

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2004



**Auditor of State
Betty Montgomery**

MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY

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**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
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	Disbursements	Non-Cash Disbursements
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed Through Ohio Department of Education:</i>						
Nutrition Cluster:						
Food Donation	N/A	10.550	\$0	\$65,134	\$0	\$65,134
National School Lunch Program	LLP4-2003	10.555	26,898	0	0	0
National School Lunch Program	LLP4-2004	10.555	79,919	0	171,951	0
Total National School Lunch Program			106,817	0	171,951	0
Team Nutrition Grant	TWAD-2004	10.574	2,000	0	0	0
Total U.S. Department of Agriculture - Nutrition Cluster			108,817	65,134	171,951	65,134
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster:						
Special Education: Grants to States	6BSF-2003-P	84.027	96,343	0	69,490	0
Special Education: Grants to States	6BSF-2004-P	84.027	613,530	0	595,841	0
Total Special Education Grants to States			709,873	0	665,331	0
Special Education: Preschool Grants	PGS1-2004-P	84.173	23,951	0	23,951	0
Total Special Education: Preschool Grants			23,951	0	23,951	0
Total Special Education Cluster			733,824	0	689,282	0
Adult Education: State Grant Program	ABS1-2003	84.002	10,776	0	233	0
Adult Education: State Grant Program	ABS1-2003-C	84.002	2,494	0	3,527	0
Adult Education: State Grant Program	ABS1-2004	84.002	17,039	0	26,246	0
Total Adult Education: State Grant Program			30,309	0	30,006	0
Title I Grants to Local Educational Agencies	C1S1-2003	84.010	(621)	0	2,978	0
Title I Grants to Local Educational Agencies	C1S1-2004	84.010	175,580	0	149,938	0
Total Title I Grants to Local Educational Agencies			174,959	0	152,916	0
Vocational Education: Basic Grants to States	20C1-2003	84.048	29,658	0	0	0
Vocational Education: Basic Grants to States	20C1-2004	84.048	168,299	0	194,958	0
Total Vocation Education: Basic Grants to States			197,957	0	194,958	0
Safe and Drug-Free Schools and Communities	DRS1-2003	84.186	1,617	0	0	0
Safe and Drug-Free Schools and Communities	DRS1-2003	84.186	12,744	0	12,744	0
Total Safe and Drug-Free Schools and Communities			14,361	0	12,744	0
Innovative Education Program Strategies	C2S1-2002	84.298	0	0	126	0
Innovative Education Program Strategies	C2S1-2003	84.298	(11,186)	0	20,754	0
Innovative Education Program Strategies	C2S1-2004	84.298	49,903	0	23,073	0
Total Innovative Education Program Strategies			38,717	0	43,953	0
Technology Literacy Challenge Fund Grants	TJS1-2003	84.318	2,288	0	2,790	0
Technology Literacy Challenge Fund Grants	TJS1-2004	84.318	4,736	0	3,132	0
Total Technology Literacy Challenge Fund Grants			7,024	0	5,922	0
School Renovation Grants	ATS2-2002	84.352A	(30)	0	30	0
School Renovation Grants	ATS3-2002	84.352A	(10)	0	8,012	0
Total School Renovation Grants			(40)	0	8,042	0
English Language Acquisition Grants (Title III)	T3S1-2003	84.365	2,523	0	3,683	0
English Language Acquisition Grants (Title III)	T3S1-2004	84.365	45,423	0	50,645	0
Total English Language Acquisition Grants (Title III)			47,946	0	54,328	0
Improving Teacher Quality State Grants	TRS1-2003	84.367	(12,865)	0	22,933	0
Improving Teacher Quality State Grants	TRS1-2004	84.367	94,109	0	47,880	0
Total Improving Teacher Quality State Grants			81,244	0	70,813	0
Refugee and Entrant Assistance: Discretionary Grants	RIS1-2003	93.576	0	0	6,000	0
Refugee and Entrant Assistance: Discretionary Grants	RIS1-2004	93.576	4,600	0	0	0
Total Refugee and Entrant Assistance: Discretionary Grants			4,600	0	6,000	0
Total U.S. Department of Education			1,330,901	0	1,268,964	0
U.S. DEPARTMENT OF LABOR						
<i>Passed Through the Cuyahoga County Department of Workforce Development:</i>						
WIA Youth Activities	N/A	17.259	104,976	0	74,561	0
WIA Youth Activities	N/A	17.259	187,965	0	224,966	0
Total WIA Youth Activities			292,941	0	299,527	0
Total U.S. Department of Labor			292,941	0	299,527	0
Totals			\$1,732,659	\$65,134	\$1,740,442	\$65,134

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

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

NOTE C - NATIONAL SCHOOL LUNCH

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

NOTE D - CARRYOVER FUNDS

Negative receipts are shown for the Title I Grant, CFDA #84.010; Innovative Education Program Strategies, CFDA #84.298; School Renovation Grants, CFDA #84.352A; and Improving Teacher Quality State Grants, CFDA #84.367. These negative receipts represent monies on the Final Expenditure Report that were unspent after the initial period of availability. These monies were in accordance with allowable carryover provisions and added to the following fiscal year award amounts.

CFDA - Catalog of Federal Domestic Assistance



Auditor of State Betty Montgomery

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

Board of Education
Mayfield City School District
Cuyahoga County
1101 SOM Center Road
Mayfield Heights, Ohio 44124

We have audited the financial statements of the governmental activities, the major fund and the aggregate remaining fund information of the Mayfield City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2004, which collectively comprise the District's basic financial statements and have issued our report thereon dated January 25, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could directly and materially affect 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 we must report under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to the District's management in a separate letter dated January 25, 2005.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting to determine our auditing procedures for the purpose of expressing our opinions 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 other matters involving the internal control over financial reporting that do not require inclusion in this report that we have reported to the District's management in a separate letter dated January 25, 2005.

Mayfield City School District
Cuyahoga County
Independent Accountants' Report on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

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

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 25, 2005



Auditor of State Betty Montgomery

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

Board of Education
Mayfield City School District
Cuyahoga County
1101 SOM Center Road
Mayfield Heights, Ohio 44124

Compliance

We have audited the compliance of the Mayfield City School District, Cuyahoga County, Ohio (the District), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 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 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.

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**Internal Control Over Compliance
(Continued)**

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

Schedule of Federal Awards Expenditures

We have audited the basic financial statements of the Mayfield City School District as of and for the year ended June 30, 2004, and have issued our report thereon dated January 25, 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 federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Betty Montgomery
Auditor of State

January 25, 2005

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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

1. SUMMARY OF AUDITOR'S RESULTS
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(d)(1)(i)	<i>Type of Financial Statement Opinion</i>	Unqualified
(d)(1)(ii)	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(ii)	<i>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(iii)	<i>Was there any reported non-compliance at the financial statement level (GAGAS)?</i>	No
(d)(1)(iv)	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
(d)(1)(iv)	<i>Were there any other reportable internal control weakness conditions reported for major federal programs?</i>	No
(d)(1)(v)	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
(d)(1)(vi)	<i>Are there any reportable findings under Sec. 510?</i>	No
(d)(1)(vii)	<i>Major Programs (list)</i>	CFDA # 84.027 & 84.173 – Special Education Cluster
(d)(1)(viii)	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	<i>Low Risk Auditee?</i>	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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None.

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
FOR THE YEAR ENDED JUNE 30, 2004**

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2003-001	Contrary to Ohio Rev. Code § 5705.41 (D), various purchase orders were dated after the invoice date.	Yes	

Mayfield, Ohio City School District

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2004

Prepared by Robert P. Baker
Treasurer

Mayfield City School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2004
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Mayfield City School District

■ Gates Mills ■ Highland Hts. ■ Mayfield Hts. ■ Mayfield Village

January 25, 2005

Board of Education Members
Mayfield City School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Mayfield City 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 is 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 Mayfield City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the Cuyahoga County Mayfield Regional 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, Organizational Chart of the School District, and the GFOA Certificate of Achievement.
2. The Financial Section which begins with the Independent Accountants' 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 Mayfield City School District.

The School District

The Mayfield City School District is located in Cuyahoga County in northeastern Ohio, twenty miles east of the downtown area of the City of Cleveland. Mayfield City School District encompasses the territories of Mayfield Heights City, Highland Heights City, Mayfield Village and Gates Mills Village. The School District's area is approximately twenty-two square miles.

The first class graduated from Mayfield High School in 1899. A new High School was constructed at 1123 SOM Center Road in 1925. Mayfield Middle School is currently located at this site. The current High School was constructed in 1963. There are six schools in the School District, one high school, one middle school and four elementary schools.

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1101 S.O.M. Center Road ■ Mayfield Heights, Ohio 44124-2006
(440) 995-6800 FAX (440) 995-7205
Dr. Phillip G. Price, Superintendent
Robert P. Baker, Treasurer

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 mandated by State and Federal agencies.

The Reporting Entity and Services Provided

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

Excluded from the reporting entity because they are fiscally independent of the School District are the cities of Highland Heights and Mayfield Heights, the Villages of Gates Mills and Mayfield, the Cuyahoga County Mayfield Regional Public Library and the Parent Teacher Organization.

The School District participates in two jointly governed organizations and one insurance purchasing pool. These organizations are the Mayfield Area Recreation Council, Ohio Schools' Council Association and the Ohio School Boards Association Workers' Compensation Group Rating Program. These organizations are presented in Notes 14 and 15 to the basic financial statements.

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

Economic Condition And Outlook

The School District is served by diversified transportation facilities, including immediate access to Interstate I-271 (running through the School District). This easy access has resulted in the development of two industrial parks in the School District. Additional building is taking place at this time.

The Cities of Highland Heights and Mayfield Heights and the Villages of Mayfield and Gates Mills continue to develop. In 2003, the assessed value of new commercial building permits was \$15,499,481 and the assessed value of new residential building permits was \$20,333,595.

In the City of Highland Heights, one of the major projects started in December 1994 was the Aberdeen Development, a \$277,000,000 golf course/residential community development. This project is being built on approximately 400 acres of undeveloped land. When completed, it will have approximately 880 units out of a potential total of 1,100 units at an average price of \$350,000. Stonewater, a championship eighteen hole golf course, was constructed for approximately \$7,000,000 within the Aberdeen Development under a Tax Increment Financing Agreement.

In the Village of Mayfield, there are several major construction projects. First, there is a cluster homes project for 25 units at \$350,000 each. Second, a fourth Progressive Insurance Office Building was completed with an estimated market value of \$7 million. The new Progressive Insurance structures are through a Tax Increment Financing Plan where the Mayfield City School District receives their property tax share.

The Village of Gates Mills recently completed a new water line project consisting of water mains, valves, hydrants, pressure regulators and service connections. Other projects to be completed include expansion of the post office and a new waste water treatment plant to serve the town hall and business in the village. A downtown renovation plan of the business district is currently under way in the Village of Gates Mills. A new library is also being considered by the Village along with the renovation of the business district. The Village of Gates Mills also purchased School Board property to be conserved as green space by deed restrictions.

There are several major construction projects in the City of Mayfield Heights. First, a cluster project called Wildflower will have 56 units at \$340,000 each; 18 of the 56 proposed units have been constructed. A second cluster home project called Bridgeport will have 47 units at \$500,000 to \$600,000 each. A third cluster home project called Stone Creek will have 125 cluster homes in the \$300,000 price range. This project, on a 28 acre site, is currently in the first phase of construction.

Major Initiatives

During the past year the following goals were achieved:

1. Successes earned by Mayfield High's Class of 2004 include six National Merit Finalists and nine National Merit Commended Scholars. They also earned more than \$1 million in scholarship awards and made a donation of \$10,173 to the United Way of Greater Cleveland.
2. An operating levy was passed on November 2, 2004 for 5.5 mills that will generate approximately \$7.2 million per year. There were 17,707 total votes cast for this levy with 9,337 or 52.7 percent in support of the levy.
3. Mayfield City School District earned an 18 out of 18 score on the 2004 Ohio Report Card from the Ohio Department of Education. Mayfield Schools are one of only 73 of Ohio's school district's to earn an "Excellent" rating.
4. Mayfield City School District continued all-day kindergarten. Kindergarten students experience a full day of Math, Language Arts, Social Studies, Science, Health, Music, Art and Physical Education.
5. Mayfield City School District hosted its third Kindergarten through twelfth grade ARTSFEST in cooperation with the Mayfield Business Alliance and Hillcrest Hospital. The School District also hosted its sixth Science and Technology Showcase at Executive Caterers in cooperation with the Mayfield Business Alliance and Rockwell Automation.
6. Mayfield City School District continued the implementation of a five-year program of curriculum revision that is closely aligned with staff development. The Curriculum Department also worked with staff to convert Courses in Language Arts and Math (Grades K-12), also Social Studies and Science (Grades K-12) to the new Ohio Department of Education Content Standards.
7. Mayfield City School District received the "2004 What Parents Want Award", an honor bestowed on only sixteen percent of the public school systems across the country. Since 1992, SchoolMatch, an independent, nationwide service helping corporate employee families find schools that match the needs of their children, have presented the award to the Mayfield City School District.
8. Thanks to the commercial base in the communities of the Mayfield City School District, homeowners pay the fourth lowest property tax rate for schools when comparing Cuyahoga County's 31 school districts.

The Mayfield Business Education Community Foundation Alliance was established in May 1996 to provide funds for extended educational activities and projects not provided for by School District funds. The Alliance is funded by several major fund raising initiatives held annually which raise approximately \$17,000 a year. These monies have been used to provide students with supplemental reading materials and computer support.

Community involvement is evidenced by citizen membership on various School District committees that include among others, Curriculum Advisory Committee, Vocation Education Consortium, Audit and Legislative Liaison. The Board has established an internal committee for formal community information that distributes a newsletter periodically during the year to residents of the School District.

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 first three months of the fiscal year.

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

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

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

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

The basis of accounting and the various funds utilized by Mayfield City 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 third 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 Management's Discussion and Analysis of the School District. This discussion appears after the Independent Accountants' Report in the financial section of this report. Management's Discussion and Analysis provides an assessment of the School District's finances for 2004. Because that discussion focuses on major funds, other nonmajor funds are discussed briefly in this letter.

Financial Highlights - Internal Service Fund

The only internal service fund carried on the financial records relates to self-insurance. This fund accounts for the revenues and expenses related to the provision of vision, dental and prescription drug benefits to the School District employees. The internal service fund had net assets of \$367,342 at June 30, 2004 compared with net assets of \$384,573 at June 30, 2003, reflecting a decrease in net assets of \$17,231.

Financial Highlights - Fiduciary Fund

The trust fund carried on the financial records of the School District is a scholarship private purpose trust fund that has net assets totaling \$35,234 as of June 30, 2004.

Cash Management

The Board has established a cash management program that expedites the collection of local and State funds through electronic fund transfers and daily deposits. Funds are deposited in local financial institutions insured by the Federal Deposit Insurance Corporation. The funds of the School District earned \$168,209 in interest for the fiscal year, with \$119,945 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 Board and designated third party trustees of the financial institutions.

Risk Management

The School District provides employee vision, dental and prescription drug insurance through a self insurance fund. The self-insurance internal service fund is maintained to account for and finance this program. Coresource, Incorporated administers the dental plan, Benefit Services Agency, Incorporated administers the vision plan, and National Prescription Administrators, Incorporated administers the prescription drug plan. The administrators review all claims paid by the School District.

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

The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program.

Independent Audit

State statute requires the School District to be subjected to 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 1992 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 Mayfield City 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 Mayfield City School District's financial reporting. It enhances the School District's accountability to the residents of the Mayfield City School District.

The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's office, various administrators and staff members of the School District. 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 Section 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,



Robert P. Baker
Treasurer



Dr. Phillip G. Price
Superintendent

Mayfield City School District

Principal Officials

June 30, 2004

Board of Education

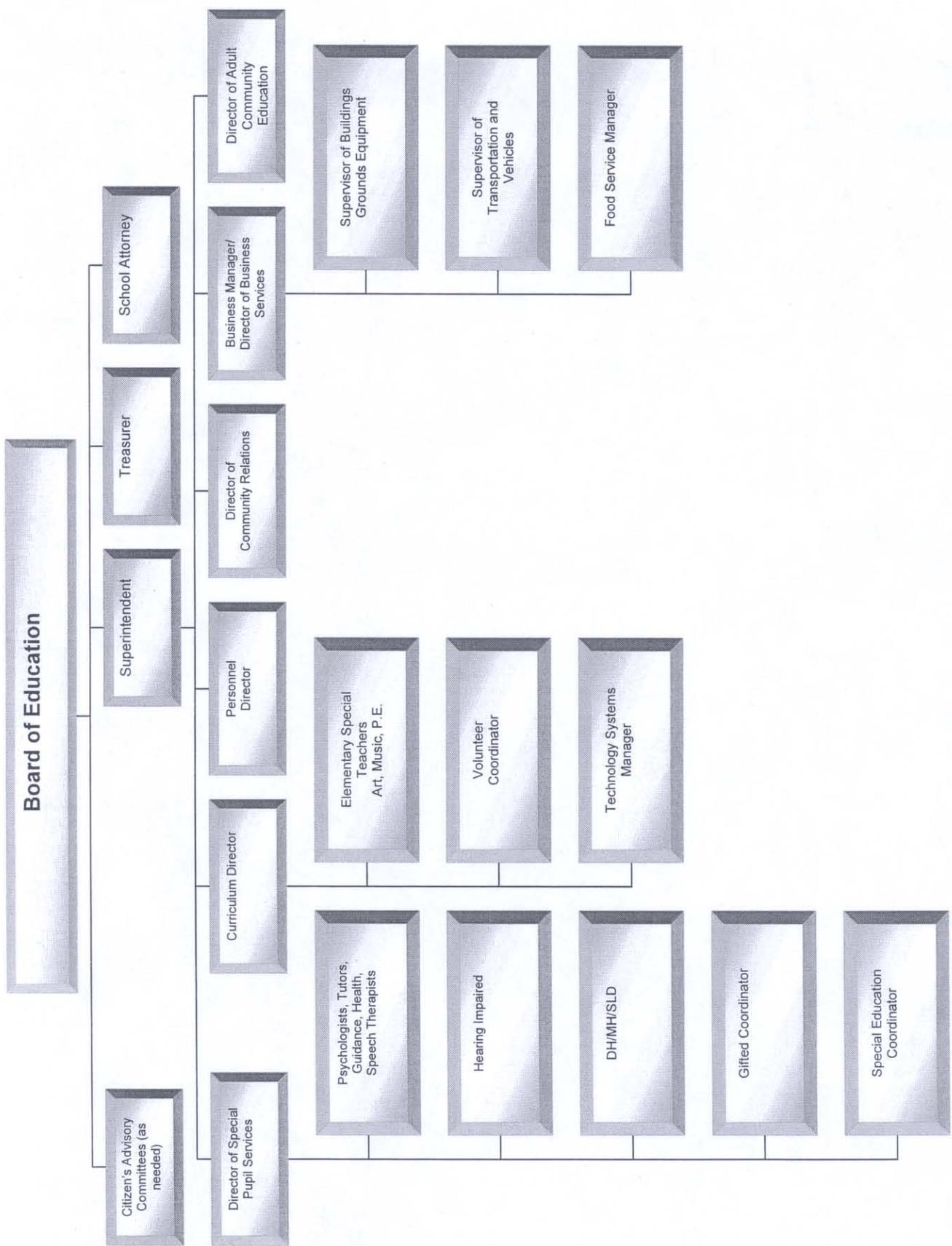
Ms. Peg Toomey President
Mr. George J. Hughes Vice-President
Ms. Sue Groszek Member
Mr. Al Hess Member
Ms. Donna Finney Member

Treasurer

Mr. Robert P. Baker

Superintendent

Dr. Phillip G. Price



Certificate of Achievement for Excellence in Financial Reporting

Presented to
Mayfield City 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.



President

Executive Director



Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT

Board of Education
Mayfield City School District
Cuyahoga County
1101 SOM Center Road
Mayfield Heights, Ohio 44124

We have audited the accompanying financial statements of the governmental activities, the major fund and the aggregate remaining fund information of the Mayfield City School District, Cuyahoga 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 Mayfield City School District, Cuyahoga County, Ohio, as of June 30, 2004, and the respective changes in financial position and cash flows, where applicable, 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 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.

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 25, 2005

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

The management's discussion and analysis of Mayfield City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2004. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the transmittal letter, financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key Financial Highlights for 2004 are as follows:

- In total, net assets increased by \$2,351,709.
- Revenues for governmental activities totaled \$64,732,269 in 2004. Of this total, 80.1 percent consisted of General revenues while Program revenues accounted for the balance of 19.9 percent.
- Program expenses totaled \$62,380,560. Instructional expenses made up 57.0 percent of this total while support services accounted for 37.1 percent. Other expenses rounded out the remaining 5.9 percent.
- Outstanding general obligation bonded debt decreased to \$6,916,194 from \$7,416,199 in 2004.

Using this Comprehensive Annual financial Report (CAFR)

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

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

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during 2004?" The *Statement of Net Assets* and the *Statement of Activities* answer this question. These statements include all non-fiduciary assets and liabilities using the accrual basis of accounting, similar to the accounting used by most private-sector companies. Accrual accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of

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

the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's performance, demographic and socioeconomic factors and willingness of the community to support the School District.

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major fund begins on page 10. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental fund is the general fund.

Governmental Funds

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

The School District as a Whole

You may recall that the *Statement of Net Assets* provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net assets for 2004 compared to 2003:

Table 1
 Net Assets
 Governmental Activities

	2004	2003
Assets		
Current and Other Assets	\$51,637,549	\$52,746,610
Capital Assets, Net	15,325,687	13,498,078
<i>Total Assets</i>	\$66,963,236	\$66,244,688

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

Table 1 (continued)
 Net Assets
 Governmental Activities

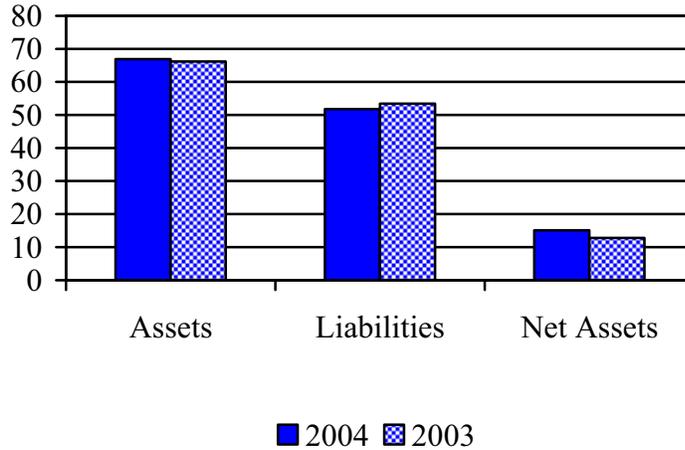
	2004	2003
Liabilities		
Current Liabilities	\$41,161,379	\$42,226,048
Long-Term Liabilities		
Due Within One Year	777,825	749,154
Due In More Than One Year	9,879,520	10,476,683
<i>Total Liabilities</i>	<i>51,818,724</i>	<i>53,451,885</i>
Net Assets		
Invested in Capital Assets, Net of Related Debt	6,434,657	3,569,448
Restricted for:		
Set Asides	218,513	218,513
Capital Projects	469,099	1,907,424
Debt Service	2,538,946	3,132,300
Other Purposes	1,266,496	762,456
Unrestricted	4,216,801	3,202,662
<i>Total Net Assets</i>	<i>\$15,144,512</i>	<i>\$12,792,803</i>

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

	2004	2003
Total Assets	\$66.9	\$66.2
Total Liabilities	51.8	53.4
Total Net Assets	\$15.1	\$12.8

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

Governmental Activities



Total assets increased by \$718,548. The majority of this increase of 1.08 percent can be attributed directly to taxes receivable.

Total liabilities decreased by \$1,633,161. This decrease resulted from a reduction in deferred revenue and notes payable.

By comparing assets and liabilities, one can see the overall position of the School District has increased as evidenced by the increase in net assets of \$2,351,709.

The vast majority of revenue supporting governmental activities is general revenue. General revenue totaled \$51,841,100 or 80.1 percent of the total revenue, an increase of \$9,297,611 from the prior fiscal year. The majority of the increase is due to a full year of collections on the 6.9 mill operating levy and the amount of tax revenue available to advance the School District from the county auditor increasing \$2,432,699. The remaining amount of revenue received was in the form of program revenues, which equaled \$12,891,169 or 19.9 percent of total revenue.

Table 2 shows the changes in net assets for fiscal year 2004 for governmental activities. The increase in net assets was \$2,351,709 in fiscal year 2004. Revenues increased \$11,116,475 or 20.7 percent, total program expenses increased \$4,507,369 or 7.8 percent when comparing fiscal year 2004 to fiscal year 2003. Instruction program expenses increased \$3,581,849, support services increased \$996,675 and operation of non-instructional services, food service, extracurricular and interest and fiscal charges decreased \$71,155 for fiscal year 2004. The majority of this increase is due to increased staffing levels and pay step increases.

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

Table 2
 Governmental Activities

	2004	2003
Program Revenues		
Charges for Services and Sales	\$8,386,196	\$7,411,313
Operating Grants, Interest and Contributions	4,484,086	3,611,486
Capital Grants and Contributions	20,887	49,506
<i>Total Program Revenues</i>	<u>12,891,169</u>	<u>11,072,305</u>
General Revenues		
Property Taxes	41,105,113	32,119,777
Grants and Entitlements	9,219,888	9,110,710
Payment in Lieu of Taxes	962,487	756,064
Investments	164,217	247,740
Gain on Sale of Capital Assets	20,096	0
Miscellaneous	369,299	309,198
<i>Total General Revenues</i>	<u>51,841,100</u>	<u>42,543,489</u>
<i>Total Revenues</i>	<u>64,732,269</u>	<u>53,615,794</u>
Program Expenses		
Instruction:		
Regular	20,685,252	18,869,551
Special	8,728,699	7,578,627
Vocational	4,825,470	4,501,134
Adult/Continuing	484,559	476,338
Horticulture	813,204	529,685
Support Services		
Pupils	3,973,051	3,844,003
Instructional Staff	4,565,233	4,442,834
Board of Education	93,180	86,643
Administration	3,042,534	2,910,459
Fiscal	1,439,442	1,138,274
Business	247,234	763,525
Operation and Maintenance of Plant	5,568,308	5,075,696
Pupil Transportation	3,618,618	3,228,955
Central	604,981	665,517
Operation of Non-Instructional Services	894,373	1,001,243
Operation of Food Service	1,010,139	1,004,422
Extracurricular Activities	1,296,344	1,289,870
Interest and Fiscal Charges	489,939	466,415
<i>Total Program Expenses</i>	<u>62,380,560</u>	<u>57,873,191</u>
Special Item		
Sale of Land	0	967,750
<i>Increase (Decrease) in Net Assets</i>	2,351,709	(3,289,647)
Net Assets Beginning of Year	<u>12,792,803</u>	<u>16,082,450</u>
Net Assets End of Year	<u>\$15,144,512</u>	<u>\$12,792,803</u>

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

Governmental Activities

The School District has carefully planned its financial existence by forecasting its revenues and expenditures over the next five years. In May of 2002, the School District successfully passed a 6.9 mill continuing operating levy that is estimated to generate \$8.2 million dollars in additional revenue per year. Collections began the second half of fiscal year 2003. The full effect of this levy was realized in fiscal year 2004.

In November of 2004, the School District successfully passed a 5.5 mill continuing operating levy that is estimated to generate \$7.2 million in additional revenue per year. Collections will begin the second half of fiscal year 2005 and the full effect of this levy will be realized in fiscal year 2006.

This additional income is dedicated to the operational and capital needs of the School District over the next two years. A permanent improvement replacement levy for capital expenditures was approved in November 2001 for .7 mills. This levy will run for five years and will generate \$800,000 in tax revenue per year.

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

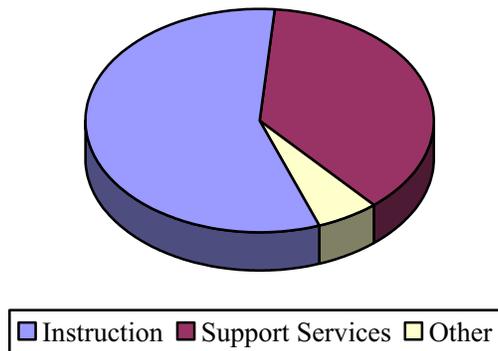
Approximately 57.0 percent of the School Districts budget is used to fund instructional expenses. Additional supporting services for pupils, staff and business operations encompass 37.1 percent. The remaining amount of program expenses, 5.9 percent, is budgeted to pay for other obligations of the School District such as interest and fiscal charges, the food service program and numerous extracurricular activities.

Graph 2

Net Program Expenses (in millions)

Instruction	\$35.5
Support Services	23.1
Other	3.7
	<hr/>
Total	<u><u>\$62.3</u></u>

Net Program Expenses



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

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

Table 3
 Total and Net Cost of Program Services
 Governmental Activities

	2004		2003	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction:				
Regular	\$20,685,252	\$20,174,405	\$18,869,551	\$18,607,315
Special	8,728,699	3,517,129	7,578,627	3,149,782
Vocational	4,825,470	2,362,668	4,501,134	2,109,782
Adult/Continuing	484,559	92,338	476,338	58,518
Horticulture	813,204	(36,393)	529,685	31,878
Support Services:				
Pupils	3,973,051	3,696,397	3,844,003	3,642,653
Instructional Staff	4,565,233	3,731,613	4,442,834	3,722,530
Board of Education	93,180	93,180	86,643	86,643
Administration	3,042,534	3,033,297	2,910,459	2,900,600
Fiscal	1,439,442	1,434,721	1,138,274	1,138,274
Business	247,234	247,234	763,525	763,525
Operation and Maintenance of Plant	5,568,308	5,461,784	5,075,696	5,013,831
Pupil Transportation	3,618,618	3,596,472	3,228,955	3,178,704
Central	604,981	578,290	665,517	572,479
Operation of Non-Instructional Services	894,373	(92,405)	1,001,243	167,406
Operation of Food Service	1,010,139	(47,724)	1,004,422	18,211
Extracurricular Activities	1,296,344	1,156,446	1,289,870	1,172,340
Interest and Fiscal Charges	489,939	489,939	466,415	466,415
Total	\$62,380,560	\$49,489,391	\$57,873,191	\$46,800,886

As one can see, the reliance upon local tax revenues for governmental activities is crucial. 65.9 percent of expenses are directly supported by local property taxes. Grant and entitlements not restricted to specific programs support 14.8 percent, while investment and other miscellaneous type revenues support 2.4 percent of expenses. Program revenues account for 20.7 percent of all governmental expenses.

Clearly, the four communities that comprise the School District (Gates Mills, Highland Heights, Mayfield Heights and Mayfield Village) are, by far, the greatest source of financial support for the students of the Mayfield City Schools.

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

School District's Funds

Information regarding the School District's major fund begins on page 16. This fund is accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$64,221,301 and expenditures of \$65,460,422. The net change in fund balance for the year was most significant in the other governmental funds, a decrease of \$511,247 due to use of the cash reserve for operating expenditures and using the remaining proceeds from the sale of land for the construction of the new administration building. The School District has also received an increase in grant monies to better provide services to our students. As one can see from the Statement of Revenues, Expenditures and Changes in Fund Balances All Governmental Funds, property taxes are the largest revenue source, accounting for 62.9 percent of total governmental revenue. Clearly, the four communities that comprise the School District are by far the greatest source of financial support for the students of the Mayfield City School District.

General Fund Budgeting Highlights

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

During the course of fiscal year 2004, the School District amended its general fund budget numerous times, none significant. The School District uses an operational unit budget process and has in place systems that are designed to tightly control expenses but provide flexibility for program based decision and management.

For the general fund, actual budget basis revenue totaled \$45,886,332, which equaled the final budget estimates. Actual budget basis expenditures totaled \$48,881,916 compared to the original estimate of \$48,582,701. This difference was primarily due to the appropriations for non-salary items.

The School District's general fund unencumbered ending cash balance totaled \$1,827,445, which was \$902,500 above the final budgeted amount of \$924,945.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2004, the School District had \$15,325,687 invested in land, construction in progress, land improvements, buildings and improvements, furniture and fixtures, vehicles and textbooks. Table 4 shows fiscal 2004 values compared to 2003.

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

Table 4

Capital Assets at June 30
 Governmental Activities

	2004	2003
Land	\$491,282	\$491,282
Construction in Progress	2,345,583	488,780
Land Improvements	817,619	916,084
Building and Improvements	7,604,972	7,787,819
Furniture and Fixtures	1,301,476	1,099,606
Vehicles	2,080,627	2,030,379
Textbooks	684,128	684,128
Total Capital Assets	\$15,325,687	\$13,498,078

All capital assets, except land and construction in progress are reported net of depreciation. As one can see, total capital assets increased during the fiscal year by \$1,827,609, due mainly to the construction in progress on the new administration building. In 2001 and 2002, a parcel of 20.7 acres (owned by the School District) was sold for \$1,100,000 and closed in September 2002. Proceeds are being used to construct a new administration building for the School District. For more information about the School District's capital assets, See Note 9 to the basic financial statements.

Debt

At June 30, 2004 the School District had \$6,916,194 in general obligation bonds outstanding. Table 5 below summarizes the School District's bonds outstanding.

Table 5

Outstanding Bonds at June 30
 Governmental Activities

	2004	2003
1987 School Improvements 6.5%	\$1,180,000	\$1,475,000
1998 School Improvements 4.4%	5,736,194	5,941,199
Total	\$6,916,194	\$7,416,199

The 1987 school improvement bonds were issued for a pool and field house at Mayfield High School. These bonds will be fully repaid in calendar year 2007. The 1998 school improvement bonds were issued to fund the science facility at Mayfield High School and will be fully retired in calendar year 2018.

The School District's overall legal debt margin was \$110,892,297 with an unvoted debt margin of \$1,297,267. The School District maintains an Aa3 bond rating. For more information about the School District's debt, see Note 12 to the basic financial statements.

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

School District Outlook

The Board of Education and administration closely monitor its revenues and expenditures in accordance with its financial forecast. The School District ranks among the top schools in Ohio for educational excellence. In 2001 and 2002, Mayfield City School District was among 46 Ohio school districts to earn a perfect 27 out of 27 score on the State Report Card out of Ohio's 608 tested school districts. In 2003, Mayfield City School District scored 20 out of 22 based on new criteria of the State Report and No Child Left Behind requirements both of which assess student and staff performance. In 2004, Mayfield City School District scored 18 out of 18 on the State Report Card.

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

Although the School District relies heavily on its property taxpayers to support its operations, the community support for the schools is quite strong. As mentioned earlier, the Mayfield City School District voters passed a 6.9 mill continuing operating levy in May of 2002 and also passed another 5.5 mill continuing operating levy in November of 2004, which will help fund the general operations and permanent improvements of the School District over the next several years. The School District has communicated to the community they rely upon their support for the majority of its operations, and will continue to work diligently to plan expenses, staying carefully within the School District's financial five-year plan. The community also realizes the income generated by local levies remains relatively constant, therefore, forcing the School District to come back to the voters from time to time to ask for additional support.

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

Mayfield City School District has not anticipated any meaningful growth in State revenue due to the concern the State may require the redistribution of commercial and industrial property taxes. With 45 percent of the taxes for the School District coming from local business and industry, one can see the significant impact this change would have on the School District and ultimately, the residential taxpayers.

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

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

In summary, the Mayfield City School District has committed itself to financial and educational excellence for many years to come. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1997 and the Auditor's Award for Excellence in Financial Reporting since 1997.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information contact Robert Baker, Treasurer, at Mayfield City School District, 1101 SOM Center Road, Mayfield Heights, Ohio 44124. Or email at RBaker@mayfield.k12.oh.us.

Mayfield City School District

Statement of Net Assets

June 30, 2004

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$10,369,035
Cash in Segregated Accounts	32,562
Accounts Receivable	10,828
Intergovernmental Receivable	319,065
Inventory Held for Resale	17,330
Materials and Supplies Inventory	157,674
Property Taxes Receivable	40,731,055
Nondepreciable Capital Assets	2,836,865
Depreciable Capital Assets, Net	<u>12,488,822</u>
<i>Total Assets</i>	<u>66,963,236</u>
Liabilities	
Accounts Payable	600,093
Contracts Payable	143,577
Accrued Wages	4,466,668
Intergovernmental Payable	1,920,924
Matured Compensated Absences Payable	196,881
Special Termination Benefits Payable	38,096
Deferred Revenue	32,935,608
Accrued Interest Payable	55,555
Notes Payable	755,000
Claims Payable	48,977
Long-Term Liabilities:	
Due Within One Year	777,825
Due In More Than One Year	<u>9,879,520</u>
<i>Total Liabilities</i>	<u>51,818,724</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	6,434,657
Restricted for:	
Set Asides	218,513
Capital Projects	469,099
Debt Service	2,538,946
Other Purposes	1,266,496
Unrestricted	<u>4,216,801</u>
<i>Total Net Assets</i>	<u><u>\$15,144,512</u></u>

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2004

	Program Revenues			Net (Expense)	
	Expenses	Charges for Services and Sales	Operating Grants, Interest and Contributions	Revenue and Changes in Net Assets	
			Capital Grants and Contributions	Governmental Activities	
Governmental Activities					
Instruction:					
Regular	\$20,685,252	\$193,356	\$317,491	\$0	(\$20,174,405)
Special	8,728,699	4,701,783	509,787	0	(3,517,129)
Vocational	4,825,470	1,460,026	1,002,776	0	(2,362,668)
Adult/Continuing	484,559	371,289	20,932	0	(92,338)
Horticulture	813,204	538,003	311,594	0	36,393
Support Services:					
Pupils	3,973,051	0	276,654	0	(3,696,397)
Instructional Staff	4,565,233	0	833,620	0	(3,731,613)
Board of Education	93,180	0	0	0	(93,180)
Administration	3,042,534	0	9,237	0	(3,033,297)
Fiscal	1,439,442	0	4,721	0	(1,434,721)
Business	247,234	0	0	0	(247,234)
Operation and Maintenance of Plant	5,568,308	103,941	2,583	0	(5,461,784)
Pupil Transportation	3,618,618	0	1,259	20,887	(3,596,472)
Central	604,981	0	26,691	0	(578,290)
Operation of Non-Instructional Services	894,373	0	986,778	0	92,405
Operation of Food Service	1,010,139	882,900	174,963	0	47,724
Extracurricular Activities	1,296,344	134,898	5,000	0	(1,156,446)
Interest and Fiscal Charges	489,939	0	0	0	(489,939)
Totals	\$62,380,560	\$8,386,196	\$4,484,086	\$20,887	(49,489,391)

General Revenues

Property Taxes Levied for:

General Purposes	39,358,213
Debt Service	706,746
Capital Outlay	1,040,154
Grants and Entitlements not Restricted to Specific Programs	9,219,888
Payment in Lieu of Taxes	962,487
Investment Earnings	164,217
Gain on Sale of Capital Assets	20,096
Miscellaneous	369,299

Total General Revenues 51,841,100

Change in Net Assets 2,351,709

Net Assets Beginning of Year 12,792,803

Net Assets End of Year \$15,144,512

See accompanying notes to the basic financial statements

Mayfield City School District

Balance Sheet

Governmental Funds

June 30, 2004

	General	Other Governmental Funds	Total Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$2,929,988	\$6,804,215	\$9,734,203
Cash in Segregated Accounts	32,562	0	32,562
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	218,513	0	218,513
Accounts Receivable	4,408	6,420	10,828
Intergovernmental Receivable	39,363	279,702	319,065
Interfund Receivable	974,431	13,750	988,181
Inventory Held for Resale	0	17,330	17,330
Materials and Supplies Inventory	156,042	1,632	157,674
Taxes Receivable	38,993,331	1,737,724	40,731,055
<i>Total Assets</i>	<u>\$43,348,638</u>	<u>\$8,860,773</u>	<u>\$52,209,411</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$312,887	\$287,206	\$600,093
Contracts Payable	0	143,577	143,577
Accrued Wages and Benefits	3,589,661	877,007	4,466,668
Interfund Payable	0	988,181	988,181
Matured Compensated Absences Payable	151,888	44,993	196,881
Special Termination Benefits Payable	28,501	9,595	38,096
Intergovernmental Payable	1,084,132	207,834	1,291,966
Deferred Revenue	32,910,437	1,647,302	34,557,739
Accrued Interest Payable	0	1,730	1,730
Notes Payable	0	755,000	755,000
<i>Total Liabilities</i>	<u>38,077,506</u>	<u>4,962,425</u>	<u>43,039,931</u>
Fund Balances			
Reserved for Encumbrances	1,038,753	1,296,783	2,335,536
Reserved for Property Taxes	5,819,102	214,010	6,033,112
Reserved for Budget Stabilization	218,513	0	218,513
Unreserved:			
Undesignated (Deficit), Reported in:			
General Fund	(1,805,236)	0	(1,805,236)
Special Revenue Funds	0	939,255	939,255
Debt Service Fund	0	1,691,890	1,691,890
Capital Projects Funds	0	(243,590)	(243,590)
<i>Total Fund Balances</i>	<u>5,271,132</u>	<u>3,898,348</u>	<u>9,169,480</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$43,348,638</u>	<u>\$8,860,773</u>	<u>\$52,209,411</u>

See accompanying notes to the basic financial statements

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

Total Governmental Fund Balances	\$9,169,480
<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	15,325,687
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	
Property Taxes	1,452,475
Intergovernmental	102,612
Tuition and Fees	67,044
Total	1,622,131
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	367,342
Intergovernmental payable includes contractually required pension contributions not expected to be paid with expendable available financial resources and therefore are not reported in the funds.	(628,958)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(53,825)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(6,916,194)
Energy Conservation Notes	(810,000)
Compensated Absences	(2,521,315)
Capital Leases	(409,836)
Total	(10,657,345)
<i>Net Assets of Governmental Activities</i>	\$15,144,512

See accompanying notes to the basic financial statements

Mayfield City 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 Taxes	\$38,693,081	\$1,725,716	\$40,418,797
Intergovernmental	7,565,710	6,361,035	13,926,745
Interest	119,945	45,092	165,037
Tuition and Fees	645,967	6,266,641	6,912,608
Extracurricular Activities	0	118,734	118,734
Contributions and Donations	0	59,784	59,784
Charges for Services	0	1,183,869	1,183,869
Rentals	103,941	0	103,941
Payment in Lieu of Taxes	919,560	42,927	962,487
Miscellaneous	255,504	113,795	369,299
<i>Total Revenues</i>	<u>48,303,708</u>	<u>15,917,593</u>	<u>64,221,301</u>
Expenditures			
Current:			
Instruction:			
Regular	19,592,292	357,481	19,949,773
Special	6,093,401	2,620,134	8,713,535
Vocational	1,166,764	3,645,511	4,812,275
Adult/Continuing	0	481,511	481,511
Horticulture	0	805,150	805,150
Support Services:			
Pupils	3,232,311	776,506	4,008,817
Instructional Staff	3,040,565	1,450,714	4,491,279
Board of Education	93,249	0	93,249
Administration	2,535,195	463,300	2,998,495
Fiscal	1,339,579	82,840	1,422,419
Business	233,747	0	233,747
Operation and Maintenance of Plant	5,291,867	143,442	5,435,309
Pupil Transportation	3,398,755	2,581	3,401,336
Central	550,189	37,346	587,535
Operation of Non-Instructional Services	1,056	866,767	867,823
Operation of Food Service	0	1,014,221	1,014,221
Extracurricular Activities	813,769	501,373	1,315,142
Capital Outlay	370,681	2,461,244	2,831,925
Debt Service:			
Principal Retirement	67,595	1,445,005	1,512,600
Interest and Fiscal Charges	17,862	466,419	484,281
<i>Total Expenditures</i>	<u>47,838,877</u>	<u>17,621,545</u>	<u>65,460,422</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>464,831</u>	<u>(1,703,952)</u>	<u>(1,239,121)</u>
Other Financing Sources (Uses)			
General Obligation Notes Issued	0	810,000	810,000
Proceeds from Sale of Capital Assets	6,680	13,416	20,096
Transfers In	0	630,855	630,855
Transfers Out	(369,289)	(261,566)	(630,855)
<i>Total Other Financing Sources (Uses)</i>	<u>(362,609)</u>	<u>1,192,705</u>	<u>830,096</u>
<i>Net Change in Fund Balances</i>	102,222	(511,247)	(409,025)
<i>Fund Balances Beginning of Year</i>	<u>5,168,910</u>	<u>4,409,595</u>	<u>9,578,505</u>
<i>Fund Balances End of Year</i>	<u>\$5,271,132</u>	<u>\$3,898,348</u>	<u>\$9,169,480</u>

See accompanying notes to the basic financial statements

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

Net Change in Fund Balances - Total Governmental Funds (\$409,025)

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

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

Capital Outlay	3,218,929
Depreciation	<u>(1,391,320)</u>

Total	1,827,609
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Property Taxes	686,316
Intergovernmental	(265,450)
Tuition and Fees	<u>67,044</u>

Total	487,910
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Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Bonds Payable	500,005
Notes Payable	945,000
Capital Leases Payable	<u>67,595</u>

Total	1,512,600
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In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (5,658)

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	(134,108)
Pension Obligation	<u>(100,388)</u>

Total	(234,496)
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The internal service fund used by management to charge the costs of insurance to individual funds are not reported in the district-wide statements of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. (17,231)

Other financing sources, such as proceeds of notes, in the governmental funds increase long-term liabilities in the statement of net assets. (810,000)

Change in Net Assets of Governmental Activities \$2,351,709

See accompanying notes to the basic financial statements

Mayfield City 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 Taxes	\$36,810,601	\$36,233,998	\$36,233,998	\$0
Intergovernmental	7,675,854	7,564,363	7,564,363	0
Interest	159,420	156,923	156,923	0
Tuition and Fees	664,618	654,499	654,499	0
Rentals	105,040	103,395	103,395	0
Payment in Lieu of Taxes	934,193	919,560	919,560	0
Miscellaneous	266,810	253,594	253,594	0
<i>Total Revenues</i>	<u>46,616,536</u>	<u>45,886,332</u>	<u>45,886,332</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular	20,035,100	19,738,968	19,701,196	37,772
Special	5,606,801	6,202,317	6,176,644	25,673
Vocational	1,283,812	1,332,072	1,296,135	35,937
Support Services:				
Pupils	3,137,185	3,255,866	3,217,710	38,156
Instructional Staff	3,457,489	3,269,820	3,212,419	57,401
Board of Education	114,326	99,876	93,292	6,584
Administration	2,464,442	2,615,988	2,588,801	27,187
Fiscal	1,091,951	1,355,454	1,347,009	8,445
Business	329,649	334,238	329,129	5,109
Operation and Maintenance of Plant	5,357,214	5,423,727	5,412,510	11,217
Pupil Transportation	3,668,412	3,642,317	3,637,238	5,079
Central	664,252	583,202	578,395	4,807
Extracurricular Activities	818,827	841,601	817,427	24,174
Capital Outlay	553,241	477,075	474,011	3,064
<i>Total Expenditures</i>	<u>48,582,701</u>	<u>49,172,521</u>	<u>48,881,916</u>	<u>290,605</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,966,165)</u>	<u>(3,286,189)</u>	<u>(2,995,584)</u>	<u>290,605</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	6,680	6,680	6,680	0
Advances In	2,201,511	2,201,511	2,201,511	0
Advances Out	(2,389,039)	(2,389,039)	(1,794,596)	594,443
Transfers Out	(386,741)	(386,741)	(369,289)	17,452
<i>Total Other Financing Sources (Uses)</i>	<u>(567,589)</u>	<u>(567,589)</u>	<u>44,306</u>	<u>611,895</u>
<i>Net Change in Fund Balance</i>	<u>(2,533,754)</u>	<u>(3,853,778)</u>	<u>(2,951,278)</u>	<u>902,500</u>
<i>Fund Balance Beginning of Year</i>	3,161,598	3,161,598	3,161,598	0
Prior Year Encumbrances Appropriated	<u>1,617,125</u>	<u>1,617,125</u>	<u>1,617,125</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$2,244,969</u>	<u>\$924,945</u>	<u>\$1,827,445</u>	<u>\$902,500</u>

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Fund Net Assets
Internal Service Fund
June 30, 2004

	<u>Insurance</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$416,319
Liabilities	
Claims Payable	<u>48,977</u>
Net Assets	
Unrestricted	<u><u>\$367,342</u></u>

See accompanying notes to the basic financial statements

Mayfield City School District
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Internal Service Fund
For the Fiscal Year Ended June 30, 2004*

	Insurance
Operating Revenues	
Charges for Services	\$1,208,313
Miscellaneous	20,864
<i>Total Operating Revenues</i>	1,229,177
Operating Expenses	
Purchased Services	29,400
Claims	1,219,970
<i>Total Operating Expenses</i>	1,249,370
<i>Operating Loss</i>	(20,193)
Non-Operating Income	
Interest	2,962
<i>Change in Net Assets</i>	(17,231)
<i>Net Assets Beginning of Year</i>	384,573
<i>Net Assets End of Year</i>	\$367,342

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2004

	Insurance
Increase (Decrease) in Cash and Cash Equivalents	
Cash Flows from Operating Activities	
Cash Received from Interfund Services Provided	\$1,208,313
Cash Received from Other Sources	20,864
Cash Payments for Services	(29,732)
Cash Payments for Claims	(1,195,228)
<i>Net Cash Provided by Operating Activities</i>	4,217
Cash Flows from Investing Activities	
Interest on Investments	2,962
<i>Net Increase in Cash and Cash Equivalents</i>	7,179
<i>Cash and Cash Equivalents Beginning of Year</i>	409,140
<i>Cash and Cash Equivalents End of Year</i>	\$416,319
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities	
Operating Loss	(\$20,193)
Adjustments:	
Increase (Decrease) in Liabilities	
Contracts Payable	(332)
Claims Payable	24,742
<i>Net Cash Provided by Operating Activities</i>	\$4,217
See accompanying notes to the basic financial statements	

Mayfield City 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	\$35,234	\$89,702
Cash in Segregated Accounts	0	16,016
<i>Total Assets</i>	35,234	\$105,718
Liabilities		
Accounts Payable	0	\$12,659
Due to Students	0	77,043
Deposits Held and Due to Others	0	16,016
<i>Total Liabilities</i>	0	\$105,718
Net Assets		
Held in Trust for Scholarships	\$35,234	

See accompanying notes to the basic financial statements

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

	Scholarship
Additions	
Interest	\$210
Deductions	
Scholarships Awarded	500
<i>Change in Net Assets</i>	(290)
<i>Net Assets Beginning of Year</i>	35,524
<i>Net Assets End of Year</i>	\$35,234

See accompanying notes to the basic financial statements

Mayfield City 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

Mayfield City School District is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The School District operates under a locally-elected five-member Board form of government and provides educational services as mandated by State and federal agencies. The Board of Education controls the School District's ten instructional/support facilities staffed by 343 classified employees, 365 certificated full and part-time teaching, tutor and nursing personnel, and 39 administrators who provide services to 4,331 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 Mayfield City 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.

Non-public Schools - Within the School District boundaries, there are various non-public schools. Current State legislature provides funding to these non-public schools. These monies are received and disbursed on behalf of the non-public school by the treasurer of the School District, as directed by the non-public school. These transactions are reported in a special revenue fund and as a governmental activity of the School District.

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

The School District participates in the Mayfield Area Recreation Council and the Ohio Schools' Council Association, jointly governed organizations, and the Ohio School Boards Association Workers' Compensation Group Rating Program, an insurance purchasing pool. These organizations are presented in Notes 14 and 15 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 and to its internal service fund unless those pronouncements conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described below.

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

A. Basis of Presentation

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

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

The 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. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

B. Fund Accounting

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

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

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

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

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

Internal Service Fund The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's only internal service fund is a self insurance fund that accounts for vision, prescription drug and dental claims of School District employees.

Fiduciary Fund Type Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District's only trust fund is a private purpose trust which accounts for a 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 activities and medical savings for employees.

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.

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

The private purpose trust fund is 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 proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the

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

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.

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" on the financial statements.

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

During fiscal year 2004, investments were limited to repurchase agreements, federal home loan bank bonds and certificates of deposit.

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

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 \$119,945, which includes \$67,368 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 money required by State statute to be set aside to create a reserve for budget stabilization. See Note 21 for additional information regarding set asides.

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 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 and construction in progress, 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:

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

Description	Governmental Activities Estimated Lives
Land Improvements	99 years
Buildings and Improvements	30 years
Furniture and Fixtures	6 - 10 years
Vehicles	3 - 10 years
Textbooks	5 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.

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

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

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 accumulated unpaid leave is 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, and are reported as obligations of the funds. However, claims and judgments, compensated absences and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. Bonds and capital leases are recognized as a liability on the fund financial statements when due.

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

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

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 encumbrances, property taxes and budget stabilization.

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 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. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. Any revenues and expenses not meeting the definitions of operating are reported as nonoperating.

Q. 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.

R. 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.

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

S. Budgetary Data

All funds, other than agency funds, are legally required to be budgeted and appropriated. Budgetary information for the Energy Conservation capital projects fund is not reported because it is not included in the entity for which the “appropriated budget” is adopted and does not maintain budgetary financial records. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board’s authorization to spend resources and set annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the object level within each fund and function.

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

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 fiscal years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board during the fiscal year.

Note 3 – Change in Accounting Principle

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

Note 4 - Fund Deficits and Accountability

A. Fund Deficits

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

Special Revenue Funds	
Uniform School Supplies	\$8,493
Adult Education	18,892
Technology	4,274
Student Reading	279
Title VI-B	6,534
Miscellaneous Federal Grants	11,446
Capital Projects Fund	
Construction	579,529

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

The special revenue funds' 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.

The construction capital projects fund deficit balance is the result of the issuance of short-term tax anticipation notes which are used to finance the project. Once the notes are retired, this deficit will be eliminated.

B. Accountability

The following accounts had expenditures plus encumbrances in excess of appropriations contrary to section 5705.41, Ohio Revised Code:

	<u>Final</u> <u>Appropriations</u>	<u>Expenditures</u> <u>Plus</u> <u>Expenditures</u>	<u>Excess</u>
<i>Special Revenue Funds:</i>			
Adult Education:			
Adult/Continuing Instruction			
Salaries and Wages	\$132,425	\$144,531	\$12,106
Purchased Services	43,105	45,034	1,929
Special Rotary:			
Special Instruction			
Salaries and Wages	1,519,665	1,548,365	28,700
Fringe Benefits	396,794	428,641	31,847
Vocational Instruction			
Fringe Benefits	251,047	261,992	10,945
Support Services-Instructional Staff			
Salaries and Wages	487,371	523,140	35,769
Fringe Benefits	153,888	179,217	25,329
Support Services-Administration			
Salaries and Wages	127,814	151,173	23,359
Miscellaneous Federal Grants:			
Vocational Instruction			
Salaries and Wages	19,262	32,873	13,611

Although these violations were not corrected by fiscal year end, management has indicated that appropriations will be closely monitored to ensure no future violations.

Note 5 - Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund 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:

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Investments are reported at cost (budget basis) rather than fair value (GAAP).
5. Unrecorded cash represents amount received but not included as revenue on the budget basis operating statements. These amounts are included on the GAAP basis operating statements.
6. Advances-In and Advances Out are operating transaction (budget) as opposed to balance sheet transactions (GAAP).

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	\$102,222
Net Adjustment for Revenue Accruals	(2,453,381)
Advances In	2,201,511
Beginning Unrecorded Interest	43,613
Ending Unrecorded Interest	(7,564)
Beginning Fair Value Adjustment for Investments	150
Ending Fair Value Adjustment for Investments	(194)
Net Adjustment for Expenditure Accruals	270,584
Advances Out	(1,794,596)
Encumbrances	<u>(1,313,623)</u>
Budget Basis	<u><u>(\$2,951,278)</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.

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

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 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;
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

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

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.

Cash on Hand At fiscal year-end, the School District had \$245 in unreported cash which is included on the balance sheet of the School District as part of “equity in pooled cash and cash equivalents”.

Deposits At fiscal year-end, the carrying amount of the School District's deposits was (\$689,703) and the bank balance was \$99,129. The entire bank balance was covered by federal depository insurance. 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.

	Category 3	Carrying and Fair Value
Repurchase Agreements	\$10,635,909	\$10,635,909
Federal Home Loan Bank Bonds	596,098	596,098
Total	\$11,232,007	\$11,232,007

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

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$10,542,549	\$0
Investments:		
Repurchase Agreements	(10,635,909)	10,635,909
Federal Home Loan Bank Bonds	(596,098)	596,098
Cash on Hand	(245)	0
GASB Statement No. 3	(\$689,703)	\$11,232,007

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

Note 7 - Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the School District. Real property tax 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 by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility tangible personal property received in calendar 2004 represents collections of calendar year 2003 taxes. Public utility real and tangible personal property taxes received in calendar year 2004 became 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 currently is assessed at varying percentages of true value.

Tangible personal property tax received during calendar year 2004 (other than public utility property) represents 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 September 20.

The School District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half 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 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 late settlement of tangible personal property taxes and the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations and are 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 \$5,819,102 in the general fund, \$117,575 in the bond retirement fund and \$96,435 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2003 was \$3,457,841 in the general fund, \$77,403 in the bond retirement fund and \$65,169 in the permanent improvement capital projects fund. The difference was in the timing and collection by the County Auditor.

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 has been deferred.

Mayfield City 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	\$1,087,509,380	89.93 %	\$1,184,085,240	91.28 %
Public Utility Property	20,801,090	1.72	21,133,180	1.63
Tangible Personal Property	100,927,253	8.35	92,048,538	7.09
Total Assessed Value	<u>\$1,209,237,723</u>	<u>100.00 %</u>	<u>\$1,297,266,958</u>	<u>100.00 %</u>
Tax rate per \$1,000 of assessed valuation	\$66.10		\$66.10	

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:

Intergovernmental Receivables	Amount
Tuition	\$135,320
Miscellaneous Federal Grants	103,258
Carl Perkins Grant	27,773
Federal Lunch Reimbursement	17,533
Classroom Reduction Grant	16,942
Title III Grant	7,667
Tech Prep Grant	6,128
Title VI Grant	1,714
City of Mayfield Hills	1,347
City of Painesville	765
Miscellaneous State Grants	618
	<u>\$319,065</u>

Mayfield City School District
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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	\$491,282	\$0	\$0	\$491,282
Construction in Progress	488,780	1,856,803	0	2,345,583
<i>Total Nondepreciable Capital Assets</i>	<u>980,062</u>	<u>1,856,803</u>	<u>0</u>	<u>2,836,865</u>
Depreciable Capital Assets				
Land Improvements	2,632,832	8,218	0	2,641,050
Buildings and Improvements	22,307,753	251,424	0	22,559,177
Furniture and Fixtures	4,985,432	714,156	(155,900)	5,543,688
Vehicles	4,328,671	388,328	0	4,716,999
Textbooks	2,219,415	0	0	2,219,415
<i>Total at Historical Cost</i>	<u>36,474,103</u>	<u>1,362,126</u>	<u>(155,900)</u>	<u>37,680,329</u>
Less: Accumulated Depreciation				
Land Improvements	(1,716,748)	(106,683)	0	(1,823,431)
Buildings and Improvements	(14,519,934)	(434,271)	0	(14,954,205)
Furniture and Fixtures	(3,885,826)	(512,286)	155,900	(4,242,212)
Vehicles	(2,298,292)	(338,080)	0	(2,636,372)
Textbooks	(1,535,287)	0	0	(1,535,287)
<i>Total Accumulated Depreciation</i>	<u>(23,956,087)</u>	<u>(1,391,320) *</u>	<u>155,900</u>	<u>(25,191,507)</u>
<i>Depreciable Capital Assets, Net of Accumulated Depreciation</i>	<u>12,518,016</u>	<u>(29,194)</u>	<u>0</u>	<u>12,488,822</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$13,498,078</u>	<u>\$1,827,609</u>	<u>\$0</u>	<u>\$15,325,687</u>

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* Depreciation expense was charged to governmental functions as follows:

Instruction	
Regular	\$805,257
Special	7,925
Vocational	20,864
Adult/Continuing	580
Support Services	
Pupils	4,787
Instructional Staff	38,583
Administration	20,166
Fiscal	3,993
Business	5,586
Operation and Maintenance of Plant	16,503
Pupil Transportation	406,672
Operation of Non-Instructional Services	28,252
Operation of Food Service	10,914
Extracurricular Activities	21,238
Total Depreciation Expense	\$1,391,320

Note 10 - Interfund Transfers and Balances

A. Interfund Transfers

Transfers made during the year ended June 30, 2004 were as follows:

Transfers To	Transfers From		
	General	Permanent Improvement	Total
Other Governmental Funds:			
Uniform School Supplies	\$25,000	\$0	\$25,000
Adult Education	35,200	0	35,200
Athletics & Music	49,100	0	49,100
Technical Preparation	962	0	962
Miscellaneous State Grants	68	0	68
General Obligation Bond Retirement	0	261,566	261,566
Permanent Improvement	258,959	0	258,959
<i>Total All Funds</i>	\$369,289	\$261,566	\$630,855

The transfer from the permanent improvement fund to the general obligation bond retirement fund was made to meet a debt service requirement paid from the bond retirement fund. The remaining transfers were made to move unrestricted balances to support programs and projects accounted for in other funds.

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B. Interfund Balances

Interfund balances at June 30, 2004, consist of the following individual fund receivables and payables:

	Interfund Receivable		
Interfund Payable	General	Nonmajor Governmental Funds	Total
Nonmajor Governmental Funds	\$974,431	\$13,750	\$988,181

These loans were made to support programs and projects in various special revenue funds.

Note 11 – Fund Obligations

The School District’s note activity, including amount outstanding and interest rate, is as follows:

	Outstanding June 30, 2003	Additions	Deletions	Outstanding June 30, 2004
2003 1.30%				
Energy Conservation Notes	\$100,000	\$0	\$100,000	\$0
2003 2.75%				
Tax Anticipation Notes	990,000	0	235,000	755,000
<i>Total Notes</i>	<u>\$1,090,000</u>	<u>\$0</u>	<u>\$335,000</u>	<u>\$755,000</u>

The energy conservation bond anticipation notes were issued for the purpose of lighting and window replacement throughout the School District. All of the notes are backed by the full faith and credit of the Mayfield City School District and mature within one year. The note liability is reflected in the fund which received the proceeds.

The tax anticipation notes will be used to construct, remodel, improve and furnish buildings for school purposes, including vocational education and improving school grounds. The tax anticipation notes will be paid from the construction capital projects fund with general fund property tax revenue. Principal and interest payments to retire the tax anticipation notes are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2005	\$245,000	\$17,394	\$262,394
2006	250,000	10,587	260,587
2007	260,000	3,575	263,575
Total	<u>\$755,000</u>	<u>\$31,556</u>	<u>\$786,556</u>

Mayfield City School District
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Note 12 – Long-Term Obligations

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

	Principal Outstanding June 30, 2003	Additions	Deductions	Principal Outstanding June 30, 2004	Amount Due in One Year
Governmental Activities					
General Obligation Bonds					
1987 6.5%					
School Improvement Bonds	\$1,475,000	\$0	(\$295,000)	\$1,180,000	\$295,000
1998 4.44%					
School Improvement Bonds	5,941,199	0	(205,005)	5,736,194	196,194
<i>Total General Obligation Bonds</i>	7,416,199	0	(500,005)	6,916,194	491,194
Energy Conservation Notes Payable	945,000	810,000	(945,000)	810,000	0
Compensated Absences	2,387,207	315,662	(181,554)	2,521,315	216,283
Capital Leases	477,431	0	(67,595)	409,836	70,348
<i>Total Governmental Activities</i> <i>Long-Term Liabilities</i>	<u>\$11,225,837</u>	<u>\$1,125,662</u>	<u>(\$1,694,154)</u>	<u>\$10,657,345</u>	<u>\$777,825</u>

On January 1, 1987, the School District issued \$5,900,000 in voted general obligation bonds for the purpose of building a field house and a pool. The bonds were issued for a twenty year period with a final maturity at December 1, 2007.

On December 1, 1998, the School District issued \$6,999,994 in voted general obligation bonds for the purpose of building a science facility at the high school as well as technology upgrades in the middle and high schools. The bonds were issued for a twenty year period with a final maturity at December 1, 2018.

General obligation bonds will be paid from the general obligation bond retirement fund. Compensated absences will be paid from the general fund and the food service, vocational education, adult education, special rotary, title VI-B, Carl Perkins grant, title I and miscellaneous federal grants special revenue funds.

The \$945,000 energy conservation note issued at 2.75 percent and outstanding at June 30, 2003, was rolled over on July 1, 2004 into the \$810,000 energy conservation 1.25 percent note. This note is backed by full faith of the Mayfield City School District.

The overall debt margin of the School District as of June 30, 2004 was \$110,892,297 with an unvoted debt margin of \$1,297,267. Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2004 are as follows:

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Fiscal Year Ending June 30	Principal	Interest	Total
2005	\$491,194	\$411,333	\$902,527
2006	595,000	282,578	877,578
2007	605,000	251,582	856,582
2008	620,000	219,944	839,944
2009	335,000	197,238	532,238
2010 - 2014	1,905,000	757,965	2,662,965
2015 - 2019	2,365,000	284,035	2,649,035
Total	<u>\$6,916,194</u>	<u>\$2,404,675</u>	<u>\$9,320,869</u>

Note 13 – Capital Leases

The capital lease obligation relates to a phone system project currently being installed within the School District. This lease meets the criteria for a capital lease as defined by Statement of Financial Accounting Standards No. 13 “Accounting for Leases.” At the time the School District entered into this lease the phone system had not yet been installed. The School District made twenty payments as of June 30, 2004. This lease has been capitalized as a capital asset in the amount of \$488,780 for construction in progress as of June 30, 2004. The entire principal amount owed on the lease is \$521,018. As part of the agreement, Key Municipal Finance, a division of Key Corporate Capital Incorporated, as lessor, provided \$521,018 for the construction of the phone system. Amounts are paid to contractors by the fiscal agent at the direction of the School District as the project progresses. As of June 30, 2004, \$32,562 is held by the fiscal agent and will be paid for the phone system costs.

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

	Amounts
2005	<u>\$85,457</u>
2006	85,457
2007	85,457
2008	85,457
2009	85,457
2010	<u>28,486</u>
Total Mimimum Lease Payments	455,771
Less: Amount representing interest	<u>(45,935)</u>
Present Value of Mimimum Lease Payments	<u>\$409,836</u>

Note 14 - Jointly Governed Organizations

Mayfield Area Recreation Council The Mayfield Area Recreation Council (Council) is a jointly governed organization of the School District. The Council was formed to provide recreational activities to the communities of Mayfield City School District. The Board of Education appoints two members of the eleven-member commission. The School District makes no financial contributions to the Council, but it does provide the use of its facilities and land. The School District’s control is limited to its representation

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on the governing board. The Council's continued existence is not dependent on the School District's continued participation. The Council is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit or burden on the School District. Financial information on the Council can be obtained from Kay Vincent, Secretary 211 Alpha Park, Highland Heights, Ohio 44143.

Ohio Schools' Council Association The Ohio Schools' Council Association (Council) is a jointly governed organization among eighty-three school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2004, the School District paid \$650 to the Council. Financial information can be obtained by contacting Dr. David Cottrell Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the Council's electric purchase program which was implemented during fiscal year 1998. This program allows school districts to purchase electricity at reduced rates, if the school districts will commit to participating for an eight year period. The participants make monthly payments based on estimated usage. Each June these estimated payments are compared to their actual usage for the year and any necessary adjustments are made.

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

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

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

Note 15 - Insurance Purchasing Pool

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

Mayfield City School District
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Note 16 - 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 with Indiana Insurance Company for general liability insurance. Property insurance was contracted through Todd and Associates and the Ohio School Council who also covers boiler and machinery, inland marine, flood and earthquake and crime. There is a \$5,000 deductible on property insurance.

Professional liability is protected by Indiana Insurance Company with a \$1,000,000 each occurrence limit, \$2,000,000 annual aggregate with no deductible. Vehicles are also covered by the Indiana Insurance Company through Todd and Associates and the Ohio Schools Council and have a \$1,000 deductible for comprehensive and a \$1,000 deductible for collision. Automobile liability has a \$1,000,000 combined single limit of liability. A commercial umbrella liability policy is also purchased through Indiana Insurance Company for the School District with a \$10,000,000 limit.

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 15). 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.

C. Employee Insurance Benefits

The School District has elected to provide employee vision, dental and prescription drug benefits through a self insurance fund. The vision/dental benefits are subject to certain deductibles, co-pays and maximum benefits as are outlined in the plan. The prescription drug plan utilizes a 10 percent co-pay per prescription for generic and brand name drugs. Coresource, Incorporated administers the dental plan, Benefit Services Agency, Incorporated administers the vision plan, and National Prescription Administrators, Incorporated administers the prescription drug plan. The administrators review all claims which are paid by the School District.

The claims liability of \$48,977, reported in the fund at June 30, 2004, is based on an estimate provided by the third party administrators and the requirements of GASB Statement No. 30 "Risk Financing Omnibus," which requires that a liability for unpaid claims cost, including estimates of cost relating to incurred but not

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reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the fund's claims liability amount in 2003 and 2004 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2003	\$68,051	\$939,529	\$983,345	\$24,235
2004	24,235	1,219,970	1,195,228	48,977

Note 17 - 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 State Statute per 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 43215-3746 or by calling (614) 222-5853.

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 statutory maximum amounts, 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 \$826,864, \$715,348 and \$436,630 respectively; 47.65 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 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

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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. 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 \$3,184,308, \$3,090,373 and \$2,116,429 respectively; 83.78 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 \$7,888 made by the School District and \$24,454 made by the plan members.

Note 18 - Postemployment Benefits

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

All retirees who participated in the DB or Combined plans 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. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 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 \$244,947 for fiscal year 2004.

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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. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2004, employer contributions to fund health care benefits were 4.91 percent of covered payroll, a decrease of .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 at \$25,400. For the School District, the amount to fund health care benefits, including surcharge, during the 2004 fiscal year equaled \$499,540.

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 19 - 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 year, depending upon length of service and hours worked. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers and most administrators do not earn vacation. Administrators employed to work 260 days per year earn 20 days of vacation annually. Administrators who earn vacation are paid for accumulated unused vacation time upon termination of employment. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 260 days for regular classified and certified employees. Maximum sick leave accumulation for individuals on administrative contracts varies depending on the number of days in the administrator's work year. Upon retirement, all employees receive payment for one-fourth of the total sick leave accumulation, up to their maximum accumulation.

B. Life Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Medical Life Insurance Company, in the amount of \$50,000 for all regular contracted employees and \$100,000 for individuals employed under the administrative salary agreement. The treasurer's life benefit is equal to \$160,000 and the superintendent's life benefit is equal to \$250,000.

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C. Health Insurance Benefits

The School District provides employee medical and surgical plans through Medical Mutual of Ohio and Kaiser Permanente. Employees may choose between these two comprehensive major medical plans for medical/surgical insurance. These plans provide medical/surgical plans with deductibles ranging from zero to \$100 single and zero to \$200 family.

D. Retirement Incentive

The School District Board of Education offers their employees participation in a Retirement Incentive program. Participation is open to employees who are eligible for service retirement under the State Teachers Retirement System (STRS) and School Employees Retirement System (SERS) pursuant to O.R.C. 3307.38 and any applicable STRS and SERS regulations. Each employee who qualifies for and takes retirement must notify the Board in writing of their intention prior to April 22. The employee receives a retirement incentive calculated by taking the employees' daily rate upon retirement and multiplying by ten days. The incentive is paid upon retirement.

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.

B. Litigation

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

Note 21 - Set Asides

The School District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by 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.

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	Budget Stabilization Reserve	Capital Improvements Reserve	Textbooks Instructional Materials Reserve
Set-Aside Reserve Balance as of June 30, 2003	\$218,513	\$0	(\$1,298,076)
Current Year Set-aside Requirement	0	1,254,757	1,254,757
Qualifying Disbursements	0	(3,033,545)	(1,456,294)
Total	\$218,513	(\$1,778,788)	(\$1,499,613)
Set-aside Balance Carried Forward to Future Fiscal Years	\$218,513	\$0	(\$1,499,613)
Set-aside Reserve Balance as of June 30, 2004	\$218,513	\$0	\$0

The School District had qualifying disbursements during the fiscal year that reduced the textbook set-aside amount below zero. This extra amount may be used to reduce the set-aside requirements in future fiscal years. 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. The total reserve balance for the three set-asides at the end of the fiscal year was \$218,513.

Note 22 - 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 23 - Subsequent Events

On July 1, 2004, the School District issued \$675,000 in bond anticipation notes at a rate of 2.25 percent to refinance the existing \$810,000 bond anticipation note, with a maturity date of June 30, 2005.

On November 2, 2004, the residents of the School District approved a 5.5 mill continuing operating levy designated for current operating expenses. Tax revenue from this levy will first be received in January 2005.

Combining Statements and Individual Fund Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trust, or for major capital projects) that are legally restricted to expenditure for specific purposes. A description of the School District's nonmajor special revenue funds follows:

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

Special Trusts Fund This fund accounts for monies from local donations for the purpose of scholarships for students.

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

Vocational Education Fund This fund accounts for revenues and expenses relating to the operation of the School District's vocational education programs.

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

Special Rotary Fund This fund accounts for monies from State and local sources which provides for the operation of classes for the hearing impaired.

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

Technology Fund This fund accounts for a voluntary revenue abatement used for computer related items for the two school buildings located in Mayfield Village.

Web Grant Fund This fund accounts for monies from local sources which provides career coordinator activities for the vocational education program.

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

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

Disadvantaged Pupil Program Fund This fund accounts for State monies provided in support of academic and enrichment programs focusing on children from families qualifying for aid to dependent children.

Career Development Fund This fund accounts for State monies received for vocational education career development projects.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Professional Development Fund This fund accounts for State monies used to assist teachers in gaining new skills and becoming familiar with new teaching methodologies.

Excellence in Education Fund This fund accounts for State monies whose purposes are to support programs encouraging achievement in science and math through teacher in-service and instructional enhancements; to implement mandated competency based instruction in the areas of written expression, math and reading; and to support the implementation of energy conservation measures, or the local acquisitions of textbooks, instructional supplies, and computer equipment/software.

Gifted Education Fund This fund accounts for State monies providing materials and programs geared especially for the School District's gifted children.

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

Entry Year Teachers Fund This fund accounts for State monies used to mentor new teachers into the School District.

Network Connectivity Fund This fund accounts for State monies used for the installation and ongoing support of the data communication links connecting public school buildings to the Statewide Network and to the Internet.

SchoolNet Professional Development Fund This fund accounts for State monies to assist staff in gaining knowledge of technology.

Ohio Reads Fund This fund accounts for State monies to improve reading outcomes, especially on fourth grade reading proficiency tests and for costs associated with volunteer coordinators who administer the program.

Student Reading Fund This fund accounts for State monies intended to provide programs to improve reading outcomes.

Technical Preparation Fund This fund accounts for State monies used for the purchase of computers and interactive media programs for the Technical Center.

Miscellaneous State Grants Fund This fund accounts for State monies which support academic and enrichment programs for the student body.

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

Job Training Partnership Act Fund This fund accounts for monies used for planning and conducting programs that provide for training and upgrading of unemployed persons.

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

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

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

Carl Perkins Grant Fund This fund is used for the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, ancillary services, research, advisory committees, and work study projects.

Title III Fund This fund accounts for Federal monies used for costs associated with English proficiency.

Transition Program Refugee Children Fund This fund accounts for Federal monies used to provide a summer school program focusing on language development, reading and writing skills for refugee and immigrant students.

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

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

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

Preschool Grant Fund This fund accounts for Federal revenues used for speech therapy services and instructional supplies used in preschool programs.

Class Size Reduction Fund This fund accounts for Federal monies received to encourage and help fund smaller classroom size and additional staffing needs.

Miscellaneous Federal Grants Fund This fund accounts for various monies received through State agencies from the Federal government or directly from the Federal government which are not classified elsewhere.

Nonmajor Debt Service Fund

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

Bond Retirement Fund This fund accounts for the retirement of principal and interest on outstanding bonds.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. A description of the School District's nonmajor capital projects funds follows:

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

Energy Conservation Fund This fund accounts for note proceeds used for energy improvements to School District buildings.

Construction Fund This fund accounts for financial resources to be used for the construction of major capital facilities.

Replacement Fund This fund accounts for monies used in the rebuilding, restoration or improvement of the School District property.

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

Mayfield City 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	\$3,829,569	\$1,687,522	\$1,287,124	\$6,804,215
Accounts Receivable	6,420	0	0	6,420
Intergovernmental Receivable	279,702	0	0	279,702
Interfund Receivable	13,750	0	0	13,750
Inventory Held for Resale	17,330	0	0	17,330
Materials and Supplies Inventory	1,632	0	0	1,632
Property Taxes Receivable	0	684,605	1,053,119	1,737,724
<i>Total Assets</i>	<u>\$4,148,403</u>	<u>\$2,372,127</u>	<u>\$2,340,243</u>	<u>\$8,860,773</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$246,416	\$0	\$40,790	\$287,206
Contracts Payable	0	0	143,577	143,577
Accrued Wages and Benefits	877,007	0	0	877,007
Interfund Payable	988,181	0	0	988,181
Matured Compensated Absences Payable	44,993	0	0	44,993
Matured Special Termination Benefits Payable	9,595	0	0	9,595
Intergovernmental Payable	207,570	0	264	207,834
Deferred Revenue	131,640	562,662	953,000	1,647,302
Accrued Interest Payable	0	0	1,730	1,730
Notes Payable	0	0	755,000	755,000
<i>Total Liabilities</i>	<u>2,505,402</u>	<u>562,662</u>	<u>1,894,361</u>	<u>4,962,425</u>
Fund Balances				
Reserved for Encumbrances	703,746	0	593,037	1,296,783
Reserved for Property Taxes	0	117,575	96,435	214,010
Unreserved:				
Undesignated, Reported in:				
Special Revenue	939,255	0	0	939,255
Debt Service	0	1,691,890	0	1,691,890
Capital Projects (Deficit)	0	0	(243,590)	(243,590)
<i>Total Fund Balances</i>	<u>1,643,001</u>	<u>1,809,465</u>	<u>445,882</u>	<u>3,898,348</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$4,148,403</u>	<u>\$2,372,127</u>	<u>\$2,340,243</u>	<u>\$8,860,773</u>

Mayfield City 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 Taxes	\$0	\$694,911	\$1,030,805	\$1,725,716
Intergovernmental	6,158,230	112,136	90,669	6,361,035
Interest	23,426	0	21,666	45,092
Tuition and Fees	6,266,641	0	0	6,266,641
Extracurricular Activities	118,734	0	0	118,734
Contributions and Donations	59,784	0	0	59,784
Charges for Services	1,183,869	0	0	1,183,869
Payment in Lieu of Taxes	0	23,485	19,442	42,927
Miscellaneous	111,948	0	1,847	113,795
<i>Total Revenues</i>	<u>13,922,632</u>	<u>830,532</u>	<u>1,164,429</u>	<u>15,917,593</u>
Expenditures				
Current:				
Instruction:				
Regular	357,481	0	0	357,481
Special	2,620,134	0	0	2,620,134
Vocational	3,645,511	0	0	3,645,511
Adult/Continuing	481,511	0	0	481,511
Horticulture	805,150	0	0	805,150
Support Services:				
Pupils	776,506	0	0	776,506
Instructional Staff	1,450,714	0	0	1,450,714
Administration	463,300	0	0	463,300
Fiscal	82,840	0	0	82,840
Operation and Maintenance of Plant	143,442	0	0	143,442
Pupil Transportation	2,581	0	0	2,581
Central	36,892	454	0	37,346
Operation of Non-Instructional Services	866,767	0	0	866,767
Operation of Food Service	1,014,221	0	0	1,014,221
Extracurricular Activities	501,373	0	0	501,373
Capital Outlay	61,012	0	2,400,232	2,461,244
Debt Service:				
Principal Retirement	0	500,005	945,000	1,445,005
Interest and Fiscal Charges	0	421,697	44,722	466,419
<i>Total Expenditures</i>	<u>13,309,435</u>	<u>922,156</u>	<u>3,389,954</u>	<u>17,621,545</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>613,197</u>	<u>(91,624)</u>	<u>(2,225,525)</u>	<u>(1,703,952)</u>
Other Financing Sources (Uses)				
General Obligation Notes Issued	0	0	810,000	810,000
Proceeds from Sale of Capital Assets	0	0	13,416	13,416
Transfers In	110,330	261,566	258,959	630,855
Transfers Out	0	0	(261,566)	(261,566)
<i>Total Other Financing Sources (Uses)</i>	<u>110,330</u>	<u>261,566</u>	<u>820,809</u>	<u>1,192,705</u>
<i>Net Change in Fund Balances</i>	723,527	169,942	(1,404,716)	(511,247)
<i>Fund Balances Beginning of Year</i>	<u>919,474</u>	<u>1,639,523</u>	<u>1,850,598</u>	<u>4,409,595</u>
<i>Fund Balances End of Year</i>	<u>\$1,643,001</u>	<u>\$1,809,465</u>	<u>\$445,882</u>	<u>\$3,898,348</u>

Mayfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2004

	Food Service	Special Trusts	Uniform School Supplies	Vocational Education
Assets				
Equity in Pooled Cash and Cash Equivalents	\$299,594	\$99,492	\$50,172	\$802,659
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	17,533	0	0	7,559
Interfund Receivable	0	0	0	0
Inventory Held for Resale	17,330	0	0	0
Materials and Supplies Inventory	1,632	0	0	0
<i>Total Assets</i>	<u>\$336,089</u>	<u>\$99,492</u>	<u>\$50,172</u>	<u>\$810,218</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$59,290	\$0	\$6,465	\$19,701
Accrued Wages and Benefits	13,143	0	0	296,029
Interfund Payable	0	0	52,200	0
Matured Compensated Absences Payable	0	0	0	16,334
Matured Special Termination Benefits Payable	0	0	0	3,475
Intergovernmental Payable	7,482	0	0	62,218
Deferred Revenue	0	0	0	7,559
<i>Total Liabilities</i>	<u>79,915</u>	<u>0</u>	<u>58,665</u>	<u>405,316</u>
Fund Balances				
Reserved for Encumbrances	36,820	500	17,839	195,094
Unreserved, Undesignated (Deficit)	219,354	98,992	(26,332)	209,808
<i>Total Fund Balances (Deficit)</i>	<u>256,174</u>	<u>99,492</u>	<u>(8,493)</u>	<u>404,902</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$336,089</u>	<u>\$99,492</u>	<u>\$50,172</u>	<u>\$810,218</u>

<u>Adult Education</u>	<u>Special Rotary</u>	<u>Public School Support</u>	<u>Technology</u>	<u>Web Grant</u>	<u>Athletics and Music</u>
\$76,677	\$1,447,041	\$72,882	\$4,715	\$741	\$107,686
0	6,420	0	0	0	0
0	90,510	0	0	0	0
0	13,500	250	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$76,677</u>	<u>\$1,557,471</u>	<u>\$73,132</u>	<u>\$4,715</u>	<u>\$741</u>	<u>\$107,686</u>
\$0	\$36,670	\$6,085	\$0	\$0	\$2,079
9,833	492,127	0	0	0	0
78,780	585,294	635	8,989	736	91,578
0	28,659	0	0	0	0
0	6,120	0	0	0	0
6,956	101,877	0	0	0	163
0	21,469	0	0	0	0
<u>95,569</u>	<u>1,272,216</u>	<u>6,720</u>	<u>8,989</u>	<u>736</u>	<u>93,820</u>
60,070	120,892	3,668	0	0	57,908
(78,962)	164,363	62,744	(4,274)	5	(44,042)
<u>(18,892)</u>	<u>285,255</u>	<u>66,412</u>	<u>(4,274)</u>	<u>5</u>	<u>13,866</u>
<u>\$76,677</u>	<u>\$1,557,471</u>	<u>\$73,132</u>	<u>\$4,715</u>	<u>\$741</u>	<u>\$107,686</u>

(continued)

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

	Auxiliary Services	Disadvantaged Pupil Program	Career Development	Professional Development
Assets				
Equity in Pooled Cash and Cash Equivalents	\$340,439	\$138	\$1,809	\$5,041
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	0	0	0	0
Interfund Receivable	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$340,439</u>	<u>\$138</u>	<u>\$1,809</u>	<u>\$5,041</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$115,815	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0	0
Interfund Payable	0	0	73	0
Matured Compensated Absences Payable	0	0	0	0
Matured Special Termination Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	0	0
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>115,815</u>	<u>0</u>	<u>73</u>	<u>0</u>
Fund Balances				
Reserved for Encumbrances	149,447	0	1,668	1,906
Unreserved, Undesignated (Deficit)	75,177	138	68	3,135
<i>Total Fund Balances (Deficit)</i>	<u>224,624</u>	<u>138</u>	<u>1,736</u>	<u>5,041</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$340,439</u>	<u>\$138</u>	<u>\$1,809</u>	<u>\$5,041</u>

<u>Excellence In Education</u>	<u>Gifted Education</u>	<u>Educational Management Information Systems</u>	<u>Entry Year Teachers</u>	<u>SchoolNet Professional Development</u>	<u>Student Reading</u>
\$3,703	\$64	\$10,069	\$11,000	\$3,446	\$246
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$3,703</u>	<u>\$64</u>	<u>\$10,069</u>	<u>\$11,000</u>	<u>\$3,446</u>	<u>\$246</u>
\$0	\$0	\$0	\$0	\$0	\$31
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	1,199	0	0	494
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>1,199</u>	<u>0</u>	<u>0</u>	<u>525</u>
0	26	0	0	46	215
<u>3,703</u>	<u>38</u>	<u>8,870</u>	<u>11,000</u>	<u>3,400</u>	<u>(494)</u>
<u>3,703</u>	<u>64</u>	<u>8,870</u>	<u>11,000</u>	<u>3,446</u>	<u>(279)</u>
<u>\$3,703</u>	<u>\$64</u>	<u>\$10,069</u>	<u>\$11,000</u>	<u>\$3,446</u>	<u>\$246</u>

(continued)

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

	Technical Preparation	Miscellaneous State Grants	Adult Basic Education	Job Training Partnership Act
Assets				
Equity in Pooled Cash and Cash Equivalents	\$222,181	\$74,707	\$4,978	\$27,505
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	6,128	618	0	0
Interfund Receivable	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$228,309</u>	<u>\$75,325</u>	<u>\$4,978</u>	<u>\$27,505</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$0	\$280	\$0
Accrued Wages and Benefits	0	1,409	0	0
Interfund Payable	53,384	6,618	500	20,000
Matured Compensated Absences Payable	0	0	0	0
Matured Special Termination Benefits Payable	0	0	0	0
Intergovernmental Payable	0	604	242	0
Deferred Revenue	6,128	618	0	0
<i>Total Liabilities</i>	<u>59,512</u>	<u>9,249</u>	<u>1,022</u>	<u>20,000</u>
Fund Balances				
Reserved for Encumbrances	28,752	3,812	1,043	0
Unreserved, Undesignated (Deficit)	140,045	62,264	2,913	7,505
<i>Total Fund Balances (Deficit)</i>	<u>168,797</u>	<u>66,076</u>	<u>3,956</u>	<u>7,505</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$228,309</u>	<u>\$75,325</u>	<u>\$4,978</u>	<u>\$27,505</u>

Eisenhower Math and Science	Title VI-B	Carl Perkins Grant	Title III	Transition Program Refugee Children	Title I
\$3,768	\$23,050	\$17,279	\$1,332	\$4,600	\$35,782
0	0	0	0	0	0
0	0	27,773	7,667	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$3,768</u>	<u>\$23,050</u>	<u>\$45,052</u>	<u>\$8,999</u>	<u>\$4,600</u>	<u>\$35,782</u>
\$0	\$0	\$0	\$0	\$0	\$0
0	20,637	0	0	2,706	26,817
0	1,497	27,773	7,667	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	7,450	2,319	448	772	4,871
0	0	0	0	0	0
<u>0</u>	<u>29,584</u>	<u>30,092</u>	<u>8,115</u>	<u>3,478</u>	<u>31,688</u>
3,695	2,440	12,816	1,332	0	1,596
73	(8,974)	2,144	(448)	1,122	2,498
<u>3,768</u>	<u>(6,534)</u>	<u>14,960</u>	<u>884</u>	<u>1,122</u>	<u>4,094</u>
<u>\$3,768</u>	<u>\$23,050</u>	<u>\$45,052</u>	<u>\$8,999</u>	<u>\$4,600</u>	<u>\$35,782</u>

(continued)

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

	Title V	Drug Free Schools	Preschool Grant	Class Size Reduction
Assets				
Equity in Pooled Cash and Cash Equivalents	\$9,152	\$205	\$1,097	\$25,205
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	1,714	0	0	16,942
Interfund Receivable	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$10,866</u>	<u>\$205</u>	<u>\$1,097</u>	<u>\$42,147</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0	0
Interfund Payable	0	0	0	0
Matured Compensated Absences Payable	0	0	0	0
Matured Special Termination Benefits Payable	0	0	0	0
Intergovernmental Payable	172	0	0	172
Deferred Revenue	0	0	0	16,942
<i>Total Liabilities</i>	<u>172</u>	<u>0</u>	<u>0</u>	<u>17,114</u>
Fund Balances				
Reserved for Encumbrances	312	198	1,097	421
Unreserved, Undesignated (Deficit)	10,382	7	0	24,612
<i>Total Fund Balances (Deficit)</i>	<u>10,694</u>	<u>205</u>	<u>1,097</u>	<u>25,033</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$10,866</u>	<u>\$205</u>	<u>\$1,097</u>	<u>\$42,147</u>

Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$41,114	\$3,829,569
0	6,420
103,258	279,702
0	13,750
0	17,330
0	1,632
<u>\$144,372</u>	<u>\$4,148,403</u>
\$0	\$246,416
14,306	877,007
52,457	988,181
0	44,993
0	9,595
10,131	207,570
78,924	131,640
<u>155,818</u>	<u>2,505,402</u>
133	703,746
(11,579)	939,255
<u>(11,446)</u>	<u>1,643,001</u>
<u>\$144,372</u>	<u>\$4,148,403</u>

Mayfield City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2004*

	Food Service	Special Trusts	Uniform School Supplies	Vocational Education
Revenues				
Intergovernmental	\$174,963	\$0	\$0	\$1,152,188
Interest	0	1,072	0	3,202
Tuition and Fees	0	0	133,422	1,950,605
Extracurricular Activities	0	0	41,554	0
Contributions and Donations	0	14,530	0	0
Charges for Services	882,900	0	0	31,224
Miscellaneous	454	20,629	0	61,641
<i>Total Revenues</i>	<u>1,058,317</u>	<u>36,231</u>	<u>174,976</u>	<u>3,198,860</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	187,416	0
Special	0	0	0	0
Vocational	0	0	0	2,195,527
Adult/Continuing	0	0	0	0
Horticulture	0	0	0	805,150
Support Services:				
Pupils	0	36,272	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	4,772	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Operation of Food Service	1,013,065	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>1,017,837</u>	<u>36,272</u>	<u>187,416</u>	<u>3,000,677</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	40,480	(41)	(12,440)	198,183
Other Financing Sources				
Transfers In	0	0	25,000	0
<i>Net Change in Fund Balances</i>	40,480	(41)	12,560	198,183
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>215,694</u>	<u>99,533</u>	<u>(21,053)</u>	<u>206,719</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$256,174</u>	<u>\$99,492</u>	<u>(\$8,493)</u>	<u>\$404,902</u>

Adult Education	Special Rotary	Public School Support	Technology	Web Grant	Athletics and Music
\$0	\$1,727,647	\$0	\$0	\$0	\$0
560	9,509	4,006	0	0	0
371,289	3,775,174	26,375	0	0	9,776
0	0	0	0	0	77,180
0	24,186	16,068	0	0	5,000
0	221,157	646	0	0	47,942
6,039	12,108	4,630	5,201	0	1,246
377,888	5,769,781	51,725	5,201	0	141,144
0	885	22,823	8,008	0	0
0	2,117,441	0	0	0	0
0	1,287,990	10,730	0	0	0
461,870	0	0	0	0	0
0	0	0	0	0	0
0	538,964	0	0	0	0
0	711,980	0	0	0	0
0	454,054	0	0	0	0
0	69,353	0	0	0	0
0	134,485	0	0	0	0
0	1,724	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	1,156	0	0	0	0
0	289,692	0	0	0	211,681
0	23,276	0	0	0	0
461,870	5,631,000	33,553	8,008	0	211,681
(83,982)	138,781	18,172	(2,807)	0	(70,537)
35,200	0	0	0	0	49,100
(48,782)	138,781	18,172	(2,807)	0	(21,437)
29,890	146,474	48,240	(1,467)	5	35,303
(\$18,892)	\$285,255	\$66,412	(\$4,274)	\$5	\$13,866

(continued)

Mayfield City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2004*

	Auxiliary Services	Disadvantaged Pupil Program	Career Development	Professional Development
Revenues				
Intergovernmental	\$902,867	\$0	\$0	\$0
Interest	3,782	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Charges for Services	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>906,649</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	0	0
Special	0	0	0	0
Vocational	0	0	0	0
Adult/Continuing	0	0	0	0
Horticulture	0	0	0	0
Support Services:				
Pupils	0	0	0	0
Instructional Staff	0	0	0	3,323
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	783,853	0	0	0
Operation of Food Service	0	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>783,853</u>	<u>0</u>	<u>0</u>	<u>3,323</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	122,796	0	0	(3,323)
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	122,796	0	0	(3,323)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>101,828</u>	<u>138</u>	<u>1,736</u>	<u>8,364</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$224,624</u>	<u>\$138</u>	<u>\$1,736</u>	<u>\$5,041</u>

Excellence In Education	Gifted Education	Educational Management Information Systems	Entry Year Teachers	Network Connectivity	SchoolNet Professional Development
\$0	\$0	\$15,553	\$11,000	\$21,000	\$4,140
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	15,553	11,000	21,000	4,140
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	14,686	0	0	0
0	0	0	0	0	11,730
0	0	0	0	0	0
0	0	13,487	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	16,255	0	20,637	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	28,010	0
0	0	44,428	0	48,647	11,730
0	0	(28,875)	11,000	(27,647)	(7,590)
0	0	0	0	0	0
0	0	(28,875)	11,000	(27,647)	(7,590)
3,703	64	37,745	0	27,647	11,036
\$3,703	\$64	\$8,870	\$11,000	\$0	\$3,446

(continued)

Mayfield City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances*
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2004

	Ohio Reads	Student Reading	Technical Preparation	Miscellaneous State Grants
Revenues				
Intergovernmental	\$4,000	\$56,292	\$356,110	\$36,731
Interest	0	0	1,295	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Charges for Services	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>4,000</u>	<u>56,292</u>	<u>357,405</u>	<u>36,731</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	118,756	15,002
Special	0	56,571	0	0
Vocational	0	0	1,141	14,263
Adult/Continuing	0	0	0	0
Horticulture	0	0	0	0
Support Services:				
Pupils	0	0	33,487	0
Instructional Staff	4,000	0	0	27,346
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	4,185
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Operation of Food Service	0	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	9,726	0
<i>Total Expenditures</i>	<u>4,000</u>	<u>56,571</u>	<u>163,110</u>	<u>60,796</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	0	(279)	194,295	(24,065)
Other Financing Sources				
Transfers In	0	0	962	68
<i>Net Change in Fund Balances</i>	0	(279)	195,257	(23,997)
<i>Fund Balances (Deficit) Beginning of Year</i>	0	0	(26,460)	90,073
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>(\$279)</u>	<u>\$168,797</u>	<u>\$66,076</u>

Adult Basic Education	Job Training Partnership Act	Eisenhower Math and Science	Title VI-B	Carl Perkins Grant	Title III
\$40,719	\$0	\$0	\$709,873	\$225,729	\$55,614
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>40,719</u>	<u>0</u>	<u>0</u>	<u>709,873</u>	<u>225,729</u>	<u>55,614</u>
0	0	0	0	0	0
0	0	0	189,737	0	53,953
0	0	0	0	114,952	0
19,641	0	0	0	0	0
0	0	0	0	0	0
0	0	0	15,316	71,743	0
9,537	0	0	378,497	0	0
0	0	0	0	9,246	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	70,978	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>29,178</u>	<u>0</u>	<u>0</u>	<u>654,528</u>	<u>195,941</u>	<u>53,953</u>
11,541	0	0	55,345	29,788	1,661
0	0	0	0	0	0
11,541	0	0	55,345	29,788	1,661
<u>(7,585)</u>	<u>7,505</u>	<u>3,768</u>	<u>(61,879)</u>	<u>(14,828)</u>	<u>(777)</u>
<u>\$3,956</u>	<u>\$7,505</u>	<u>\$3,768</u>	<u>(\$6,534)</u>	<u>\$14,960</u>	<u>\$884</u>

(continued)

Mayfield City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2004*

	Transition Program Refugee Children	Title I	Title V	Drug Free Schools
Revenues				
Intergovernmental	\$4,600	\$174,959	\$40,430	\$14,361
Interest	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Charges for Services	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>4,600</u>	<u>174,959</u>	<u>40,430</u>	<u>14,361</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	0	0
Special	9,382	168,887	172	0
Vocational	0	0	0	0
Adult/Continuing	0	0	0	0
Horticulture	0	0	0	0
Support Services:				
Pupils	0	0	0	12,744
Instructional Staff	0	10,111	36,875	0
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	5,002	6,934	0
Operation of Food Service	0	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>9,382</u>	<u>184,000</u>	<u>43,981</u>	<u>12,744</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(4,782)	(9,041)	(3,551)	1,617
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	(4,782)	(9,041)	(3,551)	1,617
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>5,904</u>	<u>13,135</u>	<u>14,245</u>	<u>(1,412)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1,122</u>	<u>\$4,094</u>	<u>\$10,694</u>	<u>\$205</u>

Preschool Grant	Class Size Reduction	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$23,951	\$81,243	\$324,260	\$6,158,230
0	0	0	23,426
0	0	0	6,266,641
0	0	0	118,734
0	0	0	59,784
0	0	0	1,183,869
0	0	0	111,948
<u>23,951</u>	<u>81,243</u>	<u>324,260</u>	<u>13,922,632</u>
0	0	4,591	357,481
23,819	172	0	2,620,134
0	0	20,908	3,645,511
0	0	0	481,511
0	0	0	805,150
0	0	53,294	776,506
0	69,814	187,501	1,450,714
0	0	0	463,300
0	0	0	82,840
0	0	0	143,442
0	0	857	2,581
0	0	0	36,892
0	0	0	866,767
0	0	0	1,014,221
0	0	0	501,373
0	0	0	61,012
<u>23,819</u>	<u>69,986</u>	<u>267,151</u>	<u>13,309,435</u>
132	11,257	57,109	613,197
0	0	0	110,330
132	11,257	57,109	723,527
965	13,776	(68,555)	919,474
<u>\$1,097</u>	<u>\$25,033</u>	<u>(\$11,446)</u>	<u>\$1,643,001</u>

Mayfield City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2004

	Permanent Improvements	Construction
Assets		
Equity in Pooled Cash and Cash Equivalents	\$960,811	\$258,172
Property Taxes Receivable	790,725	262,394
<i>Total Assets</i>	\$1,751,536	\$520,566
Liabilities and Fund Balances		
Liabilities		
Accounts Payable	\$40,790	\$0
Contracts Payable	62,606	80,971
Intergovernmental Payable	264	0
Deferred Revenue	690,606	262,394
Accrued Interest Payable	0	1,730
Notes Payable	0	755,000
<i>Total Liabilities</i>	794,266	1,100,095
Fund Balances		
Reserved for Encumbrances	408,627	119,680
Reserved for Property Taxes	96,435	0
Unreserved, Undesignated (Deficit)	452,208	(699,209)
<i>Total Fund Balances (Deficit)</i>	957,270	(579,529)
<i>Total Liabilities and Fund Balances</i>	\$1,751,536	\$520,566

<u>Replacement</u>	<u>School Net Plus</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$65,854	\$2,287	\$1,287,124
<u>0</u>	<u>0</u>	<u>1,053,119</u>
<u>\$65,854</u>	<u>\$2,287</u>	<u>\$2,340,243</u>
\$0	\$0	\$40,790
0	0	143,577
0	0	264
0	0	953,000
0	0	1,730
<u>0</u>	<u>0</u>	<u>755,000</u>
<u>0</u>	<u>0</u>	<u>1,894,361</u>
64,730	0	593,037
0	0	96,435
<u>1,124</u>	<u>2,287</u>	<u>(243,590)</u>
<u>65,854</u>	<u>2,287</u>	<u>445,882</u>
<u>\$65,854</u>	<u>\$2,287</u>	<u>\$2,340,243</u>

Mayfield City 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 Improvements</u>	<u>Energy Conservation</u>	<u>Construction</u>
Revenues			
Property Taxes	\$670,518	\$101,293	\$258,994
Intergovernmental	90,669	0	0
Interest	9,578	0	12,088
Payment in Lieu of Taxes	19,442	0	0
Miscellaneous	1,847	0	0
<i>Total Revenues</i>	<u>792,054</u>	<u>101,293</u>	<u>271,082</u>
Expenditures			
Capital Outlay	540,600	0	1,856,803
Debt Service:			
Principal Retirement	945,000	0	0
Interest and Fiscal Charges	21,263	4	23,455
<i>Total Expenditures</i>	<u>1,506,863</u>	<u>4</u>	<u>1,880,258</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(714,809)</u>	<u>101,289</u>	<u>(1,609,176)</u>
Other Financing Sources (Uses)			
General Obligation Notes Issued	810,000	0	0
Proceeds from Sale of Capital Assets	0	0	0
Transfers In	258,959	0	0
Transfers Out	(261,566)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>807,393</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	92,584	101,289	(1,609,176)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>864,686</u>	<u>(101,289)</u>	<u>1,029,647</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$957,270</u></u>	<u><u>\$0</u></u>	<u><u>(\$579,529)</u></u>

<u>Replacement</u>	<u>School Net Plus</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$0	\$0	\$1,030,805
0	0	90,669
0	0	21,666
0	0	19,442
0	0	1,847
<u>0</u>	<u>0</u>	<u>1,164,429</u>
2,829	0	2,400,232
0	0	945,000
0	0	44,722
<u>2,829</u>	<u>0</u>	<u>3,389,954</u>
<u>(2,829)</u>	<u>0</u>	<u>(2,225,525)</u>
0	0	810,000
13,416	0	13,416
0	0	258,959
0	0	(261,566)
<u>13,416</u>	<u>0</u>	<u>820,809</u>
10,587	0	(1,404,716)
<u>55,267</u>	<u>2,287</u>	<u>1,850,598</u>
<u>\$65,854</u>	<u>\$2,287</u>	<u>\$445,882</u>

Combining Statements - Agency Funds

Agency Funds

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 therefore not available to support the School District's own programs. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results or operations. A description of the School District's agency funds follows:

Student Activities Fund This fund reflects resources that belong to the student bodies of the various schools, accounting for sales and other revenue generating activities.

Key Flexible Spending Fund This fund reflects resources that belong to the School District employees to be used for medical expenses.

Mayfield City School District
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2004

	Beginning Balance July 1, 2003	Additions	Reductions	Ending Balance June 30, 2004
<i>Student Activities</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$110,011	\$173,592	\$193,901	\$89,702
Liabilities				
Accounts Payable	\$20,884	\$12,659	\$20,884	\$12,659
Due to Students	89,127	160,933	173,017	77,043
<i>Total Liabilities</i>	\$110,011	\$173,592	\$193,901	\$89,702
<i>Key Flexible Spending</i>				
Assets				
Cash in Segregated Accounts	\$0	\$86,772	\$70,756	\$16,016
Liabilities				
Deposits Held and Due to Others	0	86,772	70,756	16,016
<i>Total - All Agency Funds</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$110,011	\$173,592	\$193,901	\$89,702
Cash in Segregated Accounts	0	86,772	70,756	16,016
<i>Total Assets</i>	\$110,011	\$260,364	\$264,657	\$105,718
Liabilities				
Accounts Payable	\$20,884	\$12,659	\$20,884	\$12,659
Due to Students	89,127	160,933	173,017	77,043
Deposits Held and Due to Others	0	86,772	70,756	16,016
<i>Total Liabilities</i>	\$110,011	\$260,364	\$264,657	\$105,718

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

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$36,810,601	\$36,233,998	\$36,233,998	\$0
Intergovernmental	7,675,854	7,564,363	7,564,363	0
Interest	159,420	156,923	156,923	0
Tuition and Fees	664,618	654,499	654,499	0
Rentals	105,040	103,395	103,395	0
Payment in Lieu of Taxes	934,193	919,560	919,560	0
Miscellaneous	266,810	253,594	253,594	0
<i>Total Revenues</i>	<u>46,616,536</u>	<u>45,886,332</u>	<u>45,886,332</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	14,141,618	13,932,673	13,922,515	10,158
Fringe Benefits	4,067,212	4,051,173	4,050,680	493
Purchased Services	106,728	102,728	101,889	839
Materials and Supplies	1,080,817	1,054,546	1,037,004	17,542
Capital Outlay - New	378,001	363,865	362,344	1,521
Capital Outlay - Replacement	253,324	225,996	221,294	4,702
Other	7,400	7,987	5,470	2,517
Total Regular	<u>20,035,100</u>	<u>19,738,968</u>	<u>19,701,196</u>	<u>37,772</u>
Special:				
Salaries and Wages	2,990,154	3,102,154	3,101,245	909
Fringe Benefits	843,764	878,064	877,995	69
Purchased Services	1,657,590	2,105,461	2,105,409	52
Materials and Supplies	81,927	83,998	64,735	19,263
Capital Outlay - New	2,368	2,028	2,005	23
Other	30,998	30,612	25,255	5,357
Total Special	<u>5,606,801</u>	<u>6,202,317</u>	<u>6,176,644</u>	<u>25,673</u>
Vocational:				
Salaries and Wages	80,828	80,828	80,474	354
Fringe Benefits	27,115	27,115	23,789	3,326
Purchased Services	1,175,869	1,224,129	1,191,872	32,257
Total Vocational	<u>1,283,812</u>	<u>1,332,072</u>	<u>1,296,135</u>	<u>35,937</u>
Total Instruction	<u>\$26,925,713</u>	<u>\$27,273,357</u>	<u>\$27,173,975</u>	<u>\$99,382</u>

(continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Support Services:				
Pupils:				
Salaries and Wages	\$2,178,999	\$2,271,049	\$2,257,821	\$13,228
Fringe Benefits	711,471	697,991	684,035	13,956
Purchased Services	106,210	126,661	122,538	4,123
Materials and Supplies	128,976	139,438	134,134	5,304
Capital Outlay - New	6,509	16,007	16,007	0
Other	5,020	4,720	3,175	1,545
Total Pupils	3,137,185	3,255,866	3,217,710	38,156
Instructional Staff:				
Salaries and Wages	2,093,812	2,054,112	2,054,055	57
Fringe Benefits	844,578	759,790	733,043	26,747
Purchased Services	141,584	139,191	110,472	28,719
Materials and Supplies	265,870	234,675	233,790	885
Capital Outlay - New	53,696	24,603	23,994	609
Capital Outlay - Replacement	57,349	56,849	56,635	214
Other	600	600	430	170
Total Instructional Staff	3,457,489	3,269,820	3,212,419	57,401
Board of Education:				
Salaries and Wages	14,180	14,180	8,400	5,780
Fringe Benefits	2,294	2,248	1,444	804
Purchased Services	20,302	6,515	6,515	0
Materials and Supplies	184	559	559	0
Other	77,366	76,374	76,374	0
Total Board of Education	114,326	99,876	93,292	6,584
Administration:				
Salaries and Wages	1,597,666	1,662,847	1,659,719	3,128
Fringe Benefits	600,905	608,895	597,558	11,337
Purchased Services	205,810	271,366	268,546	2,820
Materials and Supplies	49,923	62,592	55,114	7,478
Capital Outlay - New	1,400	1,400	1,400	0
Capital Outlay - Replacement	800	950	0	950
Other	7,938	7,938	6,464	1,474
Total Administration	\$2,464,442	\$2,615,988	\$2,588,801	\$27,187

(continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fiscal:				
Salaries and Wages	\$348,651	\$364,451	\$364,354	\$97
Fringe Benefits	72,364	129,452	124,320	5,132
Purchased Services	106,139	125,448	122,520	2,928
Materials and Supplies	7,002	7,932	7,828	104
Capital Outlay - New	0	7,367	7,356	11
Capital Outlay - Replacement	0	1,300	1,210	90
Other	557,795	719,504	719,421	83
Total Fiscal	1,091,951	1,355,454	1,347,009	8,445
Business:				
Salaries and Wages	131,595	131,595	131,212	383
Fringe Benefits	52,664	52,664	52,382	282
Purchased Services	118,492	124,965	121,860	3,105
Materials and Supplies	19,546	17,662	16,785	877
Capital Outlay - Replacement	5,796	5,796	5,796	0
Other	1,556	1,556	1,094	462
Total Business	329,649	334,238	329,129	5,109
Operation and Maintenance of Plant:				
Salaries and Wages	2,193,877	2,310,877	2,310,863	14
Fringe Benefits	826,378	828,778	828,658	120
Purchased Services	1,949,434	1,881,321	1,872,471	8,850
Materials and Supplies	294,790	272,942	271,459	1,483
Capital Outlay - New	26,190	11,347	11,137	210
Capital Outlay - Replacement	40,207	92,124	91,884	240
Other	26,338	26,338	26,038	300
Total Operation and Maintenance of Plant	5,357,214	5,423,727	5,412,510	11,217
Pupil Transportation:				
Salaries and Wages	1,685,095	1,719,095	1,718,873	222
Fringe Benefits	570,582	540,582	539,637	945
Purchased Services	558,572	571,709	567,973	3,736
Materials and Supplies	376,871	356,671	356,495	176
Capital Outlay - New	3,312	0	0	0
Capital Outlay - Replacement	410,512	388,328	388,328	0
Other	63,468	65,932	65,932	0
Total Pupil Transportation	\$3,668,412	\$3,642,317	\$3,637,238	\$5,079

(continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Central:				
Salaries and Wages	\$265,338	\$269,988	\$269,695	\$293
Fringe Benefits	110,569	117,669	117,437	232
Purchased Services	129,532	127,366	124,817	2,549
Materials and Supplies	19,313	19,882	18,829	1,053
Capital Outlay - New	800	6,847	6,847	0
Other	138,700	41,450	40,770	680
Total Central	664,252	583,202	578,395	4,807
Total Support Services	20,284,920	20,580,488	20,416,503	163,985
Extracurricular Activities:				
Sports Oriented Activities:				
Salaries and Wages	498,064	517,565	517,524	41
Fringe Benefits	107,319	98,603	98,593	10
Purchased Services	3,653	5,573	5,223	350
Materials and Supplies	14,262	17,751	17,746	5
Total Sports Oriented Activities	623,298	639,492	639,086	406
Academic Oriented Activities:				
Salaries and Wages	137,694	136,594	120,778	15,816
Fringe Benefits	21,646	21,781	19,219	2,562
Purchased Services	0	7,580	7,580	0
Total Academic Oriented Activities	159,340	165,955	147,577	18,378
School and Public Service Co-Curricular Activities:				
Salaries and Wages	31,273	31,273	26,666	4,607
Fringe Benefits	4,916	4,881	4,098	783
Total School and Public Service Co-Curricular Activities	36,189	36,154	30,764	5,390
Total Extracurricular Activities	\$818,827	\$841,601	\$817,427	\$24,174

(continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Purchased Services	\$202,086	\$193,927	\$193,927	\$0
Capital Outlay - New	351,155	283,148	280,084	3,064
Total Capital Outlay	553,241	477,075	474,011	3,064
<i>Total Expenditures</i>	48,582,701	49,172,521	48,881,916	290,605
<i>Excess of Revenues Under Expenditures</i>	(1,966,165)	(3,286,189)	(2,995,584)	290,605
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	6,680	6,680	6,680	0
Advances In	2,201,511	2,201,511	2,201,511	0
Advances Out	(2,389,039)	(2,389,039)	(1,794,596)	594,443
Transfers Out	(386,741)	(386,741)	(369,289)	17,452
<i>Total Other Financing Sources (Uses)</i>	(567,589)	(567,589)	44,306	611,895
<i>Net Change in Fund Balance</i>	(2,533,754)	(3,853,778)	(2,951,278)	902,500
<i>Fund Balance Beginning of Year</i>	3,161,598	3,161,598	3,161,598	0
Prior Year Encumbrances Appropriated	1,617,125	1,617,125	1,617,125	0
<i>Fund Balance End of Year</i>	<u>\$2,244,969</u>	<u>\$924,945</u>	<u>\$1,827,445</u>	<u>\$902,500</u>

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$106,210	\$112,837	\$112,837	\$0
Charges for Services	831,047	882,900	882,900	0
Miscellaneous	427	454	454	0
<i>Total Revenues</i>	<u>937,684</u>	<u>996,191</u>	<u>996,191</u>	<u>0</u>
Expenditures				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	10,205	10,205	9,152	1,053
Operation of Food Service:				
Salaries and Wages	337,939	337,939	335,442	2,497
Fringe Benefits	162,971	163,007	160,792	2,215
Purchased Services	1,874	1,875	1,148	727
Materials and Supplies	570,473	561,293	539,932	21,361
Capital Outlay - New	3,412	11,412	8,312	3,100
Capital Outlay - Replacement	12,420	23,920	18,683	5,237
Other	1,066	2,209	2,209	0
<i>Total Operation of Food Service</i>	<u>1,090,155</u>	<u>1,101,655</u>	<u>1,066,518</u>	<u>35,137</u>
<i>Total Expenditures</i>	<u>1,100,360</u>	<u>1,111,860</u>	<u>1,075,670</u>	<u>36,190</u>
<i>Net Change in Fund Balance</i>	(162,676)	(115,669)	(79,479)	36,190
<i>Fund Balance Beginning of Year</i>	201,188	201,188	201,188	0
Prior Year Encumbrances Appropriated	81,982	81,982	81,982	0
<i>Fund Balance End of Year</i>	<u>\$120,494</u>	<u>\$167,501</u>	<u>\$203,691</u>	<u>\$36,190</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Trusts Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$859	\$1,068	\$1,072	\$4
Contributions and Donations	11,638	14,477	14,530	53
Miscellaneous	16,523	20,554	20,629	75
<i>Total Revenues</i>	<u>29,020</u>	<u>36,099</u>	<u>36,231</u>	<u>132</u>
Expenditures				
Current:				
Support Services:				
Pupils:				
Other	13,948	36,972	36,772	200
Instructional Staff:				
Other	1,029	2,727	0	2,727
<i>Total Expenditures</i>	<u>14,977</u>	<u>39,699</u>	<u>36,772</u>	<u>2,927</u>
<i>Net Change in Fund Balance</i>	14,043	(3,600)	(541)	3,059
<i>Fund Balance Beginning of Year</i>	<u>99,533</u>	<u>99,533</u>	<u>99,533</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$113,576</u></u>	<u><u>\$95,933</u></u>	<u><u>\$98,992</u></u>	<u><u>\$3,059</u></u>

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Tuition and Fees	\$167,203	\$135,063	\$135,063	\$0
Extracurricular Activities	51,442	41,554	41,554	0
<i>Total Revenues</i>	<u>218,645</u>	<u>176,617</u>	<u>176,617</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	233,755	209,884	209,884	0
Special:				
Materials and Supplies	128	0	0	0
<i>Total Expenditures</i>	<u>233,883</u>	<u>209,884</u>	<u>209,884</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(15,238)</u>	<u>(33,267)</u>	<u>(33,267)</u>	<u>0</u>
Other Financing Sources (Uses)				
Advances In	72,900	72,900	72,900	0
Advances Out	(130,000)	(117,000)	(117,000)	0
Transfers In	25,000	25,000	25,000	0
<i>Total Other Financing Sources (Uses)</i>	<u>(32,100)</u>	<u>(19,100)</u>	<u>(19,100)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(47,338)</u>	<u>(52,367)</u>	<u>(52,367)</u>	<u>0</u>
<i>Fund Balance Beginning of Year</i>	30,281	30,281	30,281	0
Prior Year Encumbrances Appropriated	47,954	47,954	47,954	0
<i>Fund Balance End of Year</i>	<u><u>\$30,897</u></u>	<u><u>\$25,868</u></u>	<u><u>\$25,868</u></u>	<u><u>\$0</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Vocational Education 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	\$1,195,472	\$1,152,188	\$1,152,188	\$0
Interest	3,322	3,202	3,202	0
Tuition and Fees	2,071,813	1,996,800	1,996,800	0
Charges for Services	32,397	31,224	31,224	0
Miscellaneous	63,956	61,641	61,641	0
<i>Total Revenues</i>	<u>3,366,960</u>	<u>3,245,055</u>	<u>3,245,055</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	1,447,139	1,459,981	1,447,002	12,979
Fringe Benefits	465,509	468,549	463,453	5,096
Purchased Services	57,198	48,826	45,409	3,417
Materials and Supplies	248,618	210,939	208,542	2,397
Capital Outlay - New	107,945	110,677	96,498	14,179
Capital Outlay - Replacement	60,482	31,631	24,003	7,628
Other	1,132	52,481	50,848	1,633
<i>Total Vocational</i>	<u>2,388,023</u>	<u>2,383,084</u>	<u>2,335,755</u>	<u>47,329</u>
Horticulture:				
Salaries and Wages	308,699	333,007	311,420	21,587
Fringe Benefits	105,540	123,639	122,288	1,351
Purchased Services	302,691	275,875	267,404	8,471
Materials and Supplies	61,710	51,187	48,704	2,483
Capital Outlay - New	57,686	132,410	67,232	65,178
Capital Outlay - Replacement	4,971	2,971	2,071	900
Other	979	1,673	764	909
<i>Total Horticulture</i>	<u>842,276</u>	<u>920,762</u>	<u>819,883</u>	<u>100,879</u>
<i>Total Expenditures</i>	<u>3,230,299</u>	<u>3,303,846</u>	<u>3,155,638</u>	<u>148,208</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	136,661	(58,791)	89,417	148,208
Other Financing Uses				
Advances Out	(350,000)	(100,000)	0	100,000
<i>Net Change in Fund Balance</i>	(213,339)	(158,791)	89,417	248,208
<i>Fund Balance Beginning of Year</i>	310,929	310,929	310,929	0
Prior Year Encumbrances Appropriated	191,461	191,461	191,461	0
<i>Fund Balance End of Year</i>	<u>\$289,051</u>	<u>\$343,599</u>	<u>\$591,807</u>	<u>\$248,208</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Adult Education Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$808	\$560	\$560	\$0
Tuition and Fees	535,497	371,289	371,289	0
Miscellaneous	8,710	6,039	6,039	0
<i>Total Revenues</i>	<u>545,015</u>	<u>377,888</u>	<u>377,888</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	130,715	132,425	144,531	(12,106)
Fringe Benefits	41,915	43,105	45,034	(1,929)
Purchased Services	307,994	301,094	298,977	2,117
Materials and Supplies	22,839	26,839	19,078	7,761
Capital Outlay - New	400	400	35	365
Capital Outlay - Replacement	750	750	144	606
Other	11,335	11,335	8,133	3,202
<i>Total Expenditures</i>	<u>515,948</u>	<u>515,948</u>	<u>515,932</u>	<u>16</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>29,067</u>	<u>(138,060)</u>	<u>(138,044)</u>	<u>16</u>
Other Financing Sources (Uses)				
Advances In	33,000	33,000	33,000	0
Advances Out	(150,000)	(33,000)	(33,000)	0
Transfers In	35,200	35,200	35,200	0
<i>Total Other Financing Sources (Uses)</i>	<u>(81,800)</u>	<u>35,200</u>	<u>35,200</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(52,733)</u>	<u>(102,860)</u>	<u>(102,844)</u>	<u>16</u>
<i>Fund Balance Beginning of Year</i>	29,746	29,746	29,746	0
Prior Year Encumbrances Appropriated	89,705	89,705	89,705	0
<i>Fund Balance End of Year</i>	<u><u>\$66,718</u></u>	<u><u>\$16,591</u></u>	<u><u>\$16,607</u></u>	<u><u>\$16</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Rotary Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$1,732,369	\$1,726,882	\$1,726,882	\$0
Interest	9,539	9,509	9,509	0
Tuition and Fees	4,186,490	4,008,781	4,016,045	7,264
Contributions and Donations	24,263	24,186	24,186	0
Charges for Services	221,860	221,157	221,157	0
Miscellaneous	5,706	5,688	5,688	0
<i>Total Revenues</i>	6,180,227	5,996,203	6,003,467	7,264
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	0	642	385	257
Capital Outlay - New	0	500	500	0
Other	0	53	0	53
Total Regular	0	1,195	885	310
Special:				
Salaries and Wages	1,512,048	1,519,665	1,548,365	(28,700)
Fringe Benefits	403,744	396,794	428,641	(31,847)
Purchased Services	3,096	4,578	3,513	1,065
Materials and Supplies	46,143	47,020	43,285	3,735
Capital Outlay - New	73,713	34,360	29,558	4,802
Capital Outlay - Replacement	32,638	62,294	56,199	6,095
Total Special	2,071,382	2,064,711	2,109,561	(44,850)
Vocational:				
Salaries and Wages	770,494	971,486	897,674	73,812
Fringe Benefits	231,563	251,047	261,992	(10,945)
Purchased Services	20,396	15,761	13,728	2,033
Materials and Supplies	33,973	40,838	35,821	5,017
Capital Outlay - New	25,602	36,237	23,054	13,183
Total Vocational	1,082,028	1,315,369	1,232,269	83,100
Total Instruction	\$3,153,410	\$3,381,275	\$3,342,715	\$38,560

(continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Support Services:				
Pupils:				
Salaries and Wages	\$570,769	\$432,800	\$377,224	\$55,576
Fringe Benefits	136,414	116,499	109,019	7,480
Purchased Services	59,287	76,038	70,007	6,031
Materials and Supplies	9,268	11,478	8,955	2,523
Capital Outlay - New	2,715	17,180	8,830	8,350
Capital Outlay - Replacement	0	312	312	0
Total Pupils	778,453	654,307	574,347	79,960
Instructional Staff:				
Salaries and Wages	435,949	487,371	523,140	(35,769)
Fringe Benefits	162,963	153,888	179,217	(25,329)
Purchased Services	10,516	7,702	5,759	1,943
Materials and Supplies	7,976	8,072	6,944	1,128
Capital Outlay - Replacement	2,583	2,611	2,611	0
Other	650	650	650	0
Total Instructional Staff	620,637	660,294	718,321	(58,027)
Administration:				
Salaries and Wages	119,902	127,814	151,173	(23,359)
Fringe Benefits	50,579	59,962	59,962	0
Purchased Services	259,020	278,992	260,605	18,387
Materials and Supplies	16,057	16,057	14,984	1,073
Capital Outlay - New	16,357	16,357	11,763	4,594
Capital Outlay - Replacement	1,000	1,000	106	894
Other	600	600	460	140
Total Administration	463,515	500,782	499,053	1,729
Fiscal:				
Purchased Services	62,427	69,353	69,353	0
Operation and Maintenance of Plant:				
Salaries and Wages	32,393	39,678	39,678	0
Fringe Benefits	9,060	15,250	15,250	0
Purchased Services	82,537	91,725	87,895	3,830
Materials and Supplies	871	871	502	369
Capital Outlay - New	0	1,431	0	1,431
Capital Outlay - Replacement	1,013	413	18	395
Total Operation and Maintenance of Plant	125,874	149,368	143,343	6,025
Pupil Transportation:				
Purchased Services	7,024	4,643	3,926	717
Materials and Supplies	4,871	4,371	1,425	2,946
Capital Outlay - New	50,000	50,000	0	50,000
Total Pupil Transportation	61,895	59,014	5,351	53,663
Total Support Services	\$2,112,801	\$2,093,118	\$2,009,768	\$83,350

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Food Service Operations:				
Materials and Supplies	\$787	\$4,611	\$1,489	\$3,122
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Materials and Supplies	0	372,729	294,625	78,104
Other	0	22,325	21,088	1,237
Total Academic and Subject Oriented Activities	0	395,054	315,713	79,341
Total Extracurricular Activities	0	395,054	315,713	79,341
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Purchased Services	3,500	11,440	7,940	3,500
Materials and Supplies	242,084	0	0	0
Capital Outlay - New	50,625	62,399	34,701	27,698
Other	21,253	0	0	0
Total Capital Outlay	317,462	73,839	42,641	31,198
<i>Total Expenditures</i>	5,584,460	5,947,897	5,712,326	235,571
<i>Excess of Revenues Over Expenditures</i>	595,767	48,306	291,141	242,835
Other Financing Sources (Uses)				
Advances In	957,100	957,100	957,100	0
Advances Out	(1,713,034)	(1,315,424)	(1,100,250)	215,174
Transfers Out	(2,000)	(2,000)	0	2,000
<i>Total Other Financing Sources (Uses)</i>	(757,934)	(360,324)	(143,150)	217,174
<i>Net Change in Fund Balance</i>	(162,167)	(312,018)	147,991	460,009
<i>Fund Balance Beginning of Year</i>	954,690	954,690	954,690	0
Prior Year Encumbrances Appropriated	187,641	187,641	187,641	0
<i>Fund Balance End of Year</i>	\$980,164	\$830,313	\$1,290,322	\$460,009

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$3,193	\$4,006	\$4,006	\$0
Tuition and Fees	21,025	26,375	26,375	0
Contributions and Donations	12,809	16,068	16,068	0
Charges for Services	515	646	646	0
Miscellaneous	4,148	4,630	4,630	0
<i>Total Revenues</i>	<u>41,690</u>	<u>51,725</u>	<u>51,725</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	11,560	25,854	11,806	14,048
Materials and Supplies	24,367	36,313	17,121	19,192
Capital Outlay - New	255	255	45	210
Other	12,863	0	0	0
Total Regular	49,045	62,422	28,972	33,450
Vocational:				
Other	0	33,824	11,433	22,391
<i>Total Expenditures</i>	<u>49,045</u>	<u>96,246</u>	<u>40,405</u>	<u>55,841</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(7,355)</u>	<u>(44,521)</u>	<u>11,320</u>	<u>55,841</u>
Other Financing Sources (Uses)				
Advances In	1,100	1,100	1,100	0
Advances Out	(3,029)	(3,029)	(500)	2,529
Transfers Out	(740)	(740)	0	740
<i>Total Other Financing Sources (Uses)</i>	<u>(2,669)</u>	<u>(2,669)</u>	<u>600</u>	<u>3,269</u>
<i>Net Change in Fund Balance</i>	(10,024)	(47,190)	11,920	59,110
<i>Fund Balance Beginning of Year</i>	41,187	41,187	41,187	0
Prior Year Encumbrances Appropriated	10,022	10,022	10,022	0
<i>Fund Balance End of Year</i>	<u>\$41,185</u>	<u>\$4,019</u>	<u>\$63,129</u>	<u>\$59,110</u>

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Miscellaneous	\$5,201	\$5,201	\$5,201	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	1,779	2,999	2,856	143
Capital Outlay - New	3,092	5,214	5,203	11
Total Regular	4,871	8,213	8,059	154
Vocational:				
Purchased Services	2,372	4,000	0	4,000
Capital Outlay - New	15	15	0	15
Total Vocational	2,387	4,015	0	4,015
Total Instruction	7,258	12,228	8,059	4,169
Support Services:				
Instructional Staff:				
Purchased Services	299	504	0	504
Materials and Supplies	17	42	0	42
Total Support Services	316	546	0	546
<i>Total Expenditures</i>	7,574	12,774	8,059	4,715
<i>Net Change in Fund Balance</i>	(2,373)	(7,573)	(2,858)	4,715
<i>Fund Balance Beginning of Year</i>	3,443	3,443	3,443	0
Prior Year Encumbrances Appropriated	4,130	4,130	4,130	0
<i>Fund Balance End of Year</i>	<u>\$5,200</u>	<u>\$0</u>	<u>\$4,715</u>	<u>\$4,715</u>

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Pupil:				
Materials and Supplies	<u>741</u>	<u>741</u>	<u>0</u>	<u>741</u>
<i>Net Change in Fund Balance</i>	(741)	(741)	0	741
<i>Fund Balance Beginning of Year</i>	<u>741</u>	<u>741</u>	<u>741</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$741</u></u>	<u><u>\$741</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Athletics and Music 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				
Tuition and Fees	\$12,121	\$9,776	\$9,776	\$0
Extracurricular Activities	95,692	77,180	77,180	0
Contributions and Donations	6,199	5,000	5,000	0
Charges for Services	59,441	47,942	47,942	0
Miscellaneous	1,545	1,246	1,246	0
<i>Total Revenues</i>	<u>174,998</u>	<u>141,144</u>	<u>141,144</u>	<u>0</u>
Expenditures				
Current:				
Extracurricular Activities:				
Academic Oriented Activities:				
Materials and Supplies	11,597	20,032	14,425	5,607
Sports Oriented Activities:				
Salaries and Wages	15,145	16,291	16,291	0
Fringe Benefits	4,318	4,765	4,765	0
Purchased Services	52,523	58,923	55,762	3,161
Materials and Supplies	129,067	130,312	112,295	18,017
Capital Outlay - New	15,094	15,061	15,061	0
Capital Outlay - Replacement	11,317	11,317	11,317	0
Other	912	835	835	0
Total Sports Oriented Activities	<u>228,376</u>	<u>237,504</u>	<u>216,326</u>	<u>21,178</u>
School and Public Service				
Co-Curricular Activities:				
Materials and Supplies	48,860	54,993	48,428	6,565
<i>Total Expenditures</i>	<u>288,833</u>	<u>312,529</u>	<u>279,179</u>	<u>33,350</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(113,835)</u>	<u>(171,385)</u>	<u>(138,035)</u>	<u>33,350</u>
Other Financing Sources (Uses)				
Advances In	56,800	56,800	56,800	0
Advances Out	(47,000)	(10,600)	(1,100)	9,500
Transfers In	49,100	49,100	49,100	0
<i>Total Other Financing Sources (Uses)</i>	<u>58,900</u>	<u>95,300</u>	<u>104,800</u>	<u>9,500</u>
<i>Net Change in Fund Balance</i>	<u>(54,935)</u>	<u>(76,085)</u>	<u>(33,235)</u>	<u>42,850</u>
<i>Fund Balance Beginning of Year</i>	27,088	27,088	27,088	0
Prior Year Encumbrances Appropriated	<u>53,846</u>	<u>53,846</u>	<u>53,846</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$25,999</u>	<u>\$4,849</u>	<u>\$47,699</u>	<u>\$42,850</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$964,125	\$902,867	\$902,867	\$0
Interest	4,039	3,782	3,782	0
<i>Total Revenues</i>	<u>968,164</u>	<u>906,649</u>	<u>906,649</u>	<u>0</u>
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	570,163	65,306	64,556	750
Materials and Supplies	294,018	964,233	891,054	73,179
Capital Outlay - New	94,258	6,170	6,170	0
Capital Outlay - Replacement	4,043	975	975	0
<i>Total Expenditures</i>	<u>962,482</u>	<u>1,036,684</u>	<u>962,755</u>	<u>73,929</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>5,682</u>	<u>(130,035)</u>	<u>(56,106)</u>	<u>73,929</u>
Other Financing Sources (Uses)				
Advances In	235,000	378,405	378,405	0
Advances Out	(235,000)	(378,405)	(378,405)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	5,682	(130,035)	(56,106)	73,929
<i>Fund Balance Beginning of Year</i>	276	276	276	0
Prior Year Encumbrances Appropriated	133,541	133,541	133,541	0
<i>Fund Balance End of Year</i>	<u>\$139,499</u>	<u>\$3,782</u>	<u>\$77,711</u>	<u>\$73,929</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Disadvantaged Pupil Program Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	138	138	0	138
<i>Net Change in Fund Balance</i>	(138)	(138)	0	138
<i>Fund Balance Beginning of Year</i>	138	138	138	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$138</u>	<u>\$138</u>

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Pupils:				
Purchased Services	432	432	432	0
Materials and Supplies	1,377	1,377	1,236	141
<i>Total Expenditures</i>	1,809	1,809	1,668	141
<i>Net Change in Fund Balance</i>	(1,809)	(1,809)	(1,668)	141
<i>Fund Balance Beginning of Year</i>	141	141	141	0
Prior Year Encumbrances Appropriated	1,668	1,668	1,668	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$141</u>	<u>\$141</u>

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	234	234	234	0
Support Services:				
Instructional Staff:				
Purchased Services	7,163	7,163	4,612	2,551
Materials and Supplies	980	980	396	584
Total Support Services	8,143	8,143	5,008	3,135
<i>Total Expenditures</i>	8,377	8,377	5,242	3,135
<i>Net Change in Fund Balance</i>	(8,377)	(8,377)	(5,242)	3,135
<i>Fund Balance Beginning of Year</i>	1,947	1,947	1,947	0
Prior Year Encumbrances Appropriated	6,430	6,430	6,430	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$3,135</u>	<u>\$3,135</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Excellence in Education 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	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Pupils:				
Purchased Services	<u>3,703</u>	<u>3,703</u>	<u>0</u>	<u>3,703</u>
<i>Net Change in Fund Balance</i>	(3,703)	(3,703)	0	3,703
<i>Fund Balance Beginning of Year</i>	<u>3,703</u>	<u>3,703</u>	<u>3,703</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$3,703</u></u>	<u><u>\$3,703</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Gifted Education Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Materials and Supplies	64	64	26	38
<i>Net Change in Fund Balance</i>	(64)	(64)	(26)	38
<i>Fund Balance Beginning of Year</i>	38	38	38	0
Prior Year Encumbrances Appropriated	26	26	26	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$38	\$38

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$14,929	\$15,553	\$15,553	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	10,315	488	0	488
Support Services:				
Pupils:				
Capital Outlay - New	9,888	20,082	14,686	5,396
Fiscal:				
Capital Outlay - New	0	13,487	13,487	0
Central:				
Purchased Services	4,387	5,755	2,769	2,986
Capital Outlay - New	13,155	13,486	13,486	0
Total Central	17,542	19,241	16,255	2,986
Total Support Services	27,430	52,810	44,428	8,382
<i>Total Expenditures</i>	37,745	53,298	44,428	8,870
<i>Net Change in Fund Balance</i>	(22,816)	(37,745)	(28,875)	8,870
<i>Fund Balance Beginning of Year</i>	33,359	33,359	33,359	0
Prior Year Encumbrances Appropriated	4,386	4,386	4,386	0
<i>Fund Balance End of Year</i>	<u>\$14,929</u>	<u>\$0</u>	<u>\$8,870</u>	<u>\$8,870</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Entry Year Teachers Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$11,000	\$11,000	\$11,000	\$0
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	11,000	11,000	11,000	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$11,000</u>	<u>\$11,000</u>	<u>\$11,000</u>	<u>\$0</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Network Connectivity Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$21,000	\$21,000	\$21,000	\$0
Expenditures				
Current:				
Support Services:				
Central:				
Purchased Services	0	20,637	20,637	0
Capital Outlay:				
Other Facilities Acquisition and Construction:				
Capital Outlay - New	27,647	28,010	28,010	0
<i>Total Expenditures</i>	27,647	48,647	48,647	0
<i>Net Change in Fund Balance</i>	(6,647)	(27,647)	(27,647)	0
<i>Fund Balance Beginning of Year</i>	25,718	25,718	25,718	0
Prior Year Encumbrances Appropriated	1,929	1,929	1,929	0
<i>Fund Balance End of Year</i>	<u>\$21,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Mayfield City 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>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$4,140	\$4,140	\$4,140	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	5,102	5,688	4,878	810
Fringe Benefits	2,493	836	712	124
Purchased Services	3,441	8,652	6,186	2,466
<i>Total Expenditures</i>	<u>11,036</u>	<u>15,176</u>	<u>11,776</u>	<u>3,400</u>
<i>Net Change in Fund Balance</i>	(6,896)	(11,036)	(7,636)	3,400
<i>Fund Balance Beginning of Year</i>	<u>11,036</u>	<u>11,036</u>	<u>11,036</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$4,140</u></u>	<u><u>\$0</u></u>	<u><u>\$3,400</u></u>	<u><u>\$3,400</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Ohio Reads 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	\$2,000	\$4,000	\$4,000	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	0	2,000	2,000	0
Purchased Services	2,000	2,000	2,000	0
<i>Total Expenditures</i>	<u>2,000</u>	<u>4,000</u>	<u>4,000</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>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Student Reading Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$56,292	\$56,292	\$56,292	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	47,509	47,509	47,509	0
Fringe Benefits	7,783	7,783	7,783	0
Materials and Supplies	1,000	1,000	1,000	0
<i>Total Expenditures</i>	<u>56,292</u>	<u>56,292</u>	<u>56,292</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Advances In	12,727	12,727	12,727	0
Advances Out	(12,727)	(12,727)	(12,727)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<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>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Technical Preparation Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$164,622	\$355,024	\$356,110	\$1,086
Interest	0	1,295	1,295	0
<i>Total Revenues</i>	<u>164,622</u>	<u>356,319</u>	<u>357,405</u>	<u>1,086</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	0	1,490	1,490	0
Capital Outlay - New	203,000	230,365	229,137	1,228
Total Regular	<u>203,000</u>	<u>231,855</u>	<u>230,627</u>	<u>1,228</u>
Vocational:				
Salaries and Wages	0	979	979	0
Fringe Benefits	0	162	162	0
Materials and Supplies	0	29	29	0
Total Vocational	<u>0</u>	<u>1,170</u>	<u>1,170</u>	<u>0</u>
Total Instruction	<u>203,000</u>	<u>233,025</u>	<u>231,797</u>	<u>1,228</u>
Support Services:				
Pupils:				
Purchased Services	33,137	32,361	32,361	0
Materials and Supplies	1,546	2,216	2,195	21
Total Pupils	<u>34,683</u>	<u>34,577</u>	<u>34,556</u>	<u>21</u>
Instructional Staff:				
Purchased Services	930	930	882	48
Total Support Services	<u>35,613</u>	<u>35,507</u>	<u>35,438</u>	<u>69</u>
Capital Outlay				
Other Facilities Acquisition and Construction:				
Capital Outlay - New	9,004	9,726	9,726	0
<i>Total Expenditures</i>	<u>247,617</u>	<u>278,258</u>	<u>276,961</u>	<u>1,297</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(\$82,995)</u>	<u>\$78,061</u>	<u>\$80,444</u>	<u>\$2,383</u>

(continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Advances In	\$0	\$29,028	\$29,028	\$0
Advances Out	(20,238)	(31,138)	(31,138)	0
Transfers In	0	962	962	0
<i>Total Other Financing Sources (Uses)</i>	<u>(20,238)</u>	<u>(1,148)</u>	<u>(1,148)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(103,233)	76,913	79,296	2,383
<i>Fund Balance Beginning of Year</i>	9,858	9,858	9,858	0
Prior Year Encumbrances Appropriated	<u>104,275</u>	<u>104,275</u>	<u>104,275</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$10,900</u>	<u>\$191,046</u>	<u>\$193,429</u>	<u>\$2,383</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Miscellaneous State Grants Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$25,803	\$36,731	\$36,731	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	13,580	12,628	12,628	0
Purchased Services	331	308	308	0
Materials and Supplies	7,328	6,814	2,737	4,077
Capital Outlay - New	7,160	6,658	0	6,658
Total Regular	28,399	26,408	15,673	10,735
Vocational:				
Salaries and Wages	5,617	5,223	5,223	0
Fringe Benefits	909	845	845	0
Purchased Services	7,814	7,266	7,266	0
Materials and Supplies	1,697	1,578	1,542	36
Total Vocational	16,037	14,912	14,876	36
Total Instruction	44,436	41,320	30,549	10,771
Support Services:				
Instructional Staff:				
Salaries and Wages	37,667	79,315	22,426	56,889
Fringe Benefits	5,754	5,355	3,482	1,873
Purchased Services	3,634	3,379	2,579	800
Materials and Supplies	1,846	1,719	1,376	343
Total Instructional Staff	48,901	89,768	29,863	59,905
Operation and Maintenance of Plant:				
Purchased Services	4,736	4,404	4,185	219
Total Support Services	53,637	94,172	34,048	60,124
<i>Total Expenditures</i>	98,073	135,492	64,597	70,895
<i>Excess of Revenues Under Expenditures</i>	(\$72,270)	(\$98,761)	(\$27,866)	\$70,895

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Miscellaneous State Grants Fund (continued)
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Advances In	\$2,720	\$2,720	\$2,720	\$0
Advances Out	0	(2,102)	(2,102)	0
Transfers In	68	68	68	0
<i>Total Other Financing Sources (Uses)</i>	<u>2,788</u>	<u>686</u>	<u>686</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(69,482)	(98,075)	(27,180)	70,895
<i>Fund Balance Beginning of Year</i>	94,056	94,056	94,056	0
Prior Year Encumbrances Appropriated	4,019	4,019	4,019	0
<i>Fund Balance End of Year</i>	<u>\$28,593</u>	<u>\$0</u>	<u>\$70,895</u>	<u>\$70,895</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Adult Basic Education Fund
For the Fiscal Year Ended June 30, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$59,852	\$39,577	\$40,719	\$1,142
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	15,360	16,729	16,729	0
Fringe Benefits	2,375	2,595	2,595	0
Purchased Services	719	464	245	219
Materials and Supplies	2,109	2,480	2,267	213
Capital Outlay - New	34	34	0	34
Total Instruction	20,597	22,302	21,836	466
Support Services:				
Pupil:				
Fringe Benefits	0	1,272	0	1,272
Instructional Staff:				
Salaries and Wages	7,803	6,350	6,350	0
Fringe Benefits	2,753	992	992	0
Purchased Services	1,940	1,950	1,950	0
Materials and Supplies	50	0	0	0
Other	475	475	200	275
Total Instructional Staff	13,021	9,767	9,492	275
Total Support Services	13,021	11,039	9,492	1,547
<i>Total Expenditures</i>	33,618	33,341	31,328	2,013
<i>Excess of Revenues Over Expenditures</i>	26,234	6,236	9,391	3,155
Other Financing Sources (Uses)				
Advances In	0	7,900	7,900	0
Advances Out	(18,895)	(21,295)	(20,795)	500
<i>Total Other Financing Sources (Uses)</i>	(18,895)	(13,395)	(12,895)	500
<i>Net Change in Fund Balance</i>	7,339	(7,159)	(3,504)	3,655
<i>Fund Balance Beginning of Year</i>	5,638	5,638	5,638	0
Prior Year Encumbrances Appropriated	1,521	1,521	1,521	0
<i>Fund Balance End of Year</i>	\$14,498	\$0	\$3,655	\$3,655

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Job Training Partnership Act Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	23,860	23,860	0	23,860
Fringe Benefits	3,645	3,645	0	3,645
<i>Total Expenditures</i>	27,505	27,505	0	27,505
<i>Net Change in Fund Balance</i>	(27,505)	(27,505)	0	27,505
<i>Fund Balance Beginning of Year</i>	27,505	27,505	27,505	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$27,505	\$27,505

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Eisenhower Math and Science Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	1,945	1,945	1,872	73
Support Services:				
Instructional Staff:				
Purchased Services	1,520	1,520	1,520	0
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	303	303	303	0
<i>Total Expenditures</i>	<u>3,768</u>	<u>3,768</u>	<u>3,695</u>	<u>73</u>
<i>Excess of Revenues Under Expenditures</i>	(3,768)	(3,768)	(3,695)	73
Other Financing Uses				
Advances Out	(1,690)	(1,690)	(1,690)	0
<i>Net Change in Fund Balance</i>	(5,458)	(5,458)	(5,385)	73
<i>Fund Balance Beginning of Year</i>	1,765	1,765	1,765	0
Prior Year Encumbrances Appropriated	3,693	3,693	3,693	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$73</u>	<u>\$73</u>

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$876,748	\$707,174	\$709,873	\$2,699
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	0	84,176	77,074	7,102
Fringe Benefits	0	20,352	19,253	1,099
Purchased Services	52,700	114,124	114,124	0
Total Instruction	\$52,700	\$218,652	\$210,451	\$8,201
Support Services:				
Pupils:				
Salaries and Wages	12,980	3,372	3,372	0
Fringe Benefits	2,032	688	688	0
Purchased Services	2,440	2,440	2,440	0
Other	424	0	0	0
Total Pupils	17,876	6,500	6,500	0
Instructional Staff:				
Salaries and Wages	0	264,300	260,983	3,317
Fringe Benefits	0	119,758	113,586	6,172
Purchased Services	1,778	5,274	5,274	0
Other	2,498	0	0	0
Total Instructional Staff	4,276	389,332	379,843	9,489
Total Support Services	22,152	395,832	386,343	9,489
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	0	70,978	70,978	0
Total Expenditures	74,852	685,462	667,772	17,690
Excess of Revenues Over Expenditures	801,896	21,712	42,101	20,389
Other Financing Sources (Uses)				
Advances In	10,000	10,000	10,000	0
Advances Out	(96,343)	(106,343)	(106,343)	0
Total Other Financing Sources (Uses)	(86,343)	(96,343)	(96,343)	0
Net Change in Fund Balance	715,553	(74,631)	(54,242)	20,389
Fund Balance Beginning of Year	17,935	17,935	17,935	0
Prior Year Encumbrances Appropriated	56,917	56,917	56,917	0
Fund Balance End of Year	\$790,405	\$221	\$20,610	\$20,389

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Carl Perkins Grant Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$221,760	\$197,760	\$197,956	\$196
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	62,936	63,315	63,315	0
Fringe Benefits	23,296	23,593	23,593	0
Purchased Services	7,185	31,377	31,377	0
Materials and Supplies	4,093	4,094	1,419	2,675
Capital Outlay - New	24,192	0	0	0
Other	4,387	3,200	3,200	0
Total Instruction	126,089	125,579	122,904	2,675
Support Services:				
Pupils:				
Purchased Services	71,458	71,968	71,968	0
Materials and Supplies	153	153	153	0
Total Pupils	71,611	72,121	72,121	0
Administration:				
Salaries and Wages	8,492	8,492	8,492	0
Fringe Benefits	1,312	1,312	1,312	0
Total Administration	9,804	9,804	9,804	0
Central:				
Purchased Services	749	749	749	0
Materials and Supplies	3,788	3,788	3,775	13
Total Central	4,537	4,537	4,524	13
Total Support Services	85,952	86,462	86,449	13
<i>Total Expenditures</i>	212,041	212,041	209,353	2,688
<i>Excess of Revenues Over (Under) Expenditures</i>	9,719	(14,281)	(11,397)	2,884
Other Financing Sources (Uses)				
Advances In	78,773	78,773	78,773	0
Advances Out	(64,000)	(85,000)	(85,000)	0
<i>Total Other Financing Sources (Uses)</i>	14,773	(6,227)	(6,227)	0
<i>Net Change in Fund Balance</i>	24,492	(20,508)	(17,624)	2,884
<i>Fund Balance Beginning of Year</i>	7,225	7,225	7,225	0
Prior Year Encumbrances Appropriated	13,283	13,283	13,283	0
<i>Fund Balance End of Year</i>	\$45,000	\$0	\$2,884	\$2,884

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$40,280	\$47,947	\$47,947	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	0	43,045	43,045	0
Fringe Benefits	0	7,413	7,413	0
Materials and Supplies	3,683	5,202	5,202	0
<i>Total Expenditures</i>	3,683	55,660	55,660	0
<i>Excess of Revenues Over (Under) Expenditures</i>	36,597	(7,713)	(7,713)	0
Other Financing Sources (Uses)				
Advances In	41,167	41,167	41,167	0
Advances Out	(3,636)	(37,137)	(37,137)	0
<i>Total Other Financing Sources (Uses)</i>	37,531	4,030	4,030	0
<i>Net Change in Fund Balance</i>	74,128	(3,683)	(3,683)	0
<i>Fund Balance Beginning of Year</i>	55	55	55	0
Prior Year Encumbrances Appropriated	3,628	3,628	3,628	0
<i>Fund Balance End of Year</i>	<u>\$77,811</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Mayfield City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Transition Program Refugee Children Fund
 For the Fiscal Year Ended June 30, 2004*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$4,600	\$4,600	\$4,600	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	5,197	9,181	5,197	3,984
Fringe Benefits	803	1,419	803	616
<i>Total Expenditures</i>	6,000	10,600	6,000	4,600
<i>Net Change in Fund Balance</i>	(1,400)	(6,000)	(1,400)	4,600
<i>Fund Balance Beginning of Year</i>	6,000	6,000	6,000	0
<i>Fund Balance End of Year</i>	\$4,600	\$0	\$4,600	\$4,600

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$179,060	\$173,776	\$174,959	\$1,183
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	7,044	127,726	105,776	21,950
Fringe Benefits	236	26,883	22,104	4,779
Materials and Supplies	2,321	8,281	7,527	754
Capital Outlay - New	780	7,410	6,630	780
Total Instruction	10,381	170,300	142,037	28,263
Support Services:				
Instructional Staff:				
Purchased Services	0	11,849	10,502	1,347
Administration:				
Purchased Services	325	325	325	0
Materials and Supplies	141	141	0	141
Total Administration	466	466	325	141
Total Support Services	466	12,315	10,827	1,488
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	1,271	3,914	1,250	2,664
Fringe Benefits	196	745	202	543
Purchased Services	45	45	0	45
Materials and Supplies	195	195	195	0
Total Operation of Non-Instructional Services:	1,707	4,899	1,647	3,252
<i>Total Expenditures</i>	12,554	187,514	154,511	33,003
<i>Excess of Revenues Over (Under) Expenditures</i>	166,506	(13,738)	20,448	34,186
Other Financing Sources (Uses)				
Advances In	0	12,900	12,900	0
Advances Out	0	(12,900)	(12,900)	0
<i>Total Other Financing Sources (Uses)</i>	0	0	0	0
<i>Net Change in Fund Balance</i>	166,506	(13,738)	20,448	34,186
<i>Fund Balance Beginning of Year</i>	11,650	11,650	11,650	0
Prior Year Encumbrances Appropriated	2,088	2,088	2,088	0
<i>Fund Balance End of Year</i>	\$180,244	\$0	\$34,186	\$34,186

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$53,041	\$38,716	\$38,716	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	15,376	0	0	0
Fringe Benefits	2,376	0	0	0
Total Instruction	17,752	0	0	0
Support Services:				
Instructional Staff:				
Salaries and Wages	0	32,040	32,040	0
Fringe Benefits	0	4,835	4,835	0
Purchased Services	0	263	263	0
Total Support Services	0	37,138	37,138	0
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	1,207	3,113	3,113	0
Capital Outlay - New	1,971	4,013	4,013	0
Total Operation of Non-Instructional Services:	3,178	7,126	7,126	0
<i>Total Expenditures</i>	20,930	44,264	44,264	0
<i>Excess of Revenues Over (Under) Expenditures</i>	32,111	(5,548)	(5,548)	0
Other Financing Uses				
Advances Out	(28,285)	(28,285)	(28,285)	0
<i>Net Change in Fund Balance</i>	3,826	(33,833)	(33,833)	0
<i>Fund Balance Beginning of Year</i>	39,981	39,981	39,981	0
Prior Year Encumbrances Appropriated	2,692	2,692	2,692	0
<i>Fund Balance End of Year</i>	\$46,499	\$8,840	\$8,840	\$0

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$14,355	\$14,354	\$14,361	\$7
Expenditures				
Current:				
Support Services:				
Pupils:				
Purchased Services	0	12,744	12,744	0
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	198	198	198	0
<i>Total Expenditures</i>	198	12,942	12,942	0
<i>Excess of Revenues Over Expenditures</i>	14,157	1,412	1,419	7
Other Financing Sources (Uses)				
Advances In	10,500	10,500	10,500	0
Advances Out	(1,617)	(12,117)	(12,117)	0
<i>Total Other Financing Sources (Uses)</i>	8,883	(1,617)	(1,617)	0
<i>Net Change in Fund Balance</i>	23,040	(205)	(198)	7
<i>Fund Balance Beginning of Year</i>	7	7	7	0
Prior Year Encumbrances Appropriated	198	198	198	0
<i>Fund Balance End of Year</i>	\$23,245	\$0	\$7	\$7

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$23,951	\$23,951	\$23,951	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	0	3,775	3,775	0
Fringe Benefits	0	686	686	0
Purchased Services	0	19,491	19,491	0
Total Instruction	0	23,952	23,952	0
Support Services:				
Pupils:				
Fringe Benefits	720	720	720	0
Purchased Services	377	377	377	0
Total Support Services	1,097	1,097	1,097	0
<i>Total Expenditures</i>	1,097	25,049	25,049	0
<i>Net Change in Fund Balance</i>	22,854	(1,098)	(1,098)	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	1,098	1,098	1,098	0
<i>Fund Balance End of Year</i>	\$23,952	\$0	\$0	\$0

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Class Size Reduction Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$120,255	\$91,744	\$81,243	(\$10,501)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	0	8,050	0	8,050
Fringe Benefits	0	4,300	144	4,156
Purchased Services	12,433	83,660	71,091	12,569
<i>Total Expenditures</i>	12,433	96,010	71,235	24,775
<i>Excess of Revenues Over (Under) Expenditures</i>	107,822	(4,266)	10,008	14,274
Other Financing Sources (Uses)				
Advances In	0	0	10,500	10,500
Advances Out	(18,659)	(18,659)	(18,659)	0
<i>Total Other Financing Sources (Uses)</i>	(18,659)	(18,659)	(8,159)	10,500
<i>Net Change in Fund Balance</i>	89,163	(22,925)	1,849	24,774
<i>Fund Balance Beginning of Year</i>	9,770	9,770	9,770	0
Prior Year Encumbrances Appropriated	13,165	13,165	13,165	0
<i>Fund Balance End of Year</i>	\$112,098	\$10	\$24,784	\$24,774

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Miscellaneous Federal Grants Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$541,549	\$299,926	\$299,926	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	4,084	4,439	4,439	0
Capital Outlay - New	3,919	3,563	3,563	0
Total Regular	8,003	8,002	8,002	0
Special:				
Materials and Supplies	1,838	1,838	0	1,838
Vocational:				
Salaries and Wages	0	19,262	32,873	(13,611)
Fringe Benefits	0	4,988	4,988	0
Materials and Supplies	3,986	1,398	0	1,398
Total Vocational	3,986	25,648	37,861	(12,213)
Total Instruction	13,827	35,488	45,863	(10,375)
Support Services:				
Pupils:				
Purchased Services	0	53,294	53,294	0
Instructional Staff:				
Salaries and Wages	109,217	145,161	145,161	0
Fringe Benefits	47,672	74,674	46,842	27,832
Purchased Services	2,154	28,506	21,562	6,944
Total Instructional Staff	159,043	248,341	213,565	34,776
Pupil Transportation:				
Purchased Services	2,790	1,000	857	143
Total Support Services	161,833	302,635	267,716	34,919
<i>Total Expenditures</i>	175,660	338,123	313,579	24,544
<i>Excess of Revenues Over (Under) Expenditures</i>	365,889	(38,197)	(13,653)	24,544
Other Financing Sources (Uses)				
Advances In	77,176	77,176	77,176	0
Advances Out	(175,745)	(215,921)	(200,463)	15,458
<i>Total Other Financing Sources (Uses)</i>	(98,569)	(138,745)	(123,287)	15,458
<i>Net Change in Fund Balance</i>	267,320	(176,942)	(136,940)	40,002
<i>Fund Balance Beginning of Year</i>	169,341	169,341	169,341	0
Prior Year Encumbrances Appropriated	8,580	8,580	8,580	0
<i>Fund Balance End of Year</i>	\$445,241	\$979	\$40,981	\$40,002

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$912,444	\$912,888	\$912,888	\$0
Intergovernmental	112,081	112,136	112,136	0
Payment in Lieu of Taxes	23,474	23,485	23,485	0
<i>Total Revenues</i>	<u>1,047,999</u>	<u>1,048,509</u>	<u>1,048,509</u>	<u>0</u>
Expenditures				
Current:				
Support Services:				
Central:				
Purchased Services	750	745	454	291
Debt Service:				
Principal Retirement	735,000	735,005	735,005	0
Interest and Fiscal Charges	445,691	445,691	445,691	0
<i>Total Debt Service</i>	<u>1,180,691</u>	<u>1,180,696</u>	<u>1,180,696</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,181,441</u>	<u>1,181,441</u>	<u>1,181,150</u>	<u>291</u>
<i>Excess of Revenues Under Expenditures</i>	(133,442)	(132,932)	(132,641)	291
Other Financing Sources				
Transfers In	0	261,566	261,566	0
<i>Net Change in Fund Balance</i>	(133,442)	128,634	128,925	291
<i>Fund Balance Beginning of Year</i>	<u>1,558,597</u>	<u>1,558,597</u>	<u>1,558,597</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,425,155</u></u>	<u><u>\$1,687,231</u></u>	<u><u>\$1,687,522</u></u>	<u><u>\$291</u></u>

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$947,740	\$739,832	\$739,832	\$0
Intergovernmental	116,148	90,669	90,669	0
Interest	12,270	9,578	9,578	0
Payment in Lieu of Taxes	24,906	19,442	19,442	0
Miscellaneous	1,847	1,847	1,847	0
<i>Total Revenues</i>	<u>1,102,911</u>	<u>861,368</u>	<u>861,368</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	749	25,617	24,887	730
Capital Outlay - Replacement	963	1,924	1,264	660
Total Regular	1,712	27,541	26,151	1,390
Special:				
Capital Outlay - New	0	6,714	6,714	0
Total Instruction	1,712	34,255	32,865	1,390
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	5,050	3,250	3,250	0
Capital Outlay - New	4,134	4,134	4,134	0
Capital Outlay - Replacement	4,125	4,125	4,125	0
Total Support Services	13,309	11,509	11,509	0
Capital Outlay:				
Facilities Acquisition and				
Construction Services:				
Purchased Services	142,374	152,188	148,115	4,073
Capital Outlay - New	1,250,255	1,125,647	808,811	316,836
Capital Outlay - Replacement	0	78,125	2,205	75,920
Total Capital Outlay	<u>\$1,392,629</u>	<u>\$1,355,960</u>	<u>\$959,131</u>	<u>\$396,829</u>

(continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Debt Service:				
Principal Retirement	\$1,045,000	\$1,045,000	\$1,045,000	\$0
Interest and Fiscal Charges	22,563	22,556	22,556	0
Total Debt Service	1,067,563	1,067,556	1,067,556	0
<i>Total Expenditures</i>	<i>2,475,213</i>	<i>2,469,280</i>	<i>2,071,061</i>	<i>398,219</i>
<i>Excess of Revenues Under Expenditures</i>	<i>(1,372,302)</i>	<i>(1,607,912)</i>	<i>(1,209,693)</i>	<i>398,219</i>
Other Financing Sources (Uses)				
General Obligation Notes Issued	810,000	810,000	810,000	0
Transfers In	0	258,859	258,959	100
Transfers Out	0	(261,566)	(261,566)	0
Total Other Financing Sources (Uses)	810,000	807,293	807,393	100
<i>Net Change in Fund Balance</i>	<i>(562,302)</i>	<i>(800,619)</i>	<i>(402,300)</i>	<i>398,319</i>
<i>Fund Balance Beginning of Year</i>	<i>669,007</i>	<i>669,007</i>	<i>669,007</i>	<i>0</i>
Prior Year Encumbrances Appropriated	182,082	182,082	182,082	0
Fund Balance End of Year	\$288,787	\$50,470	\$448,789	\$398,319

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$12,088	\$12,088	\$12,088	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	12,909	12,909	0	12,909
Support Services:				
Administration:				
Materials and Supplies	1,400	1,400	790	610
Fiscal:				
Materials and Supplies	1,400	1,400	0	1,400
Central:				
Purchased Services	1,401	1,401	0	1,401
Total Support Services	4,201	4,201	790	3,411
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Materials and Supplies	394	394	394	0
Capital Outlay - New	110,643	110,643	110,643	0
Total Facilities and Construction Services	111,037	111,037	111,037	0
Other Facilities Acquisition and Construction Services:				
Purchased Services	27,956	28,865	28,831	34
Capital Outlay - New	2,000,692	1,922,783	1,893,734	29,049
Capital Outlay - Replacement	0	77,000	76,970	30
Total Other Facilities Acquisition and Construction Services	2,028,648	2,028,648	1,999,535	29,113
Total Capital Outlay	2,139,685	2,139,685	2,110,572	29,113
<i>Total Expenditures</i>	2,156,795	2,156,795	2,111,362	45,433
<i>Net Change in Fund Balance</i>	(2,144,707)	(2,144,707)	(2,099,274)	45,433
<i>Fund Balance Beginning of Year</i>	140,759	140,759	140,759	0
Prior Year Encumbrances Appropriated	2,016,036	2,016,036	2,016,036	0
<i>Fund Balance End of Year</i>	\$12,088	\$12,088	\$57,521	\$45,433

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Central:				
Capital Outlay - New	0	910	910	0
Capital Outlay:				
Other Facilities Acquisition and Construction Services:				
Capital Outlay - New	55,266	2,470	2,346	124
Capital Outlay - Replacement	0	64,303	64,303	0
Total Capital Outlay	55,266	66,773	66,649	124
<i>Total Expenditures</i>	55,266	67,683	67,559	124
<i>Excess of Revenues Under Expenditures</i>	(55,266)	(67,683)	(67,559)	124
Other Financing Sources				
Proceeds from Sale of Capital Assets	13,416	13,416	13,416	0
<i>Net Change in Fund Balance</i>	(41,850)	(54,267)	(54,143)	124
<i>Fund Balance Beginning of Year</i>	53,768	53,768	53,768	0
Prior Year Encumbrances Appropriated	1,499	1,499	1,499	0
<i>Fund Balance End of Year</i>	<u>\$13,417</u>	<u>\$1,000</u>	<u>\$1,124</u>	<u>\$124</u>

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	1,335	1,335	0	1,335
Capital Outlay:				
Other Facilities Acquisition and Construction Services:				
Capital Outlay - New	952	952	0	952
<i>Total Expenditures</i>	2,287	2,287	0	2,287
<i>Net Change in Fund Balance</i>	(2,287)	(2,287)	0	2,287
<i>Fund Balance Beginning of Year</i>	2,287	2,287	2,287	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$2,287	\$2,287

Mayfield City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Self Insurance Fund
For the Fiscal Year Ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$1,202,730	\$1,208,313	\$1,208,313	\$0
Interest	2,948	2,962	2,962	0
Miscellaneous	20,768	20,864	20,864	0
<i>Total Revenues</i>	<u>1,226,446</u>	<u>1,232,139</u>	<u>1,232,139</u>	<u>0</u>
Expenses				
Purchased Services	29,732	29,732	29,732	0
Claims	1,062,417	1,212,417	1,195,228	17,189
<i>Total Expenditures</i>	<u>1,092,149</u>	<u>1,242,149</u>	<u>1,224,960</u>	<u>17,189</u>
<i>Net Change in Fund Equity</i>	134,297	(10,010)	7,179	17,189
<i>Fund Equity Beginning of Year</i>	<u>409,140</u>	<u>409,140</u>	<u>409,140</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$543,437</u></u>	<u><u>\$399,130</u></u>	<u><u>\$416,319</u></u>	<u><u>\$17,189</u></u>

Mayfield City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - 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	\$1,086	\$339	\$210	(\$129)
Expenses				
Purchased Services	500	500	0	500
Other	1,700	1,500	500	1,000
<i>Total Expenses</i>	2,200	2,000	500	1,500
<i>Net Change in Fund Equity</i>	(1,114)	(1,661)	(290)	1,371
<i>Fund Equity Beginning of Year</i>	35,524	35,524	35,524	0
<i>Fund Equity End of Year</i>	<u>\$34,410</u>	<u>\$33,863</u>	<u>\$35,234</u>	<u>\$1,371</u>

Mayfield City School District
*Governmental Activities Revenues by Source
and Expenses by Function
Last Three Fiscal Years*

	2004	2003	2002
<i>Program Revenues</i>			
Charges for Services	\$8,386,196	\$7,411,313	\$6,364,059
Operating Grants and Contributions	4,484,086	3,611,486	3,163,564
Capital Grants and Contributions	20,887	49,506	54,008
<i>General Revenues</i>			
Taxes	41,105,113	32,119,777	34,174,206
Intergovernmental	9,219,888	9,110,710	8,230,900
Payment in Lieu of Taxes	962,487	756,064	0
Investment Earnings	164,217	247,740	462,240
Gain on Sale of Capital Assets	20,096	0	0
Miscellaneous	369,299	309,198	307,465
<i>Special Items</i>			
Proceeds from Sale of Land	0	967,750	100,000
Total	<u>\$64,732,269</u>	<u>\$54,583,544</u>	<u>\$52,856,442</u>
<i>Expenses</i>			
Current:			
Instruction:			
Regular	\$20,685,252	\$18,869,551	\$18,138,717
Special	8,728,699	7,578,627	6,871,842
Vocational	4,825,470	4,501,134	3,909,524
Adult/Continuing	484,559	476,338	439,909
Horticulture	813,204	529,685	412,892
Support Services:			
Pupils	3,973,051	3,844,003	3,458,437
Instructional Staff	4,565,233	4,442,834	3,996,415
Board of Education	93,180	86,643	47,039
Administration	3,042,534	2,910,459	2,627,110
Fiscal	1,439,442	1,138,274	1,081,608
Business	247,234	763,525	204,436
Operation and Maintenance of Plant	5,568,308	5,075,696	4,872,438
Pupil Transportation	3,618,618	3,228,955	2,987,680
Central	604,981	665,517	765,482
Operation of Non-Instructional Services	894,373	1,001,243	826,240
Operation of Food Service	1,010,139	1,004,422	973,583
Extracurricular Activities	1,296,344	1,289,870	1,149,913
Interest and Fiscal Charges	489,939	466,415	423,120
Total Program Expenses	<u>\$62,380,560</u>	<u>\$57,873,191</u>	<u>\$53,186,385</u>

Source: School District Financial Records

Mayfield City School District
General Fund
Revenues by Source and Expenditures by Function
Last Ten Fiscal Years

	2004	2003	2002	2001	2000
Property Taxes	\$38,693,081	\$30,660,170	\$32,316,957	\$29,420,671	\$26,871,677
Intergovernmental	7,565,710	7,429,322	6,772,497	6,298,964	6,141,912
Interest	119,945	216,934	411,266	1,307,055	1,028,411
Tuition and Fees	645,967	826,820	938,803	615,534	474,738
Charges for Services	0	0	0	64,964	0
Contributions and Donations	0	0	0	80	0
Rentals	103,941	54,254	58,162	68,542	121,779
Payment in Lieu of Taxes	919,560	756,064	0	0	0
Miscellaneous	255,504	131,605	36,432	203,500	110,479
Total	\$48,303,708	\$40,075,169	\$40,534,117	\$37,979,310	\$34,748,996
Current:					
Instruction:					
Regular	\$19,592,292	\$17,957,380	\$17,138,114	\$16,354,644	\$15,265,863
Special	6,093,401	5,376,027	5,008,552	3,840,575	3,729,947
Vocational	1,166,764	1,008,828	914,254	801,634	745,836
Support Services					
Pupils	3,232,311	2,823,552	2,611,107	2,432,662	2,217,129
Instructional Staff	3,040,565	3,021,855	2,797,877	2,423,255	2,016,963
Board of Education	93,249	85,045	47,067	39,595	37,727
Administration	2,535,195	2,416,016	2,313,457	2,061,475	2,023,632
Fiscal	1,339,579	1,051,342	1,053,783	877,732	868,727
Business	233,747	1,243,765	201,640	228,110	236,819
Operation and					
Maintenance of Plant	5,291,867	4,848,808	4,944,898	4,767,811	4,022,221
Pupil Transportation	3,398,755	3,396,411	3,078,313	2,777,825	2,372,098
Central	550,189	588,671	690,914	374,006	460,560
Operation of Non-					
Instructional Services	1,056	29	7,334	5,141	5,781
Extracurricular Activities	813,769	782,022	685,411	632,684	539,161
Capital Outlay	370,681	449,604	597,355	662,540	730,770
Debt Service	85,457	56,971	0	0	0
Total	\$47,838,877	\$45,106,326	\$42,090,076	\$38,279,689	\$35,273,234

Source: School District Financial Records

Instruction expenditures function is shown in total for fiscal year 1995.

1999	1998	1997	1996	1995
\$28,894,202	\$26,695,305	\$26,264,831	\$25,999,868	\$22,509,045
5,048,047	4,613,814	4,202,153	4,322,066	4,050,276
921,578	803,104	604,966	403,166	356,462
680,999	1,234,791	1,278,184	514,048	487,723
0	0	0	0	0
178	250	200	0	0
86,569	83,811	50,950	0	0
0	0	0	0	0
99,803	230,772	25,661	591,300	465,045
<u>\$35,731,376</u>	<u>\$33,661,847</u>	<u>\$32,426,945</u>	<u>\$31,830,448</u>	<u>\$27,868,551</u>
\$14,670,343	\$14,053,034	\$12,740,820	\$12,339,868	\$16,920,634
3,019,845	2,502,011	2,531,049	2,467,974	0
922,987	742,487	606,329	616,994	0
2,070,613	2,007,073	1,891,991	1,805,185	1,885,263
1,751,175	1,557,234	1,411,189	1,284,668	1,272,175
43,479	58,494	62,168	56,963	56,506
1,896,143	1,755,032	1,865,430	1,675,590	1,726,702
837,878	786,404	732,800	712,591	709,929
196,435	183,698	294,370	189,578	253,715
3,999,565	3,837,161	3,272,329	3,415,649	3,542,617
2,308,425	2,175,133	2,178,736	2,342,357	2,226,641
339,929	333,232	282,866	258,796	357,008
5,593	5,527	5,125	5,260	5,019
504,033	457,619	455,728	398,744	525,348
320,006	305,884	220,145	4,012	23,299
0	0	0	0	0
<u>\$32,886,449</u>	<u>\$30,760,023</u>	<u>\$28,551,075</u>	<u>\$27,574,229</u>	<u>\$29,504,856</u>

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

Year (2)	Total Tax Levy	Current Tax Collections	Percent of Current Levy Collected	Delinquent Tax Collections	Total Tax Collections (3)
2003	\$45,670,659	\$41,924,611	97.0%	\$1,734,814	\$43,659,425
2002	35,259,608	32,830,005	96.6	794,595	33,624,600
2001	35,647,023	32,262,703	95.2	1,713,531	33,976,234
2000	33,927,122	31,158,922	95.8	817,455	31,976,377
1999	33,564,030	31,734,132	97.9	726,536	32,460,668
1998	32,568,186	30,653,667	98.0	813,988	31,467,655
1997	31,180,924	29,223,359	97.4	408,827	29,632,186
1996	31,283,711	29,314,332	97.7	523,275	29,837,607
1995	27,366,108	25,465,091	97.8	307,404	25,772,495
1994	27,146,319	24,490,179	95.7	426,424	24,916,603

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) Represents collection year. 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.

Ratio of Total Collections To Current Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Levy
101.05%	\$454,431	1.00%
98.90	470,163	1.33
100.29	1,770,483	4.97
98.33	1,408,856	4.15
100.15	1,152,000	3.43
100.60	1,289,028	3.96
98.74	1,171,155	3.76
99.47	1,286,345	4.11
99.02	1,339,730	4.90
97.39	1,560,814	5.75

Mayfield City 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	\$1,184,085,240	\$3,383,100,686	\$21,133,180	\$24,014,977
2003	1,087,509,380	3,107,169,657	20,801,090	23,637,602
2002	1,075,305,210	3,072,300,600	22,037,980	25,043,159
2001	1,052,927,450	3,008,364,143	25,780,550	29,296,080
2000	920,198,600	2,629,138,857	27,427,170	31,167,239
1999	897,060,570	2,563,030,200	29,720,390	33,773,170
1998	888,957,320	2,539,878,057	29,656,540	33,700,614
1997	820,748,860	2,344,996,743	30,338,070	34,475,080
1996	816,206,850	2,332,019,571	31,200,900	35,455,568
1995	787,482,800	2,249,950,857	32,230,520	36,625,591

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

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

Tangible Personal Property		Total		
Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Ratio
\$92,048,538	\$368,194,152	\$1,297,266,958	\$3,775,309,815	34%
100,927,253	403,709,012	1,209,237,723	3,534,516,271	34
107,516,105	430,064,420	1,204,859,295	3,527,408,179	34
102,638,581	410,554,324	1,181,346,581	3,448,214,547	34
101,048,065	404,192,260	1,048,673,835	3,064,498,356	34
97,775,090	391,100,360	1,024,556,050	2,987,903,730	34
82,840,595	331,362,380	1,001,454,455	2,904,941,051	34
83,412,967	333,651,868	934,499,897	2,713,123,691	34
76,163,140	304,652,560	923,570,890	2,672,127,699	35
76,819,842	307,279,368	896,533,162	2,593,855,816	35

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

Year	City of Mayfield Heights	Cuyahoga County	Mayfield City School District				Village of Gates Mills (1)	Village of Mayfield (1)	City of Highland Heights (1)
			General Fund	Bond Retirement	Permanent Improvement	Total			
2004	\$10.00	\$19.40	\$64.57	\$0.83	\$0.70	\$66.10	\$10.90	\$7.30	\$4.00
2003	10.00	17.60	64.59	0.81	0.70	66.10	10.90	7.30	4.00
2002	10.00	17.60	57.67	0.83	0.70	59.20	10.90	7.30	4.00
2001	10.00	17.60	57.67	0.93	0.70	59.30	10.90	7.30	4.00
2000	10.00	16.70	57.67	0.93	0.70	59.30	10.90	7.30	4.00
1999	10.00	16.70	57.67	1.03	0.70	59.40	10.90	7.30	4.00
1998	10.00	18.00	57.67	0.53	0.70	58.90	10.90	7.30	4.00
1997	10.00	18.00	57.67	0.53	0.70	58.90	10.90	7.30	4.00
1996	10.00	18.00	57.67	0.53	0.70	58.90	14.40	7.30	4.00
1995	10.00	18.20	54.67	0.53	0.70	55.90	14.40	7.30	4.00

Source: Cuyahoga County Auditor

- (1) Certain points of the Villages of Gates Mills, Mayfield Heights, Mayfield and the City of Highland Heights are within the Mayfield City School District and are subject to the Mayfield City School District tax.

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

Year	Net General Obligation Bonded Debt (1)	Assessed Value (2)	Population (3)	Ratio of Net Debt to Assessed Value	Net Debt Per Capita
2004	\$5,106,729	\$1,297,266,958	33,396	0.39%	\$152.91
2003	5,776,676	1,209,237,723	33,396	0.48	172.98
2002	6,356,480	1,204,859,295	33,396	0.53	190.34
2001	7,112,126	1,181,346,581	33,396	0.60	212.96
2000	7,825,676	1,048,673,835	32,066	0.75	244.05
1999	8,518,336	1,024,556,050	32,066	0.83	265.65
1998	1,910,047	1,001,454,455	32,066	0.19	59.57
1997	2,184,027	934,499,897	32,066	0.23	68.11
1996	2,450,240	923,570,890	32,066	0.27	76.41
1995	2,730,436	896,533,162	32,066	0.30	85.15

Source:

(1) School District Financial Records

(2) Cuyahoga County Auditor

(3) U.S. Census of Population, 1990 Federal Census and 2000 Federal Census

Mayfield City School District
Computation of Legal Debt Margin
 June 30, 2004

Assessed Valuation	\$1,297,266,958
Debt Limit - 9% of Assessed Value (1)	\$116,754,026
Amount of Debt Applicable to Debt Limit:	
General Obligation Bonds	(6,916,194)
Energy Conservation Notes	(810,000)
Tax Anticipation Notes	(755,000)
Amount Available in Debt Service Fund	1,809,465
Total	(6,671,729)
Exemptions:	
Energy Conservation Notes	810,000
Amount of Debt Subject to the Limit	(5,861,729)
Overall Debt Margin	\$110,892,297
Debt Limit - .10% of Assessed Value (1)	\$1,297,267
Amount of Debt Applicable	0
Unvoted Debt Margin	\$1,297,267
Additional Limit for Unvoted Energy Conservation Notes:	
Debt Limit - .9% of Assessed Value	\$11,675,403
Energy Conservation Notes	0
Additional Unvoted Debt Margin	\$11,675,403

Source: Cuyahoga County Auditor and School District Financial Records

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

Mayfield City School District

Computation of Direct and Overlapping General Obligation Bonded Debt

December 31, 2003

<u>Jurisdiction</u>	<u>General Obligation Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
<u>Direct:</u>			
Mayfield City School District	<u>\$6,916,194</u>	100.00%	<u>\$6,916,194</u>
<u>Overlapping:</u>			
City of Highland Heights	17,055,000	28.30	4,826,565
Cuyahoga County	183,239,636	4.28	7,842,656
Regional Transit Authority	<u>120,262,583</u>	4.28	<u>5,147,239</u>
Total Overlapping	<u>320,557,219</u>		<u>17,816,460</u>
Total	<u><u>\$327,473,413</u></u>		<u><u>\$24,732,654</u></u>

Source: Cuyahoga County Auditor, Mayfield City School District, City of Highland Heights Finance Department and Regional Transit Authority.

- (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 2003 collection year.

Mayfield City 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	Ratio of Debt Service to General Fund Expenditures (Percentage)
2004	\$500,005	\$421,697	\$921,702	\$47,838,877	1.93%
2003	508,795	432,083	940,878	45,106,326	2.09
2002	585,000	370,753	955,753	42,090,076	2.27
2001	575,000	399,427	974,427	38,279,689	2.55
2000	570,000	427,556	997,556	35,273,234	2.83
1999	295,000	182,703	477,703	32,886,449	1.45
1998	295,000	201,338	496,338	30,760,023	1.61
1997	295,000	224,662	519,662	28,551,075	1.82
1996	295,000	239,688	534,688	27,574,229	1.94
1995	295,000	258,863	553,863	29,504,856	1.88

Source: School District Financial Records

Mayfield City School District

Demographic Statistics

Last Ten Years

Year	Cuyahoga County Population	Mayfield CSD Area Population	School Enrollment	Unemployment Rate (1)
2004	1,363,888	33,396	4,331	6.6%
2003	1,380,421	33,396	4,264	6.7
2002	1,393,978	33,396	3,944	4.6
2001	1,380,421	33,396	3,895	4.5
2000	1,386,096	32,066	3,920	4.5
1999	1,386,096	32,066	4,033	4.6
1998	1,397,694	32,066	3,996	4.4
1997	1,398,169	32,066	3,942	5.8
1996	1,403,217	32,066	3,928	5.2
1995	1,403,239	32,066	3,847	4.8

Sources: U.S. Census of Population, 1990 Federal Census and 2000 Federal Census

School District Financial Records

(1) Represents Cuyahoga County

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

Year	Property Value (1) (Real Estate Only)	Financial Institution Deposits (000's) Banks	Value of Residential Building Permits Issued (2)	Value of Commercial Building Permits Issued (2)
2003	\$1,087,509,380	\$97,238,973	\$20,333,595	\$15,499,481
2002	1,075,305,210	95,761,917	10,146,720	11,348,909
2001	1,052,927,450	88,346,368	10,654,474	6,384,823
2000	920,198,600	61,942,764	14,814,529	11,013,947
1999	897,060,570	57,021,360	14,231,418	27,934,690
1998	888,957,320	56,770,353	8,508,358	17,641,198
1997	820,748,860	53,941,971	9,360,926	8,348,301
1996	816,206,850	27,068,211	5,504,646	3,520,990
1995	787,482,800	22,458,573	9,231,740	19,090,890
1994	696,607,510	20,885,453	10,266,176	9,929,702

Sources: Federal Reserve Bank of Cleveland
 Cities of Highland Heights and Mayfield Heights and the Villages of Gates Mills and Mayfield Building Department reports

- (1) Represents assessed value.
- (2) Includes new and existing building permit values.

Mayfield City 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>
Progressive Casualty Insurance Company	\$49,077,420	4.14%
Gates Mills Towers Apartment Company	13,575,920	1.15
Duke Realty Limited Partnership	13,085,980	1.11
Golden Gate Shopping Center	12,797,510	1.08
Meridia Hillcrest/Huron Hospital	11,958,630	1.01
Marsol Apartment Company	10,780,920	0.91
Developers Division Realty Corporation	9,814,150	0.83
Best Property Fund	8,004,080	0.68
Derf Limited	6,786,340	0.57
Philips	5,655,480	0.47
Total	<u>\$141,536,430</u>	<u>11.95%</u>
Real Property Assessed Value	<u>\$1,184,085,240</u>	

Source: Cuyahoga County Auditor

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

Mayfield City School District

Principal Taxpayers

Tangible Personal Property Tax

December 31, 2003

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Real Property Assessed Value</u>
Philips Medical Systems	\$13,130,930	14.27%
Rockwell Automation, Incorporated	4,121,580	4.48
Stanley Works	3,246,100	3.53
IBM Credit Limited Liability Corporation	3,219,150	3.50
Mayfran International, Incorporated	2,216,370	2.41
Sorbir, Incorporated	2,059,560	2.24
Parker-Hannifin Corporation	1,975,260	2.15
Mullinax of Mayfield, Incorporated	1,881,630	2.04
Interial Airline Services	1,475,990	1.60
Home Depot USA, Incorporated	<u>1,457,010</u>	<u>1.57</u>
Total	<u>\$34,783,580</u>	<u>37.79%</u>
Tangible Personal Property Tax Assessed Value	<u>\$92,048,538</u>	

Source: Cuyahoga County Auditor

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

Mayfield City School District

Principal Taxpayers

Public Utilities Tax

December 31, 2003

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Real Property Assessed Value</u>
Cleveland Electric Illuminating Company	\$10,370,070	49.07%
Ohio Bell Telephone Company	7,108,450	33.64
East Ohio Gas Company	912,350	4.31
Total	<u>\$18,390,870</u>	<u>87.02%</u>
Public Utility Assessed Value	<u>\$21,133,180</u>	

Source: Cuyahoga County Auditor

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

Mayfield City School District

Per Pupil Cost

Last Ten Fiscal Years

<u>Year</u>	<u>General Fund Expenditures</u>	<u>Average Daily Student Enrollment</u>	<u>Per Pupil Cost</u>
2004	\$47,838,877	4,331	\$11,046
2003	45,106,326	4,264	10,578
2002	42,090,076	3,944	10,672
2001	38,279,689	3,895	9,828
2000	35,273,234	3,920	8,998
1999	32,886,449	4,033	8,154
1998	30,760,023	3,996	7,698
1997	28,551,075	3,942	7,243
1996	27,574,229	3,928	7,020
1995	29,504,856	3,847	7,670

Source: School District Financial Records.

Mayfield City 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	17	5.94%
Bachelor + 9	20	7.00
Bachelor + 18	22	7.69
Bachelor + 27	45	15.74
Master's Degree	46	16.08
Master's + 9	18	6.29
Master's + 18	26	9.09
Master's + 27	89	31.12
Master's + 60	3	1.05
Total	<u>286</u>	<u>100.00%</u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	81	28.32%
6 - 10	56	19.58
11 and Over	149	52.10
	<u>286</u>	<u>100.00%</u>

Source: School District Personnel Records

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**Auditor of State
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**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 15, 2005**