NORTH ROYALTON CITY SCHOOL DISTRICT CUYAHOGA COUNTY

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2009



NORTH ROYALTON CITY SCHOOL DISTRICT CUYAHOGA COUNTY

TABLE OF CONTENTS

TITLE	PAGE
Federal Awards Receipts and Expenditures Schedule	1
Notes to the Federal Awards Receipts and Expenditures Schedule	2
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	3
Independent Accountants' Report on Compliance with Requirements Applicable to Its Major Federal Program, on Internal Control Over Compliance in Accordance with OMB Circular A-133, and the Federal Awards Receipts and Expenditures Schedule	5
Independent Accountants' Report on Applying Agreed-Upon Procedures	7
Schedule of Findings	9

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NORTH ROYALTON CITY SCHOOL DISTRICT CUYAHOGA COUNTY

FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE FOR THE YEAR ENDED JUNE 30, 2009

FEDERAL GRANTOR Pass Through Grantor	Federal CFDA Number	Dessints	Non-Cash Receipts	Diskursemente	Non-Cash
Program Title	Number	Receipts	Receipts	Disbursements	Disbursements
U.S. DEPARTMENT OF AGRICULTURE					
Passed Through Ohio Department of Education					
Child Nutrition Cluster:					
School Breakfast Program - 2009	10.553	\$12,895	\$0	\$12,895	\$0
School Lunch Program - 2009	10.555	210,366	33,497	210,366	33,497
Total Child Nutrition Cluster		223,261	33,497	223,261	33,497
Total U.S. Department of Agriculture		223,261	33,497	223,261	33,497
U.S. DEPARTMENT OF EDUCATION					
Passed Through Ohio Department of Education					
Special Education Cluster:					
Special Education, Part B-IDEA - 2008	84.027	(64,358)	0	24,801	0
Special Educaton, Part B-IDEA - 2009	84.027	918,125	0	891,851	0
Total Special Education, Part B-IDEA		853,767	0	916,652	0
Early Childhood Special Education, IDEA - 2008	84.173	(303)	0	0	0
Early Childhood Special Education, IDEA - 2009	84.173	17,773	0	17,320	0
Total Early Childhood Special Education, IDEA		17,470	0	17,320	0
Total Special Education Cluster		871,237	0	933,972	0
Title I - 2009	84.010	260,666	0	246,952	0
Safe and Drug Free Schools - 2008	84.186	885	0	2,095	0
Safe and Drug Free Schools - 2009	84.186	5,224	0	5,934	0
Total Safe and Drug Free Schools		6,109	0	8,029	0
Innovative Programs, Title V - 2008	84.298	(61)	0	1,195	0
Innovative Programs, Title V - 2009	84.298	4,380	0	3,918	0
Total Innovative Programs, Title V		4,319	0	5,113	0
Technology, Title II-D - 2009	84.318	2,542	0	2,224	0
LEP, Title III - 2008	84.365	(601)	0	1,589	
LEP, Title III - 2009	84.365	22,065	0	20,705	
Total LEP, Title III		21,464	0	22,294	0
Improving Teacher Quality - 2008	84.367	(5,738)	0	6,436	
Improving Teacher Quality - 2009	84.367	97,691	0	83,672	
Total Improving Teacher Quality		91,953	0	90,108	0
Total U.S. Department of Education		1,258,290	0	1,308,692	0
Total		\$1,481,551	\$33,497	\$1,531,953	\$33,497

The accompanying notes are an integral part of this schedule.

NORTH ROYALTON CITY SCHOOL DISTRICT CUYAHOGA COUNTY

NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE FISCAL YEAR ENDED JUNE 30, 2009

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the North Royalton City School District (the District's) federal award programs' receipts and disbursements. The schedule has been prepared on the cash basis of accounting.

NOTE B - CHILD NUTRITION CLUSTER

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the District assumes it expends federal monies first.

NOTE C – FOOD DONATION PROGRAM

Program regulations do not require the District to maintain separate inventory records for purchased food versus food commodities it receives from the U.S. Department of Agriculture. The government reports commodities consumed on the Schedule at the fair value.

NOTE D - TRANSFERS BETWEEN PROGRAM YEARS

Federal regulations require schools to obligate certain federal awards by June 30. However, with ODE's consent, schools can transfer unobligated amounts to the subsequent fiscal year's program. These transfers resulted in the Schedule reporting negative receipts. The District transferred the following amounts from 2008 to 2009 programs:

		<u>Amount Transferred</u>
Program Title	CFDA Number	from 2008 to 2009
Special Education, Part B-IDEA	84.027	\$64,358
Early Childhood Special Education, IDEA	84.173	303
Innovative Programs, Title V	84.298	61
LEP, Title III	84.365	601
Improving Teacher Quality	84.367	5,738



Mary Taylor, CPA Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

North Royalton City School District Cuyahoga County 6579 Royalton Road North Royalton, Ohio 44133

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Royalton City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 10, 2009. 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinions on the financial statements, but not to opine on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

We noted certain matters that we reported to the District's management in a separate letter dated December 10, 2009.

Lausche Building / 615 Superior Ave., NW / Twelfth Floor / Cleveland, OH 44113-1801 Telephone: (216) 787-3665 (800) 626-2297 Fax: (216) 787-3361 www.auditor.state.oh.us North Royalton City School District Cuyahoga County Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by *Government Auditing Standards* Page 2

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We intend this report solely for the information and use of management, the Board of Education, and federal awarding agencies and pass-through entities. We intend it for no one other than these specified parties.

Mary Jaylo

Mary Taylor, CPA Auditor of State

December 10, 2009



<u>Mary Taylor, CPA</u> Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO ITS MAJOR FEDERAL PROGRAM, ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133, AND THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE

North Royalton City School District Cuyahoga County 6579 Royalton Road North Royalton, Ohio 44133

To the Board of Education:

Compliance

We have audited the compliance of the North Royalton 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 apply to its major federal program for the year ended June 30, 2009. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal program. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its major federal program. 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 reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe 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 North Royalton City School District, Cuyahoga County, Ohio, complied, in all material respects, with the requirements referred to above that apply to its major federal program for the year ended June 30, 2009.

Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the 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 directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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Internal Control Over Compliance (Continued)

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood that the District's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Federal Awards Receipts and Expenditures Schedule

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the North Royalton City School District, Cuyahoga County, Ohio, as of and for the year ended June 30, 2009, and have issued our report thereon dated December 10, 2009. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying federal awards receipts and expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We intend this report solely for the information and use of management, the Board of Education, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.

Mary Jaylo

Mary Taylor, CPA Auditor of State

December 10, 2009



<u>Mary Taylor, CPA</u> Auditor of State

Independent Accountant's Report on Applying Agreed-Upon Procedures

North Royalton City School District Cuyahoga County 6579 Royalton Road North Royalton, Ohio 44133

To the Board of Education:

Ohio Rev. Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school."

Accordingly, we have performed the procedures enumerated below, which were agreed to by the Board, solely to assist the Board in evaluating whether the North Royalton City School District (the District) has adopted an anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Board. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

- 1. We noted the Board adopted an anti-harassment policy at its meeting on December 10, 2007.
- 2. We read the policy, noting it included the following requirements from Ohio Rev. Code Section 3313.666(B):
 - (1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
 - (2) A definition of harassment, intimidation, or bullying that includes the definition in division (A) of Ohio Rev. Code Section 3313.666;
 - (3) A procedure for reporting prohibited incidents;
 - (4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal;

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- (5) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;
- (6) A procedure for documenting any prohibited incident that is reported;
- (7) A procedure for responding to and investigating any reported incident;
- (8) A strategy for protecting a victim from additional harassment, intimidation, or bullying, and from retaliation following a report;
- (9) A disciplinary procedure for any student guilty of harassment, intimidation, or bullying, which shall not infringe on any student's rights under the first amendment to the Constitution of the United States;
- (10)A requirement that the district administration semiannually provide the president of the district board a written summary of all reported incidents and post the summary on its web site, if the district has a web site, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of management and the Board of Education and should not be used by anyone other than these specified parties.

Mary Jaylor

Mary Taylor, CPA Auditor of State

December 10, 2009

NORTH ROYALTON CITY SCHOOL DISTRICT CUYAHOGA COUNTY

SCHEDULE OF FINDINGS OMB CIRCULAR A-133 § .505 JUNE 30, 2009

1. SUMMARY OF AUDITOR'S RESULTS			
(d)(1)(i)	Type of Financial Statement Opinion	Unqualified	
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No	
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No	
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No	
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No	
(d)(1)(iv)	Were there any other significant deficiencies in internal control reported for major federal programs?	No	
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified	
(d)(1)(vi)	Are there any reportable findings under § .510?	No	
(d)(1)(vii)	Major Programs (list):	Special Education Cluster: IDEA Part B (Title VI-B)—CFDA #84.027 and Special Education, Preschool Disability Grant—CFDA #84.173	
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others	
(d)(1)(ix)	Low Risk Auditee?	No	

1. SUMMARY OF AUDITOR'S RESULTS

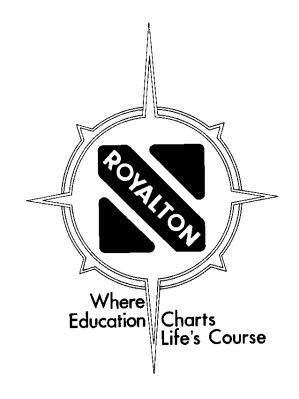
2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

None.

3. FINDINGS FOR FEDERAL AWARDS

None.

North Royalton City School District North Royalton, Ohio



Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2009

North Royalton, Ohio City School District

Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2009

Prepared by

Treasurer's Office Richard McIntosh Treasurer

INTRODUCTORY SECTION

I. Introductory Section

Table of Contents
Letter of Transmittal
List of Principal Officialsx
Organizational Chart
GFOA Certificate of Achievement
II. Financial Section
Independent Accountants' Report
Management's Discussion and Analysis
Basic Financial Statements
Government-wide Financial Statements:
Statement of Net Assets
Statement of Activities 15
Fund Financial Statements:
Balance Sheet - Governmental Funds 16
Reconciliation of Total Governmental Fund Balances to Net Assets
of Governmental Activities
Statement of Revenues, Expenditures and Changes in
Fund Balances - Governmental Funds
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
Statement of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual – General Fund
Statement of Fund Net Assets - Internal Service Fund
Statement of Revenues, Expenses and Changes in Fund
Net Assets - Internal Service Fund
Statement of Cash Flows - Internal Service Fund
Statement of Fiduciary Assets and Liabilities - Agency Funds
Notes to the Basic Financial Statements

Combining and Individual Fund Statements and Schedules:

Combining Statements - Nonmajor Governmental Funds:	
Fund Descriptions	
Combining Balance Sheet - Nonmajor Governmental Funds	
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	
Combining Balance Sheet - Nonmajor Special Revenue Funds	
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	60
Combining Balance Sheet - Nonmajor Capital Projects Funds	64
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	65
Combining Statements – Fiduciary Funds:	
Fund Descriptions	66
Combining Statement of Changes in Assets and Liabilities – Agency Funds	
Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance/Fund EquityBudget (Non-GAAP Basis) and Actual: <i>Major Funds:</i> General Fund Bond Retirement Fund	
<i>Nonmajor Funds:</i> Food Service Fund	75
Scholarship Fund	
Adult Education Fund	
Public School Support Fund	
Local Grants Fund	
Athletics and Music Fund	
Auxiliary Services Fund	
Educational Management Information Systems Fund	
Entry Year Program Fund	
Network Connectivity Fund	
SchoolNet Professional Development Fund	
Miscellaneous State Grants Fund	
Title VI-B Fund	
Immigrant Education Fund	
Title I Fund	
Title V Fund	
Drug Free Schools Grant Fund	
Preschool Grant Fund Class Size Reduction Grant Fund	
Class Size Reduction Ofant Pully	

Miscellaneous Federal Grants Fund	
Permanent Improvement Fund Building Fund	
SchoolNet Plus Fund	
Self Insurance Fund	
III. Statistical Section	
Net Assets by Component—Last Seven Fiscal Years	
Changes in Net Assets of Governmental Activities-Last Seven Fiscal Years	S4
Fund Balances, Governmental Funds—Last Ten Fiscal Years	S6
Changes in Fund Balances—Last Ten Fiscal Years	S8
Assessed and Estimated Actual Value of Taxable Property-Last Ten Years	S10
Property Tax Rates-Direct and Overlapping Governments-Last Ten Years	S12
Property Tax Levies and Collections—Last Ten Years	S16
Principal Taxpayers: Real Estate Tax	S17
Tangible Personal Property Tax	
Public Utilities Tax	
Computation of Direct and Overlapping Governmental Activities Debt	S20
Ratio of General Obligation Bonded Debt to Estimated Actual Value,	
Personal Income and Population—Last Ten Fiscal Years	S21
Computation of Legal Debt Margin — Last Ten Fiscal Years	\$22
Demographic and Economic Statistics — Last Ten Years	S24
Principal Employers — December 31, 2008 and December 31, 2005	S26
Building Statistics by Function/Program — Last Six Fiscal Years	S27
Enrollment Statistics — Last Ten Fiscal Years	S29
Per Pupil Cost — Last Ten Fiscal Years	S30
School District Employees by Function/Program — Last Nine Fiscal Years	
Full-time Equivalent Teachers by Education — Last Ten Fiscal Years	\$34
Average Number of Students per Teacher — Last Ten School Years	S36



NORTH ROYALTON CITY SCHOOLS

Office of the Treasurer

6579 Royalton Road North Royalton, Ohio 44133 440-582-7273 Fax 440-582-7336

December 10, 2009

Board of Education Members North Royalton City School District

It is our privilege to present to you the Comprehensive Annual Financial Report (CAFR) of the North Royalton City School District ("School District") for the fiscal year ended June 30, 2009. This CAFR enables the School District to comply with the Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires school districts reporting on a GAAP basis to file an unaudited annual report with the Auditor of State within 150 days of fiscal year end.

Management assumes full responsibility for the completeness and reliability of the information contained in this CAFR, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Under Ohio law, regular audits are required to be performed on all financial related operations of the School District. These audits may be done by either the State Auditor's Office or, if the State Auditor permits, an independent public accounting firm. For fiscal year 2009, the School District was audited by the Auditor of State's Office. Their unqualified opinion is included in the financial section of this CAFR.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

The School District

The North Royalton City School District is governed by the Constitution of the State of Ohio and various statutes enacted by the Ohio General Assembly. Under Ohio law, the School District is a separate and distinct unit of government with its own taxing authority. The North Royalton Board of Education is a five-member board, elected at large, with overlapping four-year terms.

The School District is located in Cuyahoga County in northeastern Ohio, twenty miles south of the downtown area of the City of Cleveland and covers 25 square miles. Based on property valuations, the School District includes 98.5 percent of the City of North Royalton and 24.7 percent of the City of Broadview Heights (1.5 percent of the City of North Royalton and 75.3 percent of the City of Broadview Heights are in the Brecksville-Broadview Heights City School District). The School District is bounded by the City of Parma on the north, the City of Broadview Heights on the east, the City of Strongsville on the west and Medina County on the south.

Accredited by North Central Association of Colleges and Schools

North Royalton became a township in 1818, was incorporated as a village in 1927 and became a city in 1961. Early records show that formal schooling began in approximately 1821 with a log schoolhouse on State Road. In 1858, there were 41 students enrolled in the North Royalton School District. On February 13, 1961, North Royalton Local Schools became a City School District.

The North Royalton School District provides a comprehensive array of programs and services in six school buildings: one high school with grades 9 through 12, one middle school with grades 5 through 8, three elementary schools with each containing grade 1 through grade 4, and an Early Childhood Center for grades pre-kindergarten through kindergarten. Course offerings, supplemented by extra-curricular opportunities, afford students with the skills necessary to pursue post-high school educational and career goals.

The students enrolled in the North Royalton City School District attend classes in the following buildings:

- North Royalton High School built in 1950, with additions in 1958, 1976 and 1990 houses students in grades 9 through 12.
- North Royalton Middle School built in 1996 houses students in grades 5 through 8.
- Albion Elementary School built in 1955 with additions in 1956, 1957, 1976, 1978 and 1988 houses students in grades 1 through 4.
- Royal View Elementary School built in 1965 with an addition in 1988 houses students in grades 1 through 4.
- Valley Vista Elementary School built in 1959 with additions in 1961 and 1988 houses students in grades 1 through 4.
- The Early Childhood Center, consisting of four buildings leased from the City of Broadview Heights, houses pre-kindergarten and kindergarten students.

North Royalton's cost-per-pupil is consistently among the lowest for Cuyahoga County school districts. The results of achievement, competency and proficiency testing continue to substantiate the effectiveness of the teaching-learning process in the School District.

The Reporting Entity

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

The School District is associated with the Lakeshore Northeast Ohio Computer Association, the Cuyahoga Valley Career Center, the Ohio Schools Council Association and the Suburban Health Consortium, three jointly governed organizations and one shared risk pool.

Economic Condition and Outlook

The City of North Royalton continues to experience a period of rapid growth. The 2000 U.S. Census data reports a population of 28,648 in the City of North Royalton. This represents a 23.5 percent increase since the 1990 census. The median household income is \$57,398.

The North Royalton City School District receives 67.4 percent of its governmental revenues from local property tax collections. Therefore the long-term financial health of the School District is very dependent on its tax base. The total assessed value of the School District's tax duplicate rose by nearly 59 percent in the last ten years. The increased value in the duplicate is due to revisions in property values made by the County Auditor every three years and new construction taking place in the School District.

The City of North Royalton and the City of Broadview Heights continue to attract new housing and commercial development. There are currently 27 new housing developments approved and under construction in the School District.

Enrollment for the 1999-2000 school year was 4,202 students. Enrollment for the 2008-2009 school year was 4,647 students. The School District enlists the assistance of a professional demographer to develop enrollment projections. Projections are developed assuming low, moderate and high growth rates in the School District. The last enrollment projections completed in December 2008 indicate that the growth in the student population will continue. Student enrollment projections for the 2018-2019 school year estimates an enrollment of 5,086 students assuming moderate growth rates.

Educational Program

During the 2009 school year, the School District's curriculum included a wide range of electives and comprehensive courses of study in college preparatory, liberal arts and vocational programs. The School District offers advanced placement courses at the high school in American Government, English, Calculus AB, Computer Science, Economics and Physics B. Test scores indicate students are achieving higher than State and national averages. The School District has earned the highest rating on the State of Ohio District Report Card for the past nine consecutive years and received this year's new rating of Excellent with Distinction.

The graduating Class of 2009 exceeded the State and national average scores on both the American College Test (ACT) and the Scholastic Aptitude Test (SAT). The composite score of 23.4 on the ACT surpassed the state average of 21.7 and the national average of 21.1. The mean scores for North Royalton students on the SAT of 574 in mathematics and 546 in critical reading surpassed the State mean score of 546 and the national score of 515 in mathematics and the State mean of 537 and the national mean of 501 in the critical reading section. This year the high school has two finalists and five commended scholars in the National Merit Scholarship Program.

A full range of student activities and athletic programs are available to students at the high school. Some activities are open to all student participants while others, including interscholastic sports, require a try-out process. Competitive sports programs are available via affiliation in the Northeast Ohio Conference from grades 7 through 12.

Ninety one percent of the high school graduates last year indicated they intended to continue their education at the university or college level with 72 percent attending a four-year college and 19 percent a two-year college. The high school offers 190 courses on the main campus with an additional 50 vocational offerings at Cuyahoga Valley Career Center. Additional academic statistics from the Class of 2009 include: 26 percent received an Honors Diploma, 15 percent were members of the National Honor Society, 4 percent graduated Magna Cum Laude and 6 percent graduated Cum Laude.

Major Initiatives:

2008 – 2009 School Year

- Continued the cycle of curriculum review and/or material selection (Industrial Technology, science K 12, Math 9-12-Discrete Math, High School Economics) enabling monitoring and updating of the Pre-K 12 educational program
- Developed the Consolidated Continuous Improvement Plan (CCIP) that is designed to improve student achievement
- Continued the implementation of the Response to Intervention (RtI) process
 - Year 4 for Literacy
 - Examine effectiveness of universal screeners in grades K 8

- Year 3 for Behavior
 - Implement Positive Behavior Support programs in schools
- Year 2 for Math
 - Continue to administer the eHarcourt Inventory and End of Year tests
- Adopted and provide alternative curriculum in language arts resource rooms for K 12 students (Readwell, LANGUAGE!)
- Formulated curriculum guides for math 9-12 (Concepts of Algebra II, Discrete Math, Concepts of Discrete Math) and ELL K-12 (English Language Learners).
- Continued training of staff to use a variety of data (i.e. Value Added, OAT/OGT, DIBELS, AIMSweb, eHarcourt Math screeners)
- Continued orientation programs for both Middle School and High School
 - Link Crew (High School)
 - WEB (Middle School)
- Continued implementation of internet based access using Progressbook for students and parents in grades Pre-K 12 to access grades, report cards, progress reports, and class information
- Expanded technology implementation in classrooms (SMART boards, Student Response Systems, Mimio's)
- Established a professional development committee
- Continued professional development to help staff meet the learning needs of all students including the needs of special populations (i.e. special education, ELL, gifted) such as: Language and Readwell training (K-12), Vocabulary Development, Common Assessments Science Grades 3 and 4, Formative Assessments, Accelerating the Reading Skills of Your Title I Students, Guided Reading, Teaching Your Gifted Student, Turning Points Student Response Systems, Smart Board, Moodle, Portable Apps and Mimio Training (Technology), Improving OAT scores, Access to the General Education Curriculum for All, Assessments for Learning, Behavior support, and Crisis Management Institute
- Continued to provide extended day services for identified pre-school and kindergarten special needs students
- Initiated Title I services to students at the Early Childhood Center, Albion, Royal View and North Royalton Middle School
- Examined development and implementation of common assessments for Science Grades 3 and 4

For the Future

- Continue the cycle of curriculum review, material selection highlighting Reading RtI and rigor including advanced placement at the high school.
- Monitor and Refine the Consolidated Continuous Improvement Plan (CCIP) to improve student achievement as determined by data
- Continue the implementation of the RtI process
 - Structural organization
 - Year 5 for Literacy
 - Examine effectiveness of universal screeners in grades K 8
 - Examine structure of Tier II and Tier III services

- Year 4 for Behavior
 - Implement Positive Behavior Support programs in schools
- Year 3 for Math
 - Continue to administer the EHarcourt Inventory and End of Year tests
- Continue implementation of internet based access using Progressbook for students and parents in grades Pre-K 12 to access grades, report cards, progress reports, and class information

 Review alignment to new state standards
- Continue training in the utilization of data to drive decisions (Value added, OAT/OGT, DIBELS, AIMSweb, Get It! Got It! Go!, Harcourt math screeners, Measure Up, ODE Success website)
- Continue examination of our professional development model and content to serve the needs of our staff in a manner that is fiscally responsible and that will lead to improved student achievement
 - o Ongoing meetings of professional development committee
 - Continue to incorporate early release days as a beginning to altering our model
 - Developing and using in-district experts
- Continue collaboration with state representatives and constituents regarding funding, facility needs, and operation needs
- Continue Title I services to students at the Early Childhood Center and North Royalton Middle School
- Support implementation of alternative curriculum in language arts resource rooms for K 12 students (Readwell, LANGUAGE!)
- Continue expansion of technology implementation in classrooms (SMART boards, Student Response Systems, Mimio's)
- Continue professional development of staff to meet the needs of special populations (i.e. special education, ELL, gifted)
- Research development and implementation of common assessments(Formative assessments, of year course exams) and related professional development
- Address the mandates included in House Bill 1
- Align curriculum to new State content standards
 - Align high school curriculum to new High school core curriculum per ODE

Long Term Planning

The School District has placed an emphasis on long term planning. The administrative staff meets twice per year to review and discuss staffing levels for the next five years in light of enrollment changes and program requirements. Operating costs and capital expenditure needs are also reviewed and analyzed during these meetings. As previously noted, the growing student population places stress on both the operating budget and physical facilities. Enrollment projections are completed at least biannually by professional demographers and the results are analyzed and incorporated into the operating and capital budget projections for the next five year period.

Relevant Financial Policies

The Board of Education, in its policy making role, reviews and updates School District policies on a regular basis. The impact of policy changes on School District finances is one part of this review. For example, the

Board has adopted a policy requiring intervention services be provided any student who scores below the proficient level in reading, writing, mathematics social studies or science proficiency tests, or who do not demonstrate academic performance at their grade level based on the results of a diagnostic assessment.

Intervention services have generally been funded through State and federal grants. The reduction of those revenue sources has required the School District's general fund to absorb those expenses. In addition, the School District has chosen to increase these services with the implementation of the Response to Intervention process. This is the practice of providing high quality instruction and intervention matched to student need, monitoring progress frequently to make decisions about changes in instructional goals and applying child response data to important educational decisions.

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 North Royalton City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008. 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 North Royalton City School District's financial reporting. It enhances the School District's accountability to the residents of the North Royalton City School District.

The preparation of this report would not have been possible without the assistance and support of the staff at 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 the statistical data.

Special appreciation is expressed to the Local Government Services Section of State Auditor Mary Taylor'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 and their continued commitment to excellence.

Respectfully submitted,

Rich M:

Richard McIntosh

Edward Vittardi Superintendent

Board of Education

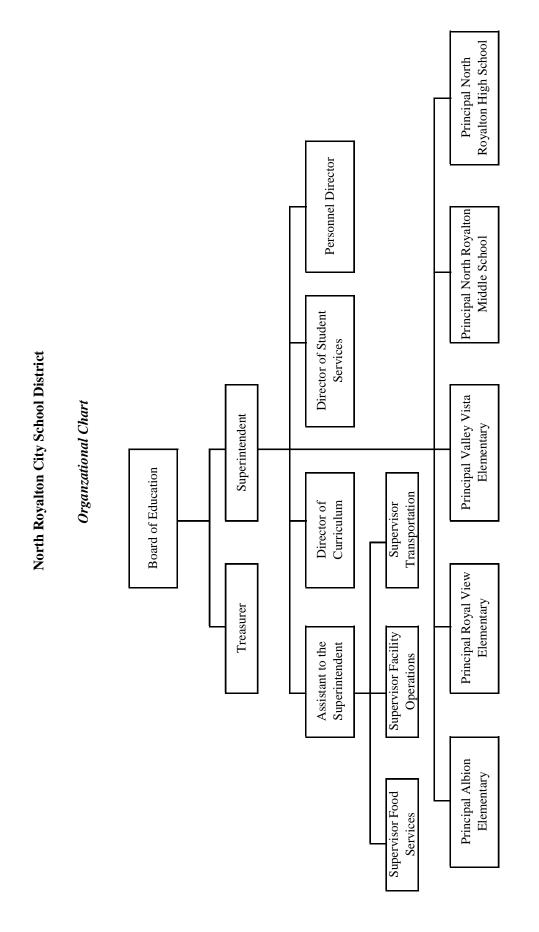
Ms. Heidi DolezalPreside	lent
Ms. Cheryl Hannan	lent
Mr. Leonard Reinhard	
Ms. Anne Reinkober	ıber
Ms. Barbara Zindroski	ıber

Treasurer

Mr. Richard McIntosh

Administration

Mr. Edward Vittardi	Superintendent
Mr. James J. Presot	Assistant Superintendent
Mr. Greg Gurka	
Mr. Richard W. Evans.	
Ms. Susan Welch	Director of Student Services



Certificate of Achievement for Excellence in Financial Reporting

Presented to

North Royalton City School District, Ohio

For its Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2008

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

Euro de

Executive Director

FINANCIAL SECTION



<u>Mary Taylor, CPA</u> Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

North Royalton City School District Cuyahoga County 6579 Royalton Road North Royalton, Ohio 44133

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Royalton City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2009, 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 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, each major fund, and the aggregate remaining fund information of the North Royalton City School District, Cuyahoga County, Ohio, as of June 30, 2009, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2009, 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 grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquires of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

Lausche Building / 615 Superior Ave., NW / Twelfth Floor / Cleveland, OH 44113-1801 Telephone: (216) 787-3665 (800) 626-2297 Fax: (216) 787-3361 www.auditor.state.oh.us North Royalton City School District Cuyahoga County Independent Accountants' Report Page 2

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining 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 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.

Mary Jaylo

Mary Taylor, CPA Auditor of State

December 10, 2009

The discussion and analysis of North Royalton City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2009. 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, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2009 are as follows:

- □ The School District is committed to meeting the academic needs of our students by providing them with updated textbooks and instructional materials to compete in a global environment. During fiscal year 2009, the School District adopted a new series of textbooks for science.
- □ The School District actively pursues grants and controls expenses while still maintaining the high academic standards the residents expect of the School District. The School District continues to implement the Response to Intervention program utilizing grant monies. The School District is able to help students in the areas of reading, math and writing.
- □ The School District values the education of our students and teachers. In fact, continuing education is a priority for our certificated staff, 73 percent have achieved a Masters' degree or above.
- Due to the voters' rejection of a 4.9 mill, five year operating levy on the March 2008 ballot and the 5.9 mill, 10 year operating levy on the November 2008 ballot, the School District had to make difficult program reductions in order to stay within estimated resources. The School District eliminated 17 support positions in January 2009 which necessitated the closing of school buildings in the evening. The School District also eliminated high school busing, field trips and instituted fees for spring sports.
- □ The School District was successful in securing voter approval of a 6.2 mill, 10 year operating levy in May 2009. The approval of this issue allowed the School District to reinstate the program reductions and most of the staffing reductions made in January 2009.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the North Royalton 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 the 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 nonmajor funds presented in total in one column. In the case of the North Royalton City School District, the general fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While these statements contain information about the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2009?" 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. This basis of 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 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 current property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

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, non-instructional services, operation of food services and extracurricular activities.

Reporting the School District's Most Significant Funds

The analysis of the School District's major funds begins on page 9. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general and bond retirement debt service funds.

Governmental Funds Most of the School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at fiscal year-end 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 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.

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the School District. Fiduciary funds are not reflected on the government-wide financial statements because the resources from these funds are not available to support the School District's programs. These funds use the accrual basis of accounting.

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2009 Unaudited

The School District as a Whole

Recall that the statement of net assets provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net assets for 2009 compared to 2008:

Table 1Net AssetsGovernmental Activities

	2009	2008	Change
Assets			
Current and Other Assets	\$46,705,906	\$45,646,969	\$1,058,937
Capital Assets, Net of Depreciation	24,639,925	25,932,117	(1,292,192)
Total Assets	71,345,831	71,579,086	(233,255)
Liabilities			
Current and Other Liabilities	35,631,583	34,130,350	1,501,233
Long-Term Liabilities:			
Due Within One Year	1,382,613	2,125,495	(742,882)
Due in More Than One Year	17,393,079	17,890,723	(497,644)
Total Liabilities	54,407,275	54,146,568	260,707
Net Assets			
Invested in Capital Assets,			
Net of Related Debt	11,158,736	11,206,829	(48,093)
Restricted for:			
Capital Projects	1,092,228	0	1,092,228
Debt Service	3,453,480	3,728,413	(274,933)
Other Purposes	389,361	303,158	86,203
Unrestricted	844,751	2,194,118	(1,349,367)
Total Net Assets	\$16,938,556	\$17,432,518	(\$493,962)

By comparing assets and liabilities, one can see the overall financial position of the School District has declined as evidenced by the decrease in net assets. Management continues to diligently plan expenses, staying carefully within the School District's revenues.

In order to further understand what makes up the changes in net assets for the current year, the following table gives readers further details regarding the results of activities for the current year. Table 2 shows total revenues, expenses and changes in net assets for fiscal years 2009 and 2008.

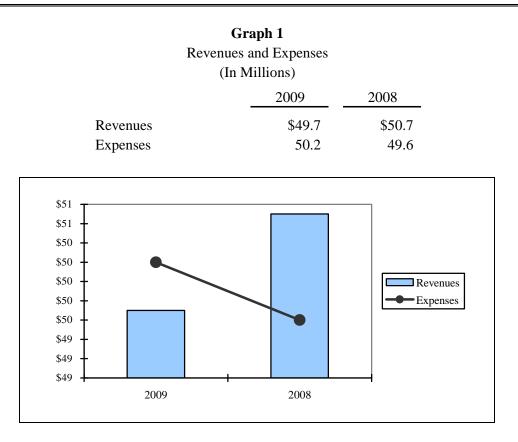
North Royalton City School District *Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2009* Unaudited

Table 2

Governmental Activities

	2009	2008	Change
Program Revenues			
Charges for Services and Sales	\$1,951,274	\$1,902,709	\$48,565
Operating Grants, Contributions and Interest	2,791,285	2,160,289	630,996
Capital Grants and Contributions	25,460	75,317	(49,857)
Total Program Revenues	4,768,019	4,138,315	629,704
General Revenues			
Property Taxes	33,546,214	34,830,561	(1,284,347)
Grants and Entitlements not			
Restricted to Specific Programs	10,759,786	10,435,570	324,216
Investment Earnings	481,638	814,931	(333,293)
Gain on Sale of Capital Assets	5,534	358,462	(352,928)
Miscellaneous	195,241	179,473	15,768
Total General Revenues	44,988,413	46,618,997	(1,630,584)
Total Revenues	49,756,432	50,757,312	(1,000,880)
Program Expenses			
Instruction:			
Regular	22,398,158	21,558,320	839,838
Special	4,129,027	4,835,486	(706,459)
Vocational	193,977	194,028	(51)
Student Intervention Services	1,672,402	0	1,672,402
Support Services:	0 (11 154	0 400 500	100 (2)
Pupil	2,611,154	2,490,528	120,626
Instructional Staff Board of Education	2,295,479	2,974,945	(679,466)
Administration	27,253 3,431,405	38,657 3,574,520	(11,404) (143,115)
Fiscal	1,093,106	1,048,878	44,228
Business	339,281	325,633	13,648
Operation and Maintenance of Plant	4,067,791	4,002,858	64,933
Pupil Transportation	3,093,446	3,540,389	(446,943)
Central	613,370	578,689	34,681
Operation of Non-Instructional Services	742,839	856,858	(114,019)
Operation of Food Services	1,442,093	1,492,421	(50,328)
Extracurricular Activities	976,880	975,997	883
Interest and Fiscal Charges	1,122,733	1,131,121	(8,388)
Total Program Expenses	50,250,394	49,619,328	631,066
Increase (Decrease) in Net Assets	(493,962)	1,137,984	(1,631,946)
Net Assets Beginning of Year	17,432,518	16,294,534	1,137,984
Net Assets End of Year	\$16,938,556	\$17,432,518	(\$493,962)

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2009 Unaudited



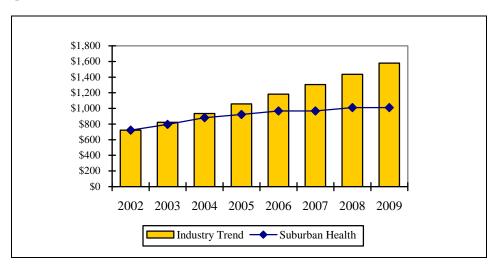
Governmental Activities

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a voted levy does not increase solely as a result of inflation. It increases as a result of new construction or collection from a new voted levy. Although school districts experience inflationary growth in expenses, tax revenue does not keep pace with the increased expenses due to House Bill 920. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay less than \$35.00 and the School District would collect the same dollar value the levy generated in the year it passed. The 10 percent rollback on all residential/agricultural property and the 2.5 percent rollback on all owner occupied homes would reduce the amount of taxes paid.

Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. The decrease in property tax revenue was due to decreases in real property tax collections and the continued phase out of the tangible personal property tax. The increase to grants and entitlements was caused by increases in homestead and rollback revenue and other reimbursements from the State.

Overall expenses increased as the School District continues to see enrollment gains which translate into staffing needs. The teachers and administrators contract provided for an increase in base salary for fiscal year 2009, driving regular instruction expenses higher. Student intervention services instruction is a new classification of expense for fiscal year 2009, and includes aides, who were previously paid from the special instruction and instructional staff categories. Pupil transportation expense decreased in fiscal year 2009 due to reductions in busing.

The School District is a member of the Suburban Health Consortium (the "Consortium"). The Consortium is a shared risk pool created pursuant to State statute for the purpose of maximizing benefits and/or reducing costs of health care benefits. To date the Consortium has been an overwhelming success. The following chart compares the School District's costs for medical and prescription drug insurance as a result of participating in the Consortium versus what the costs would have been if the School District had experienced the health industry inflationary trends for the same time period.



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

The negative amounts indicated in Table 3 should not be construed as something bad; they are merely indicative of whether a particular function of government relies on general revenues for financing or is a net contributor of resources to the School District. Almost 95 percent of instructional activities are supported through taxes and other general revenues. The community, as a whole, is by far the primary support for North Royalton City School District students.

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2009 Unaudited

Table 3

Total and Net Cost of Program Services - Governmental Activities

	2009		2008	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Program Expenses				
Instruction:				
Regular	\$22,398,158	(\$21,699,260)	\$21,558,320	(\$20,993,971)
Special	4,129,027	(4,116,063)	4,835,486	(4,750,865)
Vocational	193,977	(193,977)	194,028	(194,028)
Student Intervention Services	1,672,402	(856,831)	0	0
Support Services:				
Pupil	2,611,154	(2,557,936)	2,490,528	(2,430,914)
Instructional Staff	2,295,479	(2,176,516)	2,974,945	(2,119,508)
Board of Education	27,253	(27,253)	38,657	(38,657)
Administration	3,431,405	(3,412,886)	3,574,520	(3,526,956)
Fiscal	1,093,106	(819,389)	1,048,878	(1,040,864)
Business	339,281	(339,281)	325,633	(325,633)
Operation and Maintenance of Plant	4,067,791	(3,935,049)	4,002,858	(3,883,598)
Pupil Transportation	3,093,446	(3,078,904)	3,540,389	(3,510,200)
Central	613,370	(613,370)	578,689	(578,689)
Operation of Non-Instructional Services	742,839	(44,225)	856,858	(125,611)
Operation of Food Services	1,442,093	(35,454)	1,492,421	(123,904)
Extracurricular Activities	976,880	(556,982)	975,997	(706,494)
Interest and Fiscal Charges	1,122,733	(1,018,999)	1,131,121	(1,131,121)
Total	\$50,250,394	(\$45,482,375)	\$49,619,328	(\$45,481,013)

The School District's Funds

Information regarding the School District's major funds begins on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$50,130,873 and expenditures of \$50,186,995. The general fund had a moderate decrease in fund balance mainly due to decreases in investment income as a result of extremely low interest rates and other revenues remaining flat. The bond retirement debt service fund continues to make the bonded debt service requirements. Other Governmental Funds had an increase in fund balance as the School District continues to obtain and use grant money to provide students with a dynamic education. As one can see from the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds, property taxes from the communities that comprise the School District are the largest revenue source, accounting for 68 percent of total governmental revenue.

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.

North Royalton City School District Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2009 Unaudited

During the course of fiscal year 2009, the School District did not have to amend its general fund appropriations. 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.

Due to conservative estimates for property taxes and interest revenue, the actual budget basis revenue was slightly higher than final budget basis revenues. The School District's final budget basis expenditures were \$1,653,381 lower than the final estimate. This is due in large part to the School District's continued commitment to provide a quality education while still controlling costs.

Capital Assets and Debt Administration

Capital Assets

Table 4 shows fiscal 2009 balances compared to 2008:

Table 4Capital Assets at June 30(Net of Depreciation)Governmental Activities				
	2009	2008		
Land	\$560,140	\$560,140		
Land Improvements	390,082	453,645		
Buildings and Improvements	20,987,021	21,901,407		
Furniture and Equipment	1,265,297	1,389,118		
Vehicles	1,437,385	1,627,807		
Total Capital Assets	\$24,639,925	\$25,932,117		

During fiscal year 2009 the School District spent far less on capital assets than in prior years. The small amount of expenditures was exceeded by annual depreciation, resulting in an overall decrease to capital assets, net of depreciation. Ohio law requires school districts to set aside three percent of certain revenues for capital improvements and an additional three percent for textbooks and instructional materials and supplies. For fiscal year 2009, this amounted to \$729,162 for each set aside. See Note 9 to the basic financial statements for additional information on the School District's capital assets and Note 19 for additional information regarding required set-asides.

Debt

Table 5 summarizes the bonds outstanding.

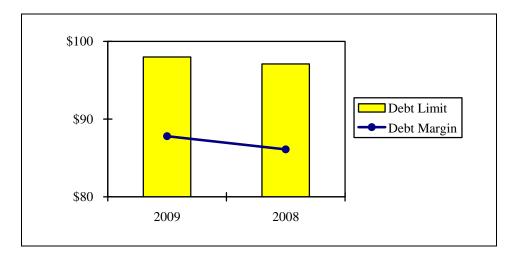
Table 5 Outstanding Debt at Fiscal Year End Governmental Activities

	2009	2008
1993 School Improvement Bonds	\$0	\$705,000
1994 School Improvement Bonds	981,411	1,875,963
2005 School Improvement Bonds	14,480,859	14,335,363
Total	\$15,462,270	\$16,916,326

The School District's overall legal debt margin increased to \$87.5 million. This is the additional amount of debt the School District could issue. The debt margin increased from 2008 due to the School District paying down current debt and increasing property valuations. See Note 14 to the basic financial statements for detail on the School District's long-term obligations.

Graph 3 Legal Debt Margin (in millions)

	2009	2008
Overall Debt Limit	\$97.8	\$97.1
Overall Debt Margin	87.5	86.1



School District Outlook

The School District has been successful in continuing to maintain its strong academic programs while maintaining one of the lowest per pupil expenditure levels in Cuyahoga County and experiencing continued enrollment growth. This enrollment growth, stagnant State funding and limited local tax revenue growth inherent with Ohio's tax structure will present the most significant challenges to the School District in the future.

Residential development continues to take place in both the cities of North Royalton and Broadview Heights. The School District's enrollment projection, updated in 2008, reflects continuous growth over the next ten years. The School District's facilities have reached maximum capacity. As a stopgap measure, the School District leased four buildings from the City of Broadview Heights to house preschool and kindergarten students beginning in the 2004-2005 school year. This freed classroom space at the elementary level and enabled redistricting, achieving a better balance of student enrollment at each of the elementary schools.

The School District contracted with an architectural firm and a construction management firm in 2008 to update the facilities master plan. The School District is working with a citizen advisory group and the firms to prepare a long-term solution to the facilities issues.

In the 2009-2010 school year the School District has embarked upon a strategic planning process. This process will engage all segments of the school community in focus groups and action planning teams. The goal is to create a five year strategic plan that will be used to guide the School District's decision making process.

In May, 2009, voters approved a 6.2 mill, 10 year operating levy. The passage of this issue will allow the School District to maintain its educational programs.

In conclusion, the North Royalton City School District is in a period posing both significant challenges and opportunities. Management is committed to working with all stakeholders to craft solutions that will most effectively use the available resources to continue to provide an excellent education to the students of the School District.

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 questions about this report or need additional financial information contact Richard McIntosh, Treasurer at North Royalton City School District, 6579 Royalton Road, North Royalton, Ohio 44133 or E-Mail at rich.mcintosh@northroyaltonsd.org.

Basic Financial Statements

Statement of Net Assets June 30, 2009

	Governmental Activities
Assets	
Equity in Pooled Cash and Cash Equivalents	\$10,236,910
Accounts Receivable	1,127
Intergovernmental Receivable	71,830
Accrued Interest Receivable	96,148
Taxes Receivable	36,076,925
Inventory Held for Resale	12,577
Materials and Supplies Inventory	73,760
Unamortized Bond Issuance Costs	136,629
Nondepreciable Capital Assets	560,140
Depreciable Capital Assets, Net	24,079,785
Total Assets	71,345,831
Liabilities	
Accounts Payable	33,692
Accrued Wages and Benefits	4,721,035
Contracts Payable	233,550
Matured Compensated Absences Payable	121,202
Vacation Benefits Payable	138,228
Intergovernmental Payable	1,231,119
Deferred Revenue	28,946,594
Accrued Interest Payable	184,031
Claims Payable	22,132
Long-Term Liabilities:	
Due Within One Year	1,382,613
Due In More Than One Year	17,393,079
Total Liabilities	54,407,275
Net Assets	
Invested in Capital Assets, Net of Related Debt	11,158,736
Restricted for:	
Capital Projects	1,092,228
Debt Service	3,453,480
Other Purposes	389,361
Unrestricted	844,751
Total Net Assets	\$16,938,556

Statement of Activities For the Fiscal Year Ended June 30, 2009

			Program Revenues		Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
Instruction:					
Regular	\$22,398,158	\$308,774	\$364,664	\$25,460	(\$21,699,260)
Special	4,129,027	0	12,964	0	(4,116,063)
Vocational	193,977	0	0	0	(193,977)
Student Intervention Services	1,672,402	16,058	799,513	0	(856,831)
Support Services:					
Pupil	2,611,154	0	53,218	0	(2,557,936)
Instructional Staff	2,295,479	0	118,963	0	(2,176,516)
Board of Education	27,253	0	0	0	(27,253)
Administration	3,431,405	0	18,519	0	(3,412,886)
Fiscal	1,093,106	0	273,717	0	(819,389)
Business	339,281	0	0	0	(339,281)
Operation and Maintenance of Plant	4,067,791	57,433	75,309	0	(3,935,049)
Pupil Transportation	3,093,446	0	14,542	0	(3,078,904)
Central	613,370	0	0	0	(613,370)
Operation of Non-Instructional Services	742,839	0	698,614	0	(44,225)
Operation of Food Services	1,442,093	1,166,919	239,720	0	(35,454)
Extracurricular Activities	976,880	402,090	17,808	0	(556,982)
Interest and Fiscal Charges	1,122,733	0	103,734	0	(1,018,999)
Totals	\$50,250,394	\$1,951,274	\$2,791,285	\$25,460	(45,482,375)

General Revenues

Property Taxes Levied for:	
General Purposes	30,527,173
Debt Service	2,034,569
Capital Outlay	984,472
Grants and Entitlements not Restricted to Specific Programs	10,759,786
Investment Earnings	481,638
Gain on Sale of Capital Assets	5,534
Miscellaneous	195,241
Total General Revenues	44,988,413
Change in Net Assets	(493,962)
Net Assets Beginning of Year	17,432,518
Net Assets End of Year	\$16,938,556

Balance Sheet Governmental Funds June 30, 2009

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$5,592,512	\$2,640,897	\$1,678,098	\$9,911,507
Restricted Assets:				
Equity in Pooled Cash and				
Cash Equivalents	155,729	0	0	155,729
Property Taxes Receivable	33,319,397	1,806,310	951,218	36,076,925
Accounts Receivable	1,127	0	0	1,127
Accrued Interest Receivable	96,148	0	0	96,148
Intergovernmental Receivable	33,505	0	38,325	71,830
Interfund Receivable	710	583,940	0	584,650
Inventory Held for Resale	0	0	12,577	12,577
Materials and Supplies Inventory	73,760	0	0	73,760
Total Assets	\$39,272,888	\$5,031,147	\$2,680,218	\$46,984,253
<i>Liabilities and Fund Balances</i> Liabilities				
Accounts Payable	\$0	\$0	\$33,692	\$33,692
Contracts Payable	0	0	233,550	233,550
Accrued Wages and Benefits	4,647,190	0	73,845	4,721,035
Interfund Payable	0	0	584,650	584,650
Intergovernmental Payable	1,162,512	0	68,607	1,231,119
Matured Compensated Absences Payable	121,202	0	0	121,202
Deferred Revenue	28,207,051	1,489,286	784,363	30,480,700
Accrued Interest Payable	0	0	11,046	11,046
Total Liabilities	34,137,955	1,489,286	1,789,753	37,416,994
Fund Balances				
Reserved for Encumbrances	598,255	0	372,963	971,218
Reserved for Property Taxes	5,128,964	316,397	166,525	5,611,886
Reserved for Capital Improvements	155,729	0	0	155,729
Unreserved:				
Undesignated, Reported in:				
General Fund (Deficit)	(748,015)	0	0	(748,015)
Special Revenue Funds	0	0	366,085	366,085
Debt Service Fund	0	3,225,464	0	3,225,464
Capital Projects Funds (Deficit)	0	0	(15,108)	(15,108)
Total Fund Balances	5,134,933	3,541,861	890,465	9,567,259
Total Liabilities and Fund Balances	\$39,272,888	\$5,031,147	\$2,680,218	\$46,984,253

Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities June 30, 2009

Total Governmental Fund Balances	\$9,567,259
Amounts reported for governmental activities in the statement of net assets are different because	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	24,639,925
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.Property Taxes1,500,601Tuition and Fees33,505	
Total	1,534,106
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.	147,542
In the statement of activities, bond issuance costs are amortized over the term of the bonds, whereas in governmental funds, a bond issuance expenditure is reported when bonds are issued.	136,629
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(172,985)
Vacation benefits payable is not expected to be paid with expendable available financial resources and therefore is not reported in the funds.	(138,228)
Long-term liabilities payable are not due and payable in the current period and therefore are not reported in the funds. Compensated Absences (3,313,422) General Obligation Bonds (15,462,270)	
Total	(18,775,692)
Net Assets of Governmental Activities	\$16,938,556

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Fiscal Year Ended June 30, 2009

			Other	Total
	General	Bond Retirement	Governmental Funds	Governmental Funds
	General	Kethement	Tunus	Tunus
Revenues				
Property Taxes	\$30,862,693	\$2,087,625	\$995,008	\$33,945,326
Intergovernmental	10,759,786	263,760	2,436,187	13,459,733
Interest	478,936	0	2,702	481,638
Tuition and Fees	289,637	0	16,058	305,695
Extracurricular Activities	46,539	0	350,785	397,324
Contributions and Donations	0	0	116,798	116,798
Charges for Services	0	0	1,175,407	1,175,407
Rentals	37,355	0	16,356	53,711
Miscellaneous	77,340	0	117,901	195,241
Total Revenues	42,552,286	2,351,385	5,227,202	50,130,873
Expenditures				
Current:				
Instruction:				
Regular	20,921,424	0	581,677	21,503,101
Special	4,048,742	0	19,024	4,067,766
Vocational	196,590	0	0	196,590
Student Intervention Services	767,764	0	832,537	1,600,301
Support Services:				
Pupil	2,488,651	0	55,632	2,544,283
Instructional Staff	2,150,733	0	103,092	2,253,825
Board of Education	27,253	0	0	27,253
Administration	3,241,672	0	63,913	3,305,585
Fiscal	1,010,513	28,227	20,248	1,058,988
Business	334,570	0	0	334,570
Operation and Maintenance of Plant	3,458,176	0	121,363	3,579,539
Pupil Transportation	2,745,713	0	57,029	2,802,742
Central	597,043	0	0	597,043
Operation of Non-Instructional Services	75,341	0	688,888	764,229
Operation of Food Services	0	0	1,375,593	1,375,593
Extracurricular Activities	696,891	0	269,142	966,033
Capital Outlay	0	0	647,255	647,255
Debt Service:				
Principal Retirement	0	1,243,984	0	1,243,984
Interest and Fiscal Charges	0	550,054	17,245	567,299
Capital Appreciation Bonds Interest	0	751,016	0	751,016
Total Expenditures	42,761,076	2,573,281	4,852,638	50,186,995
Excess of Revenues Over (Under) Expenditures	(208,790)	(221,896)	374,564	(56,122)
Other Financing Sources (Uses)				
Sale of Capital Assets	4,755	0	0	4,755
Transfers In	0	0	225,000	225,000
Transfers Out	(225,000)	0	0	(225,000)
Total Other Financing Sources (Uses)	(220,245)	0	225,000	4,755
Net Change in Fund Balances	(429,035)	(221,896)	599,564	(51,367)
Fund Balances Beginning of Year	5,563,968	3,763,757	290,901	9,618,626
Fund Balances End of Year	\$5,134,933	\$3,541,861	\$890,465	\$9,567,259

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, 2009

Net Change in Fund Balances - Total Govern	nmental Funds	(\$51,367)
Amounts reported for governmental activities statement of activities are different because		
the cost of those assets is allocated over the	expenditures. However, in the statement of activities, ir estimated useful lives as depreciation expense. acceeded capital outlays in the current period. 390,843 (1,682,875)	
Total		(1,292,032)
Governmental funds only report the disposal of from the sale. In the statement of activities,	capital assets to the extent proceeds are received a gain or loss is reported for each disposal.	(160)
Revenues in the statement of activities that do r reported as revenues in the funds.	not provide current financial resources are not	
Property Taxes	(399,112)	
Tuition and Fees	19,137	
Total		(379,975)
Repayment of bond principal is an expenditure reduces long-term liabilities in the statemen		1,995,000
Some expenses reported in the statement of acti resources and therefore are not reported as e Accrued Interest on Bonds	vities do not require the use of current financial expenditures in governmental funds. 19	
Amortization of Issuance Costs	(14,509)	
Amortization of Premium on Bonds	155,175	
Amortization of Accounting Loss	(140,551)	
Bond Accretion	(555,568)	
Total		(555,434)
Some expenses reported in the statement of acti and vacation benefits, do not require the use are not reported as expenditures in governm Compensated Absences Vacation Benefits Payable	e of current financial resources and therefore	
Total		(205,294)
are not reported in the district-wide stateme and related interal service fund revenues are	to charge the costs of insurance to individual funds nts of activities. Governmental fund expenditures e eliminated. The net revenue (expense) of the	
internal service fund is allocated among the	governmental activities.	(4,700)
Change in Net Assets of Governmental Activitie	25	(\$493,962)
~		

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual General Fund

For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts		Variance with Final Budget Positive	
	Original	Final	Actual	(Negative)
Revenues				
Property Taxes	\$29,984,389	\$29,725,720	\$29,725,720	\$0
Intergovernmental	9,957,612	10,759,786	10,759,786	0
Interest	480,000	417,947	419,075	1,128
Tuition and Fees	305,290	288,842	289,637	795
Extracurricular Activities	22,722	60,932	60,932	0
Rentals	52,674	39,510	40,860	1,350
Miscellaneous	74,103	77,340	77,340	0
Total Revenues	40,876,790	41,370,077	41,373,350	3,273
Expenditures				
Current:				
Instruction:				
Regular	21,049,243	20,809,060	20,363,256	445,804
Special	4,521,807	4,555,666	4,312,167	243,499
Vocational	172,395	212,441	208,515	3,926
Student Intervention Services	629,980	777,622	767,764	9,858
Support Services:				
Pupil	2,536,853	2,586,694	2,556,122	30,572
Instructional Staff	2,179,317	2,266,619	2,208,419	58,200
Board of Education	39,250	40,991	28,048	12,943
Administration	3,361,286	3,375,232	3,302,728	72,504
Fiscal	1,032,943	1,022,416	998,746	23,670
Business	333,402	326,965	326,950	15
Operation and Maintenance of Plant	3,879,422	3,811,003	3,545,472	265,531
Pupil Transportation	3,207,006	3,167,849	2,745,101	422,748
Central	631,308	624,652	598,074	26,578
Operation of Non-Instructional Services	80,340	89,522	74,502	15,020
Extracurricular Activities	742,060	734,170	711,657	22,513
Total Expenditures	44,396,612	44,400,902	42,747,521	1,653,381
Excess of Revenues Under Expenditures	(3,519,822)	(3,030,825)	(1,374,171)	1,656,654
Other Financing Sources (Uses)				
Sale of Capital Assets	3,090	4,755	4,755	0
Advances In	10,000	950	950	0
Advances Out	(10,000)	(710)	(710)	0
Transfers Out	(220,000)	(225,000)	(225,000)	0
Total Other Financing Sources (Uses)	(216,910)	(220,005)	(220,005)	0
Net Change in Fund Balance	(3,736,732)	(3,250,830)	(1,594,176)	1,656,654
Fund Balance Beginning of Year	5,920,267	5,920,267	5,920,267	0
Prior Year Encumbrances Appropriated	781,075	781,075	781,075	0

Statement of Fund Net Assets Internal Service Fund June 30, 2009

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	Self Insurance
Assets Equity in Pooled Cash and Cash Equivalents	\$169,674
Liabilities Claims Payable	22,132
Net Assets Unrestricted	\$147,542

Statement of Revenues, Expenses and Changes in Fund Net Assets Internal Service Fund For the Fiscal Year Ended June 30, 2009

	Self Insurance
Operating Revenues	
Charges for Services	\$153,571
Operating Expenses	
Purchased Services	24,791
Claims	133,480
Total Operating Expenses	158,271
Change in Net Assets	(4,700)
Net Assets Beginning of Year	152,242
Net Assets End of Year	\$147,542

Statement of Cash Flows Internal Service Fund For the Fiscal Year Ended June 30, 2009

	Self Insurance
Increase (Decrease) in Cash and Cash Equivalents	
Cash Flows from Operating Activities	
Cash Received from Interfund Services Provided	\$153,571
Cash Payments for Purchased Services	(24,791)
Cash Payments for Claims	(123,571)
Net Increase in Cash and Cash Equivalents	5,209
Cash and Cash Equivalents Beginning of Year	164,465
Cash and Cash Equivalents End of Year	\$169,674
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities	
Operating Loss	(\$4,700)
Adjustments:	
Increase in Claims Payable	9,909
Net Cash Provided by Operating Activities	\$5,209

Statement of Fiduciary Assets and Liabilities Agency Funds June 30, 2009

Assets Equity in Pooled Cash and Cash Equivalents Accrued Interest Receivable	\$21,540,863 166,042
Total Assets	\$21,706,905
Liabilities	
Due to Students	\$346,424
Undistributed Monies	21,360,481
Total Liabilities	\$21,706,905

Note 1 - Description of the School District and Reporting Entity

North Royalton City School District (the "School District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms.

The School District is located in a suburban area south of Cleveland, Ohio. It is located in Cuyahoga County and encompasses nearly all of the City of North Royalton and a smaller portion of the City of Broadview Heights. It is staffed by 243 classified employees and 335 certified personnel who provide services to 4,647 students and other community members. The School District currently operates three elementary buildings, one middle school, one high school, an administrative building, a maintenance garage and a bus garage.

Reporting Entity

A reporting entity is comprised 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 and agencies that are not legally separate from the School District. For North Royalton 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 three jointly governed organizations and a shared risk pool. These organizations are the Lakeshore Northeast Ohio Computer Association, Cuyahoga Valley Career Center, Ohio Schools Council Association and the Suburban Health Consortium which are presented in Notes 16 and 18 to the basic financial statements.

Note 2 - Summary of Significant Accounting Policies

The financial statements of North Royalton City 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.

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. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District, however, has no business-type activities.

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. Fiduciary funds are reported by type.

B. Fund Accounting

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

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

General Fund - The general fund 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.

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

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

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

Internal Service Fund The internal service fund accounts for 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 benefits of the School District's employees.

Fiduciary 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 are therefore not available to support the School District's own programs. The School District has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's agency funds account for student activities and the Suburban Health Consortium.

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 (e.g., 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, current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations 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 the fund are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its internal service fund.

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 proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified

accrual basis of accounting. Differences between 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 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 fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from 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, grants, interest, tuition, and student fees.

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, 2009, but which were levied to finance fiscal year 2010 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.

Expenditures/Expenses 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. Budgetary Process

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend

resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level. Budgetary modifications at this level require a resolution of the Board of Education. The Treasurer has been given authority to allocate Board appropriations to the function and object levels within each fund.

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 that were in effect at the time the original and final appropriations were passed by the Board of Education.

The appropriation resolution is subject to amendment by the Board throughout the fiscal 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.

F. Cash and Investments

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

During fiscal year 2009, investments were limited to federal home loan mortgage corporation bonds, federal home loan bank bonds, federal farm credit bank bonds, and STAROhio, the State Treasurer's Investment Pool. Investments are reported at fair value which is based on quoted market prices.

STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on June 30, 2009.

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 2009 amounted to \$478,936, which includes \$203,928 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.

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2009, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year which services are consumed.

H. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories consist of materials and supplies held for consumption.

I. 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 externally imposed by creditors, contributors, grantors, or laws of other governments or imposed by law through constitutional provisions or enabling legislation. Restricted assets in the general fund represent unspent resources restricted for the purchase of buses.

J. Capital Assets

The School District's only capital assets are general capital assets. General capital assets are those assets not specifically related to activities reported in the proprietary fund. 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. The School District was able to estimate the historical cost for the initial reporting of assets by backtrending (i.e., estimating the current replacement cost of the asset to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year.) Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of one thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

Description	Estimated Lives	
Land Improvements	15 - 20 years	
Buildings and Improvements	40 years	
Furniture and Equipment	5 - 15 years	
Vehicles	10 years	

K. 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.

L. 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 School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

North Royalton City School District *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009*

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

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

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

M. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from the proprietary fund are reported on the proprietary fund financial statements.

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

N. Net Assets

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

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

O. Fund Balance Reserves

The School District reserves those portions of fund balance 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 capital improvements.

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

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 the self insurance program. Operating expenses are necessary costs that are 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 non-operating.

Q. Bond Issuance Costs

Bond issuance costs for underwriting fees and bond insurance for the school improvement general obligation bonds are being amortized using the straight-line method over the life of the bonds on the government-wide statements. The straight-line method of amortization is not materially different from the effective-interest method. On the governmental financial statements, issuance costs are reported as an expenditure in the fiscal year in which the bonds are issued. Bond issuance costs are generally paid from bond proceeds.

As permitted by State Statue, the School District paid bond issuance costs from the bond proceeds and therefore does not consider that portion of the debt to be capital-related debt. That portion of the debt was offset against the unamortized bond issuance costs which were included in the determination of unrestricted net assets. Reporting both within the same element of net assets prevents one classification from being overstated while another is understated by the same amount.

R. Deferred Loss on Refunding

The difference between the reacquisition price (funds required to refund the old debt) of the school improvement bonds and the net carrying amount of the old debt, the deferred amount (loss) on refunding, is being amortized as a component of interest expense. This accounting loss is amortized over the life of the new debt or the remaining life of the refunded debt (whichever is shorter) and is presented net of the general obligation bonds payable on the statement of net assets.

S. Internal Activity

Transfers between governmental funds are eliminated on the government-wide financial statements. Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

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

T. 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.

U. 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 on the financial statements and accompanying notes. Actual results may differ from those estimates.

Note 3 – Change in Accounting Principles

For fiscal year 2009, the School District has implemented Governmental Accounting Standard Board (GASB) Statement No. 49, "Accounting and Financial Reporting for Pollution Remediation Obligations," Statement No. 52, "Land and Other Real Estate Held as Investments by Endowments", Statement No. 55, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments," and Statement No. 56, "Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards."

GASB Statement No. 49 addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effect of existing pollution by participating in pollution remediation activities such as site assessments and cleanup. The implementation of this statement did not result in any change to the School District's financial statements.

GASB Statement No. 52 establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. Governments are also required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value. The implementation of this statement did not result in any change in the School District's financial statements.

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB authoritative literature. The GAAP hierarchy consists of the sources of accounting principles used in the preparation of financial statements of state and local governmental entities that are presented in conformity with GAAP, and the framework for selecting those principles. The implementation of this statement did not result in any change in the School District's financial statements.

GASB Statement No. 56 incorporates accounting and financial reporting guidance previously only contained in the American Institute of Certified Public Accountants' and auditing literature into the GASB's accounting and financial reporting literature for state and local governments. The statement's guidance addresses related party transactions, going concern considerations, and subsequent events from the AICPA literature. The implementation of this statement did not result in any change in the School District's financial statements.

Note 4 - 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 for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

- 1. Revenues are recorded when received in cash (budget) 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) rather than fair value (GAAP).
- 5 Advances-In and Advances-Out are operating transactions (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	(\$429,035)
Net Adjustment for Revenue Accruals	(1,179,697)
Advances In	950
Beginning Fair Value Adjustment for Investments	43,581
Ending Fair Value Adjustment for Investments	(42,820)
Net Adjustment for Expenditure Accruals	611,810
Advances Out	(710)
Encumbrances	(598,255)
Budget Basis	(\$1,594,176)

Note 5 - Deposits and Investments

Monies held by the School District are classified by State statute into three categories.

Active deposits are public deposits determined to be necessary to meet current demands upon the School District treasury. Active deposits 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 has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories.

Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

Interim monies held by the School District can be deposited or invested in the following securities:

- 1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to payment of principal and interest by the United States;
- 2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- 3. Written repurchase agreements in securities listed above;
- 4. Bonds and other obligations of the State of Ohio;
- 5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
- 6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2);
- 7. The State Treasurer's investment pool (STAROhio); and
- 8. Commercial paper and bankers acceptances if training requirements have been met.

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. Investments may only be made through specified dealers and institutions.

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in possession of an outside party. At fiscal year end, \$15,819,659 of the School District's bank balance of \$16,569,659 was uninsured and uncollateralized. Although the securities were held by the pledging financial institutions' trust department and all 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 Federal Deposit Insurance Corporation.

The School District has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the School District or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposite being secured.

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

Investments

As of June 30, 2009, the School District had the following investments:

	In		Investment Maturities (in Years)	
	Fair	Less	1.0	
Investment Type	Value	than 1	1-2	
Federal Home Loan Mortgage Corporation Bonds	\$7,076,300	\$4,055,720	\$3,020,580	
Federal Home Loan Bank Bonds	2,180,168	2,180,168	0	
Federal Farm Credit Bank Bonds	1,005,850	0	1,005,850	
STAROhio	5,059,892	5,059,892	0	
Total Investments	\$15,322,210	\$11,295,780	\$4,026,430	

Interest Rate Risk As a means of limiting its exposure to fair value losses caused by rising interest rates, the School District's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the School District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

Credit Risk The Federal Home Loan Mortgage Corporation Bonds, the Federal Home Loan Bank Bonds and the Federal Farm Credit Bank Bonds carry a rating of AAA by Standard & Poor's. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that addresses credit risk.

Concentration of Credit Risk The School District places no limit on the amount it may invest in any one issuer. The following is the School District's allocation as of June 30, 2009:

	Percentage of
Investment	Investments
Federal Home Loan Mortgage	
Corporation Bonds	46.19 %
Federal Home Loan Bank Bonds	14.23
Federal Farm Credit Bank Bonds	6.56
STAROhio	33.02

Note 6 – Fund Deficits

The title I, drug free schools grant, and preschool grant special revenue funds had deficits of \$32,532, \$818, and \$202, respectively, resulting from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, rather than when accruals occur.

The building capital projects fund's deficit of \$594,681 is the result of the issuance of short-term bond anticipation notes which are used to finance the project until bonds are issued. The notes were purchased by the bond retirement fund and are reflected as an interfund payable on the fund financial statements. Once the notes are retired or bonds are issued, this deficit will be eliminated.

Note 7 - Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar 2009 represents collections of calendar year 2008 taxes. Real property taxes received in calendar year 2009 were levied after April 1, 2008, on the assessed value listed as of January 1, 2008, 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 property tax revenue received in calendar 2009 represents collections of calendar year 2008 taxes. Public utility real and tangible personal property taxes received in calendar year 2009 became a lien December 31, 2007, were levied after April 1, 2008 and are collected in 2009 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 revenue received during calendar 2009 (other than public utility property tax) represents the collection of 2009 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. The October 2008 tangible personal property tax settlement for general personal property taxes. Tangible personal property taxes received from telephone companies in calendar year 2009 were levied after October 1, 2008, on the value as of December 31, 2008. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30; however this year the settlement was late.

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 real property tax payments collected by the County by June 30, 2009, are available to finance fiscal year 2009 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2009 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2009 was \$5,128,965 in the general fund, \$316,397 in the bond retirement debt service fund, and \$166,525 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2008 was \$3,998,405 in the general fund, \$322,452 in the bond retirement debt service fund, and \$128,980 in the permanent improvement capital projects fund. The difference was in the timing and collection by the County Auditor.

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

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

The assessed values upon which the fiscal year 2009 taxes were collected are:

	2008 Second		2009 First	
	Half Collections		Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$1,067,608,740	98.04 %	\$1,067,428,370	98.28 %
Public Utility Personal	14,318,510	1.31	15,178,170	1.40
General Business Personal	7,052,513	0.65	3,526,257	0.32
Total	\$1,088,979,763	100.00 %	\$1,086,132,797	100.00 %
Tax rate per \$1,000 of assessed valuation	\$59.60		\$58.80	

Note 8 - Receivables

Receivables at June 30, 2009, consisted of taxes, tuition, and rentals. 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 fiscal year guarantee of Federal funds. All receivables except for delinquent property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

Intergovernmental Receivable	Amount
Food Service	\$38,325
Tuition	33,505
Total	\$71,830

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

Note 9 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2009, was as follows:

	Balance 06/30/08	Additions	Deductions	Balance 06/30/09
Capital Assets not being Depreciated:				
Land	\$560,140	\$0	\$0	\$560,140
Capital Assets being Depreciated:				
Land Improvements	1,708,442	0	0	1,708,442
Buildings and Improvements	40,679,799	28,756	0	40,708,555
Furniture and Equipment	5,842,322	248,861	(71,775)	6,019,408
Vehicles	4,076,630	113,226	(91,435)	4,098,421
Total Capital Assets being Depreciated	52,307,193	390,843	(163,210)	52,534,826
Less Accumulated Depreciation:				
Land Improvements	(1,254,797)	(63,563)	0	(1,318,360)
Buildings and Improvements	(18,778,392)	(943,142)	0	(19,721,534)
Furniture and Equipment	(4,453,204)	(372,522)	71,615	(4,754,111)
Vehicles	(2,448,823)	(303,648)	91,435	(2,661,036)
Total Accumulated Depreciation	(26,935,216)	(1,682,875) *	163,050	(28,455,041)
Total Assets being Depreciated, Net	25,371,977	(1,292,032)	(160)	24,079,785
Governmental Activities				
Capital Assets, Net	\$25,932,117	(\$1,292,032)	(\$160)	\$24,639,925

*Depreciation expense was charged to governmental activities as follows:

Instruction:	
Regular	\$721,912
Special	105,232
Vocational	12,750
Support Services:	
Pupil	41,395
Instructional Staff	26,969
Administration	157,327
Fiscal	4,405
Business	1,370
Operation and Maintenance of Plant	143,539
Pupil Transportation	281,524
Central	14,442
Operation of Non-Instructional Services	78,775
Operation of Food Service	58,258
Extracurricular Activities	34,977
Total Depreciation Expense	\$1,682,875

Note 10 - Pension Plans

A. School Employees Retirement System

Plan Description - The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Funding Policy - 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 2009, 9.09 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 by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2009, 2008, and 2007 were \$583,558, \$597,360, and \$616,758, respectively; 55.18 percent has been contributed for fiscal year 2009 and 100 percent has been contributed for fiscal year 2008 and 2007.

B. State Teachers Retirement System

Plan Description - The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement plan. 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 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio web site at www.strsoh.org.

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 a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. 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. The DB portion of the combined plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime annuity at age 50. 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 of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy - For the fiscal year ended June 30, 2009, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2008, the portion used to fund pension obligation was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2009, 2008, and 2007 were \$2,824,640, \$2,723,210, and \$2,602,354, respectively; 85.05 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007. Contributions to the DC and Combined Plans for fiscal year 2009 were \$23,907 made by the School District and \$78,865 made by the plan members.

Note 11 - Postemployment Benefits

A. School Employees Retirement System

Plan Description - The School District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For 2009, 4.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2009, this amount was \$35,800. During fiscal year 2009, the School District paid \$100,048 in surcharge.

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The School District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$267,947, \$272,594, and \$204,764 respectively; 55.18 percent has been contributed for fiscal years 2009 and 100 percent for fiscal years 2008 and 2007.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2009, this actuarially required allocation was 0.75 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2009, 2008, and 2007, were \$48,308, \$43,041and \$41,940 respectively; 55.18 percent has been contribution for fiscal years 2009 and 100 percent for fiscal years 2008 and 2007.

B. State Teachers Retirement System

Plan Description – The School District contributes to the cost sharing multiple employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2009, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$217,280, \$209,478, and \$200,181 respectively; 85.05 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

Note 12 - 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 and the Treasurer earn ten to thirty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and the Treasurer at the end of each contract year, depending upon negotiated agreements, or upon termination of employment. Teachers do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. A percentage of unused sick time is paid at retirement. All employees who are eligible to retire receive a severance benefit upon retirement limited to twenty-five percent of accumulated sick leave. For classified employees the maximum pay out is limited to eighty days. For certified employees and certain administrators, the maximum payout is determined by their individual contracts.

B. Life Insurance

The School District provides life insurance and accidental death and dismemberment insurance to most employees from Anthem Life Insurance through the Suburban Health Insurance Consortium.

Note 13 – Interfund Transaction

A. Interfund Transfers

The general fund made a \$45,000 transfer to the athletics and music special revenue fund to help provide funding for fiscal year 2009.

The general fund made a \$180,000 transfer to the building capital projects fund to pay down a portion of the manuscript note.

B. Interfund Balance

On the fund financial statements the general fund and the debt service fund reported an interfund receivable at June 30, 2009 of \$710 and \$583,940, respectively. The drug-free schools special revenue fund had an interfund payable of \$710. The building capital projects fund had an interfund payable of \$583,940. The loan to the special revenue fund was made to provide temporary funding of the programs until grant dollars are received. The interfund transaction between the debt service fund and the building capital projects fund are manuscript notes. The manuscript notes consist of various improvement and energy conservation notes and they were issued by the School District and purchased by the debt service fund as an investment. The manuscript notes will be paid on July 9, 2009 and May 20, 2010.

Changes in manuscript notes of the School District during fiscal year 2009 were as follows:

	Outstanding June 30, 2008	Additions	Deletions	Outstanding June 30, 2009
Manuscript Note - Various Improvement Manuscript Note - Energy Conservation	\$255,000 508,940	\$148,000 435,940	\$255,000 508,940	\$148,000 435,940
Total Manuscript Notes	\$763,940	\$583,940	\$763,940	\$583,940

Note 14 - Long-Term Obligations

Original issue amounts and interest rates of the School District's debt issues were as follows:

Debt Issue	Interest Rate	Original Issue	Year of Maturity
1993 School Improvement Bonds: Current Issue Term Bonds	5.65%	\$2,040,000	2008
1994 School Improvement Bonds: Capital Appreciation Bonds Current Issue Term Bonds	9.50% 6.00% to 6.625%	810,715 16,410,000	2008 to 2010 2006 to 2007
2005 School Improvement Bonds:			
Current Interest Serial Bonds	3.00% to 5.00%	14,145,000	2006 to 2020
Capital Appreciation Bonds	3.50% to 3.71%	279,974	2011 to 2012

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

	Principal Outstanding 6/30/08	Additions	Deductions	Principal Outstanding 6/30/09	Amounts Due in One Year
General Obligation Bonds	·				
1993 School Improvement Bonds					
Current Interest Term Bonds	\$705,000	\$0	\$705,000	\$0	\$0
1994 School Improvement Bonds					
Capital Appreciation Bonds	514,121	0	268,984	245,137	245,137
Accretion on Capital					
Appreciation Bonds	1,361,842	125,448	751,016	736,274	736,274
Total 1994 School Improvement Bonds	1,875,963	125,448	1,020,000	981,411	981,411

Changes in long-term obligations of the School District during fiscal year 2009 were as follows:

13,225,000

270 074

2005 School Improvement Bonds Current Interest Serial Bonds

Capital Appreciation Bonds	279,974	0	0	279,974	0
Accretion on Capital					
Appreciation Bonds	678,058	430,120	0	1,108,178	0
Unamortized Loss	(1,464,072)	0	(140,551)	(1,323,521)	0
Unamortized Premium	1,616,403	0	155,175	1,461,228	0
Total 2005 School Improvement Bonds	14,335,363	430,120	284,624	14,480,859	280,000
Total General Obligation Bonds	16,916,326	555,568	2,009,624	15,462,270	1,261,411
Other Long-Term Obligations					
Compensated Absences	3,099,892	344,025	130,495	3,313,422	121,202
Total Governmental Activities Long-Term Liabilities	\$20,016,218	\$899,593	\$2,140,119	\$18,775,692	\$1,382,613

0

~

270,000

12,955,000

270 074

280,000

Compensated absences will be paid from the general and food service, auxiliary services, title VI-B and preschool grant special revenue funds.

On December 1, 1993, the School District issued \$6,749,994 in voted general obligation refunded bonds which included serial, term and capital appreciation bonds in the amounts of \$3,600,000, \$2,040,000 and \$1,109,994, respectively. The general obligation bonds were issued for the purpose of refunding the 1988 building improvement bonds to take advantage of lower interest rates. The bonds were issued for a fifteen year period with final maturity at December 1, 2008. The bonds were retired from the debt service fund.

At June 30, 2008 the full amount of the serial and capital appreciation bonds had been retired by the School District through annual debt service repayments. The current issue term bonds were fully repaid in fiscal year 2009.

On December 1, 1994, the School District issued \$23,995,715 in voted general obligation bonds which included serial, term and capital appreciation bonds in the amount of \$6,775,000, \$16,410,000 and \$810,715, respectively. The general obligation bonds were issued for the purpose of building a new middle school. The bonds were issued for a twenty-five year period with final maturity at December 1, 2020. The bonds will be retired from the debt service fund.

At June 30, 2009, the full amount of the serial and current interest term bonds had been retired by the School District through annual debt service repayments.

The capital appreciation bonds remained outstanding at June 30, 2009. The capital appreciation bonds were originally sold at a discount of \$2,254,285, which is being accreted annually until the point of maturity of the capital appreciation bonds, which is 2008 through 2010.

The maturity amount of outstanding capital appreciation bonds at June 30, 2009 is \$1,020,000. The accretion recorded for 2009 was \$125,448, for a total outstanding bond liability of \$981,411 at June 30, 2009.

On March 17, 2005, the School District issued \$14,424,974 in voted general obligation refunding bonds which included serial and capital appreciation bonds in the amount of \$14,145,000 and \$279,974, respectively. The general obligation bonds were issued for the purpose of refunding a portion of the 1994 school improvement bonds to take advantage of lower interest rates. The bonds were issued for a twenty-five year period with final maturity at December 1, 2019. The bonds will be retired from the debt service fund.

The serial and capital appreciation bonds remained outstanding at June 30, 2009. The capital appreciation bonds were originally sold at a discount of \$2,480,026, which is being accreted annually until the point of maturity of the capital appreciation bonds, which is 2011 through 2012.

The maturity amount of outstanding capital appreciation bonds at June 30, 2009 is \$2,760,000. The accretion recorded for 2009 was \$430,120, for a total outstanding bond liability of \$1,388,152 at June 30, 2009.

The School District's overall debt margin was \$87,497,305 with an unvoted debt margin of \$1,086,133 at June 30, 2009. Principal and interest requirements to retire the general obligation bonds follow:

	General Obligation Bonds				
	Sei	rial	Capital Ap	preciation	
	Principal	Interest	Principal	Interest	
2010	\$280,000	\$521,888	\$245,137	\$774,863	
2011	0	517,688	165,697	1,214,303	
2012	0	517,688	114,277	1,265,723	
2013	1,380,000	493,538	0	0	
2014	1,425,000	444,450	0	0	
2015-2019	8,045,000	1,257,456	0	0	
2020-2024	1,825,000	36,500	0	0	
Total	\$12,955,000	\$3,789,208	\$525,111	\$3,254,889	

In 2005, the School District defeased a 1994 school improvement bond issue, in order to take advantage of lower interest rates. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. On June 30, 2009, \$14,425,000 of the defeased bonds are still outstanding.

Note 15 - Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2009, the School District contracted with various insurance companies through the Ohio Schools Council Association insurance program. The following is a summary of the School District's insurance coverage as of June 30, 2009:

Company	Coverage	Amount
Travelers Insurance Company	Boiler and Machinery	\$30,000,000
Indiana Insurance Company	Buildings and Contents - replacement costs	109,159,805
	Inland Marine Coverage	1,892,175
	Crime Insurance	250,000
	Automobile Liability	1,000,000
	Uninsured Motorists	50,000
	General Liability	
	Per occurrence	1,000,000
	Total per year	2,000,000

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

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

B. Employee Health Benefits

For fiscal 2009, the School District was a participant in the Suburban Health Consortium (the "Consortium") to provide employee health, dental and prescription drug benefits. The Consortium is administered by Medical Mutual. Payments are made to the Consortium for the monthly attachment point, monthly stop-loss premiums, and administrative charges. The fiscal agent of the Consortium is the North Royalton City School District. The Treasurer of the North Royalton City School District pays monthly for the actual amount of claims processed, the stop-loss premium and the administrative charges. The entire risk of loss transfers to the Consortium upon payment of the premiums.

The School District's portion of the monthly insurance premiums is as follows:

	Board Share of Premium				
	Select	Plan	Classic	Plan	
	Family	Family Single		Single	
Medical	\$749.64	\$299.85	\$1,065.32	\$426.12	
Prescription Drug	232.97	93.18	232.97	93.18	
Dental	108.68	46.57	108.68	46.57	

C. Self-Insurance

The School District provides vision benefits for its employees and their covered dependents through its selfinsurance fund. Vision Service Plan (VSP) administers the plan and reviews all claims paid by the School District.

The claims liability of \$22,132 reported in the internal service fund at June 30, 2009 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 reported claims, be reported. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the fund's claims liability amount in 2008 and 2009 were:

	Balance at	Current Year	Claim	Balance at
	Beginning of Year	Claims	Payments	End of Year
2008	\$11,371	\$121,704	\$120,852	\$12,223
2009	12,223	133,480	123,571	22,132

D. Workers' Compensation

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

Note 16 - Jointly Governed Organizations

Lakeshore Northeast Ohio Computer Association – The Lakeshore Northeast Ohio Computer Association (LNOCA) is a jointly governed computer service bureau owned and operated by eleven public school districts. The primary function of LNOCA is to provide data services to the thirteen member districts. Major areas of service provided by LNOCA include accounting, payroll, inventory, career guidance services, handicapped student tracking, pupil scheduling, attendance reporting and grade reporting. Each school is represented on the LNOCA Board of Directors by its superintendent. Each year, the Board of Directors elects a Chairman, a Vice Chairman and a Recording Director. Each school district supports LNOCA based upon a per student charge dependent upon the software package used. The School District paid \$194,010 for fiscal year 2009. The Cuyahoga County Education Service Center serves as the fiscal agent of LNOCA. Financial information can be obtained by contacting the Treasurer of the fiscal agent at 5700 West Canal Road, Valleyview, OH 44125.

Cuyahoga Valley Career Center - The Cuyahoga Valley Career Center is a joint vocational school which is a jointly governed organization among eleven school districts. Each participating school district appoints one board member to the Cuyahoga Valley Career Center's Board of Education. The students of each participating school district may attend classes offered at the vocational facility. Each participant's control over the operation of the Cuyahoga Valley Career Center is limited to representation on the board. Continued existence of the Cuyahoga Valley Career Center is not dependent on the School District's continued participation. In fiscal year 2009, the School District paid \$50. Financial information can be obtained from the Cuyahoga Valley Career Center, 8001 Brecksville Road, Brecksville, Ohio 44101.

North Royalton City School District Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

Ohio Schools Council Association - The Ohio Schools Council Association (Council) is a jointly governed organization among 121 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September through June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2009, the School District paid \$5,727 to the Council. Financial information can be obtained by contacting Dr. David A. Cottrell, the Executive Director of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The Council provides participating school districts the ability to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. There are currently 137 districts in the Program including the North Royalton City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

The School District also participates in the Council's electric purchase program. The Council provides 238 school districts and 11 MR/DD boards in the First Energy territory (Cleveland Electric Illuminating, Ohio Edison, Toledo Edison) the ability to purchase electricity at reduced rates if the school district committed to participating in either a thirty-six month (Cleveland Electric Illuminating Company) or a forty-four month (Ohio Edison and Toledo Edison) program beginning either May 1, 2005 or January 1, 2006 and ending December 31, 2008. Each month, the Council invoices participants based on estimated usage that was determined when the program was established. Each September, these estimated payments are compared to their actual usage for the year (July to June). Refund checks are issued to districts that consumed less than their projected usage of electrical energy and districts that over-consumed are invoiced.

Note 17 - Contingencies

A. Grants

The School District receives financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions 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, 2009.

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 18 – Shared Risk Pool

The Suburban Health Consortium ("the Consortium") is a shared health risk pool created on October 1, 2001, formed by the Boards of Education of several school districts in northeast Ohio, for the purposes of maximizing benefits and/or reducing costs of group health, life, dental and/or other insurance coverage for their employees and the eligible dependents and designated beneficiaries of such employees. The Consortium was formed and operates as a legally separate entity under Ohio Revised Code Section 9.833. The Board of Directors are the governing body of the Consortium. The Board of Education of each Consortium Member appoints its Superintendent or such Superintendent's designee to be its representative on the Board of Directors. The officers of the Board of Directors consist of a Chairman, Vice-Chairman and Recording Secretary, who are elected at the annual meeting of Board of Directors and serve until the next annual meeting. All of the authority of the Consortium is exercised by or under the direction of the Board of Directors also set all premiums and other amounts to be paid by the Consortium Members, and the Board of Directors have the authority to waive premiums and other payments. All members of the Board of Directors serve without compensation.

The Fiscal Agent shall be the Board of Education responsible for administering the financial transactions of the Consortium (North Royalton City School District). The Fiscal Agent shall carry out the responsibilities of the Consortium Fund, enter into contracts on behalf of the Consortium as authorized by the Directors and carry out such other responsibilities as approved by the Directors and agreed to by the Fiscal Agent. Each District Member enrolled in a benefit program may require contributions from its employees toward the cost of any benefit program being offered by such District Member, and such contributions shall be included in the payments from such District Member to the Fiscal Agent for such benefit program. Contributions are to be submitted by each District Member, to the Fiscal Agent, required under the terms of the Consortium Agreement and any benefit program in which such District Member is enrolled to the Fiscal Agent on a monthly basis, or as otherwise required in accordance with any benefit program in which such District Member is enrolled. All general administrative costs incurred by the Consortium that are not covered by the premium payments shall be shared equally by the Consortium Members as approved by the Directors, and shall be paid by each Consortium Member upon receipt of notice from the Fiscal Agent that such payment is due. It is the express intention of the Consortium Members that the Consortium Agreement and the Consortium shall continue for an indefinite term, but may be terminated as provided in the Consortium Agreement.

Any Consortium Member wishing to withdraw from participation in the Consortium or any benefit program shall notify the Fiscal Agent at least one hundred eighty (180) days prior to the effective date of withdrawal. Upon withdrawal of a Consortium Member, the Consortium shall pay the run out of all claims for such Consortium Member provided such Consortium Member has paid to the Consortium, prior to the effective date of withdrawal a withdrawal fee in the amount equal to two months' premiums at the Consortium Member's current rate. Payment of the withdrawal fee does not extend insurance coverage for two months. Upon automatic withdrawal, for non-payment of premiums required by the Consortium Agreement, the Consortium shall pay the run out of all claims for such Consortium Member provided that the Consortium has received from such Consortium Member all outstanding and unpaid premiums and other amounts and the withdrawal fee equal to two months' premiums at the Consortium Member's current rates. Any Consortium Member which withdraws from the Consortium pursuant to the Consortium Agreement shall have no claim to the Consortium's assets. Financial information for the Consortium can be obtained from the Treasurer of the North Royalton City School District (the Fiscal Agent) at 6579 Royalton Road, North Royalton, Ohio 44133.

The School District serves as fiscal agent and custodian of the Consortium, but is not financially accountable for the Consortium; therefore the operations of the Consortium have been excluded from the School District's financial statements but the funds held on behalf of the Consortium are included as an agency fund.

Note 19 - Set-Aside Calculations

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. These amounts must be carried forward to be used for the same purposes in future years.

The following cash basis information describes the changes in the year-end set-aside amounts for textbooks and capital acquisitions. Disclosure of this information is required by the State statute.

		Capital
	Textbooks	Improvements
Set-aside Reserve Balance as of June 30, 2008	(\$1,102,982)	\$0
Current Year Set-aside Requirement	729,162	729,162
Qualifying Disbursements	(866,160)	(573,433)
Totals	(\$1,239,980)	\$155,729
Set-aside Balance Carried Forward to Future Fiscal Years	(\$1,239,980)	\$155,729
Set-aside Reserve Balance as of June 30, 2009	\$0	\$0

The School District had qualifying disbursements during the fiscal year that reduced the set-aside amount to below zero for the textbook set-aside. The extra amount in the textbook set-aside may be used to reduce the set-aside requirement of future years.

Note 20 – Subsequent Event

The School District issued \$362,940 energy conservation notes at 2.50 percent on July 9, 2009. These notes mature on July 8, 2010 and were issued to refinance previous energy conservation notes. These notes were purchased by the bond retirement debt service fund as an investment.

Combining and Individual

Fund Statements and Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

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

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

Adult Education Fund – To account 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 as well as providing educational services including preschool.

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

Local Grants Fund – To account for funds received to promote community involvement and volunteer activities between the school and community.

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

Auxiliary Services Fund – To account for services to non-public schools within the School District which are provided for in state law. Funds are primarily for educational supplies, materials, and testing.

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

Entry Year Program Fund – To account for Federal and State monies used for teacher mentoring.

Network Connectivity Fund – To account for money appropriated for Ohio Educational Computer Network Connections.

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

Miscellaneous State Grants Fund – To account for State monies used to support academic and enrichment programs for the student body.

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

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Immigrant Education Fund – To account for Federal revenues received for programs to assist in the public education of immigrants.

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 – To account for Federal monies used to assist the School District in meeting the special needs of educationally deprived children.

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

Preschool Grant Fund – To account for Federal monies which provide for the cost of developing a public school preschool for handicapped and non-handicapped children.

Class Size Reduction Grant Fund – To account for various monies to hire additional classroom teachers so the number of students per teacher will be reduced.

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 Capital Projects Funds

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

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

Building Fund – To account for monies used for the building, restoration or improvement of the School District property.

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

Combining Balance Sheet Nonmajor Governmental Funds June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and			
Cash Equivalents	\$545,493	\$1,132,605	\$1,678,098
Property Taxes Receivable	0	951,218	951,218
Intergovernmental Receivable	38,325	0	38,325
Inventory Held for Resale	12,577	0	12,577
Total Assets	\$596,395	\$2,083,823	\$2,680,218
<i>Liabilities and Fund Balances</i> Liabilities			
Accounts Payable	\$15,787	\$17,905	\$33,692
Contracts Payable	0	233,550	233,550
Accrued Wages and Benefits	73,845	0	73,845
Interfund Payable	710	583,940	584,650
Intergovernmental Payable	68,607	0	68,607
Deferred Revenue	0	784,363	784,363
Accrued Interest Payable	0	11,046	11,046
Total Liabilities	158,949	1,630,804	1,789,753
Fund Balances	71.261	201 (02	272.072
Reserved for Encumbrances	71,361	301,602	372,963
Reserved for Property Taxes	0	166,525	166,525
Unreserved, Undesignated Reported in:	266.005	0	266.005
Special Revenue Funds	366,085	0	366,085
Capital Projects Funds (Deficit)	0	(15,108)	(15,108)
Total Fund Balances	437,446	453,019	890,465
Total Liabilities and Fund Balances	\$596,395	\$2,083,823	\$2,680,218

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Fiscal Year Ended June 30, 2009

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Property Taxes	\$0	\$995,008	\$995,008
Intergovernmental	2,261,315	174,872	2,436,187
Interest	2,201,313	0	2,430,107
Tuition and Fees	16,058	0	16,058
Extracurricular Activities	350,785	0	350,785
Contributions and Donations	116,798	0	116,798
Charges for Services	1,175,407	0	1,175,407
Rentals	1,356	15,000	16,356
Miscellaneous	39,974	77,927	117,901
Miscoluicous	37,774	11,921	117,901
Total Revenues	3,964,395	1,262,807	5,227,202
Expenditures			
Current:			
Instruction:			
Regular	550,257	31,420	581,677
Special	11,663	7,361	19,024
Student Intervention Services	832,537	0	832,537
Support Services:	,		,
Pupil	55,632	0	55,632
Instructional Staff	103,092	0	103,092
Administration	51,905	12,008	63,913
Fiscal	7,288	12,960	20,248
Operation and Maintenance of Plant	42,665	78,698	121,363
Pupil Transportation	0	57,029	57,029
Operation of Non-Instructional Services	688,888	0	688,888
Operation of Food Services	1,375,593	0	1,375,593
Extracurricular Activities	269,142	0	269,142
Capital Outlay	6,890	640,365	647,255
Debt Service:	- ,		- ,
Interest and Fiscal Charges	0	17,245	17,245
	2 005 552	057.000	1 052 620
Total Expenditures	3,995,552	857,086	4,852,638
Excess of Revenues Over			
(Under) Expenditures	(31,157)	405,721	374,564
Other Financing Sources			
Transfers In	45,000	180,000	225,000
Net Change in Fund Balances	13,843	585,721	599,564
Fund Balances (Deficit) Beginning of Year	423,603	(132,702)	290,901
Fund Balances End of Year	\$437,446	\$453,019	\$890,465

Combining Balance Sheet Nonmajor Special Revenue Funds June 30, 2009

	Food Service	Scholarship	Adult Education	Public School Support
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$106,125	\$2,200	\$48,479	\$86,458
Intergovernmental Receivable	38,325	0	0	0
Inventory Held for Resale	12,577	0	0	0
Total Assets	\$157,027	\$2,200	\$48,479	\$86,458
<i>Liabilities and Fund Balances</i> Liabilities				
Accounts Payable	\$0	\$0	\$0	\$1,420
Accrued Wages and Benefits	35,174	0	0	0
Interfund Payable	0	0	0	0
Intergovernmental Payable	28,802	0	147	0
Total Liabilities	63,976	0	147	1,420
Fund Balances				
Reserved for Encumbrances	126	0	26	4,323
Unreserved, Undesignated (Deficit)	92,925	2,200	48,306	80,715
Total Fund Balances (Deficit)	93,051	2,200	48,332	85,038
Total Liabilities and Fund Balances	\$157,027	\$2,200	\$48,479	\$86,458

Local Grants	Athletics and Music	Auxiliary Services	Educational Management Information Systems	Entry Year Program	Network Connectivity
\$57,041 0	\$106,474 0	\$59,364 0	\$5,094 0	\$750 0	\$8,117 0
0	0	0	0	0	0
\$57,041	\$106,474	\$59,364	\$5,094	\$750	\$8,117
\$0 0 0 0	\$5,340 0 0 6,802	\$9,027 0 0 305	\$0 0 0 0	\$0 0 98	\$0 0 0
0	12,142	9,332	0	98	0
3,121 53,920	7,226 87,106	45,817 4,215	0 0	0 652	998 7,119
57,041	94,332	50,032	5,094	652	8,117
\$57,041	\$106,474	\$59,364	\$5,094	\$750	\$8,117

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Combining Balance Sheet Nonmajor Special Revenue Funds (continued) June 30, 2009

		Immigrant		
	Title VI-B	Education	Title I	Title V
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$26,274	\$1,359	\$13,714	\$461
Intergovernmental Receivable	0	0	0	0
Inventory Held for Resale	0	0	0	0
Total Assets	\$26,274	\$1,359	\$13,714	\$461
<i>Liabilities and Fund Balances</i> Liabilities				
Accounts Payable	\$0	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	38,671	0
Interfund Payable	0	0	0	0
Intergovernmental Payable	21,291	71	7,575	0
Total Liabilities	21,291	71	46,246	0
Fund Balances				
Reserved for Encumbrances	6,890	0	2,352	0
Unreserved, Undesignated (Deficit)	(1,907)	1,288	(34,884)	461
Total Fund Balances (Deficit)	4,983	1,288	(32,532)	461
Total Liabilities and Fund Balances	\$26,274	\$1,359	\$13,714	\$461

Drug Free Schools Grant	Preschool Grant	Class Size Reduction Grant	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$0	\$452	\$22,813	\$318	\$545,493
0 0	0 0	0	0	38,325 12,577
\$0	\$452	\$22,813	\$318	\$596,395
\$0 0 710 108	\$0 0 0 654	\$0 0 2,635	\$0 0 0 119	\$15,787 73,845 710 68,607
	654	2,635	119	158,949
818		<u> </u>		
818 0 (818)	0 (202)	482 19,696	0 199	71,361 366,085
0	0	482		

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Special Revenue Funds

For the Fiscal Year Ended June 30, 2009

	Food Service	Scholarship	Adult Education	Public School Support	Local Grants
Revenues					
Intergovernmental	\$240,763	\$0	\$0	\$0	\$7,500
Interest	1,591	0	0	0	0
Tuition and Fees	0	0	16,058	0	0
Extracurricular Activities	0	0	0	145,305	0
Contributions and Donations	0	0	0	43,731	55,258
Charges for Services	1,171,997	0	0	43,751	0
Rentals	0	0	0	0	0
Miscellaneous	0	0	6,360	30,627	2,987
Total Revenues	1,414,351	0	22,418	219,663	65,745
Expenditures Current:					
Instruction:					
Regular	0	0	0	209,844	2,959
Special	0	0	0	0	0
Student Intervention Services	0	0	33,798	0	0
Support Services:					
Pupil	0	0	0	0	0
Instructional Staff	0	0	0	0	0
Administration	0	0	0	0	0
Fiscal	0	0	0	0	0
Operation and Maintenance					
of Plant	6,022	0	0	0	36,643
Operation of Non-Instructional	,				,
Services	0	1,500	0	0	0
Operation of Food Services	1,375,593	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Capital Outlay	0	0	0	0	6,890
Total Expenditures	1,381,615	1,500	33,798	209,844	46,492
Excess of Revenues Over					
(Under) Expenditures	32,736	(1,500)	(11,380)	9,819	19,253
Other Financing Sources					
Transfers In	0	0	0	0	0
Net Change in Fund Balances	32,736	(1,500)	(11,380)	9,819	19,253
Fund Balances (Deficit) Beginning of Year	60,315	3,700	59,712	75,219	37,788
Fund Balances (Deficit) End of Year	\$93,051	\$2,200	\$48,332	\$85,038	\$57,041
	<i>\$75,051</i>	<i>42,200</i>	\$10,00 <u>2</u>	400,000	407,071

Athletics and Music	Auxiliary Services	Educational Management Information Systems	Entry Year Program	Network Connectivity	SchoolNet Professional Development
\$0	\$686,945	\$13,303	\$11,200	\$18,000	\$2,970
0	1,111	0	0	0	0
0	0	0	0	0	0
205,480	0	0	0	0	0
17,809	0	0	0	0	0
3,410	0	0	0	0	0
1,356	0	0	0	0	0
0	0	0	0	0	0
228,055	688,056	13,303	11,200	18,000	2,970
0 0 0	0 0 0	0 0 0	10,548 0 0	14,349 0 0	0 0 0
0	0	7,287	0	0	0
0	0	0	0	0	4,697
0	0	0	0	0	0
0	0	7,288	0	0	0
0	0	0	0	0	0
0	662,198	0	0	0	0
0	0	0	0	0	0
269,142	0	0	0	0	0
0	0	0	0	0	0
269,142	662,198	14,575	10,548	14,349	4,697
(41,087)	25,858	(1,272)	652	3,651	(1,727)
45,000	0	0	0	0	0
3,913	25,858	(1,272)	652	3,651	(1,727)
90,419	24,174	6,366	0	4,466	1,727
\$94,332	\$50,032	\$5,094	\$652	\$8,117	\$0

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Special Revenue Funds (continued) For the Fiscal Year Ended June 30, 2009

	Miscellaneous State Grants	Title VI-B	Immigrant Education	Title I	Title V
Revenues					
Intergovernmental	\$12,344	\$853,767	\$21,464	\$260,666	\$4,319
Interest	0	0	0	0	0
Tuition and Fees	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Contributions and Donations	0	0	0	0	0
Charges for Services	0	0	0	0	0
Rentals	0	0	0	0	0
Miscellaneous	0	0	0	0	0
Total Revenues	12,344	853,767	21,464	260,666	4,319
Expenditures					
Current:					
Instruction:					
Regular	0	0	20,776	288,631	0
Special	0	11,663	0	0	0
Student Intervention Services	0	781,287	0	0	0
Support Services:					
Pupil	12,344	36,001	0	0	0
Instructional Staff	0	5,810	0	1,228	3,746
Administration	0	49,934	0	0	0
Fiscal	0	0	0	0	0
Operation and Maintenance					
of Plant	0	0	0	0	0
Operation of Non-Instructional					
Services	0	13,677	589	3,339	172
Operation of Food Services	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Capital Outlay	0	0	0	0	0
Total Expenditures	12,344	898,372	21,365	293,198	3,918
Excess of Revenues Over					
(Under) Expenditures	0	(44,605)	99	(32,532)	401
Other Financing Sources					
Transfers In	0	0	0	0	0
Net Change in Fund Balances	0	(44,605)	99	(32,532)	401
Fund Balances (Deficit) Beginning of Year	0	49,588	1,189	0	60
Fund Balances (Deficit)					
End of Year	\$0	\$4,983	\$1,288	(\$32,532)	\$461

Drug Free Schools Grant	Preschool Grant	Class Size Reduction Grant	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$6,109	\$17,470	\$101,953	\$2,542	\$2,261,315
0	0	0	0	2,702
0	0	0	0	16,058
0	0	0	0	350,785
0	0	0	0	116,798
0	0	0	0	1,175,407
0	0	0		1,356
0	0	0	0	39,974
6,109	17,470	101,953	2,542	3,964,395
3,150	0	0	0	550,257
0	0	0	0	11,663
0	17,452	0	0	832,537
0	0	0	0	55,632
1,725	0	83,980	1,906	103,092
766	0	1,205	0	51,905
0	0	0	0	7,288
0	0	0	0	42,665
1,295	0	5,681	437	688,888
0	0	0	0	1,375,593
0	0	0	0	269,142
0	0	0	0	6,890
6,936	17,452	90,866	2,343	3,995,552
(827)	18	11,087	199	(31,157)
0	0	0	0	45,000
(827)	18	11,087	199	13,843
9	(220)	9,091	0	423,603
(\$818)	(\$202)	\$20,178	\$199	\$437,446
(\$010)	(\$202)	φ20,170	φ179	φ+37,440

Combining Balance Sheet Nonmajor Capital Projects Funds June 30, 2009

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Assets			
Equity in Pooled Cash and			
Cash Equivalents	\$1,132,300	\$305	\$1,132,605
Property Taxes Receivable	951,218	0	951,218
Total Assets	\$2,083,518	\$305	\$2,083,823
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$17,905	\$0	\$17,905
Contracts Payable	233,550	0	233,550
Interfund Payable	0	583,940	583,940
Deferred Revenue	784,363	0	784,363
Accrued Interest Payable	0	11,046	11,046
Total Liabilities	1,035,818	594,986	1,630,804
Fund Balances			
Reserved for Encumbrances	301,602	0	301,602
Reserved for Property Taxes	166,525	0	166,525
Unreserved, Undesignated (Deficit)	579,573	(594,681)	(15,108)
Total Fund Balances (Deficit)	1,047,700	(594,681)	453,019
Total Liabilities and Fund Balances	\$2,083,518	\$305	\$2,083,823

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Capital Projects Funds

For the Fiscal Year Ended June 30, 2009

	Permanent Improvement	Building	SchoolNet Plus	Total Nonmajor Capital Projects Funds
Revenues				
Property Taxes	\$995,008	\$0	\$0	\$995,008
Intergovernmental	149,412	25,460	0	174,872
Rentals	15,000	25,100	0	15,000
Miscellaneous	77,927	0	0	77,927
Total Revenues	1,237,347	25,460	0	1,262,807
Expenditures				
Current:				
Instruction:				
Regular	28,986	0	2,434	31,420
Special	7,361	0	0	7,361
Support Services:	12 000	0	0	12 000
Administration	12,008	0	0	12,008
Fiscal	12,960	0	0	12,960
Operation and Maintenance of Plant Pupil Transportation	78,698 57,029	0 0	0 0	78,698 57,029
Capital Outlay	640,365	0	0	640,365
Debt Service:	040,505	0	0	040,303
Interest and Fiscal Charges	0	17,245	0	17,245
Total Expenditures	837,407	17,245	2,434	857,086
Excess of Revenues Over (Under) Expenditures	399,940	8,215	(2,434)	405,721
Other Financing Sources				
Transfers In	0	180,000	0	180,000
Net Change in Fund Balances	399,940	188,215	(2,434)	585,721
Fund Balances (Deficit) Beginning of Year	647,760	(782,896)	2,434	(132,702)
Fund Balances (Deficit) End of Year	\$1,047,700	(\$594,681)	\$0	\$453,019

Combining Statements - Fiduciary 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.

Surburban Health Insurance Consortium Fund This fund reflects the activity of the Surburban Health Consortium.

Combining Statement of Changes in Assets and Liabilities Agency Funds For the Fiscal Year Ended June 30, 2009

	Beginning Balance 6/30/08	Additions	Deductions	Ending Balance 6/30/09
Student Activities Assets				
Equity in Pooled Cash				
and Cash Equivalents	\$297,278	\$579,327	\$530,181	\$346,424
Liabilities				
Due to Students	\$297,278	\$579,327	\$530,181	\$346,424
Surburban Health Insurance Consortium				
Assets				
Equity in Pooled Cash	¢10,100, 0 05	ф. со. 41 д. од. с	\$50,410,000	\$21.104.420
and Cash Equivalents Accrued Interest Receivable	\$18,190,385 70,202	\$53,417,376 166,042	\$50,413,322 70,202	\$21,194,439 166,042
Accrued interest Receivable	70,202	100,042	70,202	100,042
Total Assets	\$18,260,587	\$53,583,418	\$50,483,524	\$21,360,481
Liabilities				
Undistributed Monies	\$18,260,587	\$53,583,418	\$50,483,524	\$21,360,481
Total Agency Funds				
Assets				
Equity in Pooled Cash	* • • • • • • • •	*		** • • • • • • •
and Cash Equivalents Accrued Interest Receivable	\$18,487,663	\$53,996,703	\$50,943,503	\$21,540,863
Accrued Interest Receivable	70,202	166,042	70,202	166,042
Total Assets	\$18,557,865	\$54,162,745	\$51,013,705	\$21,706,905
Liabilities				
Due to Students	\$297,278	\$579,327	\$530,181	\$346,424
Undistributed Monies	18,260,587	53,583,418	50,483,524	21,360,481
Total Liabilities	\$18,557,865	\$54,162,745	\$51,013,705	\$21,706,905

Individual Fund Schedules of Revenues, Expenditures/Expenses

and Changes in Fund Balance/Fund Equity – Budget (Non-GAAP Basis) and Actual

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual General Fund For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
Revenues				
Property Taxes	\$29,984,389	\$29,725,720	\$29,725,720	\$0
Intergovernmental	9,957,612	10,759,786	10,759,786	0
Interest	480,000	417,947	419,075	1,128
Tuition and Fees	305,290	288,842	289,637	795
Extracurricular Activities	22,722	60,932	60,932	0
Rentals	52,674	39,510	40,860	1,350
Miscellaneous	74,103	77,340	77,340	0
Total Revenues	40,876,790	41,370,077	41,373,350	3,273
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	15,000,700	14,723,479	14,461,821	261,658
Fringe Benefits	4,701,740	4,743,469	4,647,338	96,131
Purchased Services	503,000	500,911	463,720	37,191
Materials and Supplies	792,330	764,891	736,887	28,004
Capital Outlay - New	49,653	74,837	52,017	22,820
Other	1,820	1,473	1,473	0
Total Regular	21,049,243	20,809,060	20,363,256	445,804
Special:				
Salaries and Wages	2,276,200	2,265,921	2,222,026	43,895
Fringe Benefits	598,570	594,215	585,517	8,698
Purchased Services	1,578,501	1,630,485	1,442,412	188,073
Materials and Supplies	22,004	14,304	11,471	2,833
Capital Outlay - New	12,532	20,177	20,177	0
Other	34,000	30,564	30,564	0
Total Special	4,521,807	4,555,666	4,312,167	243,499
Vocational:				
Salaries and Wages	124,000	124,000	121,723	2,277
Fringe Benefits	47,910	47,258	46,503	755
Purchased Services	0	310	310	0
Materials and Supplies	0	18,000	17,106	894
Capital Outlay - New	485	22,873	22,873	0
Total Vocational	\$172,395	\$212,441	\$208,515	\$3,926

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual General Fund (continued) For the Fiscal Year Ended June 30, 2009

	Budgeted A	Amounts		Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Student Intervention Services:				
Salaries and Wages	\$493,400	\$599,348	\$591,378	\$7,970
Fringe Benefits	136,580	178,274	176,386	1,888
Total Student Intervention Services	629,980	777,622	767,764	9,858
Total Instruction	26,373,425	26,354,789	25,651,702	703,087
Support Services:				
Pupil: Salaries and Wages	1,564,600	1,596,060	1,589,785	6,275
Fringe Benefits	544,180	529,599	528,255	1,344
Purchased Services	400,061	432,569	412,077	20,492
Materials and Supplies	26,599	28,109	25,648	2,461
Other	1,413	357	357	0
Total Pupil	2,536,853	2,586,694	2,556,122	30,572
Instructional Staff:				
Salaries and Wages	1,515,000	1,497,744	1,453,813	43,931
Fringe Benefits	597,410	692,786	686,873	5,913
Purchased Services	51,975	49,282	40,927	8,355
Materials and Supplies	13,519	26,593	26,592	1
Other	1,413	214	214	0
Total Instructional Staff	2,179,317	2,266,619	2,208,419	58,200
Board of Education:				
Salaries and Wages	22,100	22,100	16,495	5,605
Fringe Benefits	400	400	239	161
Purchased Services	9,250	9,250	2,073	7,177
Materials and Supplies	300	55	55	0
Other	7,200	\$9,186	9,186	0
Total Board of Education	\$39,250	\$40,991	\$28,048	\$12,943

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual General Fund (continued) For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive	
	Original	Final	Actual	(Negative)	
Administration:	\$2,047,000	\$2.084.044	¢2.059.102	¢05.951	
Salaries and Wages	\$2,047,000 989,150	\$2,084,044 954,668	\$2,058,193 948,490	\$25,851 6,178	
Fringe Benefits Purchased Services	269,327	266,443	230,988	35,455	
Materials and Supplies	19,728	41,803	36,783	5,020	
11	5,780	<i>,</i>	· · · · ·	3,020	
Capital Outlay - New Capital Outlay - Replacement	3,780	13,486	13,486 1,321	0	
Other		1,321		0	
Other	30,301	13,467	13,467	0	
Total Administration	3,361,286	3,375,232	3,302,728	72,504	
Fiscal:					
Salaries and Wages	361,000	363,610	360,634	2,976	
Fringe Benefits	149,370	145,548	144,015	1,533	
Purchased Services	11,623	11,778	9,974	1,804	
Materials and Supplies	6,000	6,618	6,618	0	
Other	504,950	494,862	477,505	17,357	
Total Fiscal	1,032,943	1,022,416	998,746	23,670	
Business:					
Salaries and Wages	212,800	213,791	213,791	0	
Fringe Benefits	112,240	107,657	107,657	0	
Purchased Services	4,854	4,337	4,322	15	
Materials and Supplies	1,000	540	540	0	
Capital Outlay - New	0	480	480	0	
Other	2,508	160	160	0	
Total Business	333,402	326,965	326,950	15	
Operation and Maintenance of Plant:					
Salaries and Wages	1,669,900	1,612,771	1,500,816	111,955	
Fringe Benefits	819,080	787,286	759,238	28,048	
Purchased Services	1,106,892	1,127,151	1,062,269	64,882	
Materials and Supplies	280,250	279,250	218,604	60,646	
Capital Outlay - Replacement	0	1,249	1,249	0	
Other	3,300	3,296	3,296	0	
Total Operation and Maintenance of Plant	\$3,879,422	\$3,811,003	\$3,545,472	\$265,531	

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual General Fund (continued) For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Pupil Transportation:				
Salaries and Wages	\$1,423,700	\$1,397,479	\$1,305,796	\$91,683
Fringe Benefits	527,260	522,835	496,864	25,971
Purchased Services	652,944	581,034	499,117	81,917
Materials and Supplies	573,102	610,304	387,127	223,177
Capital Outlay - New	30,000	56,197	56,197	0
Total Pupil Transportation	3,207,006	3,167,849	2,745,101	422,748
Central:				
Salaries and Wages	251,300	251,300	232,938	18,362
Fringe Benefits	52,310	66,094	60,515	5,579
Purchased Services	233,100	260,521	260,521	0
Materials and Supplies	56,500	39,289	39,289	0
Capital Outlay - New	38,098	7,448	4,811	2,637
Total Central	631,308	624,652	598,074	26,578
Total Support Services	17,200,787	17,222,421	16,309,660	912,761
Operation of Non-Instructional Services: Other:				
Salaries and Wages	34,500	34,381	34,381	0
Fringe Benefits	12,840	12,618	12,618	0
Purchased Services	33,000	41,000	25,980	15,020
Materials and Supplies	0	1,523	1,523	0
Total Operation of Non-Instructional Services	80,340	89,522	74,502	15,020
Extracurricular Activities:				
Academic Oriented Activities:				
Salaries and Wages	189,300	191,565	170,311	21,254
Fringe Benefits	7,400	6,972	6,972	0
Total Academic Oriented Activities	196,700	198,537	177,283	21,254
Sport Oriented Activities:				
Salaries and Wages	494,600	486,694	485,435	1,259
Fringe Benefits	25,760	24,322	24,322	0
Purchased Services	25,000	24,617	24,617	0
Total Sport Oriented Activities	545,360	535,633	534,374	1,259
Total Extracurricular Activities	742,060	734,170	711,657	22,513
Total Expenditures	44,396,612	44,400,902	42,747,521	1,653,381
Excess of Revenues Under Expenditures	(\$3,519,822)	(\$3,030,825)	(\$1,374,171)	\$1,656,654

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual General Fund (continued) For the Fiscal Year Ended June 30, 2009

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
Other Financing Sources (Uses)				
Sale of Capital Assets	\$3,090	\$4,755	\$4,755	\$0
Advances In	10,000	950	950	0
Advances Out	(10,000)	(710)	(710)	0
Transfers Out	(220,000)	(225,000)	(225,000)	0
Total Other Financing Sources (Uses)	(216,910)	(220,005)	(220,005)	0
Net Change in Fund Balance	(3,736,732)	(3,250,830)	(1,594,176)	1,656,654
Fund Balance Beginning of Year	5,920,267	5,920,267	5,920,267	0
Prior Year Encumbrances Appropriated	781,075	781,075	781,075	0
Fund Balance End of Year	\$2,964,610	\$3,450,512	\$5,107,166	\$1,656,654

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Bond Retirement Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	\$2,093,893	\$2,093,893	\$0
Intergovernmental	289,220	289,220	0
Total Revenues	2,383,113	2,383,113	0
Expenditures			
Current:			
Support Services:			
Fiscal:	15 516	20.227	15 210
Other	45,546	28,227	17,319
Debt Service:			
Principal Retirement	2,758,940	2,758,940	0
Interest and Fiscal Charges	575,514	575,514	0
Total Debt Service	3,334,454	3,334,454	0
Total Expenditures	3,380,000	3,362,681	17,319
Excess of Revenues Under Expenditures	(996,887)	(979,568)	17,319
Other Financing Sources			
General Obligation Notes Issued	583,940	583,940	0
Transfers In	180,000	180,000	0
Total Other Financing Sources	763,940	763,940	0
Net Change in Fund Balance	(232,947)	(215,628)	17,319
Fund Balance Beginning of Year	3,440,465	3,440,465	0_
Fund Balance End of Year	\$3,207,518	\$3,224,837	\$17,319

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Food Service Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$228,176	\$228,177	\$1
Interest	1,554	1,591	37
Charges for Services	1,171,501	1,171,997	496
Total Revenues	1,401,231	1,401,765	534
Expenditures			
Current:			
Support Services:			
Operation and Maintenance of Plant:			
Purchased Services	6,022	6,022	0
Operation of Food Services:			
Salaries and Wages	503,989	503,989	0
Fringe Benefits	241,291	241,291	0
Purchased Services	8,601	8,600	1
Materials and Supplies	731,806	632,205	99,601
Capital Outlay - New	30	30	0
Capital Outlay - Replacement	18	18	0
Total Operation of Food Services	1,485,735	1,386,133	99,602
Total Expenditures	1,491,757	1,392,155	99,602
Net Change in Fund Balance	(90,526)	9,610	100,136
Fund Balance Beginning of Year	94,632	94,632	0
Prior Year Encumbrances Appropriated	1,757	1,757	0
Fund Balance End of Year	\$5,863	\$105,999	\$100,136

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Scholarship Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0
Expenditures Current: Operation of Non-Instructional Services: Community Services:			
Purchased Services	3,700	1,500	2,200
Net Change in Fund Balance	(3,700)	(1,500)	2,200
Fund Balance Beginning of Year	3,200	3,200	0
Prior Year Encumbrances Appropriated	500	500	0
Fund Balance End of Year	\$0	\$2,200	\$2,200

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Adult Education Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Tuition and Fees	\$15,703	\$16,058	\$355
Miscellaneous	6,360	6,360	0
Total Revenues	22,063	22,418	355
Expenditures			
Current:			
Instruction:			
Student Intervention Services:			
Salaries and Wages	42,718	27,460	15,258
Fringe Benefits	397	397	0
Purchased Services	1,000	0	1,000
Materials and Supplies	6,115	6,076	39
Total Expenditures	50,230	33,933	16,297
Net Change in Fund Balance	(28,167)	(11,515)	16,652
Fund Balance Beginning of Year	59,738	59,738	0
Prior Year Encumbrances Appropriated	230	230	0
Fund Balance End of Year	\$31,801	\$48,453	\$16,652

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Public School Support Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Extracurricular Activities	\$145,306	\$145,305	(\$1)
Contributions and Donations	43,731	43,731	0
Miscellaneous	30,627	30,627	0
Total Revenues	219,664	219,663	(1)
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	44,753	44,753	0
Capital Outlay - New	49,214	49,214	0
Other	121,279	119,418	1,861
Total Expenditures	215,246	213,385	1,861
Net Change in Fund Balance	4,418	6,278	1,860
Fund Balance Beginning of Year	69,973	69,973	0
Prior Year Encumbrances Appropriated	5,246	5,246	0
Fund Balance End of Year	\$79,637	\$81,497	\$1,860

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Local Grants Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$7,500	\$7,500	\$0
Contributions and Donations	50,987	55,258	4,271
Miscellaneous	2,987	2,987	0
Total Revenues	61,474	65,745	4,271
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	2,959	2,959	0
Support Services: Operation and Maintenance of Plant:			
Purchased Services	41,811	21,811	20,000
Materials and Supplies	29,118	21,237	7,881
Capital Outlay - New	1,160	1,160	0
Total Support Services	72,089	44,208	27,881
Capital Outlay:			
Site Improvement Services: Capital Outlay - New	6,890	6,890	0
Capital Outray - New	0,890	0,890	0
Total Expenditures	81,938	54,057	27,881
Net Change in Fund Balance	(20,464)	11,688	32,152
Fund Balance Beginning of Year	33,253	33,253	0
Prior Year Encumbrances Appropriated	8,979	8,979	0
Fund Balance End of Year	\$21,768	\$53,920	\$32,152

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Athletics and Music Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Extracurricular Activities	\$209,975	\$217,622	\$7,647
Contributions and Donations	17,809	17,809	0
Charges for Services	3,349	3,410	61
Rentals	1,356	1,356	0
Total Revenues	232,489	240,197	7,708
Expenditures Current:			
Extracurricular Activities:			
Academic Oriented Activities:			
Other	59	59	0
Occupation Oriented Activities			
Materials and Supplies	620	620	0
Capital Outlay - New	947	947	0
Other	7,387	7,387	0
Total Occupation Oriented Activities	8,954	8,954	0
Sport Oriented Activities:			
Purchased Services	23,104	23,104	0
Materials and Supplies	32,882	32,882	0
Capital Outlay - New	8,789	8,789	0
Other	242,663	205,862	36,801
Total Sport Oriented Activities	307,438	270,637	36,801
School and Public Service			
Co-curricular Activities:			
Other	288	288	0
Total Expenditures	316,739	279,938	36,801
Excess of Revenues Under Expenditures	(84,250)	(39,741)	44,509
Other Financing Sources			
Transfers In	45,000	45,000	0
Net Change in Fund Balance	(39,250)	5,259	44,509
Fund Balance Beginning of Year	73,680	73,680	0
Prior Year Encumbrances Appropriated	16,739	16,739	0
Fund Balance End of Year	\$51,169	\$95,678	\$44,509
Durance Lind Of Ical	ψ. 1,107	ψ75,070	φττ,302

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Auxiliary Services Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$686,945	\$686,945	\$0
Interest	1,091	1,111	20
Total Revenues	688,036	688,056	20
Expenditures			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	44,459	44,459	0
Fringe Benefits	21,221	21,221	0
Purchased Services	431,377	431,183	194
Materials and Supplies	149,199	144,897	4,302
Capital Outlay - New	145,055	145,055	0
Total Expenditures	791,311	786,815	4,496
Net Change in Fund Balance	(103,275)	(98,759)	4,516
Fund Balance Beginning of Year	4,861	4,861	0
Prior Year Encumbrances Appropriated	98,418	98,418	0
Fund Balance End of Year	\$4	\$4,520	\$4,516

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Educational Management Information Systems Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$13,303	\$13,303	\$0
Expenditures Current: Support Services: Pupil: Purchased Services	9,402	7,287	2,115
Furchased Services	9,402	7,207	2,113
Fiscal:			
Purchased Services	9,401	7,288	2,113
Total Expenditures	18,803	14,575	4,228
Net Change in Fund Balance	(5,500)	(1,272)	4,228
Fund Balance Beginning of Year	6,366	6,366	0
Fund Balance End of Year	\$866	\$5,094	\$4,228

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Entry Year Program Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$11,200	\$11,200	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	10,450	10,450	0
Purchased Services	750	0	750
Total Expenditures	11,200	10,450	750
Net Change in Fund Balance	0	750	750
Fund Balance Beginning of Year	0	0	0
Fund Balance End of Year	\$0	\$750	\$750

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Network Connectivity Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$18,000	\$18,000	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	22,000	16,497	5,503
Net Change in Fund Balance	(4,000)	1,503	5,503
Fund Balance Beginning of Year	5,616	5,616	0
Fund Balance End of Year	\$1,616	\$7,119	\$5,503

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual SchoolNet Professional Development Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$2,970	\$2,970	\$0
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Purchased Services	4,697	4,697	0
Net Change in Fund Balance	(1,727)	(1,727)	0
Fund Balance Beginning of Year	1,727	1,727	0
Fund Balance End of Year	\$0	\$0	\$0

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Miscellaneous State Grants Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$12,344	\$12,344	\$0
Expenditures Current: Support Sevices: Pupil:	10.044	10.044	Â
Materials and Supplies	12,344	12,344	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Title VI-B Fund For the Fiscal Year Ended June 30, 2009

Revenues Intergovernmental Structures Current: Instruction: Special: Sataries and Wages 8,240 8,240 0 Fringe Benefits 1,239 1,239 0 Materials and Supplies 14,682 14,682 0 Total Special 24,161 24,161 0 Student Intervention Services: Salaries and Wages 537,837 518,453 19,384 Fringe Benefits 246,228 246,228 0 0 Total Special 246,228 246,228 0 Total Student Intervention Services: 784,065 764,681 19,384 Support Services: Pupil: 3 0 19,384 Support Services: 9 16,021 16,021 0 Purchased Services 30,437 30,437 0 Instructional Staff: 9 9 0 Purchased Services 5,510 5,510 0 Materials and Supplies 3000 300 0 O		Final Budget	Actual	Variance with Final Budget Positive (Negative)
Intergovernmental \$853,767 \$853,767 \$0 Expenditures Current: Instruction: Special: Salaries and Wages $8,240$ $8,240$ 0 Salaries and Wages $8,240$ $8,240$ 0 Pringe Benefits $1,239$ $1,239$ 0 Materials and Supplies $14,682$ $14,682$ 0 0 Total Special $24,161$ $24,161$ 0 0 Student Intervention Services: $3alaries$ and Wages $537,837$ $518,453$ $19,384$ Fringe Benefits $246,228$ $246,228$ 0 0 Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Student Intervention Services $784,065$ $764,681$ $19,384$ Support Services: $Pupil:$ $Salaries and Wages$ $17,233$ $17,233$ 0 Purchased Services: $30,437$ $30,437$ 0 0 0 Instructional Staff: 90 300 300 0 0 </th <th></th> <th></th> <th></th> <th>(= 8)</th>				(= 8)
Expenditures Current: Instruction: Special: Salaries and Wages 8,240 Salaries and Wages 1,239 1,239 1,239 Materials and Supplies 14,682 14,682 14,682 0 Student Intervention Services: Salaries and Wages 537,837 Fringe Benefits 246,228 0 Total Student Intervention Services: Salaries and Wages 784,065 764,681 19,384 Fringe Benefits 246,228 0 Total Student Intervention Services: Pupil: 808,226 788,842 19,384 Support Services: Pupil: Pupil: 16,021 Salaries and Wages 17,233 17.023 0 Fringe Benefits 16,021 0 10 Purchased Services 5,510 300 300 300 300 300 300	Revenues			
Current: Instruction: Special: Salaries and Wages $8,240$ $8,240$ 0 Fringe Benefits $1,239$ $1,239$ 0 Materials and Supplies $14,682$ $14,682$ 0 Total Special $24,161$ $24,161$ 0 Student Intervention Services: Salaries and Wages $537,837$ $518,453$ $19,384$ Fringe Benefits $246,228$ $246,228$ 0 0 Total Student Intervention Services: $784,065$ $764,681$ $19,384$ Total Student Intervention Services: $784,065$ $764,681$ $19,384$ Total Instruction $808,226$ $788,842$ $19,384$ Support Services: Pupil: Salaries and Wages $17,233$ 0 Purchased Services $30,437$ 00 0 Instructional Staff: 0 0 0 Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 O $1,357$ $31,357$ 0 Fri	Intergovernmental	\$853,767	\$853,767	\$0
Instruction: Special: Salaries and Wages $8,240$ $8,240$ 0 Fringe Benefits $1,239$ $1,239$ 0 Materials and Supplies $14,682$ 0 Total Special $24,161$ $24,161$ 0 Student Intervention Services: Salaries and Wages $537,837$ $518,453$ $19,384$ Fringe Benefits $246,228$ $246,228$ 0 Total Student Intervention Services: $784,065$ $764,681$ $19,384$ Total Student Intervention Services: $784,065$ $764,681$ $19,384$ Support Services: $Pupil:$ $Salaries and Wages$ $17,233$ $17,233$ 0 Pupil: Salaries and Wages $17,233$ $17,233$ 0 Purchased Services $30,437$ $30,437$ 0 Instructional Staff: $9,510$ 0 0 Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 00 Total Instructional Staff $5,810$ 0 0 <t< td=""><td>Expenditures</td><td></td><td></td><td></td></t<>	Expenditures			
Special: Salaries and Wages $8,240$ $8,240$ 0 Fringe Benefits $1,239$ $1,239$ 0 Materials and Supplies $14,682$ $14,682$ 0 Total Special $24,161$ $24,161$ 0 Student Intervention Services: Salaries and Wages $537,837$ $518,453$ $19,384$ Fringe Benefits $246,228$ $246,228$ 0 0 Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Student Intervention Services $784,065$ $764,681$ $19,384$ Support Services: Pupil: $808,226$ $788,842$ $19,384$ Support Services: Pupil: $30,437$ $30,437$ 0 Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $5,510$ $5,510$ 0 0 Instructional Staff: $5,810$ $5,810$ 0 Purchased Services $5,510$ $5,810$ 0 Administration: $31,357$ $31,357$ 0 Fringe Benefits	Current:			
Salaries and Wages $8,240$ $8,240$ 0 Fringe Benefits $1,239$ $1,239$ 0 Materials and Supplies $14,682$ $14,682$ 0 Total Special $24,161$ $24,161$ 0 Student Intervention Services: Salaries and Wages $537,837$ $518,453$ $19,384$ Fringe Benefits $246,228$ $246,228$ 0 Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Instruction $808,226$ $788,842$ $19,384$ Support Services: Pupil: Salaries and Wages $17,233$ $17,233$ 0 Purchased Services $30,437$ $30,437$ 0 0 Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: $31,357$ $31,357$ 0 Subport Services $5,210$ $5,210$ 0 Total Instructional Staff $5,810$ 0	Instruction:			
Fringe Benefits $1,239$ $1,239$ 0 Materials and Supplies $14,682$ $14,682$ 0 Total Special $24,161$ $24,161$ 0 Student Intervention Services: Salaries and Wages $537,837$ $518,453$ $19,384$ Fringe Benefits $246,228$ $246,228$ 0 Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Instruction $808,226$ $788,842$ $19,384$ Support Services: Pupil: $31,337$ $30,437$ 0 Purchased Services $30,437$ $30,437$ 0 0 Instructional Staff: 900 300 0 0 Purchased Services $5,510$ $5,510$ 0 0 Instructional Staff: 300 300 0 0 Administration: $31,357$ $31,357$ 0 0 Administration: $51,462$ 0 0 0	Special:			
Materials and Supplies $14,682$ $14,682$ 0 Total Special $24,161$ $24,161$ 0 Student Intervention Services: Salaries and Wages $537,837$ $518,453$ $19,384$ Fringe Benefits $246,228$ $246,228$ 0 Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Instruction $808,226$ $788,842$ $19,384$ Support Services: Pupil: 30437 $30,437$ 0 Purpil: Salaries and Wages $17,233$ $17,233$ 0 Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $30,437$ $30,437$ 0 Instructional Staff: 900 300 0 Instructional Staff $5,810$ $5,810$ 0 Administration: $31,357$ $31,357$ 0 Salaries and Wages $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0	Salaries and Wages	8,240	8,240	0
Total Special $24,161$ $24,161$ 0 Student Intervention Services: Salaries and Wages $537,837$ $518,453$ $19,384$ Fringe Benefits $246,228$ $246,228$ 0 Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Instruction $808,226$ $788,842$ $19,384$ Support Services: Pupil: $31,327$ 0 Purchased Services $30,437$ $30,437$ 0 Total Pupil $63,691$ $63,691$ 0 Instructional Staff: 300 300 0 Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0	Fringe Benefits	1,239	1,239	0
Student Intervention Services: Salaries and Wages 537,837 518,453 19,384 Fringe Benefits $246,228$ $246,228$ 0 Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Student Intervention Services $784,065$ $764,681$ $19,384$ Support Services: $908,226$ $788,842$ $19,384$ Support Services: $909,226$ $788,842$ $19,384$ Support Services: $909,226$ $788,842$ $19,384$ Support Services: $900,226$ $788,842$ $19,384$ Support Services: $900,226$ $788,842$ $19,384$ Support Services: $16,021$ 0 0 Purchased Services $30,437$ $30,437$ 0 Instructional Staff: 900 0 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0	Materials and Supplies	14,682	14,682	0
Salaries and Wages $537,837$ $518,453$ $19,384$ Fringe Benefits $246,228$ $246,228$ 0 Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Instruction $808,226$ $788,842$ $19,384$ Support Services: Pupil: $808,226$ $788,842$ $19,384$ Support Services: $Pupil:$ 30437 0 Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $30,437$ $30,437$ 0 Instructional Staff: $9,300$ 300 0 Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: $31,357$ $31,357$ 0 Fringe Benefits $20,105$ 0 0 Total Administration $51,462$ 0 0	Total Special	24,161	24,161	0
Fringe Benefits $246,228$ $246,228$ 0 Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Instruction $808,226$ $788,842$ $19,384$ Support Services:Pupil:Salaries and Wages $17,233$ $17,233$ 0 Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $30,437$ $30,437$ 0 Total Pupil $63,691$ $63,691$ 0 Instructional Staff: 900 300 0 Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $0,0$ Materials and Supplies $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0 Total Administration: $51,462$ 0 0	Student Intervention Services:			
Total Student Intervention Services $784,065$ $764,681$ $19,384$ Total Instruction $808,226$ $788,842$ $19,384$ Support Services: Pupil: $808,226$ $788,842$ $19,384$ Support Services: Pupil: $31,233$ $17,233$ 0 Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $30,437$ $30,437$ 0 Total Pupil $63,691$ $63,691$ 0 Instructional Staff: 900 300 00 Total Instructional Staff $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ 0 0 Administration: $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0 Total Administration $51,462$ 0 0	Salaries and Wages	537,837	518,453	19,384
Total Instruction $808,226$ $788,842$ $19,384$ Support Services: Pupil: $31,233$ $17,233$ $17,233$ 0 Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $30,437$ $30,437$ 0 Total Pupil $63,691$ $63,691$ 0 Instructional Staff: $9urchased Services$ $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0 Total Administration $51,462$ 0	Fringe Benefits	246,228	246,228	0
Support Services: Pupil: Salaries and Wages $17,233$ $17,233$ 0 Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $30,437$ $30,437$ 0 Total Pupil $63,691$ 0 Instructional Staff: Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: Salaries and Wages $31,357$ $31,357$ 0 Total Administration $20,105$ $20,105$ 0 Total Administration $51,462$ 0	Total Student Intervention Services	784,065	764,681	19,384
Pupil: Salaries and Wages $17,233$ $17,233$ 0 Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $30,437$ $30,437$ 0 Total Pupil $63,691$ $63,691$ 0 Instructional Staff: $1000000000000000000000000000000000000$	Total Instruction	808,226	788,842	19,384
Salaries and Wages $17,233$ $17,233$ 0 Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $30,437$ 0 Total Pupil $63,691$ $63,691$ 0 Instructional Staff: 9 9 9 Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0 Total Administration $51,462$ 0	Support Services:			
Fringe Benefits $16,021$ $16,021$ 0 Purchased Services $30,437$ $30,437$ 0 Total Pupil $63,691$ $63,691$ 0 Instructional Staff: Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: Salaries and Wages $31,357$ $31,357$ 0 Fringe Benefits $20,105$ 0 0 Total Administration $51,462$ 0	Pupil:			
Purchased Services $30,437$ $30,437$ 0 Total Pupil $63,691$ $63,691$ 0 Instructional Staff: Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: Salaries and Wages $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0 Total Administration $51,462$ 0	Salaries and Wages	17,233	17,233	0
Total Pupil $63,691$ $63,691$ 0 Instructional Staff: Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: Salaries and Wages $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0 Total Administration $51,462$ $51,462$ 0	-			0
Instructional Staff: Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: Salaries and Wages $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0 Total Administration $51,462$ 0	Purchased Services	30,437	30,437	0
Purchased Services $5,510$ $5,510$ 0 Materials and Supplies 300 300 0 Total Instructional Staff $5,810$ $5,810$ 0 Administration: Salaries and Wages $31,357$ $31,357$ 0 Fringe Benefits $20,105$ $20,105$ 0 Total Administration $51,462$ 0	Total Pupil	63,691	63,691	0
Materials and Supplies3003000Total Instructional Staff5,8105,8100Administration: Salaries and Wages31,35731,3570Fringe Benefits20,10520,1050Total Administration51,46251,4620	Instructional Staff:			
Total Instructional Staff 5,810 5,810 0 Administration:	Purchased Services	5,510	5,510	0
Administration: Salaries and Wages 31,357 31,357 0 Fringe Benefits 20,105 20,105 0 Total Administration 51,462 51,462 0	Materials and Supplies	300	300	0
Salaries and Wages 31,357 31,357 0 Fringe Benefits 20,105 20,105 0 Total Administration 51,462 51,462 0	Total Instructional Staff	5,810	5,810	0
Fringe Benefits 20,105 20,105 0 Total Administration 51,462 51,462 0	Administration:			
Total Administration 51,462 51,462 0	Salaries and Wages	31,357	31,357	0
	-	20,105		0
Total Support Services \$120,963 \$120,963 \$0	Total Administration	51,462	51,462	0
	Total Support Services	\$120,963	\$120,963	\$0

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Title VI-B Fund (continued) For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	\$9,919	\$9,919	\$0
Fringe Benefits	1,535	1,535	0
Materials and Supplies	228	228	0
Capital Outlay - New	2,055	2,055	0
Total Operation of Non-Instructional Services	13,737	13,737	0
Total Expenditures	942,926	923,542	19,384
Net Change in Fund Balance	(89,159)	(69,775)	19,384
Fund Balance Beginning of Year	78,073	78,073	0
Prior Year Encumbrances Appropriated	11,086	11,086	0
Fund Balance End of Year	\$0	\$19,384	\$19,384

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Immigrant Education Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$21,464	\$21,464	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	7,562	7,562	0
Fringe Benefits	1,166	1,166	0
Purchased Services	1,000	1,000	0
Materials and Supplies	13,336	11,977	1,359
Total Instruction	23,064	21,705	1,359
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	589	589	0
Total Expenditures	23,653	22,294	1,359
Net Change in Fund Balance	(2,189)	(830)	1,359
Fund Balance Beginning of Year	600	600	0
Prior Year Encumbrances Appropriated	1,589	1,589	0
Fund Balance End of Year	\$0	\$1,359	\$1,359

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Title I Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$260,666	\$260,666	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	173,781	162,419	11,362
Fringe Benefits	49,234	49,234	0
Materials and Supplies	16,487	16,487	0
Capital Outlay - New	14,842	14,842	0
Total Instruction	254,344	242,982	11,362
Support Services:			
Instructional Staff:			
Purchased Services	2,983	2,983	0
Operation of Non-Instructional Services: Community Services:			
Purchased Services	3,339	3,339	0
Total Expenditures	260,666	249,304	11,362
Net Change in Fund Balance	0	11,362	11,362
Fund Balance Beginning of Year	0	0	0
Fund Balance End of Year	\$0	\$11,362	\$11,362

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Title V Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$4,319	\$4,319	\$0
Expenditures Current: Instruction:			
Regular: Materials and Supplies	660	660	0
Support Services: Instructional Staff: Purchased Services Operation of Non-Instructional Services: Community Services:	4,207	3,746	461
Purchased Services	707	707	0
Total Expenditures	5,574	5,113	461
Excess of Revenues Under Expenditures	(1,255)	(794)	461
Other Financing Uses Advances Out	(50)	(50)	0
Net Change in Fund Balance	(1,305)	(844)	461
Fund Balance Beginning of Year	14	14	0
Prior Year Encumbrances Appropriated	1,291	1,291	0
Fund Balance End of Year	\$0	\$461	\$461

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Drug Free Schools Grant Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues Intergovernmental	\$6,109	\$6,109	\$0
	\$0,109	ψ0,109	ψŪ
Expenditures Current:			
Instruction:			
Regular:			
Salaries and Wages	2,640	2,640	0
Fringe Benefits	408	408	0
Total Instruction	3,048	3,048	0
Support Services:			
Pupil:			
Materials and Supplies	1,200	1,200	0
Instructional Staff:			
Purchased Services	1,400	1,400	0
Materials and Supplies	325	325	0
Total Instructional Staff	1,725	1,725	0
Administration:			
Salaries and Wages	666	666	0
Fringe Benefits	94	94	0
Total Administration	760	760	0
Total Support Services	3,685	3,685	0
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	400	400	0
Materials and Supplies	895	895	0
Total Operation of Non-Instructional Services	1,295	1,295	0
Total Expenditures	8,028	8,028	0
Excess of Revenues Under Expenditures	(\$1,919)	(\$1,919)	\$0
			(continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Drug Free Schools Grant Fund (continued) For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses)			
Advances In	\$710	\$710	\$0
Advances Out	(900)	(900)	0
Total Other Financing Sources (Uses)	(190)	(190)	0
Net Change in Fund Balance	(2,109)	(2,109)	0
Fund Balance Beginning of Year	17	17	0
Prior Year Encumbrances Appropriated	2,092	2,092	0
Fund Balance End of Year	\$0	\$0	\$0

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Preschool Grant Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$17,471	\$17,470	(\$1)
Expenditures			
Current:			
Instruction:			
Student Intervention Services:			
Salaries and Wages	17,773	17,320	453
Net Change in Fund Balance	(302)	150	452
Fund Balance Beginning of Year	302	302	0
Fund Balance End of Year	\$0	\$452	\$452

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Class Size Reduction Grant Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$101,953	\$101,953	\$0
Expenditures Current: Support Services: Instructional Staff:			
Salaries and Wages	17,004	7,005	9,999
Fringe Benefits	1,068	1,068	0
Purchased Services	85,114	72,782	12,332
Materials and Supplies	4,054	4,054	0
Total Instructional Staff	107,240	84,909	22,331
Administration:			
Purchased Services	674	674	0
Materials and Supplies	531	531	0
Total Administration	1,205	1,205	0
Total Support Services	108,445	86,114	22,331
Operation of Non-Instructional Services: Community Services:			
Purchased Services	5,681	5,681	0
Total Expenditures	114,126	91,795	22,331
Net Change in Fund Balance	(12,173)	10,158	22,331
Fund Balance Beginning of Year	7,892	7,892	0
Prior Year Encumbrances Appropriated	4,281	4,281	0
Fund Balance End of Year	\$0	\$22,331	\$22,331

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Miscellaneous Federal Grants For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$2,542	\$2,542	\$0
Expenditures Current: Support Services: Instructional Staff: Purchased Services	2,104	1,786	318
Operation of Non-Instructional Services: Community Services: Materials and Supplies	438	437	1
Total Expenditures	2,542	2,223	319
Net Change in Fund Balance	0	319	319
Fund Balance Beginning of Year	0	0	0
Fund Balance End of Year	\$0	\$319	\$319

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Permanent Improvement Fund For the Fiscal Year Ended June 30, 2009

Revenues \$957,469 \$957,469 Property Taxes \$140,412 \$140,412	\$0 0 0 0
	0 0
	0
Intergovernmental 149,412 149,412	
Rentals 15,000 15,000	
Miscellaneous <u>77,927</u> <u>77,927</u>	0
Total Revenues 1,199,808 1,199,808	0
Expenditures	
Current:	
Instruction:	
Regular:	
Capital Outlay - New 45,108 45,108	0
Special:	
Capital Outlay - New 12,039 12,039	0
Total Instruction 57,147 57,147	0
Support Services:	
Administration:	
Purchased Services 7,470 7,470	0
Capital Outlay - New 4,538 4,538	0
Total Administration12,00812,008	0
Fiscal:	
Other 12,960 12,960	0
Operation and Maintenance of Plant:	
Purchased Services 69,058 69,058	0
Capital Outlay - New 1,691 1,691	0
Capital Outlay - Replacement 7,944 7,944	0
Total Operation and Maintenance of Plant78,69378,693	0
Pupil Transportation:	
Capital Outlay - New 57,029 57,029	0
Total Support Services \$160,690 \$160,690	\$0

(continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Permanent Improvement Fund (continued) For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Capital Outlay:			
Site Acquisition Services:			
Purchased Services	\$458,734	\$249,427	\$209,307
Capital Outlay - New	67,833	17,833	50,000
Capital Outlay - Replacement	88,598	38,598	50,000
Total Site Acquisition Services	615,165	305,858	309,307
Building Improvement Services:			
Purchased Services	23,265	23,265	0
Capital Outlay - New	5,639	5,639	0
Capital Outlay - Replacement	823,719	723,719	100,000
Total Building Improvement Services	852,623	752,623	100,000
Total Capital Outlay	1,467,788	1,058,481	409,307
Total Expenditures	1,685,625	1,276,318	409,307
Net Change in Fund Balance	(485,817)	(76,510)	409,307
Fund Balance Beginning of Year	320,128	320,128	0
Prior Year Encumbrances Appropriated	335,625	335,625	0
Fund Balance End of Year	\$169,936	\$579,243	\$409,307

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Building Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0
Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	305	305	0
Fund Balance End of Year	\$305	\$305	\$0

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual SchoolNet Plus Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$0	\$0	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Capital Outlay - New	2,434	2,434	0
Net Change in Fund Balance	(2,434)	(2,434)	0
Fund Balance Beginning of Year	2,434	2,434	0
Fund Balance End of Year	\$0	\$0	\$0

Schedule of Revenues, Expenses and Changes In Fund Equity - Budget (Non-GAAP Basis) and Actual Self Insurance Fund For the Fiscal Year Ended June 30, 2009

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services	\$153,571	\$153,571	\$0
Expenses			
Purchased Services	24,791	24,791	0
Claims	135,209	123,571	11,638
Total Expenses	160,000	148,362	11,638
Net Change in Fund Equity	(6,429)	5,209	11,638
Fund Equity Beginning of Year	164,465	164,465	0
Fund Equity End of Year	\$158,036	\$169,674	\$11,638

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STATISTICAL SECTION

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Statistical Section

This part of the North Royalton City School District's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the School District's overall financial health.

Contents	Pages(s)
<i>Financial Trends</i>	
<i>Revenue Capacity</i>	
<i>Debt Capacity</i>	he School
<i>Economic and Demographic Information</i> These schedules offer economic and demographic indicators to help the reader u the environment within which the School District's financial activities take place.	
<i>Operating Information</i>	stand how

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The School District implemented GASB Statement No. 34 in fiscal year 2003; schedules presenting government-wide information include information beginning in that year. Revenue and expenditure information on a modified accrual basis prior to 1999 is unavailable.

Net Assets by Component Last Seven Fiscal Years (accrual basis of accounting)

	2003	2004	2005
Invested in Capital Assets,			
Net of Related Debt	\$5,676,183	\$8,008,290	\$7,984,585
Restricted for:			
Capital Projects	351,756	470,886	694,252
Debt Service	2,262,835	2,704,713	3,149,780
Other Purposes	408,144	369,575	277,658
Unrestricted (Deficit)	(3,485,176)	537,280	1,834,615
Total Net Assets	\$5,213,742	\$12,090,744	\$13,940,890

2006	2007	2008	2009
\$9,387,547	\$10,404,332	\$11,206,829	\$11,158,736
253,191 3,328,432 337,334	243,059 3,472,628 426,672	0 3,728,413 303,158	1,092,228 3,453,480 389,361
2,167,301	1,747,843	2,194,118	844,751
\$15,473,805	\$16,294,534	\$17,432,518	\$16,938,556

North Royalton City School District Changes in Net Assets of Governmental Activities

Last Seven Fiscal Years

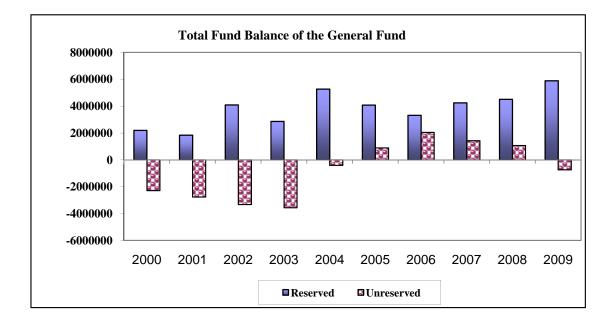
(accrual basis of accounting)

Expenses Summary and the set of the s		2003	2004	2005
Regular Instruction \$17,302.942 \$17,400.569 \$18,824.347 Special Instruction 2.932.155 3.405.594 3.694.607 Vocational Instruction 165.516 100.839 196.199 Student Intervention Services 0 0 0 Pupil Support 1.834.793 1.931.083 2.073.596 Instructional Staff Support 2.236.506 2.544.774 2.885.223 Board of Education 17.890 27.367 32.209 Administration 2.076.796 2.676.212 2.956.743 Depration and Maintenance of Plant 2.928.744 3.188.596 3.422.885 Pupil Transportation 2.197.402 2.700.384 2.991.475 Central 268.640 299.018 348.821 Operation of Non-Instructional Services 612.425 1.318.533 1.383.071 Extracurricular Activities 1.477.114 856.660 928.390 Interest and Fiscal Charges 1.552.707 1.453.624 1.096.586 Total Expenses 37.909.779 39.703.571 42.864.976 <td>Exponent</td> <td></td> <td></td> <td></td>	Exponent			
Special Instruction 2.932.155 3.405.594 3.694.607 Vocational Instruction 165.516 100.839 196.199 Student Intervention Services 0 0 0 0 Pupil Support 1.834.793 1.931.083 2.073.596 Instructional Staff Support 2.236.506 2.544.774 2.854.523 Board of Education 17.890 27.367 32.209 Administration 2.767.986 2.676.212 2.956.743 Fiscal 797.449 911.411 925.233 Business 225.304 281.670 300.767 Operation of Non-Instructional Services 592.156 607.217 835.474 Operation of Food Services 612.425 1.318.533 1.383.071 Extracurricular Activities 1.477.114 856.680 928.330 Interest and Fiscal Charges 1.552.707 1.453.624 1.096.586 Total Expenses 37.909.779 39.703.571 42.864.976 O 0 0 0 0 Student In	-	\$17 302 942	\$17 400 569	\$18 824 347
Vocational Instruction 165,516 100,839 196,199 Student Intervention Services 0 <t< td=""><td>6</td><td></td><td></td><td></td></t<>	6			
Student Intervention Services 0 0 0 0 Pupil Support 1.834,793 1.931,083 2.073,573 Instructional Staff Support 2.236,506 2.544,774 2.854,523 Board of Education 17,890 27,367 32,209 Administration 2.767,986 2.676,212 2.956,743 Fiscal 797,449 911,411 925,283 Business 225,304 281,670 300,767 Operation of Non-Instructional Services 592,156 607,217 83,474 Operation of Food Services 612,425 1.318,533 1.383,071 Extracurricular Activities 1.477,114 856,680 928,390 Interest and Fiscal Charges 1.552,707 1.453,624 1.096,586 Total Expenses 37,909,779 39,703,571 42,864,976 Program Revenues 1.552,707 1.453,624 1.096,586 Charges for Services and Sales 8 2.91,740 0 0 Special Instruction 39,966 205,392 466,294 5	1			
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Business 225,304 281,670 300,767 Operation and Maintenance of Plant 2,928,794 3,188,596 3,422,885 Pupil Transportation 2,197,402 2,700,384 2,991,475 Central 268,640 299,018 348,821 Operation of Non-Instructional Services 592,156 607,217 835,474 Operation of Non-Instructional Services 612,425 1,318,533 1,338,071 Extracurricular Activities 1,477,114 836,660 928,390 Interest and Fiscal Charges 1,552,707 1,453,624 1,096,586 Charges for Services and Sales Regular Instruction 39,966 205,392 466,294 Special Instruction 214,701 249,760 0 0 0 Student Intervention Services 0 0 0 0 0 0 Business 33,260 57,500 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 </td <td></td> <td></td> <td></td> <td></td>				
Operation and Maintenance of Plant 2,928,794 3,188,596 3,422,885 Pupil Transportation 2,197,402 2,700,384 2,991,475 Central 268,640 299,018 348,821 Operation of Non-Instructional Services 592,156 607,217 835,474 Operation of Food Services 612,425 1,318,533 1,383,071 Extracurricular Activities 1,477,114 856,680 2928,390 Interest and Fiscal Charges 1,552,707 1,453,624 1,096,586 Total Expenses 37,909,779 39,703,571 42,864,976 Program Revenues Regular Instruction 39,966 205,392 466,294 Special Instruction 214,701 249,760 0 0 Oupport 0 1,733 586 0 0 0 Administration 0				
Pupil Transportation 2,197,402 2,700,384 2,991,475 Central 268,640 299,018 348,821 Operation of Non-Instructional Services 592,156 607,217 835,474 Operation of Food Services 612,425 1,318,533 1,383,071 Extracurricular Activities 1,477,114 856,680 928,390 Interest and Fiscal Charges 1,552,707 1,453,624 1,096,586 Total Expenses 37,909,779 39,703,571 42,864,976 Program Revenues 80,066 0 Special Instruction 39,966 205,392 466,294 Special Instruction 214,701 249,760 0 Pupil Support 0 1,733 586 Administration 0 0 0 0 Pupil Transportation 0 0 0 0 Operation of Food Services 1,039,189 1,058,187 1,125,999 Extracurricular Activities 314,716 184,324 228,083 Operation				
$\begin{array}{c c} Central & 268,640 & 299,018 & 348,821 \\ Operation of Non-Instructional Services & 592,156 & 607,217 & 835,474 \\ Operation of Food Services & 612,425 & 1,318,533 & 1,383,071 \\ Extracurricular Activities & 1,477,114 & 856,680 & 928,390 \\ Interest and Fiscal Charges & 1,552,707 & 1,453,624 & 1,096,586 \\ \hline Total Expenses & 37,909,779 & 39,703,571 & 42,864,976 \\ \hline Program Revenues \\ Regular Instruction & 39,966 & 205,392 & 466,294 \\ Special Instruction & 214,701 & 249,760 & 0 \\ Student Intervention Services & 0 & 0 & 0 \\ Pupil Support & 0 & 1,733 & 586 \\ Administration & 0 & 0 & 0 \\ Operation and Maintenance of Plant & 0 & 0 & 59,358 \\ Pupil Transportation & 0 & 0 & 0 \\ Operation and Maintenance of Plant & 0 & 0 & 59,358 \\ Pupil Transportation & 0 & 0 & 0 \\ Operation for Grants, Contributions and Interest & 1,249,760 & 1,809,757 & 2,097,894 \\ Capital Grants and Contributions and Interest & 1,249,769 & 1,809,757 & 2,097,894 \\ Capital Grants and Contributions and Interest & 1,249,769 & 1,809,757 & 2,097,894 \\ Capital Grants and Contributions & 177,730 & 21,489 & 153,862 \\ Total Program Revenues & 3,069,331 & 3,588,142 & 4,132,076 \\ Net Expense & (34,840,448) & (36,115,429) & (38,732,900) \\ General Revenues & Property Taxes Levied for: General Purposes & 20,685,488 & 29,363,757 & 27,467,331 \\ Deb Service & 2,119,417 & 2,747,051 & 2,434,371 \\ Capital Outlay & 623,569 & 888,498 & 801,374 \\ Grants and Entitlements not & 82,610 & 76,094 & 236,072 \\ Gain on Sale of Capital Assets & 0 & 37,000 & 0 \\ Miscellaneous & 211,124 & 202,237 & 104,187 \\ Total General Revenues & 32,821,645 & 42,992,431 & 40,583,046 \\ \end{array}$	-			
Operation of Non-Instructional Services 592,156 607,217 $835,474$ Operation of Food Services $612,425$ $1,318,533$ $1,383,071$ Extracurricular Activities $1,477,114$ $856,680$ $928,390$ Interest and Fiscal Charges $1,552,707$ $1,4453,624$ $1,096,586$ Total Expenses $37,909,779$ $39,703,571$ $42,864,976$ Program Revenues Charges for Services and Sales $8egular Instruction$ $39,966$ $205,392$ $466,294$ Special Instruction $39,966$ $205,392$ $466,294$ 966 0 Special Instruction $214,701$ $249,760$ 0 0 0 Student Intervention Services 0 0 0 0 0 Administration 0 0 0 0 0 0 Operation of Food Services $1,039,189$ $1,058,187$ $1,125,999$ Extracurricular Activities $314,716$ $184,324$ $228,083$ Operation of Food Services $1,039,189$ $1,058,187$ </td <td></td> <td></td> <td></td> <td></td>				
Operation of Food Services $612,425$ $1,318,533$ $1,383,071$ Extracurricular Activities $1,477,114$ $856,680$ $928,390$ Interest and Fiscal Charges $1,552,707$ $1.453,624$ $1,096,586$ Total Expenses $37,909,779$ $39,703,571$ $42,864,976$ Program Revenues Regular Instruction $39,966$ $205,392$ $466,294$ Special Instruction $214,701$ $249,760$ 0 0 Student Intervention Services 0 0 0 0 Business $33,260$ $57,500$ 0 0 Operation and Maintenance of Plant 0 0 0 0 Operation of Food Services $1,039,189$ $1,058,187$ $1,125,999$ Capital Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ 153.862 Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ <t< td=""><td></td><td></td><td></td><td></td></t<>				
Extracurricular Activities $1,477,114$ $856,680$ $928,390$ Interest and Fiscal Charges $1,552,707$ $1,453,624$ $1,096,586$ Total Expenses $37,909,779$ $39,703,571$ $42,864,976$ Program Revenues Charges for Services and Sales $Regular Instruction$ $39,966$ $205,392$ $466,294$ Special Instruction $39,966$ $205,392$ $466,294$ 00 00 00 Student Intervention Services 0	*			
Interest and Fiscal Charges $1,552,707$ $1,453,624$ $1,096,586$ Total Expenses $37,909,779$ $39,703,571$ $42,864,976$ Program Revenues Regular Instruction $39,966$ $205,392$ $466,294$ Special Instruction $214,701$ $249,760$ 0 Student Intervention Services 0 0 0 Ostudent Intervention Services 0 0 0 Fiscal 0 0 0 0 Business $33,260$ $57,500$ 0 0 Operation and Maintenance of Plant 0 0 0 0 Operation Food Services $1,039,189$ $1,058,187$ $1,125,999$ Extracurricular Activities $314,716$ $184,324$ $228,083$ Operatin of Food Services $1,039,189$ $1,588,187$ $1,125,999$ Capital Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ $153,862$ Total Program Revenues $20,685,488$ $29,363,757$ $27,467,331$ <td< td=""><td>-</td><td></td><td></td><td></td></td<>	-			
Total Expenses $37,909,779$ $39,703,571$ $42,864,976$ Program Revenues $39,966$ $205,392$ $466,294$ Special Instruction $214,701$ $249,760$ 0 Student Intervention Services 0 0 0 Pupil Support 0 $1,733$ 586 Administration 0 0 0 Business $33,260$ $57,500$ 0 Operation and Maintenance of Plant 0 0 0 Operation of Food Services $1,039,189$ $1,058,187$ $1,125,999$ Extracurricular Activities $314,716$ $184,324$ $228,083$ Operating Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ $153,862$ $75,076$ Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $2,119,417$ $2,747,051$ </td <td></td> <td></td> <td></td> <td></td>				
Program Revenues Charges for Services and Sales Regular Instruction 39,966 205,392 466,294 Special Instruction 214,701 249,760 0 Student Intervention Services 0 0 0 0 Pupil Support 0 1,733 586 Administration 0 0 0 0 Business 33,260 57,500 0 0 Operation and Maintenance of Plant 0 0 0 0 Operation of Food Services 1,039,189 1,058,187 1,125,999 Extracurricular Activities 314,716 184,324 228,083 Operating Grants, Contributions and Interest 1,249,769 1,809,757 2,097,894 Capital Grants and Contributions 177,730 21,489 153,862 Total Program Revenues 3,069,331 3,588,142 4,132,076 Net Expense (34,840,448) (36,115,429) (38,732,900) General Revenues Property Taxes Levied for: General Purposes 20,685,488<	Interest and Fiscal Charges	1,332,707	1,433,024	1,090,580
$\begin{array}{llllllllllllllllllllllllllllllllllll$	Total Expenses	37,909,779	39,703,571	42,864,976
Regular Instruction $39,966$ $205,392$ $466,294$ Special Instruction $214,701$ $249,760$ 0 Student Intervention Services 0 0 0 Pupil Support 0 $1,733$ 586 Administration 0 0 0 Business $33,260$ $57,500$ 0 Operation and Maintenance of Plant 0 0 0 Operation of Food Services $1,039,189$ $1,058,187$ $1,125,999$ Extracurricular Activities $314,716$ $184,324$ $228,083$ Operating Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ $153,862$ Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $20,685,488$ $29,363,757$ $27,467,331$ Debt Service $2,119,417$ $2,747,051$ $2,434,371$ Capital Outlay $623,569$ $858,498$ $801,374$ Grants and Entitlements not $82,610$ $76,094$ $236,072$ Gain on Sale of Capital Assets 0 $37,000$ 0 Miscellaneous $211,124$ $202,237$ $104,187$ Total General Revenues $32,821,645$ $42,992,431$ $40,583,046$	Program Revenues			
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Charges for Services and Sales			
Student Intervention Services000Pupil Support01,733586Administration000Fiscal000Business33,26057,5000Operation and Maintenance of Plant000Operation of Food Services1,039,1891,058,1871,125,999Extracurricular Activities314,716184,324228,083Operating Grants, Contributions and Interest1,249,7691,809,7572,097,894Capital Grants and Contributions177,73021,489153,862Total Program Revenues3,069,3313,588,1424,132,076Net Expense(34,840,448)(36,115,429)(38,732,900)General Revenues20,685,48829,363,75727,467,331Property Taxes Levied for:2223,569858,498Grants and Entitlements not82,61076,094236,072Restricted to Specific Programs9,099,4379,707,7949,539,711Interest82,61076,094236,072Gain on Sale of Capital Assets037,0000Miscellaneous211,124202,237104,187Total General Revenues32,821,64542,992,43140,583,046	Regular Instruction	39,966	205,392	466,294
$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	Special Instruction	214,701	249,760	0
Administration000Administration000Fiscal000Business33,26057,5000Operation and Maintenance of Plant000Operation of Food Services1,039,1891,058,1871,125,999Extracurricular Activities314,716184,324228,083Operating Grants, Contributions and Interest1,249,7691,809,7572,097,894Capital Grants and Contributions177,73021,489153,862Total Program Revenues3,069,3313,588,1424,132,076Net Expense(34,840,448)(36,115,429)(38,732,900)General Revenues20,685,48829,363,75727,467,331Property Taxes Levied for: General Purposes20,685,48829,363,75727,467,331Grants and Entitlements not Restricted to Specific Programs9,099,4379,707,7949,539,711Interest82,61076,094236,072Gain on Sale of Capital Assets037,00000Miscellaneous211,124202,237104,187Total General Revenues32,821,64542,992,43140,583,046	Student Intervention Services	0	0	0
Fiscal000Business $33,260$ $57,500$ 0Operation and Maintenance of Plant00 $59,358$ Pupil Transportation000Operation of Food Services $1,039,189$ $1,058,187$ $1,125,999$ Extracurricular Activities $314,716$ $184,324$ $228,083$ Operating Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ $153,862$ Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $20,685,488$ $29,363,757$ $27,467,331$ Debt Service $2,119,417$ $2,747,051$ $2,434,371$ Capital Outlay $623,569$ $858,498$ $801,374$ Grants and Entiltements not $Restricted to Specific Programs9,099,4379,707,7949,539,711Interest82,61076,094236,0726ain on Sale of Capital Assets037,0000Miscellaneous211,124202,237104,187704,187Total General Revenues32,821,64542,992,43140,583,046$	Pupil Support	0	1,733	586
Business $33,260$ $57,500$ 0 Operation and Maintenance of Plant 0 0 0 Operation of Food Services $1,039,189$ $1,058,187$ $1,125,999$ Extracurricular Activities $314,716$ $184,324$ $228,083$ Operating Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ $153,862$ Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $20,685,488$ $29,363,757$ $27,467,331$ Debt Service $2,119,417$ $2,747,051$ $2,434,371$ Capital Outlay $623,569$ $858,498$ $801,374$ Grants and Entilements not $82,610$ $76,094$ $236,072$ Gain on Sale of Capital Assets 0 $37,000$ 0 Miscellaneous $211,124$ $202,237$ $104,187$ Total General Revenues $32,821,645$ $42,992,431$ $40,583,046$	Administration	0	0	0
Operation and Maintenance of Plant0059,358Pupil Transportation000Operation of Food Services1,039,1891,058,1871,125,999Extracurricular Activities314,716184,324228,083Operating Grants, Contributions and Interest1,249,7691,809,7572,097,894Capital Grants and Contributions177,73021,489153,862Total Program Revenues3,069,3313,588,1424,132,076Net Expense(34,840,448)(36,115,429)(38,732,900)General Revenues20,685,48829,363,75727,467,331Property Taxes Levied for:22,119,4172,747,0512,434,371Capital Outlay623,569858,498801,374Grants and Entitlements notRestricted to Specific Programs9,099,4379,707,7949,539,711Interest82,61076,094236,07237,0000Miscellaneous211,124202,237104,187Total General Revenues32,821,64542,992,43140,583,046	Fiscal	0	0	0
Pupil Transportation000Operation of Food Services $1,039,189$ $1,058,187$ $1,125,999$ Extracurricular Activities $314,716$ $184,324$ $228,083$ Operating Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ $153,862$ Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $20,685,488$ $29,363,757$ $27,467,331$ Property Taxes Levied for: General Purposes $20,685,488$ $29,363,757$ $27,467,331$ Debt Service $2,119,417$ $2,747,051$ $2,434,371$ Capital Outlay $623,569$ $858,498$ $801,374$ Grants and Entitlements not Restricted to Specific Programs $9,099,437$ $9,707,794$ $9,539,711$ Interest $82,610$ $76,094$ $236,072$ Gain on Sale of Capital Assets 0 $37,000$ 0 Miscellaneous $211,124$ $202,237$ $104,187$ Total General Revenues $32,821,645$ $42,992,431$ $40,583,046$	Business	33,260	57,500	0
Operation of Food Services $1,039,189$ $1,058,187$ $1,125,999$ Extracurricular Activities $314,716$ $184,324$ $228,083$ Operating Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ $153,862$ Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $20,685,488$ $29,363,757$ $27,467,331$ Property Taxes Levied for: $20,685,488$ $29,363,757$ $27,467,331$ General Purposes $20,685,488$ $29,363,757$ $27,467,331$ Debt Service $2,119,417$ $2,747,051$ $2,434,371$ Capital Outlay $623,569$ $858,498$ $801,374$ Grants and Entitlements not $Restricted to Specific Programs9,099,4379,707,7949,539,711Interest82,61076,094236,072236,072Gain on Sale of Capital Assets037,0000Miscellaneous211,124202,237104,187Total General Revenues32,821,64542,992,43140,583,046$	Operation and Maintenance of Plant	0	0	59,358
Extracurricular Activities $314,716$ $184,324$ $228,083$ Operating Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ $153,862$ Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $20,685,488$ $29,363,757$ $27,467,331$ Debt Service $2,119,417$ $2,747,051$ $2,434,371$ Capital Outlay $623,569$ $858,498$ $801,374$ Grants and Entitlements not $82,610$ $76,094$ $236,072$ Gain on Sale of Capital Assets 0 $37,000$ 0 Miscellaneous $211,124$ $202,237$ $104,187$ Total General Revenues $32,821,645$ $42,992,431$ $40,583,046$	Pupil Transportation	0	0	0
Operating Grants, Contributions and Interest $1,249,769$ $1,809,757$ $2,097,894$ Capital Grants and Contributions $177,730$ $21,489$ $153,862$ Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $20,685,488$ $29,363,757$ $27,467,331$ Property Taxes Levied for: $20,685,488$ $29,363,757$ $27,467,331$ Debt Service $2,119,417$ $2,747,051$ $2,434,371$ Capital Outlay $623,569$ $858,498$ $801,374$ Grants and Entitlements not $82,610$ $76,094$ $236,072$ Gain on Sale of Capital Assets 0 $37,000$ 0 Miscellaneous $211,124$ $202,237$ $104,187$ Total General Revenues $32,821,645$ $42,992,431$ $40,583,046$	Operation of Food Services	1,039,189	1,058,187	1,125,999
Capital Grants and Contributions $177,730$ $21,489$ $153,862$ Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General Revenues $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ Property Taxes Levied for: General Purposes $20,685,488$ $29,363,757$ $27,467,331$ Debt Service $2,119,417$ $2,747,051$ $2,434,371$ Capital Outlay $623,569$ $858,498$ $801,374$ Grants and Entitlements not Restricted to Specific Programs $9,099,437$ $9,707,794$ $9,539,711$ Interest $82,610$ $76,094$ $236,072$ Gain on Sale of Capital Assets 0 $37,000$ 0 Miscellaneous $211,124$ $202,237$ $104,187$ Total General Revenues $32,821,645$ $42,992,431$ $40,583,046$	Extracurricular Activities	314,716	184,324	228,083
Total Program Revenues $3,069,331$ $3,588,142$ $4,132,076$ Net Expense $(34,840,448)$ $(36,115,429)$ $(38,732,900)$ General RevenuesProperty Taxes Levied for: General Purposes $20,685,488$ $29,363,757$ $27,467,331$ Debt Service $2,119,417$ $2,747,051$ $2,434,371$ Capital Outlay $623,569$ $858,498$ $801,374$ Grants and Entitlements not Restricted to Specific Programs $9,099,437$ $9,707,794$ $9,539,711$ Interest $82,610$ $76,094$ $236,072$ Gain on Sale of Capital Assets 0 $37,000$ 0 Miscellaneous $211,124$ $202,237$ $104,187$ Total General Revenues $32,821,645$ $42,992,431$ $40,583,046$	Operating Grants, Contributions and Interest	1,249,769	1,809,757	2,097,894
Net Expense (34,840,448) (36,115,429) (38,732,900) General Revenues Property Taxes Levied for: (36,115,429) (38,732,900) General Revenues 20,685,488 29,363,757 27,467,331 Debt Service 2,119,417 2,747,051 2,434,371 Capital Outlay 623,569 858,498 801,374 Grants and Entitlements not 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187	Capital Grants and Contributions	177,730	21,489	153,862
General Revenues Property Taxes Levied for: General Purposes 20,685,488 29,363,757 27,467,331 Debt Service 2,119,417 2,747,051 2,434,371 Capital Outlay 623,569 858,498 801,374 Grants and Entitlements not 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187	Total Program Revenues	3,069,331	3,588,142	4,132,076
Property Taxes Levied for: 0 General Purposes 20,685,488 29,363,757 27,467,331 Debt Service 2,119,417 2,747,051 2,434,371 Capital Outlay 623,569 858,498 801,374 Grants and Entitlements not 9,099,437 9,707,794 9,539,711 Interest 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187	Net Expense	(34,840,448)	(36,115,429)	(38,732,900)
General Purposes 20,685,488 29,363,757 27,467,331 Debt Service 2,119,417 2,747,051 2,434,371 Capital Outlay 623,569 858,498 801,374 Grants and Entitlements not 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187	General Revenues			
General Purposes 20,685,488 29,363,757 27,467,331 Debt Service 2,119,417 2,747,051 2,434,371 Capital Outlay 623,569 858,498 801,374 Grants and Entitlements not 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187	Property Taxes Levied for:			
Debt Service 2,119,417 2,747,051 2,434,371 Capital Outlay 623,569 858,498 801,374 Grants and Entitlements not 9,099,437 9,707,794 9,539,711 Interest 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187		20,685,488	29,363,757	27,467,331
Capital Outlay 623,569 858,498 801,374 Grants and Entitlements not 9,099,437 9,707,794 9,539,711 Interest 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187	-			
Grants and Entitlements not Restricted to Specific Programs 9,099,437 9,707,794 9,539,711 Interest 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187	Capital Outlay			
Restricted to Specific Programs 9,099,437 9,707,794 9,539,711 Interest 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187 Total General Revenues 32,821,645 42,992,431 40,583,046	÷ •	,	,	,
Interest 82,610 76,094 236,072 Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187 Total General Revenues 32,821,645 42,992,431 40,583,046		9,099,437	9,707,794	9,539,711
Gain on Sale of Capital Assets 0 37,000 0 Miscellaneous 211,124 202,237 104,187 Total General Revenues 32,821,645 42,992,431 40,583,046				
Miscellaneous 211,124 202,237 104,187 Total General Revenues 32,821,645 42,992,431 40,583,046				
Change in Net Assets (\$2,018,803) \$6,877,002 \$1,850,146	Total General Revenues	32,821,645	42,992,431	40,583,046
	Change in Net Assets	(\$2,018,803)	\$6,877,002	\$1,850,146

2006	2007	2008	2009
\$19,181,614	\$20,004,883	\$21,558,320	\$22,398,158
3,964,579	4,603,113	4,835,486	4,129,027
168,079	193,147	194,028	193,977
0	0	0	1,672,402
2,201,623	2,418,861	2,490,528	2,611,154
2,806,302	3,132,012	2,974,945	2,295,479
32,661	35,706	38,657	27,253
3,045,649	3,249,707	3,574,520	3,431,405
1,003,012	970,782	1,048,878	1,093,106
287,549	299,718	325,633	339,281
3,776,192	3,949,268	4,002,858	4,067,791
3,258,231	3,490,934	3,540,389	3,093,446
437,407	469,215	578,689	613,370
760,088	777,482	856,858	742,839
1,386,551	1,373,576	1,492,421	1,442,093
886,853	971,326	975,997	976,880
1,161,101	1,249,576	1,131,121	1,122,733
44,357,491	47,189,306	49,619,328	50,250,394
338,402	251,613	418,480	308,774
0	0	0	0
0	0	0	16,058
353	0	0	0
145	45	0	0
90	48	0	0
0	0	0	0
50,344 2,073	66,496	68,309	57,433 0
2,073 1,176,372	1,068 1,162,798	0 1,170,607	1,166,919
228,596	216,673	245,313	402,090
2,186,617	2,155,796	2,160,289	2,791,285
61,179	46,019	75,317	2,791,285
	40,019	15,517	
4,044,171	3,900,556	4,138,315	4,768,019
(40,313,320)	(43,288,750)	(45,481,013)	(45,482,375)
28,267,848	29,852,874	31,273,337	30,527,173
2,622,996	2,621,799	2,558,605	2,034,569
873,788	938,459	998,619	984,472
9,475,185	9,734,777	10,435,570	10,759,786
516,550	855,268	814,931	481,638
44	3,000	358,462	5,534
89,824	103,302	179,473	195,241
41,846,235	44,109,479	46,618,997	44,988,413
\$1,532,915	\$820,729	\$1,137,984	(\$493,962)

Fund Balances, Governmental Funds Last Ten Fiscal Years (modified accrual basis of accounting)

	2000	2001	2002	2003
General Fund				
Reserved	\$2,195,839	\$1,837,447	\$4,084,889	\$2,858,989
Unreserved	(2,298,819)	(2,773,494)	(3,323,666)	(3,572,721)
Total General Fund	(102,980)	(936,047)	761,223	(713,732)
All Other Governmental Funds				
Reserved	464,868	403,208	654,939	685,236
Unreserved, Undesignated,				
Reported in:				
Special Revenue funds	261,058	259,757	362,082	349,737
Debt Service funds	1,760,637	1,947,210	2,085,527	2,163,827
Capital Projects funds (Deficit)	(91,568)	22,450	21,261	59,945
Total All Other Governmental Funds	2,394,995	2,632,625	3,123,809	3,258,745
Total Governmental Funds	\$2,292,015	\$1,696,578	\$3,885,032	\$2,545,013



_	2004	2005	2006	2007	2008	2009
	\$5,267,827	\$4,076,588	\$3,307,757	\$4,236,611	\$4,502,522	\$5,882,948
_	(407,775)	884,649	2,045,734	1,426,330	1,061,446	(748,015)
_	4,860,052	4,961,237	5,353,491	5,662,941	5,563,968	5,134,933
	953,271	1,155,733	793,273	955,911	703,953	855,885
	254 212	155.000	222 000	200.016	260 200	266.005
	354,312	155,988	322,889	380,916	369,398	366,085
	2,307,768	2,776,408	3,017,612	3,241,776	3,441,305	3,225,464
	(161,003)	(521,989)	(225,506)	(336,647)	(459,998)	(15,108)
	3,454,348	3,566,140	3,908,268	4,241,956	4,054,658	4,432,326
_						
	\$8,314,400	\$8,527,377	\$9,261,759	\$9,904,897	\$9,618,626	\$9,567,259

2003

\$24,186,901 10,480,631

88,781

174,784

274,061

79,368

33,260

211,124

36,569,712

1,040,802

Changes in Fund Balances Last Ten Fiscal Years (modified accrual basis of accounting)

	(mouffed accrual basis of accounting)				
	2000	2001	2002		
Revenues					
Property Taxes	\$21,489,911	\$23,556,926	\$28,737,806		
Intergovernmental	8,427,372	9,294,779	10,286,408		
Interest	362,541	344,644	139,229		
Tuition and Fees	164,501	189,970	273,604		
Extracurricular Activities	154,521	172,601	203,585		
Contributions and Donations	0	0	68,922		
Charges for Services	0	0	1,507		
Rentals	0	0	34,730		
Miscellaneous	176,022	318,075	97,354		
Total Revenues	\$30,774,868	\$33,876,995	39,843,145		
Expenditures					
Current:					
Instruction:					
Regular and Special	15,938,182	17,346,887	0		
Vocational, Adult and Other	940.207	667.207	0		

Expenditures				
Current:				
Instruction:				
Regular and Special	15,938,182	17,346,887	0	0
Vocational, Adult and Other	940,207	667,207	0	0
Regular	0	0	16,287,227	16,301,818
Special	0	0	2,980,258	2,882,418
Vocational	0	0	126,076	174,975
Student Intervention Services	0	0	0	0
Support Services:				
Pupil	1,532,063	1,678,325	1,947,784	1,810,813
Instructional Staff	1,743,107	1,860,622	2,107,635	2,089,874
Board of Education	0	0	19,469	18,060
Administration	2,355,345	2,672,500	2,913,381	2,670,552
Fiscal	963,201	943,231	820,527	773,273
Business	0	0	213,961	215,157
Operation and Maintenance of Plant	2,734,729	2,985,176	2,901,312	2,801,943
Pupil Transportation	2,129,235	2,418,968	2,240,886	2,014,230
Central	120,075	95,031	222,259	253,322
Operation of Non-Instructional Services	468,277	482,556	686,446	650,522
Operation of Food Services	0	0	0	1,203,507
Extracurricular Activities	667,421	760,587	746,566	809,598
Capital Outlay	357,399	10,581	817,988	631,320
Debt Service:				
Principal Retirement	1,235,000	1,295,000	1,350,000	1,390,000
Interest and Fiscal Charges	1,393,381	1,332,570	1,280,896	1,240,693
Capital Appreciation Bonds Interest	0	0	0	0
Bond Issuance Costs	0	0	0	0
Total Expenditures	32,577,622	34,549,241	37,662,671	37,932,075
Excess of Revenue Over (Under) Expenditures	(1,802,754)	(672,246)	2,180,474	(1,362,363)
Other Financing Sources (Uses): Sale of Capital Assets	21,546	1,100	7,980	22,344
General Obligation Bonds Issued	21,010	0	0	22,511
Premium on General Obligation Bonds Issued	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	123,610	471,896	35,500	35,500
Transfers Out	(123,610)	(471,896)	(35,500)	(35,500)
Transfers Out	(125,010)	(471,070)	(35,500)	(35,500)
Total Other Financing Sources (Uses)	21,546	1,100	7,980	22,344
Net Change in Fund Balances	(\$1,781,208)	(\$671,146)	\$2,188,454	(\$1,340,019)
Debt Service as a Percentage of				
Noncapital Expenditures	8.16%	7.61%	7.14%	7.05%

(1) Includes General, Special Revenue, Capital Projects and Debt Service Funds.

(2) Regular and Special Instruction were shown in total for fiscal years 2000 and 2001.

(3) Vocational, Adult and Other Instruction were shown in total for fiscal years 2000 and 2001.

2004	2005	2006	2007	2008	2009
\$32,761,249	\$29,811,003	\$31,621,162	\$33,415,877	\$34,205,019	\$33,945,326
11,440,394	11,619,390	11,570,058	11,818,103	12,556,835	13,459,733
79,545	245,241	525,868	864,152	820,943	481,638
557,370	332,735	305,125	381,057	322,892	305,695
182,504	225,983	227,206	215,637	241,921	305,095
95,195	162,908	123,105	109,605	108,329	116,798
1,088,120	1,154,091	1,203,212	1,240,255	1,278,303	1,175,407
, ,		51,989	, ,	, ,	53,711
57,500	59,358	89,824	58,872 103,302	62,488	,
202,237	104,187	69,624	105,502	179,473	195,241
46,464,114	43,714,896	45,717,549	48,206,860	49,776,203	50,130,873
0	0	0	0	0	0
0	0	0	0	0	0
16,937,356	17,952,372	18,458,518	19,290,075	20,407,395	21,503,101
3,322,726	3,590,761	3,877,343	4,515,969	4,735,179	4,067,766
92,605	182,888	168,184	186,400	179,747	196,590
0	0	0	0	0	1,600,301
1,881,898	2,051,487	2,161,006	2,356,571	2,469,230	2,544,283
2,371,198	2,803,076	2,631,753	3,027,227	2,928,773	2,253,825
2,371,198	32,209	32,661	35,706	38,657	2,253,825
2,646,460	2,732,941	2,809,307	3,054,205	3,292,509	3,305,585
2,040,400 884,703	927,855	2,809,507 995,258	950,820	1,026,711	
					1,058,988
279,716	299,538	286,639	297,493	317,103	334,570
2,959,316	3,345,796	3,569,376	3,548,421	3,638,912	3,579,539
2,393,572	2,625,312	2,812,288	2,965,680	3,029,463	2,802,742
294,075	330,191	418,949	452,042	557,250	597,043
645,440	819,413	771,554	761,606	915,948	764,229
1,283,994	1,343,360	1,313,791	1,299,759	1,408,263	1,375,593
826,667	915,181	931,901	954,755	967,013	966,033
1,255,125	1,242,520	1,025,493	1,247,094	1,828,259	647,255
1,435,000	1,480,000	1,935,000	1,930,000	1,241,594	1,243,984
845,566	828,558	788,646	693,899	628,495	567,299
348,943	0	0	0	728,406	751,016
0	198,293	0	0	0	0
40,731,727	43,701,751	44,987,667	47,567,722	50,338,907	50,186,995
5,732,387	13,145	729,882	639,138	(562,704)	(56,122)
27 000	0	4 500	4 000	176 422	1755
37,000	0	4,500	4,000	276,433	4,755
0	14,424,974	0	0	0	0
0	2,120,721	0	0	0	0
0	(16,345,863)	0	0	0	0
35,500	80,500	155,500	147,000	147,000	225,000
(35,500)	(80,500)	(155,500)	(147,000)	(147,000)	(225,000)
37,000	199,832	4,500	4,000	276,433	4,755
\$5,769,387	\$212,977	\$734,382	\$643,138	(\$286,271)	(\$51,367)
6.66%	5.90%	6.20%	5.61%	5.30%	5.15%

Assessed and Estimated Actual Value of Taxable Property

Last Ten Years

		Real P	roperty		Tangible
		Assessed Value			General
Collection Year	Residential/ Agricultural	Commercial/ Industrial	Total	Estimated Actual Value	Assessed Value
2000	\$531,317,510	\$97,965,850	\$629,283,360	\$1,797,952,457	\$24,721,996
2001	605,963,050	118,372,750	724,335,800	2,069,530,857	26,445,510
2002	625,785,930	121,542,850	747,328,780	2,135,225,086	30,539,440
2003	651,970,300	127,003,500	778,973,800	2,225,639,429	30,116,086
2004	714,571,850	136,287,030	850,858,880	2,431,025,371	28,710,170
2005	750,490,800	138,749,800	889,240,600	2,540,687,429	25,647,714
2006	790,921,970	140,998,620	931,920,590	2,662,630,257	29,503,890
2007	892,068,420	157,094,370	1,049,162,790	2,997,607,971	23,533,932
2008	906,951,690	160,657,050	1,067,608,740	3,050,310,686	7,052,513
2009	919,081,060	148,347,310	1,067,428,370	3,049,795,343	3,526,257

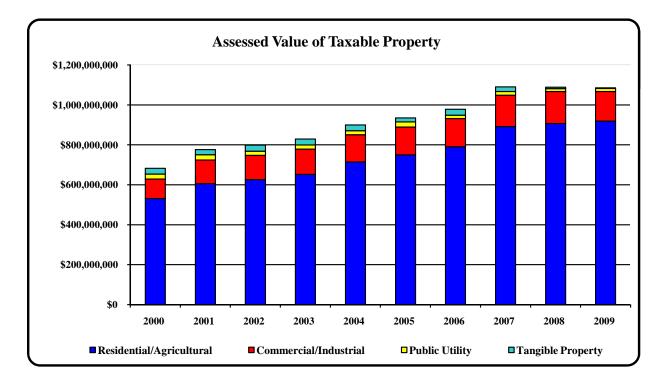
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value for real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and the homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Source: Office of the County Auditor, Cuyahoga County, Ohio

Personal Property Business	Tangible Perso Public V	1 1	Total			
Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Weighted Average Tax Rate	
\$98,887,984	\$28,486,370	\$32,370,875	\$682,491,726	\$1,929,211,316	\$37.55684	
105,782,040	25,459,179	28,930,885	776,240,489	2,204,243,782	35.27836	
122,157,760	21,240,630	24,137,079	799,108,850	2,281,519,925	34.72641	
120,464,344	20,709,590	23,533,625	829,799,476	2,369,637,398	39.93739	
124,826,826	20,459,520	23,249,455	900,028,570	2,579,101,652	38.37126	
111,511,800	19,944,270	22,663,943	934,832,584	2,674,863,172	37.82423	
157,354,080	17,260,620	19,614,341	978,685,100	2,839,598,678	37.11332	
188,271,456	17,952,160	20,400,182	1,090,648,882	3,206,279,609	35.65467	
112,840,208	14,318,510	16,271,034	1,088,979,763	3,179,421,928	34.99258	
56,420,104	15,178,170	17,247,920	1,086,132,797	3,123,463,367	28.11395	



North Royalton City School District Property Tax Rates - Direct and Overlapping Governments

(per \$1,000 of assessed value)

Last Ten Years

	2000	2001	2002
Unvoted Millage			
Operating	\$6.000000	\$6.000000	\$6.000000
Voted Millage - by levy			
1976 Operating - continuing			
Effective Millage Rates	¢12.0.0000	¢12.042400	¢12.045000
Residential/Agricultural Commercial/Industrial	\$12.968200	\$13.042400	\$13.045900
Tangible/Public Utility Personal	12.643600 36.100000	12.813900 36.100000	12.819900 36.100000
Tangiote/Tublic Outity Tersonal	30.100000	30.100000	50.100000
1977 Operating - continuing			
Effective Millage Rates			
Residential/Agricultural	1.096100	1.073800	1.072700
Commercial/Industrial	1.210100	1.155700	1.153800
Tangible/Public Utility Personal	2.500000	2.500000	2.500000
1987 Bond (\$7,750,000)	1.100000	1.000000	0.800000
1988 Operating - continuing			
Effective Millage Rates			
Residential/Agricultural	0.935700	0.883800	0.881400
Commercial/Industrial	1.146300	1.030400	1.026300
Tangible/Public Utility Personal	1.500000	1.500000	1.500000
1994 Bond (\$24,000,000)	3.100000	2.600000	2.600000
1995 Emergency (\$2,900,000) (1)	4.500000	4.000000	3.800000
1996 Emergency (\$3,795,000) (2)	5.900000	5.000000	4.900000
2002 Emergency (\$4,395,000)	0.000000	0.000000	0.000000
2005 Emergency (\$6,695,000)	0.000000	0.000000	0.000000
2007 Emergency (\$4,395,000)	0.000000	0.000000	0.000000
Total Effective Voted Millage by type of property			
Residential/Agricultural	\$29.600000	\$27.600000	\$27.100000
Commercial/Industrial	29.600000	27.600000	27.100000
Tangible/Public Utility Personal	54.700000	52.700000	52.200000

2003	2004	2005	2006	2007	2008	2009
\$6.000000	\$6.000000	\$6.000000	\$6.000000	\$6.000000	\$6.000000	\$6.000000
\$13.050000	\$13.092800	\$13.101000	\$13.104600	\$13.161000	\$13.161400	\$13.161600
12.820500	12.862200	12.865000	12.947600	12.899900	12.899900	13.248100
36.100000	36.100000	36.100000	36.100000	36.100000	36.100000	36.100000
1.071500	1.058600	1.056200	1.055100	1.038100	1.038000	1.038000
1.153600	1.140300	1.139400	1.146700	1.128200	1.128200	1.158700
2.500000	2.500000	2.500000	2.500000	2.500000	2.500000	2.500000
0.800000	0.800000	0.800000	0.900000	0.700000	0.500000	0.800000
0.878500	0.848600	0.842900	0.840400	0.800800	0.800600	0.800500
1.025900	0.997600	0.995700	1.002100	0.971900	0.971900	0.998100
1.500000	1.500000	1.500000	1.500000	1.500000	1.500000	1.500000
2.600000	2.300000	2.200000	2.100000	2.000000	2.000000	1.100000
3.700000	3.400000	3.300000	0.000000	0.000000	0.000000	0.000000
4.800000	4.400000	4.300000	0.000000	0.000000	0.000000	0.000000
5.500000	5.100000	5.000000	4.700000	4.400000	0.000000	0.000000
0.000000	0.000000	0.000000	7.200000	6.600000	6.600000	6.500000
0.000000	0.000000	0.000000	0.000000	0.000000	4.400000	4.300000
\$32.400000	\$31.000000	\$30.600100	\$29.900100	\$28.699900	\$28.500000	\$27.700100
32.400000	31.000100	30.600100	\$29.900100 29.996400	\$28.899900 28.700000	\$28.500000 28.500000	28.104900
52.400000	56.100000	55.700000	55.000000	53.800000	53.600000	52.800000

(continued)

Property Tax Rates - Direct and Overlapping Governments (continued)

(per \$1,000 of assessed value)

Last Ten Years (1)

	2000	2001	2002
Overlapping Rates by Taxing District			
City of North Royalton			
Effective Millage Rates			
Residential/Agricultural	\$6.470000	\$6.018800	\$6.349300
Commercial/Industrial	7.213300	6.471200	6.797500
Tangible/Public Utility Personal	8.300000	8.200000	8.200000
City of Broadview Heights			
Effective Millage Rates			
Residential/Agricultural	6.491700	6.413200	6.410000
Commercial/Industrial	7.245900	7.020400	6.991700
Tangible/Public Utility Personal	9.400000	9.400000	9.400000
Cuyahoga County			
Effective Millage Rates			
Residential/Agricultural	11.411400	11.396700	11.381500
Commercial/Industrial	12.373600	11.929800	12.002300
Tangible/Public Utility Personal	13.750000	14.650000	14.650000
Cuyahoga County Library			
Effective Millage Rates			
Residential/Agricultural	1.397500	1.261000	1.258300
Commercial/Industrial	1.388400	1.200600	1.198500
Tangible/Public Utility Personal	1.400000	1.400000	1.400000
Cuyahoga Valley JVSD			
Effective Millage Rates			
Residential/Agricultural	2.000000	2.000000	2.000000
Commercial/Industrial	2.000000	2.000000	2.000000
Tangible/Public Utility Personal	2.000000	2.000000	2.000000
Cleveland Metro Parks			
Effective Millage Rates			
Residential/Agricultural	1.426700	1.281200	1.277100
Commercial/Industrial	1.503900	1.324700	1.333500
Tangible/Public Utility Personal	1.550000	1.550000	1.550000

(1) This levy was renewed in 2000. This levy was then combined with the 1996 emergency levy and renewed in 2005.

(2) This levy was renewed in 2001. This levy was then combined with the 1995 emergency levy and renewed in 2005.

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Real property tax rates for voted continuing and operating levies are reduced so that inflationary increases in value do not generate additional revenue.

Source: Ohio Department of Taxation

2003	2004	2005	2006	2007	2008	2009
\$6.339500	\$6.139900	\$6.131600	\$6.120300	\$5.774100	\$5.770800	\$5.76980
6.793600	6.625000	6.596800	6.625300	6.465800	6.468300	6.59140
8.200000	8.200000	8.200000	8.200000	8.200000	8.200000	8.20000
6.405700	6.343900	6.330900	6.326500	6.272500	6.273100	0.00000
7.003000	6.956500	6.953400	6.953200	6.817300	6.814700	0.00000
9.400000	9.400000	9.400000	9.400000	9.400000	9.400000	0.00000
12.460900	13.442800	13.424600	14.172700	14.351600	14.355800	15.15060
12.876400	14.736300	14.662400	15.281400	15.171600	15.121000	15.48930
14.650000	16.450000	16.450000	16.450000	16.350000	16.350000	16.25000
1.256500	1.159300	1.993100	1.993500	1.809300	1.808600	2.50000
1.205000	1.171500	1.989200	2.000000	1.876400	1.871900	2.50000
1.400000	1.400000	2.000000	2.000000	2.000000	2.000000	2.50000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.00000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.00000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.00000
1.275800	1.166100	1.845700	1.846500	1.671500	1.672000	1.66980
1.344700	1.316600	1.839700	1.850000	1.718700	1.712500	1.71710
1.550000	1.550000	1.850000	1.850000	1.850000	1.850000	1.85000

Property Tax Levies and Collections (1) Last Ten Years

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
1999	\$25,670,639	\$24,888,533	96.95%	\$515,750	\$25,404,283	98.96%
2000	27,405,644	25,952,337	94.70	485,133	26,437,470	96.47
2001	27,755,925	26,898,677	96.91	600,751	27,499,428	99.08
2002	28,751,361	27,596,484	95.98	784,292	28,380,776	98.71
2003	36,339,103	32,846,659	90.39	1,015,315	33,861,974	93.18
2004	36,868,413	34,061,837	92.39	886,993	34,948,830	94.79
2005	37,663,289	35,455,548	94.14	900,530	36,356,078	96.53
2006	38,967,809	35,586,595	91.32	697,313	36,283,908	93.11
2007	38,310,937	36,802,765	96.06	971,671	37,774,436	98.60
2008	37,443,566	36,204,256	96.69	822,499	37,026,755	98.89

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revnue.
- (2) The 2009 information cannot be presented because all collections have not been made by June 30, 2009.
- (3) The County does not maintain delinquency information by tax year.

Principal Taxpayers Real Estate Tax 2009 and 2000

	200	09
		Percent of
	Assessed	Real Property
Name of Taxpayer	Value	Assessed Value
Spruce Lake, LTD	\$8,055,540	0.76%
Hampton Club Company	7,164,750	0.67
JVM Royal Oaks Apartments	6,510,000	0.61
JVM Dover Farms Apartments	5,425,010	0.51
I & J Associates, LTD	3,539,870	0.33
Deer Creek Apt. LTD	3,360,010	0.32
Oak Brook Garden Apartments	3,351,330	0.31
Pine Forest Apartments	3,202,500	0.30
Shadow Creek Enterprises, LTD	2,819,540	0.26
Timber Ridge Investments	2,647,020	0.25
Total	\$46,075,570	4.32%
Total Assessed Valuation	\$1,067,428,370	
	20	00
		Percent of
	Assessed	Real Property
Name of Taxpayer	Value	Assessed Value
Royal Oaks	\$6,392,720	1.02%
M & J - Dover Farms Apartments	5,201,390	0.83
Gary Gross - Walnut Hills Apartments	3,689,910	0.59
Harley Gross - Deer Creek Apartments	3,656,350	0.58
Oak Brook Garden Apartments	3,482,610	0.55

Gary Gross - Walnut Hills Apartments	3,689,910	0.59
Harley Gross - Deer Creek Apartments	3,656,350	0.58
Oak Brook Garden Apartments	3,482,610	0.55
Pine Forest Apartments	3,402,460	0.53
Somerset West Development Co.	2,844,310	0.45
Spartan House, Ltd.	2,818,100	0.45
Spruce Lake, Ltd.	2,802,070	0.45
Timber Ridge Investments	2,316,860	0.37
Total	\$36,606,780	5.82%
Total Assessed Valuation	\$629,283,360	

Principal Taxpayers Tangible Personal Property Tax 2009 and 2000

	2009		
Name of Taxpayer	Assessed Value	Percent of Tangible Personal Property Assessed Value	
Ohio Bell Telephone Company	\$570,415	16.18%	
Praxair Distribution, Inc.	218,340	6.19	
Time Warner NY Cable LLC	215,040	6.10	
New Singular Wireless PCS LLC	188,845	5.36	
Riser Foods Company	149,815	4.25	
WideOpenWest Cleveland LLC	141,755	4.02	
H & D Steel Service, Inc.	135,070	3.83	
MCI Communication Services	114,405	3.24	
Stevens Painton Corporation	109,005	3.09	
Valley Tool & Die, Inc.	88,860	2.52	
Total	\$1,931,550	54.78%	
Total Assessed Valuation	\$3,526,257		
	2000		
		Percent of Tangible	
Name of Taxpayer	Assessed Value	Personal Property Assessed Value	
Ameritech New Media, Inc.	\$1,580,770	6.39%	
H & D Steel Service, Inc.	943,820	3.82	
Stevens Painton Corp.	722,110	2.92	
Riser Foods Co.	668,580	2.70	
Krenz Krist Machine, Inc.	663,960	2.69	
ICG Equipment, Inc.	659,250	2.67	
Valley Tool & Die, Inc.	574,900	2.32	
Transport Services, Inc.	537,720	2.18	
Galley Printing Co.	376,220	1.52	
Royal Wire Products, Inc.	371,570	1.50	
Total	\$7,098,900	28.72%	
Total Assessed Valuation	\$24,721,996		

Principal Taxpayers Public Utilities Tax 2009 and 2000

	2009)
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company Columbia Gas of Ohio, Inc. American Transmission System	\$11,203,560 1,620,600 1,217,090	73.81% 10.68 8.02
Total	\$14,041,250	92.51%
Total Public Utility Valuation	\$15,178,170	
	2000)
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company Ameritech Columbia Gas of Ohio, Inc.	\$13,568,760 3,839,640 4,761,030	47.63% 13.48 16.71
Total	\$22,169,430	77.82%
Total Public Utility Valuation	\$28,486,370	

Computation of Direct and Overlapping Governmental Activities Debt December 31, 2008

	Governmental Activities Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
North Royalton			
City School District			
General Obligation Bonds	\$15,462,270	100.00%	\$15,462,270
Overlapping:			
City of North Royalton			
General Obligation Bonds	4,703,106	98.56	4,635,381
Special Assessment Bonds	1,363,899	98.56	1,344,259
Capital Lease Obligations	222,468	98.56	219,264
Police and Fire Pension	125,531	98.56	123,723
OPWC Loans	443,802	98.56	437,411
City of Broadview Heights			
General Obligation Bonds	5,800,242	18.38	1,066,084
Special Assessment Bonds	3,125,952	18.38	574,550
OWDA Loans	1,710,157	18.38	314,327
Revolving Loan	322,692	18.38	59,311
Capital Lease Obligations	24,440	18.38	4,492
Cuyahoga County			
General Obligation Bonds	173,500,000	3.05	5,291,750
Revenue Bonds	97,576,000	3.05	2,976,068
Capital Lease Obligations	25,386,000	3.05	774,273
Loans Payable	6,551,000	3.05	199,806
Regional Transit Authority			
General Obligation Bonds	138,030,000	3.05	4,209,915
SIB Loan	3,575,318	3.05	109,047
Capital Lease Obligation	23,684,005	3.05	722,362
Total Overlapping	486,144,612		23,062,023
Total	\$501,606,882		\$38,524,293

Source: Office of the Auditor, Cuyahoga County, Ohio

 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 2008 collection year.

Ratio of General Obligation Bonded Debt to Estimated Actual Value, Personal Income and Population Last Ten Fiscal Years

Fiscal Year	Estimated Actual Value	Bonded Debt	Ratio of Bonded Debt to Estimated Actual Value	Ratio of Bonded Debt to Personal Income (1)	Bonded Debt per Capita (2)
2000	\$1,929,211,316	\$25,035,709	1.30 %	3.28 %	\$874
2001	2,204,243,782	26,268,522	1.19	3.45	917
2002	2,281,519,925	25,164,136	1.10	3.30	878
2003	2,369,637,398	23,600,179	1.00	3.10	824
2004	2,579,101,652	22,455,319	0.87	2.95	784
2005	2,674,863,172	21,469,751	0.80	2.82	749
2006	2,839,598,678	19,898,979	0.70	2.61	695
2007	3,206,279,609	18,398,102	0.57	2.41	642
2008	3,179,421,928	16,916,326	0.53	2.22	590
2009	3,123,463,367	15,462,270	0.50	2.03	540

(1) The personal income can be found on S24

(2) The population can be found S24

Source: Office of the Treasurer, North Royalton City School District, Cuyahoga County Auditor and the U.S. Census Bureau (Census 2000)

Computation of Legal Debt Margin

Last Ten Fiscal Years

	2000	2001	2002	2003
Assessed Valuation	\$682,491,726	\$776,240,489	\$799,108,850	\$829,799,476
Debt Limit - 9% of Assessed Value (2)	\$61,424,255	\$69,861,644	\$71,919,797	\$74,681,953
Amount of Debt Outstanding General Obligation Bonds Less Amount Available in Debt Service	25,035,709 (1,914,221)	26,268,522 (2,142,384)	24,235,000 (2,535,911)	21,657,123 (2,388,460)
Amount of Debt Subject to Limit	23,121,488	24,126,138	21,699,089	19,268,663
Overall Debt Margin	\$38,302,767	\$45,735,506	\$50,220,708	\$55,413,290
Legal Debt Margin as a Percentage of Debt Limit	62.36%	65.47%	69.83%	74.20%
Unvoted Legal Debt Limit - .10% of Assessed Value (2)	\$682,492	\$776,240	\$799,109	\$829,799
Amount of Debt Subject to Limit	0	0	0	0
Unvoted Debt Margin	\$682,492	\$776,240	\$799,109	\$829,799
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	100.00%	100.00%	100.00%

Source: Cuyahoga County Auditor and School District Financial Records

 HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

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

2004	2005	2006 (1)	2007 (1)	2008 (1)	2009 (1)
\$900,028,570	\$934,832,584	\$945,027,390	\$1,063,016,700	\$1,078,890,160	\$1,086,132,797
\$81,002,571	\$84.134,933	\$85,052,465	\$95,671,503	\$97,100,114	\$97,751,952
\$61,002,571	ф0 4 ,154,755	\$65,052, 4 05	\$75,671,505	\$77,100,114	\$77,751,752
20,571,066	19,454,079	17,895,689	15,965,689	14,724,095	13,480,111
(2,782,034)	(3,130,487)	(3,282,793)	(3,546,596)	(3,763,757)	(3,225,464)
17,789,032	16,323,592	14,612,896	12,419,093	10,960,338	10,254,647
\$63,213,539	\$67,811,341	\$70,439,569	\$83,252,410	\$86,139,776	\$87,497,305
78.04%	80.60%	82.82%	87.02%	88.71%	89.51%
\$900,029	\$934,833	\$945,027	\$1,063,017	\$1,078,890	\$1,086,133
0	0	0	0	0	0
\$900,029	\$934,833	\$945,027	\$1,063,017	\$1,078,890	\$1,086,133
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Demographic and Economic Statistics Last Ten Years

		Personal	Median
Estimated	Total Personal	Income	Household
Population	Income	Per Capita	Income

Median

Year	Population	Income	Per Capita	Income	Age
2000	28,648	\$762,323,280	\$26,610	\$57,398	38.60
2001	28,648	762,323,280	26,610	57,398	38.60
2002	28,648	762,323,280	26,610	57,398	38.60
2003	28,648	762,323,280	26,610	57,398	38.60
2004	28,648	762,323,280	26,610	57,398	38.60
2005	28,648	762,323,280	26,610	57,398	38.60
2006	28,648	762,323,280	26,610	57,398	38.60
2007	28,648	762,323,280	26,610	57,398	38.60
2008	28,648	762,323,280	26,610	57,398	38.60
2009	28,648	762,323,280	26,610	57,398	38.60

Source: 2000 U.S. Census Bureau

1) Information includes only the City of North Royalton.

Median	Cuyahoga	Total
Value	County	Assessed
of Residential	Unemployment	Property
Property	Rate	Value
\$175,000	4.5%	\$682,491,726
175,000	4.5	776,240,489
175,000	4.6	799,108,850
175,000	6.7	829,799,476
175,000	6.6	900,028,570
175,000	5.9	934,832,584
175,000	5.6	978,685,100
175,000	5.5	1,090,648,882
175,000	5.7	1,088,979,763
175,000	6.8	1,086,132,797

Principal Employers December 31, 2008 and December 31, 2005 (1)

		2008	
Employer	City	Nature of Business or Activity	Number of Employees
North Royalton City School District	North Royalton	Public Education	595
Patrician Inc.	North Royalton	Nursing Home	299
City of North Royalton	North Royalton	Government	267
Riser Foods Company	North Royalton	Grocery Store	175
Northeast Care Center Inc.	North Royalton	Residental/Habilitative Service for Disability	170
Commercial Drivers	North Royalton	Transportation	150
Valley Tool & Die Inc.	North Royalton	Machine Fasteners	75
Royal Wire Products Inc.	North Royalton	Wire Products	60
Seneca Tape and Label, Inc.	North Royalton	Tape and Label Services	45
Krenz Krist	North Royalton	Metal Fabricatives	39
Total			1,875
Total Employment within the School D	istrict		n/a

2005

Employer	City	Nature of Business or Activity	Number of Employees
North Royalton City School District	North Royalton	Public Education	575
Patrician Inc.	North Royalton	Nursing Home	299
City of North Royalton	North Royalton	Government	254
Riser Foods Company	North Royalton	Grocery Store	185
Commercial Drivers	North Royalton	Transportation	169
Northeast Care Center Inc.	North Royalton	Residential/Habilitative Services for the Disabled	150
Krenz Krist	North Royalton	Metal Fabricators	75
Valley Tool & Die Inc.	North Royalton	Machining Fasteners	64
Royal Wire Products Inc.	North Royalton	Wire Products	50
Seneca Tape and Label, Inc.	North Royalton	Tape and Label Services	40
Total			1,861
Total Employment within the School D	istrict		n/a

Source: City of North Royalton, Ohio

(1) Information prior to 2005 not available.

n/a - Information not available

North Royalton City School District Building Statistics by Function/Program Last Six Fiscal Years (1)

	2004	2005	2006	2007	2008	2009
Albion Elementary School						
Constructed in 1955						
Total Building Square Footage	45,405	45,505	45,505	45,505	45,405	45,405
Enrollment Grades 1 - 4	396	372	365	382	390	398
Student Capacity	476	476	476	476	476	476
Regular Instruction Classrooms	20	18	18	18	18	18
Regular Instruction Teachers	20	18	18	18	18	18
Special Instruction Classrooms	3	3	3	3	3	3
Special Instruction Teachers	3	3	3	3	3	3
Royal View Elementary School						
Constructed in 1965						
Total Building Square Footage	48,460	48,460	48,460	48,460	48,460	48,460
Enrollment Grades 1 - 4	481	439	420	439	445	440
Student Capacity	525	525	525	525	525	525
Regular Instruction Classrooms	24	24	24	25	25	25
Regular Instruction Teachers	24	24	24	25	25	25
Special Instruction Classrooms	2	2	3	3	3	3
Special Instruction Teachers	2	2	3	3	3	3
Valley Vista Elementary School						
Constructed in 1959						
Total Building Square Footage	42,536	42,536	42,536	42,536	42,536	42,536
Enrollment Grades 1 - 4	338	380	403	430	423	424
Student Capacity	426	426	426	426	426	426
Regular Instruction Classrooms	18	19	18	18	18	18
Regular Instruction Teachers	18	19	18	18	18	18
Special Instruction Classrooms	2	2	2	2	2	2
Special Instruction Teachers	2	2	2	2	2	2

(continued)

Building Statistics by Function/Program (continued)

Last Six Fiscal Years (1)

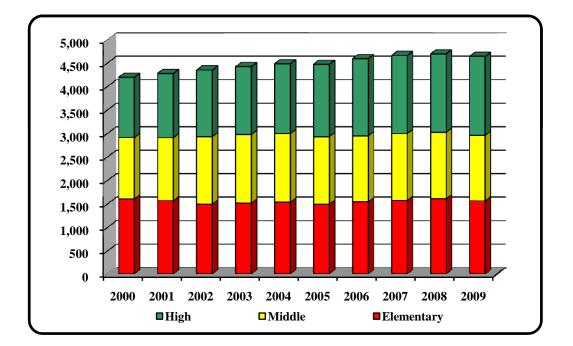
	2004	2005	2006	2007	2008	2009
North Royalton Middle School	2001	2005	2000	2007	2000	2007
Constructed in 1996						
Total Building Square Footage	242,400	242,400	242,400	242,400	242,400	242,400
Enrollment Grades 5 - 8	1,460	1,438	1,404	1,425	1,416	1,393
Student Capacity	1,300	1,300	1,300	1,300	1,300	1,300
Regular Instruction Classrooms	58	61	64	64	64	64
Regular Instruction Teachers	58	61	64	64	10	64
Special Instruction Classrooms	11	11	10	10	10	10
Special Instruction Teachers	11	11	10	10	10	10
High School						
Constructed in 1950						
Total Building Square Footage	260,900	260,900	260,900	260,900	260,900	260,900
Enrollment Grades 9 - 12	1,488	1,541	1,644	1,660	1,667	1,681
Student Capacity	1,480	1,480	1,480	1,480	1,480	1,480
Regular Instruction Classrooms	61	64	64	64	64	64
Regular Instruction Teachers	61	64	64	64	64	64
Special Instruction Classrooms	8	8	9	9	9	9
Special Instruction Teachers	8	8	9	9	9	9

Source: North Royalton City School District Records

(1) Information prior to 2004 is not available.

Enrollment Statistics Last Ten Fiscal Years

Fiscal	Elementary	Middle	High	
Year	Schools (1)	School	School	Total
2000	1,614	1,308	1,280	4,202
2001	1,577	1,341	1,367	4,285
2002	1,503	1,437	1,417	4,357
2003	1,524	1,459	1,445	4,428
2004	1,543	1,460	1,488	4,491
2005	1,501	1,438	1,541	4,480
2006	1,551	1,404	1,644	4,599
2007	1,581	1,425	1,660	4,666
2008	1,618	1,416	1,667	4,701
2009	1,573	1,393	1,681	4,647



Source: North Royalton City School Records

(1) Enrollment includes Kindergarten students

Per Pupil Cost

Last Ten Fiscal Years

	Student E	Student Enrollment		rnmental
Fiscal Year	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost
2000	4,202	1.89 %	\$29,949,241	\$7,127
2001	4,285	1.98	31,921,671	7,450
2002	4,357	1.68	34,978,226	8,028
2003	4,428	1.63	35,301,382	7,972
2004	4,491	1.42	38,102,218	8,484
2005	4,480	(0.24)	41,194,900	9,195
2006	4,599	2.66	42,264,021	9,190
2007	4,666	1.46	44,943,823	9,632
2008	4,701	0.75	47,740,412	10,155
2009	4,647	(1.15)	47,624,696	10,248

(1) Debt Service totals have been excluded.

(2) The School District implemented GASB-34 in fiscal year 2003.

Governmental	Activities	Food Service	Food Service Operations		
Total Expenses (1)(2)	Per Pupil Cost	Number of Students Receiving Free or Reduced Lunch	Percentage of Free or Reduced Lunches to Total Enrollment		
N/A	N/A	283	6.73%		
N/A	N/A	290	6.77		
N/A	N/A	275	6.31		
\$36,357,072	\$8,211	303	6.84		
38,249,947	8,517	377	8.39		
41,768,390	9,323	394	8.79		
43,196,390	9,393	429	9.33		
45,939,730	9,846	433	9.28		
48,488,207	10,314	557	11.85		
49,127,661	10,572	460	9.90		

School District Employees by Function/Program

Last Nine Fiscal Years (1)

Function/Program	2001	2002	2003	2004
Regular Instruction				
Elementary Classroom Teachers	78	76	75	76
Middle School Classroom Teachers	69	69	71	69
High School Classroom Teachers	66	66	66	67
Special Instruction				
Small Group Instructors	6	8	10	7
Elementary Classroom Teachers	9	9	9	9
Gifted Education Teachers	3	3	3	3
Middle School Classroom Teachers	10	10	10	11
High School Classroom Teachers	5	7	7	8
Vocational Instruction				
High School Classroom Teachers	2	2	2	2
Pupil Support Services				
Guidance Counselors	11	11	11	10
Media Specialists	4	4	4	4
Psychologists	4	5	5	5
Speech & Language Pathologists	4	4	4	4
Administrators				
Elementary	3	3	3	3
Middle School	4	4	3	3
High School	4	4	4	4
Districtwide	4	4	5	5
Total Certificated Staff	286	289	292	290
Support Staff				
Elementary Schools	57	57	56	63
Middle School	49	54	55	54
High School	49	53	52	51
Districtwide	69	67	70	75
Total Support Staff	224	231	233	243
Total Staffing	510	520	525	533

Method: Using 1.0 for each full-time employee at fiscal year end.

Source: North Royalton City School District Records

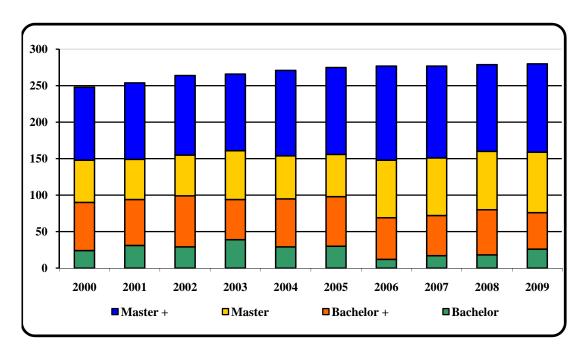
(1) Information prior to 2001 is not available.

2005	2006	2007	2008	2009
75	76	82	83	87
72	74	74	74	79
70	71	73	75	78
6	10	10	10	10
10	12	13	13	13
3	3	3	3	3
11	10	10	10	10
8	9	9	9	10
2	2	2	2	2
10	11	11	10	11
4	2	4	4	4
6	6	6	5	4
4	4	5	6	6
3	4	4	4	4
3	3	3	4	4
4	4	5	5	5
5	5	5	5	5
296	306	319	322	335
70	72	74	72	67
52	52	53	54	48
51	54	54	53	49
72	77	75	77	79
245	255	256	256	243
541	561	575	578	578

Full-Time Equivalent Teachers by Education

Last Ten Fiscal Years

Degree	2000	2001	2002	2003
Bachelor	24	31	29	39
Bachelor +6	12	9	13	6
Bachelor +12	8	7	7	12
Bachelor +18	8	11	10	7
Bachelor +24	6	4	7	8
Bachelor +30	32	32	33	22
Master	58	55	56	67
Master +6	32	27	27	21
Master +12	37	43	43	44
Master +18	9	12	12	16
Master +24	9	6	10	5
Master +30	1	7	4	4
Master +36	3	3	3	4
Master +42	1	0	2	2
Master +48	8	7	8	9
Total	248	254	264	266



Source: School District Records

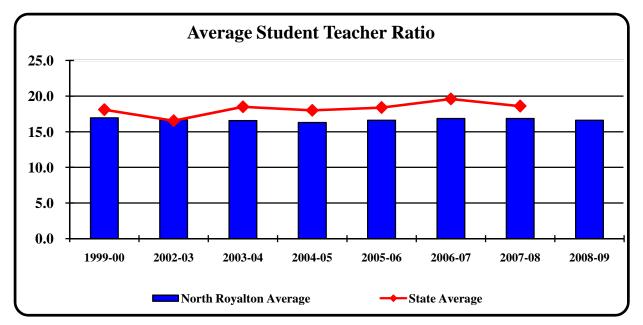
2004	2005	2006	2007	2008	2009
29	30	12	17	18	26
8	9	8	9	10	7
13	13	8	9	13	5
11	11	10	10	11	9
8	9	8	7	6	9
26	26	23	20	22	22
59	58	79	79	80	83
23	23	28	26	26	27
45	46	45	45	48	45
20	20	19	21	21	23
6	7	8	6	6	8
7	7	7	6	4	4
4	4	10	8	3	1
2	2	0	2	1	3
10	10	12	12	10	10
271	275	277	277	279	282

Average Number of Students per Teacher Last Ten School Years

	North	
School	Royalton	State
Year	Average	Average
1999 - 2000	16.9	18.1
2000 - 2001	16.9	18.0
2001 - 2002	16.5	16.9
2002 - 2003	16.6	16.6
2003 - 2004	16.6	18.5
2004 - 2005	16.3	18.0
2005 - 2006	16.6	18.4
2006 - 2007	16.8	19.6
2007 - 2008	16.8	18.6
2008 - 2009	16.6	N/A

Source: Ohio Department of Education, EMIS Reports

N/A: Not Available







NORTH ROYALTON 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 Babbett

CLERK OF THE BUREAU

CERTIFIED JANUARY 14, 2010

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