safe Schools Helpline Fund
 For the Fiscal Year Ended June 30, 2004*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$2,000	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Administration:				
Purchased Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	2,000	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,000</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
4th Grade Summer School Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$42,212	\$42,212	\$42,212	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	0	14,635	14,635	0
Fringe Benefits	0	2,034	2,034	0
Materials and Supplies	63	24,256	24,256	0
Total Regular	63	40,925	40,925	0
Special:				
Purchased Services	0	1,350	1,350	0
Total Instruction	63	42,275	42,275	0
<i>Net Change in Fund Balance</i>	42,149	(63)	(63)	0
<i>Fund Balance Beginning of Year</i>	63	63	63	0
<i>Fund Balance End of Year</i>	\$42,212	\$0	\$0	\$0

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Ohio Reads Grant Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$34,000</u>	<u>\$24,695</u>	<u>\$24,695</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	<u>4,000</u>	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Special:				
Salaries and Wages	18,347	18,347	18,347	0
Fringe Benefits	2,653	2,653	2,653	0
Materials and Supplies	<u>5,800</u>	<u>5,800</u>	<u>5,495</u>	<u>305</u>
Total Special	<u>26,800</u>	<u>26,800</u>	<u>26,495</u>	<u>305</u>
<i>Total Expenditures</i>	<u>30,800</u>	<u>30,800</u>	<u>30,495</u>	<u>305</u>
<i>Net Change in Fund Balance</i>	3,200	(6,105)	(5,800)	305
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	<u>5,800</u>	<u>5,800</u>	<u>5,800</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>\$9,000</u>	<u>(\$305)</u>	<u>\$0</u>	<u>\$305</u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title II-A Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$50,874	\$50,874	\$50,874	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	44,471	44,471	44,471	0
Fringe Benefits	11,259	11,259	11,259	0
<i>Total Expenditures</i>	<u>55,730</u>	<u>55,730</u>	<u>55,730</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(4,856)	(4,856)	(4,856)	0
<i>Fund Balance Beginning of Year</i>	<u>5,906</u>	<u>5,906</u>	<u>5,906</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,050</u>	<u>\$1,050</u>	<u>\$1,050</u>	<u>\$0</u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Assistive Technology Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$66,230	\$25,359	\$25,359	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	926	926	926	0
Materials and Supplies	1,595	1,595	1,595	0
Capital Outlay - New	11,045	11,045	11,045	0
<i>Total Expenditures</i>	<u>13,566</u>	<u>13,566</u>	<u>13,566</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	52,664	11,793	11,793	0
<i>Fund Balance Beginning of Year</i>	618	618	618	0
Prior Year Encumbrances Appropriated	<u>9,171</u>	<u>9,171</u>	<u>9,171</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$62,453</u></u>	<u><u>\$21,582</u></u>	<u><u>\$21,582</u></u>	<u><u>\$0</u></u>

Lakeview Local School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Safe and Drug Free Schools Fund
 For the Fiscal Year Ended June 30, 2004*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$7,802	\$8,756	\$8,756	\$0
Expenditures				
Current:				
Support Services:				
Pupil:				
Purchased Services	<u>7,805</u>	<u>8,759</u>	<u>8,759</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(3)	(3)	(3)	0
<i>Fund Balance Beginning of Year</i>	<u>3</u>	<u>3</u>	<u>3</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$400,000	\$414,466	\$417,457	\$2,991
Interest	1,000	711	711	0
Operating Grants	109,000	109,675	109,781	106
<i>Total Revenues</i>	<u>510,000</u>	<u>524,852</u>	<u>527,949</u>	<u>3,097</u>
Expenditures				
Current:				
Food Service Operations:				
Salaries and Wages	266,000	270,841	257,220	13,621
Fringe Benefits	81,000	85,900	85,841	59
Purchased Services	10,700	14,990	10,672	4,318
Materials and Supplies	200,000	221,747	204,720	17,027
Capital Outlay - New	10,000	15,200	7,146	8,054
Capital Outlay - Replacement	0	2,000	1,430	570
<i>Total Expenditures</i>	<u>567,700</u>	<u>610,678</u>	<u>567,029</u>	<u>43,649</u>
<i>Net Change in Fund Balance</i>	(57,700)	(85,826)	(39,080)	46,746
<i>Fund Balance Beginning of Year</i>	80,973	80,973	80,973	0
Prior Year Encumbrances Appropriated	7,637	7,637	7,637	0
<i>Fund Balance End of Year</i>	<u>\$30,910</u>	<u>\$2,784</u>	<u>\$49,530</u>	<u>\$46,746</u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Tuition and Fees	\$19,000	\$30,800	\$32,322	\$1,522
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	<u>16,000</u>	<u>16,892</u>	<u>12,811</u>	<u>4,081</u>
<i>Excess of Revenues Over Expenditures</i>	3,000	13,908	19,511	5,603
Other Financing Uses				
Transfers Out	<u>0</u>	<u>(33,000)</u>	<u>(33,000)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	3,000	(19,092)	(13,489)	5,603
<i>Fund Balance Beginning of Year</i>	25,535	25,535	25,535	0
Prior Year Encumbrances Appropriated	<u>892</u>	<u>892</u>	<u>892</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$29,427</u></u>	<u><u>\$7,335</u></u>	<u><u>\$12,938</u></u>	<u><u>\$5,603</u></u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property and Other Local Taxes	\$465,000	\$465,240	\$465,240	\$0
Intergovernmental	57,019	54,850	54,854	4
<i>Total Revenues</i>	<u>522,019</u>	<u>520,090</u>	<u>520,094</u>	<u>4</u>
Expenditures				
Current:				
Support Services:				
Fiscal:				
Other	7,500	7,882	7,881	1
Debt Service:				
Principal Retirement	360,000	360,000	360,000	0
Interest and Fiscal Charges	138,210	149,613	149,613	0
Total Debt Service	<u>498,210</u>	<u>509,613</u>	<u>509,613</u>	<u>0</u>
<i>Total Expenditures</i>	<u>505,710</u>	<u>517,495</u>	<u>517,494</u>	<u>1</u>
<i>Net Change in Fund Balance</i>	16,309	2,595	2,600	5
<i>Fund Balance Beginning of Year</i>	<u>170,904</u>	<u>170,904</u>	<u>170,904</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$187,213</u></u>	<u><u>\$173,499</u></u>	<u><u>\$173,504</u></u>	<u><u>\$5</u></u>

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$251,500	\$251,267	\$251,351	\$84
Intergovernmental	40,062	28,000	28,377	377
<i>Total Revenues</i>	291,562	279,267	279,728	461
Expenditures				
Current:				
Support Services:				
Fiscal:				
Other	310	310	297	13
Operation and Maintenance of Plant:				
Purchased Services	15,689	19,089	11,149	7,940
Materials and Supplies	2,000	10,500	8,600	1,900
Capital Outlay - New	90,000	90,027	89,973	54
Capital Outlay - Replacement	0	35,000	34,975	25
Total Operation and Maintenance of Plant	107,689	154,616	144,697	9,919
Total Support Services	107,999	154,926	144,994	9,932
Capital Outlay:				
Other Facilities Acquisition and Construction Services:				
Other	4,500	4,500	4,264	236
Debt Service:				
Principal Retirement	96,405	96,405	96,405	0
Interest and Fiscal Charges	83,106	83,106	83,106	0
Total Debt Service	179,511	179,511	179,511	0
<i>Total Expenditures</i>	292,010	338,937	328,769	10,168
<i>Net Change in Fund Balance</i>	(448)	(59,670)	(49,041)	10,629
<i>Fund Balance Beginning of Year</i>	9,542	9,542	9,542	0
Prior Year Encumbrances Appropriated	63,527	63,527	63,527	0
<i>Fund Balance End of Year</i>	\$72,621	\$13,399	\$24,028	\$10,629

Lakeview Local School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
School Net Plus Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	0	952	951	1
Capital Outlay - New	<u>2,000</u>	<u>1,595</u>	<u>1,595</u>	<u>0</u>
<i>Total Expenditures</i>	<u>2,000</u>	<u>2,547</u>	<u>2,546</u>	<u>1</u>
<i>Net Change in Fund Balance</i>	(2,000)	(2,547)	(2,546)	1
<i>Fund Balance Beginning of Year</i>	<u>2,573</u>	<u>2,573</u>	<u>2,573</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$573</u>	<u>\$26</u>	<u>\$27</u>	<u>\$1</u>

Lakeview Local School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Scholarship Trust Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$600	\$211	\$211	\$0
Expenses				
Current:				
Instruction:				
Regular:				
Other	<u>300</u>	<u>295</u>	<u>295</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	300	(84)	(84)	0
<i>Fund Equity Beginning of Year</i>	<u>20,297</u>	<u>20,297</u>	<u>20,297</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$20,597</u></u>	<u><u>\$20,213</u></u>	<u><u>\$20,213</u></u>	<u><u>\$0</u></u>

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Statistical Section

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Lakeview Local School District
Governmental Activities
Revenues by Source and Expenses by Program (1)
Last Two Fiscal Years

	2004	2003
Program Revenues		
Charges for Services	\$1,223,929	\$1,164,564
Operating Grants and Contributions	781,668	808,960
Capital Grants and Contributions	0	102,360
General Revenues		
Property and Other Local Taxes	6,937,866	7,479,638
Grants and Entitlements not Restricted to Specific Programs	7,328,796	6,591,942
Investment Earnings	11,377	24,712
Miscellaneous	96,358	123,265
<i>Total</i>	<u>\$16,379,994</u>	<u>\$16,295,441</u>
Expenses		
Current:		
Instruction:		
Regular	\$7,224,340	\$7,555,078
Special	1,845,951	1,853,188
Vocational	6,312	0
Support Services:		
Pupil	751,540	692,596
Instructional Staff	648,100	705,426
Board of Education	31,254	32,019
Administration	1,513,418	1,566,723
Fiscal	410,113	369,077
Operation and Maintenance of Plant	1,596,206	1,606,590
Pupil Transportation	760,836	770,013
Operation of Food Services	570,568	539,271
Extracurricular Activities	508,167	437,134
Interest and Fiscal Charges	274,306	353,821
<i>Total</i>	<u>\$16,141,111</u>	<u>\$16,480,936</u>

Source: School District Financial Records

(1) Information is based on full accrual basis of accounting

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

	2004 (2)	2003 (2)	2002 (2)	2001 (2)
Revenues				
Property and Other Local Taxes	\$6,307,379	\$6,757,389	\$6,366,546	\$6,636,630
Intergovernmental	7,245,565	6,638,599	6,669,541	6,042,246
Interest	10,484	21,280	40,829	63,338
Tuition and Fees	586,242	561,844	523,771	590,862
Contributions and Donations	43,452	50,650	73,918	4,150
Charges for Services	0	0	0	0
Rentals	993	1,519	37,441	28,039
Miscellaneous	96,358	123,265	3,616	4,110
<i>Total</i>	<u>\$14,290,473</u>	<u>\$14,154,546</u>	<u>\$13,715,662</u>	<u>\$13,369,375</u>
Expenditures				
Current:				
Instruction:				
Regular	\$6,934,425	\$7,140,584	\$6,972,897	\$6,456,952
Special	1,468,205	1,452,334	1,437,382	1,028,724
Vocational	6,312	0	0	0
Other	0	0	0	0
Support Services:				
Pupil	718,108	704,193	715,681	646,998
Instructional Staff	584,800	634,064	612,884	557,688
Board of Education	31,254	32,019	31,427	18,900
Administration	1,503,307	1,559,200	1,367,112	1,332,486
Fiscal	379,887	354,308	346,268	326,294
Operation and Maintenance of Plant	1,465,398	1,471,809	1,400,309	1,286,683
Pupil Transportation	683,854	618,338	647,694	642,499
Central	0	0	0	0
Extracurricular Activities	351,162	330,520	315,967	296,999
Capital Outlay	7,963	11,583	134,883	90,825
Debt Service				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<i>Total</i>	<u>\$14,134,675</u>	<u>\$14,308,952</u>	<u>\$13,982,504</u>	<u>\$12,685,048</u>

Source: School District Financial Records

(1) Information is based on modified accrual basis of accounting

(2) 1996 through 2004 reported on a GAAP basis; 1995 on a Cash Basis

2000 (2)	1999 (2)	1998 (2)	1997 (2)	1996 (2)	1995
\$5,811,287	\$5,579,998	\$5,321,617	\$5,282,529	\$4,896,013	\$4,775,473
5,698,416	5,148,577	4,803,010	4,518,102	4,220,678	4,099,049
65,276	49,391	56,722	73,021	78,473	89,879
452,437	483,568	375,157	345,996	312,295	258,502
90,986	2,797	150	1,600	14,971	0
0	0	1,828	5,363	7,086	0
21,503	30,251	28,588	14,017	12,253	0
12,117	35	70,806	991	7,637	13,584
<u>\$12,152,022</u>	<u>\$11,294,617</u>	<u>\$10,657,878</u>	<u>\$10,241,619</u>	<u>\$9,549,406</u>	<u>\$9,236,487</u>

\$6,181,285	\$5,790,549	\$5,482,502	\$5,648,649	\$5,157,113	\$4,858,869
1,039,874	1,052,431	1,093,591	1,023,162	948,178	844,149
0	0	0	0	0	0
0	0	0	0	0	137,715
629,766	697,738	613,445	567,540	568,302	512,605
427,280	422,431	395,266	392,812	342,076	300,467
18,000	18,560	15,855	17,995	19,220	19,588
1,248,546	1,230,022	1,026,314	1,055,728	925,675	793,075
309,136	296,601	278,532	260,207	240,771	240,004
1,161,625	1,151,519	1,095,291	1,047,754	1,047,308	978,722
504,936	510,263	542,217	455,882	678,303	510,228
0	0	0	1,012	1,830	1,371
235,253	203,727	232,458	201,853	198,702	183,252
0	0	800	0	0	0
0	0	0	0	0	0
10,641	13,927	687	0	0	0
<u>\$11,766,342</u>	<u>\$11,387,768</u>	<u>\$10,776,958</u>	<u>\$10,672,594</u>	<u>\$10,127,478</u>	<u>\$9,380,045</u>

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

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	Percent of Current Levy Collected
2003	\$8,004,156	\$885,744	\$8,889,900	\$7,532,312	94.1%
2002	7,934,489	363,877	8,298,366	7,355,496	92.7
2001	8,069,753	250,048	8,319,801	7,890,715	97.8
2000	7,815,341	205,397	8,020,738	7,609,842	94.9
1999	6,657,431	158,061	6,815,492	6,548,295	96.1
1998	6,563,185	164,181	6,727,366	6,461,408	96.0
1997	6,483,503	206,679	6,690,182	6,401,645	95.7
1996	6,175,115	423,395	6,598,510	6,112,249	92.6
1995	5,891,483	517,137	6,408,620	5,825,459	90.9
1994	5,373,399	498,225	5,871,624	5,285,696	90.0

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) Represents collection year. 2004 information cannot be presented because all collections have not been made by June 30.
- (3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

<u>Delinquent Collection</u>	<u>Total Collection</u>	<u>Total Collection As a Percent of Current Levy</u>
\$280,032	\$7,812,344	97.6%
121,749	7,477,245	94.2
102,116	7,992,831	99.1
113,001	7,722,843	98.8
90,848	6,639,143	99.7
124,134	6,585,542	100.3
113,092	6,514,737	100.5
92,458	6,204,707	100.5
72,176	5,897,635	100.1
69,876	5,355,572	99.7

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

Year	Real Property		Public Utility Property	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)
2004	\$227,495,430	\$649,986,943	\$8,158,090	\$9,270,557
2003	227,187,950	649,108,429	8,096,920	9,201,045
2002	213,934,420	611,241,200	8,519,200	9,680,909
2001	209,543,190	598,694,829	11,237,940	12,770,386
2000	205,321,850	586,633,857	11,409,290	12,965,102
1999	186,196,640	531,990,400	12,767,830	14,508,898
1998	182,010,600	520,030,286	13,065,000	14,846,591
1997	175,985,580	502,815,943	13,163,590	14,958,625
1996	155,390,210	443,972,029	13,921,950	15,820,398
1995	146,557,050	418,734,429	14,449,650	16,420,057

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

- (1) This amount is calculated based on the following percentages:
 Real estate is assessed at 35 percent of actual value.
 Public utility personal is assessed at 88 percent of actual value.
 Tangible personal property is assessed at 25 percent of actual value for capital assets and 23 percent for inventory.

Tangible Personal Property		Total		
Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Ratio
\$25,888,648	\$103,554,592	\$261,542,168	\$762,812,092	34%
31,051,372	124,205,488	266,336,242	782,514,962	34
34,366,919	137,467,676	256,820,539	758,389,785	34
32,596,105	130,384,420	253,377,235	741,849,635	34
31,927,974	127,711,896	248,659,114	727,310,855	34
32,684,817	130,739,268	231,649,287	677,238,566	34
33,638,049	134,552,196	228,713,649	669,429,073	34
35,804,941	143,219,764	224,954,111	660,994,332	34
33,144,828	132,579,312	202,456,988	592,371,738	34
32,855,423	131,421,692	193,862,123	566,576,177	34

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

Year	School Levy	Township Levy	County Levy	City Levy	Total Levy	Debt Service Included in Total Levy			
						School	County	City	Total
2004	\$43.55	\$17.20	\$10.35	\$19.50	\$90.60	\$2.10	\$0.00	\$0.34	\$2.44
2003	43.31	17.20	10.35	19.50	90.36	1.96	0.80	0.34	3.10
2002	43.56	17.20	10.35	19.62	90.73	1.96	0.00	0.46	2.42
2001	43.56	15.40	10.35	19.76	89.07	1.95	0.00	0.60	2.55
2000	43.64	15.40	10.35	19.76	89.15	2.00	0.00	0.60	2.60
1999	40.66	15.40	10.35	20.26	86.67	2.38	0.00	0.60	2.98
1998	40.71	13.90	9.30	20.26	84.17	2.40	0.00	0.60	3.00
1997	40.85	13.90	9.30	20.36	84.41	2.47	0.00	0.70	3.17
1996	41.42	14.10	9.30	20.56	85.38	2.72	0.00	0.90	3.62
1995	41.52	13.10	9.30	21.26	85.18	2.72	0.00	1.00	3.72

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

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

Year	Net General Obligation Bonded Debt (1)	Assessed Value (2)	Population (3)	Ratio of Net Debt to Assessed Value	Net Debt Per Capita
2004	\$4,405,968	\$261,542,168	13,136	1.68%	\$335.41
2003	3,938,829	266,336,242	13,136	0.01	299.85
2002	4,193,384	256,820,539	13,136	1.63	319.23
2001	4,379,287	253,377,235	13,136	1.73	333.38
2000	4,595,542	248,659,114	13,136	1.85	349.84
1999	4,822,342	231,649,287	11,562	2.08	417.09
1998	5,747,628	228,713,649	11,562	2.51	497.11
1997	6,050,368	224,954,111	11,562	2.69	523.30
1996	6,214,881	202,456,988	11,562	3.07	537.53
1995	6,346,205	193,862,123	11,562	3.27	548.88

Source:

- (1) School District Financial Records
- (2) Trumbull County Auditor
- (3) U.S. Census of Population, 2000 Federal Census

Lakeview Local School District

Computation of Legal Debt Margin

June 30, 2004

Assessed Valuation	<u><u>\$261,542,168</u></u>
Debt Limit - 9% of Assessed Value (1)	\$23,538,795
Outstanding Debt:	
General Obligation Bonds	3,026,204
Capital Appreciation Bonds	980,070
Energy Conservation Notes	236,193
Less: Amount Available in Debt Service Fund	<u>(218,504)</u>
Total Outstanding Debt	4,023,963
Exemptions:	
Energy Conservation Notes	<u>(236,193)</u>
Amount of Debt Subject to the Limit	<u>3,787,770</u>
Overall Debt Margin	<u><u>\$19,751,025</u></u>
Debt Limit - .10% of Assessed Value (1)	\$261,542
Amount of Debt Applicable	<u>0</u>
Unvoted Debt Margin	<u><u>\$261,542</u></u>
Additional Limit for Unvoted Energy Conservation Notes:	
Debt Limit - .9% of Assessed Value	\$2,353,880
Energy Conservation Notes	<u>0</u>
Additional Unvoted Debt Margin	<u><u>\$2,353,880</u></u>

Source: Trumbull County Auditor and School District Financial Records

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

Lakeview Local School District

Computation of Direct and Overlapping General Obligation Bonded Debt

December 31, 2003

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
<u>Direct</u>			
Lakeview Local School District	<u>\$4,624,472</u>	100.00%	<u>\$4,624,472</u>
<u>Overlapping</u>			
Trumbull County	16,162,335	7.86	1,270,360
Cortland City	160,000	91.20	145,920
Bazetta Township	202,477	99.40	201,262
Warren City	<u>12,130,720</u>	0.02	<u>2,426</u>
Total Overlapping	<u>28,655,532</u>		<u>1,619,968</u>
Total	<u><u>\$33,280,004</u></u>		<u><u>\$6,244,440</u></u>

Source: Trumbull County Auditor - Data is presented on a calendar year basis consistent with the county and city methods of presentation.

- (1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2004 collection year.

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

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures (1)	Ratio of Debt Service to Governmental Expenditures (Percentage)
2004	\$360,000	\$149,613	\$509,613	\$14,134,675	3.61%
2003	330,000	168,210	498,210	14,308,952	3.48
2002	300,000	186,382	486,382	13,982,504	3.48
2001	270,000	203,922	473,922	12,685,048	3.74
2000	315,000	219,718	534,718	11,766,342	4.54
1999	380,000	240,898	620,898	11,387,768	5.45
1998	155,000	241,457	396,457	10,776,958	3.68
1997	140,000	403,235	543,235	10,672,594	5.09
1996	85,000	408,580	493,580	10,127,478	4.87
1995	80,000	246,562	326,562	9,380,045	3.48

Source: School District Financial Records

(1) 1996 through 2004 on a modified accrual basis
 1995 on a cash basis.

Lakeview Local School District
Property Value,
Financial Institution Deposits and Building Permits
Last Ten Years

Collection Year	Property Value (1) (Real Estate Only)	Financial Institution Deposits Banks	Values of Building Permits Issued
2003	\$227,187,950	\$155,492,500	\$16,726,540
2002	213,934,420	153,594,500	18,171,734
2001	209,543,190	146,781,300	19,487,620
2000	205,321,850	136,630,100	20,644,623
1999	186,196,640	156,658,200	19,676,930
1998	182,010,600	157,324,600	14,994,274
1997	175,985,580	154,597,700	11,763,115
1996	155,390,210	111,942,800	14,589,428
1995	146,557,050	149,499,000	16,483,384
1994	141,795,000	124,417,000	16,891,905

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

(1) Represents assessed value.

Lakeview Local School District

Demographic Statistics

Last Ten Years

<u>Year</u>	<u>Trumbull County Population (1)</u>	<u>Lakeview LSD Area Population (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
2004	223,518	13,136	2,221	7.6%
2003	223,518	13,136	2,229	6.4
2002	223,982	13,136	2,269	5.3
2001	225,116	13,136	2,287	5.1
2000	225,338	13,136	2,280	5.2
1999	229,805	11,562	2,310	5.5
1998	229,805	11,562	2,408	5.9
1997	229,805	11,562	2,392	5.4
1996	229,805	11,562	2,360	6.1
1995	229,805	11,562	2,336	7.2

Sources:

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

Lakeview Local School District

Principal Taxpayers

Real Estate Tax

December 31, 2003

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Real Property Assessed Value</u>
Lexington Warren LLC	\$7,083,030	3.01%
Delphi Automotive Corporation	5,419,440	2.30
Wal Mart Stores Incorporated	2,170,820	0.92
Ohio Presbyterian	1,109,550	0.47
Trumbull Memorial Hospital	930,620	0.40
Service Guide Incorporated	800,010	0.34
Cortland Bank	768,010	0.33
Cortland Courts	735,510	0.31
Cortview Village	719,570	0.31
Wollam Chevrolet Incorporated	562,130	0.24
Eat N Park Restaurant	523,290	0.22
Presidential Suites	<u>474,600</u>	<u>0.20</u>
Total	<u><u>\$21,296,580</u></u>	<u><u>9.05%</u></u>

Source: Trumbull County Auditor

(1) Assessed values are for the 2004 collection year.

Lakeview Local School District
Principal Taxpayers
Tangible Personal Property Tax
December 31, 2003

Name of Taxpayer	Assessed Value (1)	Percent of Tangible Personal Property Assessed Value
Delphi Automotive Corporation	\$10,786,070	41.66%
K Mart Corporation	6,835,970	26.41
Cole Valley Motor Company	1,801,820	6.96
Wal Mart Store Incorporated	1,570,160	6.07
Wollam Chevrolet Incorporated	1,084,030	4.19
Mark Thomas Ford	972,970	3.76
Compact Cars Incorporated	803,600	3.10
Greenwood Auto Incorporated	475,690	1.84
Service Guide Incorporated	431,530	1.67
Compact Cars Incorporated	803,600	3.10
Marc Glassman Incorporated	402,320	1.55
Total	<u>\$25,967,760</u>	<u>97.20%</u>

Source: Trumbull County Auditor

(1) Assessed values are for the 2004 collection year.

Lakeview Local School District

Principal Taxpayers

Public Utilities Tax

December 31, 2003

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Public Utility Property Assessed Value</u>
Ohio Edison	\$3,952,240	48.45%
Sprint	2,043,550	25.05
American Transmission	<u>1,524,140</u>	<u>18.68</u>
Total	<u><u>\$7,519,930</u></u>	<u><u>92.18%</u></u>

Source: Trumbull County Auditor

(1) Assessed values are for the 2004 collection year.

Lakeview Local School District

Per Pupil Cost

Last Ten Fiscal Years

<u>Year</u>	<u>General Fund Expenditures (1)</u>	<u>Average Daily Student Enrollment</u>	<u>Per Cost Pupil</u>
2004 (1)	\$14,134,675	2,221	\$6,364
2003 (1)	14,308,952	2,229	6,419
2002 (1)	13,982,504	2,269	6,162
2001 (1)	12,685,048	2,287	5,547
2000 (1)	11,766,342	2,280	5,161
1999 (1)	11,387,768	2,310	4,930
1998 (1)	10,776,958	2,408	4,475
1997 (1)	10,672,594	2,392	4,462
1996 (1)	10,127,478	2,360	4,291
1995	9,380,045	2,336	4,015

Source: School District Financial Records.

- (1) 1996 through 2004 on Modified Accrual Basis.
1995 on a cash basis.

Lakeview Local School District

Teacher Education and Experience

June 30, 2004

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	20	14.93%
Bachelor + 15	13	9.70
Bachelor + 30	10	7.46
Master's Degree	42	31.34
Master's + 15	<u>49</u>	<u>36.57</u>
Total	<u><u>134</u></u>	<u><u>100.00%</u></u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	21	15.67%
6 - 10	21	15.67
11 and Over	<u>92</u>	<u>68.66</u>
Total	<u><u>134</u></u>	<u><u>100.00%</u></u>

Source: School District Personnel Records



**Auditor of State
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**LAKEVIEW LOCAL SCHOOL DISTRICT
TRUMBULL COUNTY**

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
APRIL 5, 2005**